

# Electric & General Investment Trust PLC: As at 30.11.07

International / Equity Growth

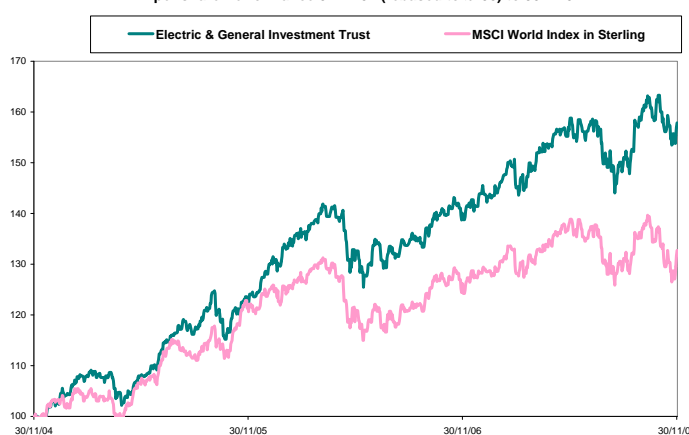
## Manager's Commentary

Stock markets in November continued to be frightened by the sub-prime and credit related turmoil. Banks and property companies have been particularly badly hit and some good value is beginning to emerge. The most damaging effect is on sentiment as the market fears that there will be further revelations of large losses. We have discussed exposures and likely writedowns with analysts and company managements, and are satisfied that amongst the Company's holdings there are unlikely to be serious further revelations. There is still a large question mark overhanging the performance of the US economy next year. Whilst the housing market has its obvious problems, manufacturing businesses are benefiting from the weakness of the Dollar, which is making them very competitive, especially in Europe and, to a certain extent, Japan.

The Federal Reserve continues to be worried about inflation and seems to be oscillating between whether there is a need to cut short term interest rates more aggressively (the forward market is now indicating the possibility of a 0.75% cut at the Federal Reserve's next meeting). Our present view is that the US will have only moderate growth next year and will probably not go into recession. However, problems in the banking sector will take longer to sort out than people currently expect and this may gradually sap confidence. Whilst all this is going on, it is quite easy to forget that next year is presidential election year in the US. The bookies' favourite is still Hilary Clinton and, surprisingly, she does not seem to be as free-trade minded as her husband, judging by recent comments she has made. If a week is a long time in politics, eleven months, as Gordon Brown has discovered, certainly is. 2008 will be a very interesting year.

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

NAV per share Performance 01.12.04 (rebased to £100) to 30.11.07



## Top Ten Holdings

(as at close 30th November 2007)

1	NESTLE SA CHF1 (REGD)	2.86%
2	NEWCREST MINING A\$0.50	2.13%
3	EXELON CORPORATION COM USD NPV	2.11%
4	VODAFONE GROUP USD0.11428571	2.08%
5	RIO TINTO ORD GBP0.10	2.05%
6	FRANCE TELECOM EUR4	2.00%
7	HUTCHISON WHAMPOA HKD0.25	1.96%
8	SNC LAVALIN GROUP COM NPV CAD	1.88%
9	ROYAL DUTCH SHELL EUR0.07 'B' SHS	1.85%
10	UNICREDITO ITALIANO SPA EUR0.50	1.77%

## Trust Performance to 30.11.07

NAV per share (p)	Ordinary Share price (p)		1 Month	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR
480.87	423.00	<b>Ordinary Price</b>	-4.41%	4.25%	6.02%	48.81%	97.66%	54.38%
<b>Yield</b>	<b>Discount</b>	<b>NAV</b>	-3.34%	9.69%	13.07%	57.86%	79.75%	59.22%
1.67%	-12.03%	<b>Morgan Stanley Capital International World Index in Sterling</b>	-3.15%	3.46%	5.90%	32.69%	46.39%	42.81%

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.

## 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:

£321.0m (As at 30.11.07)

## 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

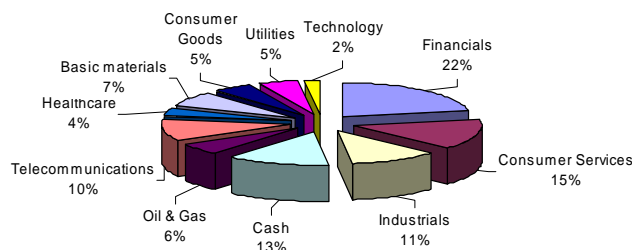
## Registrar:

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](http://www.electricandgeneral.com) or by calling the Investor Helpline on 0845 358 1113.

## Sector Allocation



## Geographical Allocation

