



Hybrid Income Funds



Semi-Annual Report 2006

Mulvihill World Financial Split Fund

Management Report on Fund Performance

This report, prepared in accordance with National Instrument 81-106 (Investment Fund Continuous Disclosure), contains the financial highlights for the six months ended June 30, 2006 of Mulvihill World Financial Split Corp. (Mulvihill World Financial Split Fund) (the “Fund”). The June 30, 2006 semi-annual financial statements of the Fund are attached.

Copies of the Fund’s proxy voting policies and procedures, proxy voting disclosure record or quarterly portfolio disclosure may be obtained by calling 1-800-725-7172 toll-free, or by writing to the Fund at Investor Relations, 121 King Street West, Suite 2600, Toronto, Ontario, M5H 3T9, or by visiting our website at www.mulvihill.com. You can also get a copy of the annual financial statements at your request and at no cost by using one of these methods.

This report may contain forward-looking statements about the Fund. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates” or negative versions thereof and similar expressions. In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also forward-looking. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to any divergence between what is anticipated and what actually occurs, including, but not limited to, general economic, political and market factors, interest and foreign exchange rates, global equity and capital markets, business competition, technology change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events.

The above-mentioned list of important factors is not exhaustive. You should consider these and other factors carefully before making any investment decisions and you should avoid placing undue reliance on forward-looking statements. While the Fund currently anticipates that subsequent events and developments may cause the Fund’s views to change, the Fund does not undertake to update any forward-looking statements.

Mulvihill World Financial Split Fund

Management Report on Fund Performance

Summary of Investment Portfolio

The summary of investment portfolio may change due to ongoing portfolio transactions of the Fund. A quarterly update will be available on our website at www.mulvihill.com.

Asset Mix

June 30, 2006

	% of Net Assets*
United States	45%
Canada	27%
International	23%
Cash and Short-Term Investments	11%
Other Assets (Liabilities)	(6)%
	100%

*The Net Assets exclude the Preferred share liability.

Top 25 Holdings

June 30, 2006

	% of Net Assets*
Cash and Short-Term Investments	11%
Wells Fargo & Company	4%
Bank of America Corporation	4%
Manulife Financial Corporation	4%
Citigroup Inc.	4%
Great-West Lifeco Inc.	4%
U.S. Bancorp	4%
Barclays PLC ADR	4%
American Express Company	3%
Royal Bank of Canada	3%
The Bank of Nova Scotia	3%
The Goldman Sachs Group, Inc.	3%
J.P. Morgan Chase & Co.	3%
Credit Suisse Group ADR	3%
Deutsche Bank AG	3%
National Bank of Canada	3%
The Toronto-Dominion Bank	3%
Northern Trust Corp.	3%
Merrill Lynch & Co., Inc.	3%
American Family Life Assurance Company of Columbus	3%
Washington Mutual, Inc.	3%
Sun Life Financial Services of Canada Inc.	3%
Hartford Financial Services Group Inc.	2%
Canadian Imperial Bank of Commerce	2%
Morgan Stanley	2%
	87%

*The Net Assets exclude the Preferred share liability.

Management Report on Fund Performance

Results of Operations

For the semi-annual period ended June 30, 2006, the net asset value of the Fund was \$22.08 per Unit compared to \$22.60 per Unit at December 31, 2005. The Fund's Preferred shares, listed on the Toronto Stock Exchange as WFS.PR.A, closed on June 30, 2006 at \$10.53. The Fund's Class A shares, listed on the Toronto Stock Exchange as WFS.A, closed on June 30, 2006, at \$10.75. Each Unit consists of one Preferred share and one Class A share together.

Distributions totalling \$0.26 per share were made to the Preferred shareholders during the period while Class A shareholders received \$0.60 per share.

During the course of the year, the Fund had varying exposures to the U.S. dollar due to the investments in U.S. Financial Services equities along with International Financial Services equities through the ADR market. The U.S. dollar was fully hedged throughout the semi-annual period ending June 30, 2006.

The six-month return for the Fund, including reinvestment of distributions, was 1.5 percent. This return is reflective of the Fund being overweight in the Canadian and U.S. Financial Services equities that had negative returns for the period and underweight the Rest of the World Financial Services which had positive returns during the period. It is also reflective of the difficult operating environment for the underlying securities during the period due to increasing interest rates, a flattening yield curve and volatile capital markets.

