

# ELECTRIC & GENERAL INVESTMENT TRUST PLC

## International / Equity Growth

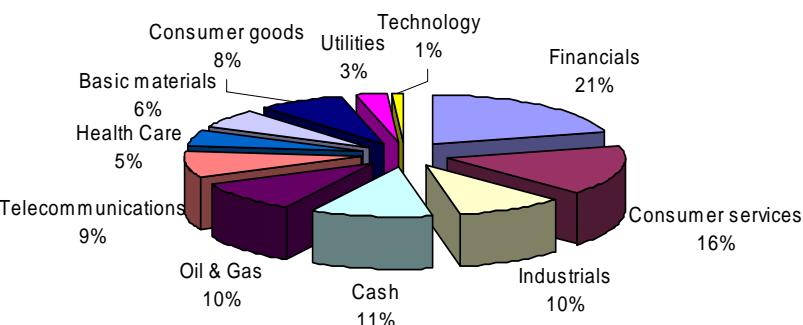
### Trust Performance to 30th June 2006

| NAV per share | Ordinary Share Price |   | 1 Month | YTD   | 1 YEAR | 3 YEAR | 5 YEAR | 10 YEAR |
|---------------|----------------------|---|---------|-------|--------|--------|--------|---------|
| 407.3         | 378.8                | Ordinary Price  | 0.3%    | 3.4%  | 23.6%  | 71.4%  | 0.6%   | 56.2%   |
| Yield         | Discount             | NAV   | 1.6%    | 4.4%  | 20.3%  | 51.8%  | 1.7%   | 51.4%   |
| 1.30%         | 7.02%                | <b>Morgan Stanley Capital International World Index in Sterling</b> | 1.2%    | -2.3% | 11.5%  | 35.6%  | -7.0%  | 42.3%   |

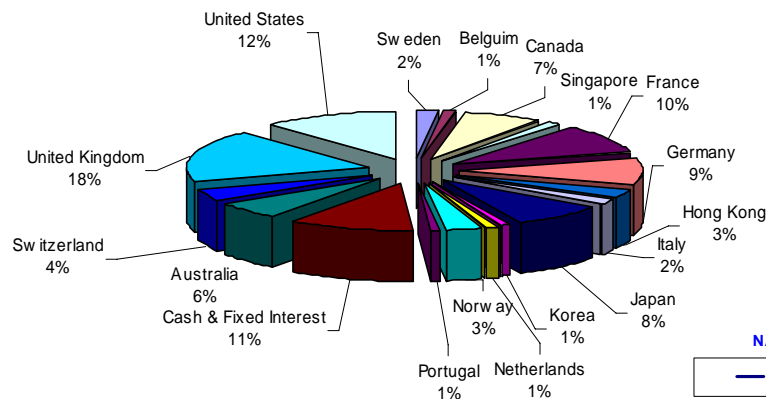
**Note: Price is month-end mid price. Benchmark is not total return index**  
**Source: Bloomberg.**

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



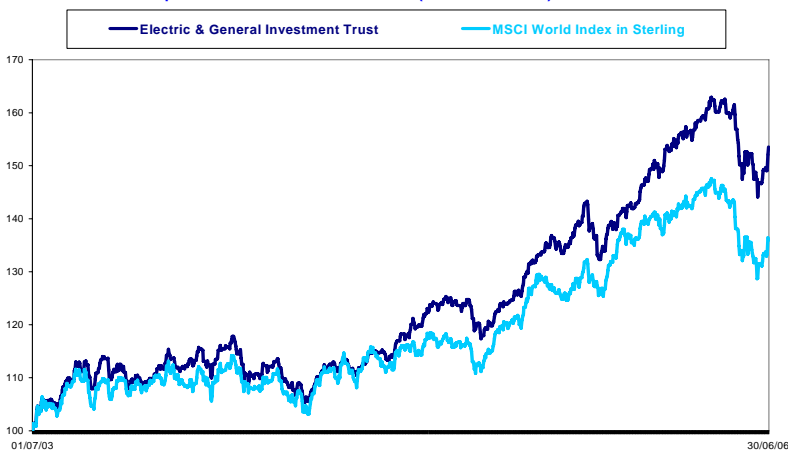
### Geographical Allocation



### Manager's Commentary

After the sharp correction in world equity markets experienced in May, June saw very high volatility. The underlying market nervousness is due to worries that inflationary pressures will lead the Federal Reserve in the United States to raise rates further than had previously been expected, shutting off the financial flows which have sustained markets and global growth. Markets are also concerned that the new chairman of the Fed, Ben Bernanke does not have the same standing in the world as Alan Greenspan. However in the real world the global economy appears still to be healthy. Large companies in the US transport sector, which are always economically sensitive, such as Fedex, are producing very good figures and positive outlooks on current trading. Rio Tinto at a recent conference said that Chinese demand for raw materials is unabated and that at present, they see no signs of a slow down in the Chinese economy.

NAV per share Performance 01.07.03 (rebased to £100) to 30.06.06



### Top Ten Holdings (as at close 30th June)

|    |                           |      |
|----|---------------------------|------|
| 1  | VOLKSWAGEN AG NON-VTG PRF | 2.4% |
| 2  | RIO TINTO                 | 2.4% |
| 3  | NESTLE                    | 2.4% |
| 4  | UNICREDITO ITALIANO       | 2.1% |
| 5  | ROYAL DUTCH SHELL         | 2.1% |
| 6  | CARREFOUR                 | 1.9% |
| 7  | TELIASONERA               | 1.9% |
| 8  | FRAPORT AG                | 1.9% |
| 9  | ELECTRICITE DE FRANCE     | 1.8% |
| 10 | PETRO-CANADA              | 1.8% |

### 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: 1/10<sup>th</sup> 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](http://www.electricandgeneral.com) or by calling the Investor Helpline on 0845 358 1113.

Total Gross Assets : £273.9m  
(as at 30.06.06)

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