

ELECTRIC & GENERAL INVESTMENT TRUST PLC (the "Company")

Interim Management Statement for the three months ended 30 September 2007

Introduction

The Company has prepared this interim management statement ("IMS") in accordance with the requirements of the UK Listing Authority's Disclosure Rules and Transparency Rules. The IMS covers the three month period ended 30 September 2007, together with relevant information up to the date of publication.

Investment Policy and Objective

The Company's objective is to maximise total return whilst pursuing a progressive dividend policy. The Investment Manager invests internationally in a relatively concentrated portfolio. They do not aim to replicate the global indices, but look to invest in strong businesses with good growth prospects.

Material events

No material events took place in the period that would have had any impact on the financial position of the Company. Prior to the period end, the Company announced its results for the year ended 30 June 2007, which included a recommended final dividend for the year of 5.19p per ordinary share. Shareholders were asked to approve this final dividend at the Annual General Meeting on Thursday, 11 October 2007, at the offices of JPMorgan Cazenove Limited, 20 Moorgate, London EC2R 6DA.

Material transactions

In accordance with the Investment Management Agreement dated 1 November 2004, the Company paid Taube Hodson Stonex Partners Limited, the Investment Manager, a performance fee of £2,207,615.85 (inclusive of VAT) on 2 October 2007.

This performance fee represented 10% of the out-performance against the benchmark index and was calculated and payable by reference to the period from 1 January 2005 to 30 June 2007. Going forward the performance fee will be calculated by reference to rolling three-year periods.

General Financial Information

| | At 30 September 2007 | At 30 June 2007 |
|--|-----------------------------|------------------------|
| Net assets | 316,778,350 | 310,856,084.13 |
| Net asset value per share | 484.98 | 475.91 |
| Share price | 430.50 | 428.00 |
| Discount of share price to net asset value | 11.23% | 10.08% |
| Market capitalisation | 281,194,739 | 279,561,785 |
| Number of shares in issue | 65,318,174 | 65,318,174 |

Top Ten Investments

| | % of net assets at 30 September 2007 | % of net assets at 30 June 2007 |
|--------------------------|---|--|
| Rio Tinto | 3.08 | 2.76 |
| Nestlé SA | 2.68 | 2.30 |
| Vodafone Group | 2.02 | 1.90 |
| Exelon Corporation | 1.99 | 1.92 |
| Royal Dutch Shell | 1.91 | 1.96 |
| Allianz AG Holdings NPV | 1.82 | 1.84 |
| PICC Property & Casualty | 1.82 | 1.00 |
| Hutchison Whampoa | 1.79 | 1.67 |
| Unicredito Italiano | 1.79 | 1.89 |
| Newcrest Mining | 1.79 | 1.00 |

Sector Analysis

| | % of net assets at 30 September 2007 | % of net assets at 30 June 2007 |
|--------------------|---|--|
| Financials | 23 | 23 |
| Consumer services | 18 | 17 |
| Industrials | 10 | 12 |
| Telecommunications | 11 | 10 |

| | | |
|-----------------|-------|-------|
| Oil & Gas | 7 | 8 |
| Cash | 9 | 8 |
| Consumer goods | 5 | 5 |
| Basic materials | 6 | 5 |
| Technology | 2 | 3 |
| Health Care | 4 | 4 |
| Utilities | 5 | 5 |
| | ----- | ----- |
| | 100 | 100 |
| | ----- | ----- |

Performance for the period ended 30 September 2007

| | Three months to 30 September 2007 | One year to 30 June 2007 |
|----------------------|--|-------------------------------------|
| NAV* | 1.39% | 18.50 |
| Share value* | 0.58% | 13.00 |
| MSCI World Index* | 0.39% | 11.91 |

Source: Taube Hodson Stonex Partners Limited/Bloomberg

* All figures are total return

A copy of this IMS is available on the Company's website: www.electricandgeneral.com

BNP Paribas Secretarial Services Limited
Secretary

Tel: 020 7410 2670

11 OCTOBER 2007