World Financial Split Fund ended December 31, 2005 with a regional asset mix of 41 percent invested in Canada, 39 percent invested in the United States, and 20 percent invested in the Rest of the World. During the six-month period ending June 30, 2006, the regional asset mix changed with an emphasis on increasing exposure to the U.S. and the International areas and reducing the exposure to Canada. The Fund ended June 30, 2006 with a regional asset mix of 27 percent in Canada, 45 percent in the United States and 23 percent in the Rest of the World.

Mulvihill World Financial Split Fund

Management Report on Fund Performance

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance from its inception date on February 17, 2004.

DATA PER UNIT

Net Asset Value, beginning of period⁽¹⁾

INCREASE (DECREASE) FROM OPERATIONS

Total revenue

Total expenses

Realized gains (losses) for the period

Unrealized gains (losses) for the period

Total Increase (Decrease) from Operations⁽²⁾

DISTRIBUTIONS

Class A

From capital gains

Non-taxable distributions

Total Class A Distributions

Preferred Share

From taxable income

From capital gains

Non-taxable distributions

Total Preferred Share Distributions

Total Distributions⁽³⁾

Net Asset Value, end of period⁽¹⁾

(1) Net asset value per unit is the difference between the aggregate value of the assets of the Fund and the aggregate value of the liabilities excluding the liability for the Redeemable Preferred shares of the Fund on that date divided by the number of units then outstanding.

(2) Total increase (decrease) from operations consists of interest and dividend revenue, net of withholding taxes and foreign exchange gains (losses), less expenses, excluding Preferred share distributions, and is calculated based on the weighted average number of units outstanding during the period. The schedule is not intended to total to the ending net asset

RATIOS/SUPPLEMENTAL DATA

Net Assets, excluding liability for Redeemable Preferred shares (\$millions)

Net Assets (\$millions)

Number of units outstanding

Management expense ratio⁽¹⁾

Portfolio turnover rate⁽²⁾

Trading expense ratio⁽³⁾

Closing market price - Preferred

Closing market price - Class A

(1) Management expense ratio is the ratio of all fees and expenses, including goods and services taxes and capital taxes but excluding income taxes and Preferred share distributions, charged to the Fund to average net assets, excluding the liability for the Redeemable Preferred shares.

(2) Portfolio turnover rate is calculated based on the lesser of purchases or sales of investments, excluding short-term investments, divided by the average value of the portfolio securities.

Mulvihill World Financial Split Fund

Management Report on Fund Performance

The information for the years ended December 31 is derived from the Fund's audited annual financial statements.

Information for the period ended June 30, 2006 is derived from the Fund's unaudited semi-annual financial statements.

	Six months ended June 2006		Years ended December 31 2005		2004 ⁽⁴⁾
	\$	22.60	\$	22.96	\$ 23.87 ⁽⁵⁾
		0.31		0.59	0.49
		(0.18)		(0.34)	(0.30)
		1.07		0.68	0.65
		(0.86)		0.31	(0.24)
		0.34		1.24	0.60
		(0.60)		(0.86)	(0.34)
		–		(0.34)	(0.70)
		(0.60)		(1.20)	(1.04)
		(0.11)		(0.19)	(0.11)
		(0.15)		(0.28)	(0.35)
		–		(0.06)	–
		(0.26)		(0.53)	(0.46)
		(0.86)		(1.73)	(1.50)
	\$	22.08	\$	22.60	\$ 22.96

value as calculations are based on the weighted average number of units outstanding during the period.

(3) Distributions to shareholders are based on the number of shares outstanding on the record date for each distribution and were paid in cash.

(4) For the period from inception on February 17, 2004 to December 31, 2004.

(5) Net of agent fees.

	Six months ended June 2006		Years ended December 31 2005		2004
	\$	322.71	\$	369.99	\$ 432.80
	\$	176.56	\$	206.30	\$ 244.30
		14,614,719		16,368,811	18,850,000
		1.54% ⁽⁴⁾		1.48%	1.51% ⁽⁴⁾
		62.89%		165.51%	73.63%
		0.15%		0.16%	0.17%
	\$	10.53	\$	11.05	\$ 10.75
	\$	10.75	\$	11.07	\$ 12.03

The Fund employs an option overlay strategy which can result in higher portfolio turnover by virtue of option exercises, when compared to a conventional equity mutual fund.

