

ELECTRIC & GENERAL INVESTMENT TRUST PLC

International / Equity Growth

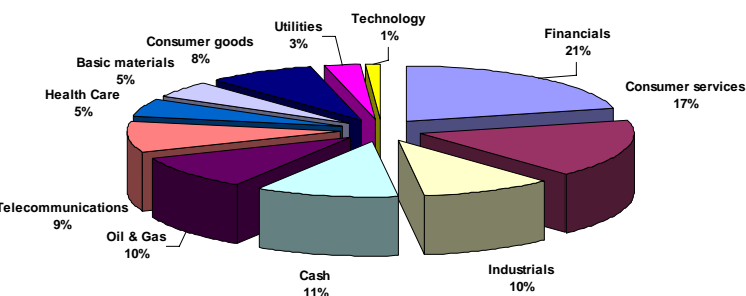
Trust Performance to 31st July 2006

NAV per share	Ordinary Share Price		1 Month	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR
406	382.00p	Ordinary Price	0.9%	4.3%	16.3%	64.7%	10.4%	61.9%
Yield	Discount	NAV	-0.3%	4.0%	14.4%	45.2%	7.0%	56.1%
1.48%	5.91%	Morgan Stanley Capital International World Index in Sterling	-0.5%	-2.7%	5.1%	28.9%	-5.3%	47.2%

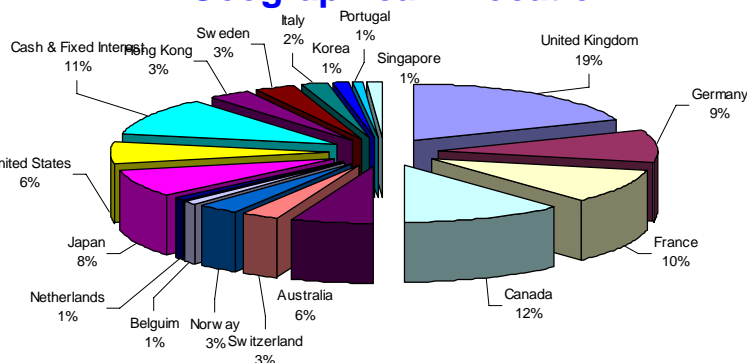
Note: Price is month-end mid price. Benchmark is not total return index
Source: Bloomberg.

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

July was a surprisingly quiet month in stock markets considering the deteriorating situation in the Middle East and the final ending of the world trade talks. The Brent oil future briefly spiked close to \$78 in the first few days of the Lebanon offensive, but ended the month at \$75, close to where it started the month. Chinese GDP figures came in very strong suggesting to some a continued resilience of world trade and to others, the need for further monetary tightening in China. US Bond prices rallied through the month, especially after Mr Bernanke's more dove-ish tone on the need for further US interest rate rises. This helped produce a more positive tone for equity markets in the second half of the month.

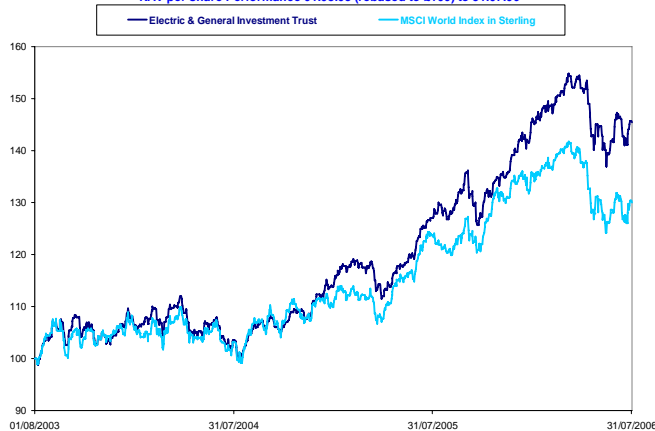
The portfolio was quiet with only two major transactions. We met with Tokyu Corporation, the Japanese railway and property company and felt that that this offers much better value than our existing property holding, Mitsubishi Estates, while it also offers upside potential geared to the revival of the Japanese consumer. We also participated in the IPO of Standard Life, the British Life Assurance company. The IPO was very modestly priced, just above NAV.

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

Top Ten Holdings (as at close 31st July)

1	VOLKSWAGEN AG NON-VTG PRF	2.52%
2	NESTLE	2.45%
3	RIO TINTO	2.29%
4	ROYAL DUTCH SHELL	2.13%
5	UNICREDITO ITALIANO	2.01%
6	CARREFOUR	1.99%
7	FRAPORT AG	1.87%
8	TELIASONERA	1.82%
9	ELECTRICITE DE FRANCE	1.71%
10	STATOIL	1.69%

NAV per share Performance 01.08.03 (rebased to £100) to 31.07.06



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 outperformance 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 : £273.0m
(as at 31.07.06)

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:
Cazenove & Co. Limited

Administrator:
BNP Paribas Fund
Services UK Limited

Registrar:
Computershare Services Plc