

ELECTRIC & GENERAL INVESTMENT TRUST PLC

International / Equity Growth

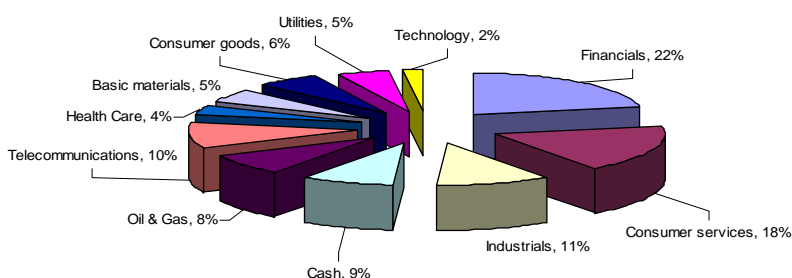
Trust Performance to 31st August 2007

| NAV per share (p) | Ordinary Share price (p) | | 1 Month | YTD | 1 YEAR | 3 YEAR | 5 YEAR | 10 YEAR |
|-------------------|--------------------------|---|---------|-------|--------|--------|--------|---------|
| 460.33 | 417.00 | Ordinary Price | -0.12% | 2.77% | 8.74% | 72.31% | 84.51% | 50.00% |
| Yield | Discount | NAV | -0.58% | 4.95% | 12.46% | 57.44% | 67.71% | 47.22% |
| 1.78% | 9.41% | Morgan Stanley Capital International World Index in Sterling | 0.43% | 2.24% | 8.51% | 35.52% | 44.52% | 36.67% |

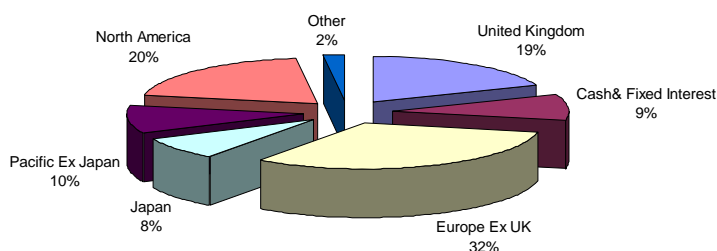
Note: Price is month-end mid-price. Benchmark is not total return index.
Source: Bloomberg.

Past Performance is not a guide to the future. The value of the shares and the income from them can go down as well as up and you may not get back the full amount originally invested.

Sector Allocation



Geographical Allocation



Manager's Commentary

In August high yield bonds fell sharply as a few large private equity deals failed to refinance bridge finance – TXU in the USA and Boots in the UK amongst others. This led to a rapid rise in short term money market yields and a highly volatile equity market. After falling 6% in July, the markets fell by 10% in the first two weeks of August, but ended the month higher than they had started it. This leaves the index slightly higher over the year as a whole. In the spring we allowed our cash positions to accrue, partly as it was proving somewhat difficult to find investments at what we considered compelling valuations. While the recent market decline brings valuations closer to our levels, there will, no doubt, be some impact from the recent bond market movements into the real economy. Credit growth has added fuel to a healthy global growth rate, especially in Anglo-Saxon economies and it seems likely that this fuel will be withdrawn. On the other hand less 'hot' economies, such as Germany and France, combined with continued China growth, should soften the effect of any US slowdown on global growth.

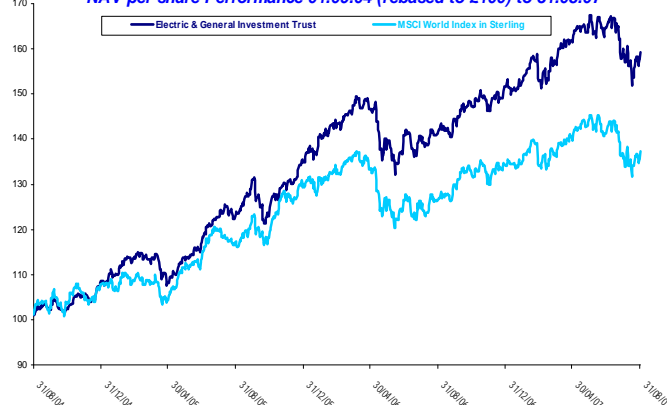
Taube Hodson Stonex Partners Limited is authorised and regulated by the Financial Services Authority.

Top Ten Holdings

(as at close 31st August 2007)

| | | |
|----|-----------------------------------|-------|
| 1 | NESTLE SA CHF1 (REGD) | 2.71% |
| 2 | RIO TINTO ORD GBP0.10 | 2.56% |
| 3 | ELECTRICITE DE FRANCE EUR0.5 | 1.96% |
| 4 | EXELON CORPORATION COM USD NPV | 1.93% |
| 5 | ROYAL DUTCH SHELL EUR0.07 'B' SHS | 1.89% |
| 6 | VODAFONE GROUP USD0.11428571 | 1.88% |
| 7 | UNICREDITO ITALIANO SPA EUR0.50 | 1.86% |
| 8 | ALLIANZ AG HOLDINGS NPV | 1.74% |
| 9 | HUTCHISON WHAMPOA HKD0.25 | 1.72% |
| 10 | INTEL CORPORATION COM USD0.001 | 1.68% |

NAV per share Performance 01.09.04 (rebased to £100) to 31.08.07



Company Objective

The Company is a closed-end fund. The aim of the Company is to produce above average capital growth by investing in an international portfolio of companies.

Charges

Basic Management Fee: 0.4% of net assets per annum.
Performance Fee: 10% of the outperformance versus the MSCI World Index in Sterling over the relevant performance period (maximum of 0.6% in a period of increase and 0.2% in a period of decrease of net assets).

Total Gross Assets : £308.00m
(as at 31.08.07)

Dealing : Daily (Stockmarket)

NAV Frequency : Daily

Legal Status : UK Investment Trust

Listing : London Stock Exchange

Dividends : March, October

Investment Manager:
Taube Hodson Stonex
Partners Limited

Stockbroker:
JPMorgan Cazenove Limited

Administrator:
BNP Paribas Fund
Services UK Limited

Registrar:
Computershare Investor Services plc

Wrapped Products

The shares of Electric & General Investment Trust Plc ("Electric & General") are offered within the BNP Paribas Electric & General Savings Scheme, ISA and PEP. Further details can be obtained from the Share Saving Scheme section of the Electric & General website on www.electricandgeneral.com or by calling the Investor Helpline on 0845 358 1113.