(3) Trading expense ratio represents total commissions expressed as an annualized percentage of daily average net assets during the period.

(4) Annualized.

Mulvihill World Financial Split Fund

Management Report on Fund Performance

Management Fees

Mulvihill Capital Management (“MCM”) is entitled to fees under the Investment Management Agreement calculated monthly as 1/12 of 1.00 percent of the net assets of the Fund at each month end, including the Redeemable Preferred shares. Services received under the Investment Management Agreement include the making of all investment decisions and the writing of covered call options in accordance with the investment objectives, strategy and criteria of the Fund. MCM also makes all decisions as to the purchase and sale of securities in the Fund’s portfolio and the execution of all portfolio and other transactions.

Mulvihill Fund Services is entitled to fees under the Management Agreement calculated monthly as 1/12 of 0.10 percent of the net assets of the Fund at each month end, including the Redeemable Preferred shares. Services received under the Management Agreement include providing or arranging for required administrative services to the Fund.

Recent Developments

The Global Financial Services sector continues to demonstrate strong fundamentals and profitability with strong capital positions, high return on equity and low balance sheet risk. The high dividend yield on Global Banks remains at a favourable valuation level, while the price earnings multiple of the financials sector is also attractive when compared to the broad market.

Although increasing short-term interest rates and a flattening yield curve have negatively impacted the outlook for earnings growth, several positive influences still remain. For example, net interest margins appear to be stabilizing for the majority of the banks, while better capital market conditions, wealth management activity and increasing annuity sales provide ample scope to contribute to earnings growth.

Additionally, the strong balance sheets of the financial services companies provide the potential for further acquisitions both within as well as outside of their domestic markets. Additional share price support could also arise from these companies returning some of their excess capital to shareholders either through share repurchases or in the form of higher dividends.

Past Performance

The chart below sets out the Fund’s year-by-year past performance. It is important to note that:

- (1) the information shown assumes that all distributions made by the Fund during these periods were reinvested in the Fund,
- (2) the information does not take into account sales, redemptions, distributions or other optional charges that would have reduced returns, and
- (3) the past performance of the Fund does not necessarily indicate how it will perform in the future.

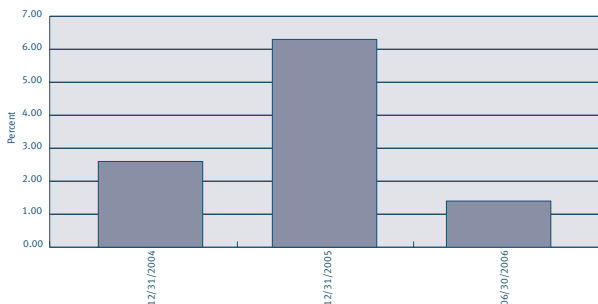
Mulvihill World Financial Split Fund

Management Report on Fund Performance

Year-By-Year Returns

The bar chart below illustrates how the Fund's total return for each of the past two years as well as for the six months period June 30, 2006 has varied from period to period. The chart also shows, in percentage terms, how much an investment made on December 31 in each year or the date of inception in 2004 would have increased or decreased by the end of that fiscal year, or June 30, 2006 for the six months then ended.

Annual Total Return



Related Party Transactions

Mulvihill Capital Management Inc. ("MCM") manages the Fund's investment portfolio in a manner consistent with the investment objectives, strategy and criteria of the Fund pursuant to an Investment Management Agreement made between the Fund and MCM dated February 17, 2004.

Mulvihill Fund Services Inc. ("Mulvihill") is the Manager of the Fund pursuant to a Management Agreement made between the Fund and Mulvihill dated February 17, 2004, and, as such, is responsible for providing or arranging for required administrative services to the Fund. Mulvihill is a wholly-owned subsidiary of MCM. These parties are paid the fees described under the Management Fees section of this report.

