

ELECTRIC & GENERAL INVESTMENT TRUST PLC

International / Equity Growth

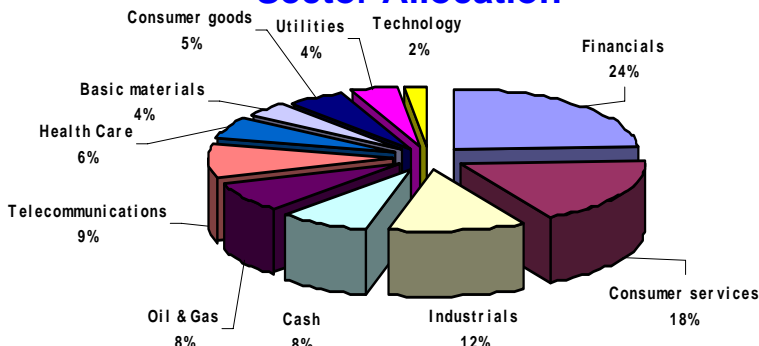
Trust Performance to 31st December 2006

NAV per share	Ordinary Share Price		1 Month	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR
438.44	405.75	Ordinary Price	1.69%	10.78%	10.78%	68.71%	38.25%	64.94%
Yield	Discount	NAV	3.06%	12.36%	12.36%	49.28%	25.09%	62.51%
1.38%	7.45%	Morgan Stanley Capital International World Index in Sterling	2.47%	3.46%	3.46%	30.62%	9.87%	58.37%

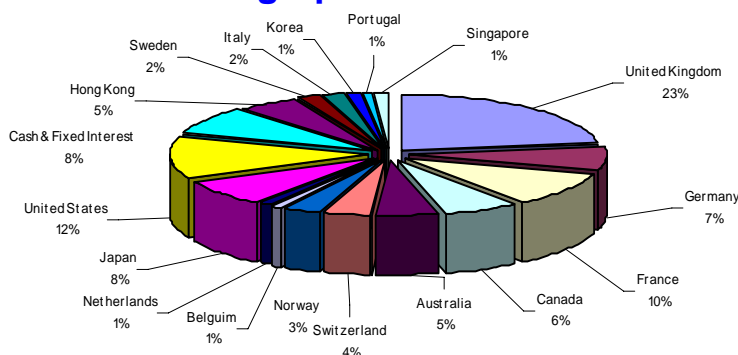
Note: Price is month-end mid price. Benchmark is not total return index
Source: Bloomberg.

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

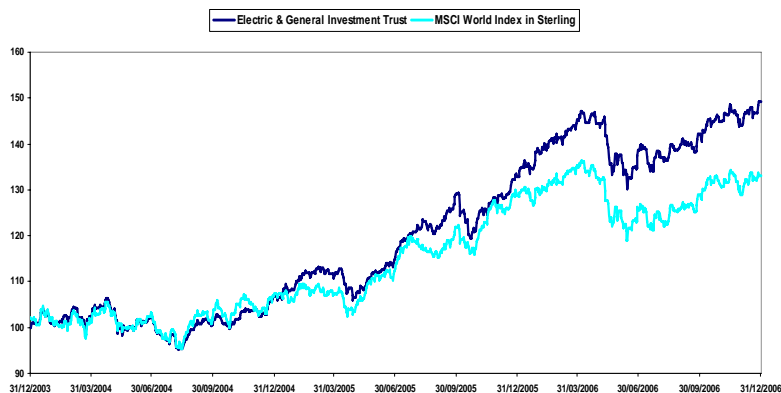
Global equity markets performed well in December, with most major markets ending the year at or close to the year's high. The Chinese stock market was a star turn and PICC Property & Casualty, the largest motor insurer in China, was up 30% on the month. The Chinese banks also performed well as did Hutchison Whampoa and Hutchison Telecom. In the middle of the month the Federal Reserve left short term interest rates unchanged at 5.25% but said that although the economy looked weaker than a month ago, its forecasts and concerns about inflation were unchanged, meaning that the future course of interest rates is still uncertain. Although the housing market has cooled, this does not seem to have affected the rest of the economy, which is generally positive for the equity market. On the other side of the Atlantic it was announced that European unemployment was now at its lowest level since 1993. Our investment bias has been very much towards Europe vis-à-vis the US. However, with the depreciation of the Dollar we are now looking for more opportunities in North America. Two new holdings were started December, Exelon and Telkom South Africa. Exelon is the largest nuclear generator in the United States. Telkom is South Africa's public telephone company and only fixed line operator.

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

Top Ten Holdings (as at close 31st December)

1	NESTLE	2.39%
2	RIO TINTO	2.13%
3	UNICREDITO ITALIANO	2.06%
4	ROYAL DUTCH SHELL	1.83%
5	ALLIANZ AG HLDGS	1.79%
6	VODAFONE GROUP	1.74%
7	CARREFOUR	1.74%
8	FRAPORT	1.65%
9	FRANCE TELECOM	1.64%
10	HUTCHISON WHAMPOA	1.55%

NAV per share Performance 01.01.2004 (rebased to £100) to 31.12.2006



Trust Objective

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

Charges

Basic Management Fee: 0.4% of net assets p.a.
Performance Fee: 1/10th of the percentage out performance versus the MSCI Index 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)

Wrapped Products

The shares of Electric & General Investment Trust Plc 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.

Total Gross Assets : £294.0m
(as at 31.12.06)

Dealing : Daily (Stockmarket)

NAV Frequency : Daily

Legal Status : UK Investment Trust

Listing : London Stock Exchange

Dividends : February, September

Investment Manager:
Taube Hodson Stonex
Partners Limited

Stockbroker:
JPMorgan Cazenove Limited

Administrator:
BNP Paribas Fund
Services UK Limited

Registrar:
Computershare Services Plc