Mulvihill World Financial Split Fund

Management's Responsibility for Financial Reporting

The accompanying financial statements of World Financial Split Corp. (operating as Mulvihill World Financial Split Fund) (the "Fund") and all the information in this semi-annual report are the responsibility of the management of Mulvihill Fund Services Inc. (the "Manager") and have been approved by the Board of Directors (the "Board").

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles and include certain amounts that are based on estimates and judgments. Management has ensured that the other financial information presented in this semi-annual report is consistent with the financial statements. The significant accounting policies which management believes are appropriate for the Fund are described in Note 3 of the annual financial statements for the year ended December 31, 2005.

The Manager is also responsible for maintaining a system of internal controls designed to provide reasonable assurance that assets are safeguarded and that accounting systems provide timely, accurate and reliable financial information.

The Audit Committee meets periodically with management and external auditors to discuss internal controls, the financial reporting process, various auditing and financial reporting issues, and to review the annual report, the financial statements and the external auditors' report. Deloitte & Touche LLP, the Fund's independent auditors, has full and unrestricted access to the Audit Committee and the Board.

The Fund's independent auditors have not performed a review of these Interim Financial Statements in accordance with standards established by Canadian Institute of Chartered Accountants.



John P. Mulvihill
Director
Mulvihill Fund Services Inc.



Sheila S. Szela
Director
Mulvihill Fund Services Inc.

August 2006

Mulvihill World Financial Split Fund

Financial Statements

Interim Statements of Financial Position

June 30, 2006 (Unaudited) and December 31, 2005 (Audited)

	2006	2005
ASSETS		
Investments at market value (cost - \$318,901,276; 2005 - \$340,489,964)	\$ 306,025,344	\$ 341,631,240
Short-term investments (cost - \$36,490,209; 2005 - \$28,350,101)	36,432,427	28,338,936
Cash	3,708	110,771
Interest receivable	151,146	119,390
Dividends receivable	730,949	776,469
Due from brokers - investments	16,304,679	-
Due from brokers - derivatives	527,053	-
TOTAL ASSETS	\$ 360,175,306	\$ 370,976,806
LIABILITIES		
Due to brokers - derivatives	\$ 23	\$ -
Redemptions payable	36,821,864	347,791
Accrued management fees	325,582	370,786
Accounts payable and accrued liabilities	322,282	270,461
Redeemable Preferred shares	146,147,190	163,688,110
	183,616,941	164,677,148
EQUITY		
Class A shares	210,429,453	231,643,938
Deficit	(33,871,088)	(25,344,280)
	176,558,365	206,299,658
TOTAL LIABILITIES AND EQUITY	\$ 360,175,306	\$ 370,976,806
Number of Units Outstanding	14,614,719	16,368,811
Net Asset Value per Unit		
Preferred share	\$ 10.0000	\$ 10.0000
Class A share	12.0809	12.6032
	\$ 22.0809	\$ 22.6032

Mulvihill World Financial Split Fund

Financial Statements

Interim Statements of Operations and Deficit

For the six months ended June 30

	2006	2005
REVENUE		
Interest, net of foreign exchange	\$ 543,815	\$ 1,569,691
Dividends	4,989,411	4,903,742
Withholding taxes	(497,911)	(498,201)
	5,035,315	5,975,232
Net realized gains (losses) on short-term investments	(13,788)	14,310
Net realized gains on derivatives	14,379,187	10,016,359
Net realized gains (losses) on investments	3,061,726	(2,757,702)
Total Net Realized Gains	17,427,125	7,272,967
TOTAL REVENUE	22,462,440	13,248,199
EXPENSES		
Management fees	2,039,540	2,308,870
Service fees	410,322	450,874
Administration and other expenses	123,786	139,436
Custodian fees	51,223	50,301
Audit fees	29,948	21,400
Director fees	10,363	10,280
Legal fees	914	1,953
Shareholder reporting costs	49,988	43,308
Capital tax	-	1,000
Goods and services tax	160,992	179,496
TOTAL EXPENSES	2,877,076	3,206,918
Net Realized Income before		
Income Taxes and Distributions	19,585,364	10,041,281
Income taxes	-	(18,000)
Net Realized Income before Distributions	19,585,364	10,023,281
Preferred share distributions	(4,275,518)	(4,948,125)
Net Realized Income	15,309,846	5,075,156
Unrealized depreciation of short-term investments during the period	(46,833)	(163,221)
Unrealized appreciation/depreciation of investments during the period	(14,017,208)	(12,352,496)
Total Change Unrealized Appreciation/Depreciation	(14,064,041)	(12,515,717)
NET GAIN (LOSS) FOR THE PERIOD	\$ 1,245,805	\$ (7,440,561)
NET GAIN (LOSS) PER CLASS A SHARE (based on the weighted average number of Class A shares outstanding during the period of 16,308,136; 2005 - 18,850,000)	\$ 0.0764	\$ (0.3947)
DEFICIT		
Balance, beginning of period	\$ (25,344,280)	\$ (17,014,947)
Net income (loss) for the period	1,245,805	(7,440,561)
Distributions on Class A shares	(9,772,613)	(11,310,000)
BALANCE, END OF PERIOD	\$ (33,871,088)	\$ (35,765,508)

Financial Statements

Interim Statements of Changes in Net Assets

For the six months ended June 30 (Unaudited)

	2006	2005
NET ASSETS, BEGINNING OF PERIOD	\$ 206,299,658	\$ 244,298,822
Net Realized Income before Distributions	19,585,364	10,023,281
Share Capital Transactions		
Amount paid for Class A shares redeemed	(21,214,485)	(8,504,181)
Distributions		
Preferred shares	(4,275,518)	(4,948,125)
Class A shares	(9,772,613)	(11,310,000)
	(14,048,131)	(16,258,125)
Change in Unrealized Appreciation/Depreciation of Investments	(14,064,041)	(12,515,717)
Changes in Net Assets during the Period	(29,741,293)	(27,254,742)
NET ASSETS, END OF PERIOD	\$ 176,558,365	\$ 217,044,080

The interim statement of changes in net assets excludes cash flows pertaining to the Preferred shares as they are reflected as liabilities. During the period, amounts paid for the redemption of 1,754,092 Preferred shares (2005 - 710,731) totalled \$17,540,920 (2005 - \$7,107,310).

Interim Statements of Changes in Investments

For the six months ended June 30 (Unaudited)

	2006	2005
INVESTMENTS AT MARKET VALUE, BEGINNING OF PERIOD	\$ 341,631,240	\$ 308,703,884
Unrealized appreciation/depreciation of investments, beginning of period	(1,141,276)	4,540,890
Investments at Cost, Beginning of Period	340,489,964	313,244,774
Cost of Investments Purchased during the Period	217,231,853	268,663,795
Cost of investments Sold during the Period		
Proceeds from sales	256,261,454	237,706,645
Net realized gains on sales	17,440,913	7,258,657
	238,820,541	230,447,988
Investments at Cost, End of Period	318,901,276	351,460,581
Unrealized Depreciation of Investments, End of Period	(12,875,932)	(16,893,386)
INVESTMENTS AT MARKET VALUE END OF PERIOD	\$ 306,025,344	\$ 334,567,195

Mulvihill World Financial Split Fund

Financial Statements

Statement of Investments

June 30, 2006 (Unaudited)

	Par Value/ Number of Shares	Average Cost	Market Value
SHORT-TERM INVESTMENTS			
Treasury Bills			
Export Development Corporation, USD - August 9, 2006	365,000	\$ 406,910	\$ 403,371
Government of Canada - August 10, 2006	16,600,000	16,447,875	16,447,875
Government of Canada - September 7, 2006	1,965,000	1,945,747	1,945,747
Province of British Columbia, USD - July 10, 2006	1,600,000	1,784,168	1,774,822
Total Treasury Bills		20,584,700	20,571,815
Bonds			
Canada Mortgage & Housing Corporation - December 1, 2006	15,800,000	15,905,509	15,860,612
		36,490,209	36,432,427
Accrued Interest			151,146
TOTAL SHORT-TERM INVESTMENTS		\$36,490,209	\$36,583,573
INVESTMENTS			
Canadian Common Shares			
Financials			
Bank of Montreal	20,000	\$ 1,284,782	\$ 1,201,200
Canadian Imperial Bank of Commerce	106,000	8,366,747	7,919,260
Great-West Lifeco Inc.	430,000	12,421,756	12,237,800
IGM Financial Inc.	10,000	338,313	445,100
Manulife Financial Corporation	370,000	12,902,763	13,086,900
National Bank of Canada	185,000	11,292,719	10,545,000
Royal Bank of Canada	245,000	10,834,222	11,103,400
Sun Life Financial Services of Canada Inc.	200,000	9,189,808	8,870,000
The Bank of Nova Scotia	250,000	11,060,917	11,055,000
The Toronto-Dominion Bank	185,000	11,258,115	10,485,800
Total Financials		88,950,142	86,949,460
Total Canadian Common Shares		\$88,950,142	\$86,949,460
Non-North American Common Shares			
Financials			
Allianz AG ADR	267,000	\$ 4,391,291	\$ 4,691,504
Allied Irish Banks PLC (AIB) ADR	80,000	4,265,544	4,302,491
AXA Spons ADR	145,000	5,678,121	5,285,921
Banco Santander Central Hispano SA ADR	395,000	5,826,330	6,422,264
Banco Bilbao Vizcaya Argentaria, S.A. ADR	244,000	5,838,799	5,589,858
Barclays PLC ADR	225,000	12,141,821	11,455,182
Credit Suisse Group ADR	175,000	11,629,034	10,896,630
Deutsche Bank AG	86,000	11,072,315	10,759,564
ING Groep N.V. ADR	167,000	7,707,015	7,302,536
Mitsubishi UFJ Financial GRP-ADR	347,000	5,700,679	5,383,285
Westpac Banking Corp. ADR	20,000	1,747,770	1,920,596
Total Financials		75,998,719	74,009,831
Total Non-North American Common Shares		\$75,998,719	\$74,009,831

Mulvihill World Financial Split Fund

Financial Statements

Statement of Investments (continued)

June 30, 2006 (Unaudited)

	Par Value/ Number of Shares	Average Cost	Market Value
INVESTMENTS (continued)			
United States Common Shares			
Financials			
American Family Life Assurance Company of Columbus	195,000	\$ 10,852,307	\$ 10,051,435
American Express Company	190,000	12,384,578	11,245,329
Bank of America Corporation	245,000	13,777,040	13,105,538
Citigroup Inc.	240,000	14,630,057	12,875,445
Hartford Financial Services Group Inc.	85,000	8,314,968	7,997,108
J.P. Morgan Chase & Co.	235,000	11,588,207	10,976,423
Merrill Lynch & Co., Inc.	132,500	11,177,682	10,249,889
Morgan Stanley	107,000	8,279,726	7,521,653
Northern Trust Corp.	170,000	10,765,401	10,454,849
The Goldman Sachs Group, Inc.	66,000	11,572,354	11,041,348
U.S. Bancorp	350,000	12,842,941	12,019,573
Wachovia Corporation	90,000	5,446,746	5,412,811
Washington Mutual, Inc.	193,000	9,793,382	9,783,074
Wells Fargo & Company	190,000	14,172,050	14,173,932
Total Financials		155,597,439	146,908,407
Total United States Common Shares		\$155,597,439	\$146,908,407
Forward Exchange Contracts			
Sold USD \$22,050,000, Bought CAD \$24,379,457 @ 0.90445 - July 5, 2006			\$ (138,250)
Sold USD \$13,385,000, Bought CAD \$14,803,468 @ 0.90418 - July 12, 2006			(76,194)
Sold USD \$22,050,000, Bought CAD \$24,370,835 @ 0.90477 - July 19, 2006			(135,973)
Sold USD \$19,150,000, Bought CAD \$21,040,025 @ 0.91017 - July 26, 2006			(238,934)
Sold USD \$12,845,000, Bought CAD \$14,396,028 @ 0.89226 - August 9, 2006			129,196
Sold USD \$12,845,000 Bought CAD \$14,403,292 @ 0.89181 - August 9, 2006			136,460
Sold USD \$13,120,000, Bought CAD \$14,614,313 @ 0.89775 - August 16, 2006			45,115
Sold USD \$8,343,000, Bought CAD \$9,277,835 @ 0.89924 - August 16, 2006			13,290
Sold USD \$8,342,000 Bought CAD \$9,275,072 @ 0.89940 - August 16, 2006			11,639
Sold USD \$4,825,000, Bought CAD \$5,325,842 @ 0.90596 - August 23, 2006			(30,983)
Sold USD \$7,122,000, Bought CAD \$7,939,711 @ 0.89701 - August 23, 2006			32,703
Sold USD \$7,200,000, Bought CAD \$8,000,800 @ 0.89991 - August 23, 2006			7,195
Sold USD \$7,123,000, Bought CAD \$7,935,694 @ 0.89759 - August 23, 2006			27,576
Sold USD \$27,865,000, Bought CAD \$30,765,579 @ 0.90572 - September 6, 2006			(157,737)
Sold USD \$15,090,000, Bought CAD \$16,910,974 @ 0.89232 - September 20, 2006			172,019
Total Forward Exchange Contracts			\$ (202,878)

Mulvihill World Financial Split Fund

Financial Statements

Statement of Investments (continued)

June 30, 2006 (Unaudited)

	Number of Contracts	Average Cost/ Proceeds	Market Value
INVESTMENTS (continued)			
OPTIONS			
Purchased Put Options			
Financial Select Sector SPDR - August 2006 @ \$32 (1 share per contract)	304,756	\$ 438,612	\$ 586,138
Financial Select Sector SPDR - September 2006 @ \$30 (1 share per contract)	200,000	183,407	66,277
S&P/TSX Capped Financials Index (iUnits) - July 2006 @ \$47 (100 shares per contract)	650	31,850	106,004
S&P/TSX Capped Financials Index (iUnits) - August 2006 @ \$45 (100 shares per contract)	1,230	104,495	100,562
S&P/TSX Capped Financials Index (iUnits) - August 2006 @ \$46 (100 shares per contract)	995	67,660	116,383
S&P/TSX Capped Financials Index (iUnits) - September 2006 @ \$45 (100 shares per contract)	1,400	141,400	138,894
S&P/TSX Capped Financials Index (iUnits) - October 2006 @ \$43 (100 shares per contract)	850	80,750	57,375
Total Purchased Put Options		1,048,174	1,171,633
Written Cash Covered Put Options (100 shares per contract)			
Allianz AG ADR - July 2006 @ \$15	(630)	(26,185)	(12,411)
Wachovia Corporation - July 2006 @ \$54	(900)	(85,636)	(64,813)
Total Written Cash Covered Put Options		(111,821)	(77,224)
Written Covered Call Options (100 shares per contract)			
Allianz AG ADR - July 2006 @ \$15	(1,335)	(59,987)	(117,736)
Allied Irish Banks PLC (AIB) ADR - July 2006 @ \$49	(700)	(66,277)	(72,883)
American Express Company - August 2006 @ \$53	(1,200)	(133,763)	(212,108)
AXA Spons ADR - July 2006 @ \$35	(1,450)	(119,450)	(18,509)
Banco Bilbao Vizcaya Argentaria, S.A. ADR - August 2006 @ \$20	(1,220)	(53,449)	(149,352)
Bank of America Corporation - July 2006 @ \$49	(1,225)	(87,189)	(89,318)
Barclays PLC ADR - July 2006 @ \$50	(1,125)	(123,845)	(214)
Canadian Imperial Bank of Commerce - July 2006 @ \$76	(183)	(12,170)	(15,895)
Canadian Imperial Bank of Commerce - July 2006 @ \$78	(241)	(16,388)	(1,881)
Citigroup Inc. - July 2006 @ \$49	(1,600)	(141,043)	(92,520)
Credit Suisse Group ADR - July 2006 @ \$55	(875)	(117,607)	(193,796)
Deutsche Bank AG - July 2006 @ \$115	(390)	(49,685)	(49,878)
Great-West Lifeco Inc. - August 2006 @ \$29	(560)	(21,840)	(25,344)
Great-West Lifeco Inc. - July 2006 @ \$28	(865)	(36,330)	(44,789)

Mulvihill World Financial Split Fund

Financial Statements

Statement of Investments (continued)

June 30, 2006 (Unaudited)

	Number of Contracts	Proceeds	Market Value
INVESTMENTS (continued)			
OPTIONS (continued)			
Written Covered Call Options (100 shares per contract) (continued)			
Hartford Financial Services Group Inc.			
- July 2006 @ \$84	(850)	(102,405)	(199,956)
ING Groep N.V. ADR - July 2006 @ \$39	(835)	(91,310)	(183,576)
J.P. Morgan Chase & Co.			
- July 2006 @ \$43	(1,200)	(69,040)	(10,804)
Manulife Financial Corporation			
- July 2006 @ \$37	(1,900)	(91,200)	(4,625)
Merrill Lynch & Co., Inc.			
- July 2006 @ \$72	(662)	(139,212)	(31,959)
Mitsubishi UFJ Financial GRP-ADR			
- August 2006 @ \$14	(1,000)	(33,978)	(77,580)
Morgan Stanley - July 2006 @ \$56	(535)	(108,899)	(417,403)
National Bank of Canada			
- July 2006 @ \$63	(377)	(22,055)	(435)
Northern Trust Corp. - July 2006 @ \$57	(850)	(123,668)	(44,153)
Royal Bank of Canada			
- August 2006 @ \$45	(150)	(8,250)	(19,143)
Royal Bank of Canada			
- August 2006 @ \$46	(150)	(8,100)	(12,936)
Royal Bank of Canada - July 2006 @ \$46	(240)	(19,056)	(12,000)
Royal Bank of Canada - July 2006 @ \$48	(500)	(26,000)	(3,750)
Sun Life Financial Services of Canada Inc.			
- July 2006 @ \$45	(300)	(16,800)	(21,985)
Sun Life Financial Services of Canada Inc.			
- July 2006 @ \$46	(700)	(49,700)	(8,159)
The Bank of Nova Scotia			
- August 2006 @ \$46	(400)	(24,700)	(14,537)
The Bank of Nova Scotia - July 2006 @ \$45	(850)	(46,750)	(27,132)
The Goldman Sachs Group, Inc.			
- July 2006 @ \$152	(330)	(120,033)	(176,473)
U.S. Bancorp - July 2006 @ \$31	(1,750)	(52,556)	(11,891)
Wachovia Corporation - July 2006 @ \$55	(900)	(107,542)	(31,847)
Washington Mutual, Inc.			
- July 2006 @ \$44	(1,720)	(183,663)	(310,428)
Wells Fargo & Company			
- July 2006 @ \$69	(950)	(97,437)	(28,890)
Total Written Covered Call Options		(2,581,377)	(2,733,885)
TOTAL OPTIONS		\$ (1,645,024)	\$ (1,639,476)
TOTAL INVESTMENTS		\$318,901,276	\$ 306,025,344

Mulvihill World Financial Split Fund

Notes to Financial Statements

June 30, 2006

1. Basis of Presentation

The interim financial statements for the Fund have been prepared in accordance with Canadian generally accepted accounting standards (“GAAP”). However, not all disclosures required by GAAP for annual financial statements have been presented and, accordingly, these interim financial statements should be read in conjunction with the most recently prepared annual financial statements for the year ended December 31, 2005.

These interim financial statements follow the same accounting policies and method of application as the most recent financial statements for the year ended December 31, 2005.

2. Comparative Figures

Certain comparative figures have been reclassified to conform with the current presentation.

Mulvihill World Financial Split Fund

Hybrid Income Funds

Managed by Mulvihill Structured Products

Mulvihill Platinum

Mulvihill *Government Strip Bond Fund*
Mulvihill *Pro-AMS U.S. Fund*
Mulvihill *Pro-AMS 100 Plus (Cdn \$) Fund*
Mulvihill *Pro-AMS 100 Plus (U.S. \$) Fund*
Mulvihill *Pro-AMS RSP Split Share Fund*

Mulvihill Premium

Mulvihill *Premium Canadian Fund*
Mulvihill *Premium Oil & Gas Fund*
Mulvihill *Premium 60 Plus Fund*
Mulvihill *Premium Canadian Bank Fund*
Mulvihill *Premium Global Plus Fund*
Mulvihill *Premium Split Share Fund*
Mulvihill *Premium Global Telecom Fund*
Mulvihill *World Financial Split Fund*
Mulvihill *Top 10 Canadian Financial Fund*
Mulvihill *Top 10 Split Fund*

Mutual Funds Managed by Mulvihill Capital Management

Mulvihill *Canadian Money Market Fund*
Mulvihill *Canadian Bond Fund*
Mulvihill *Global Equity Fund*
Premium *Global Income Fund*

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