

Electric & General Investment Fund

Interim Report including long form financial statements
for the six months ended 31 December 2024

Contents

Authorised status	2
Fund information	2
Investment managers' report	4
Net asset value per share, price record and comparative tables	6
Approval of the interim report by the Authorised Corporate Director (ACD)	7
Portfolio statement	8
Summary of major portfolio changes	10
Statement of total return (unaudited)	11
Statement of change in net assets attributable to shareholders (unaudited)	11
Balance sheet (unaudited)	12
Notes to the financial statements (unaudited)	13
Distribution table	13
General information	14
Directory	16

Authorised status

The Electric & General Investment Fund (the 'Company'/the 'Fund') is an investment company with variable capital (ICVC) under regulation 12 (Authorisation) of the Open-Ended Investment Companies Regulations 2001 and is managed in accordance with the Financial Conduct Authority's (FCA) Collective Investment Schemes Sourcebook (COLL).

The Electric & General Investment Fund is a UCITS Scheme which complies with the requirement of the FCA 'COLL Rules', including the investment and borrowing powers in Chapter 5.

Shareholders are not liable for the debts of the Company.

Fund information

Investment objective and policy

The Company's investment objective is to seek to achieve long term (at least five years) capital growth with some potential for income.

To achieve the investment objective, the Company's investment policy is to invest principally (at least 80%) in a portfolio of global equities, and may also invest in other transferable securities, bonds (both corporate and government debt securities), collective investment schemes ('CIS'), warrants, money market instruments, cash, near cash and deposits. The Company may borrow and may enter into underwriting arrangements. It is the ACD's intention that derivatives and forward currency transactions will only be used for the purposes of efficient portfolio management, including hedging, as defined by the Regulations.

The Company is actively managed and has, with the exception of the above noted minimum, no limit to which it can be invested in each sector or asset type, nor is there any particular geographic focus. The Portfolio Manager has full flexibility to adjust the proportion of the property of the Company depending on their view of market conditions and the assets which it believes are most likely to achieve the Company's investment objective. From time to time the liquidity of the Company may be increased substantially if judged to be in the interests of investors.

The Company may invest in CIS which have different investment strategies or restrictions than the Company, including the ability to invest in derivatives for investment purposes and to gain exposure to assets which are not expressly listed above. Investment in CIS will usually be limited to those which invest primarily in the assets listed above and without exception, CIS will only be held in so far as the rules permit the Company to gain exposure to the assets held by those CIS.

A Glossary of Definitions which provides definitions to some of the technical language used in this document is available from www.yealand.com/policies.

The Company benefits from an Independent Director whose duties include the oversight of key elements of the Company's operation.

Comparator benchmark

To gauge the relative performance of the Fund, Shareholders may compare the Fund's performance against the Investment Association's Global Sector. This is not a performance target nor constrains the way in which the Fund is managed. For further information on the Sector and its intended use, please refer to the Fund's Prospectus.

Fund information
continued

Target market

Electric & General Investment Fund may be suitable for all eligible investors (be they retail clients, professional clients or eligible counterparties, each as defined in glossary to the UK Financial Conduct Authorities Handbook of Rules and Guidance) who are seeking long-term capital growth with some potential for income by investing principally in a portfolio of global equities, provided they can meet any minimum age and minimum investment amounts. Financial experience is not considered a necessity. However, investors must at least understand a product where capital is at risk and have the capacity to bear losses (possibly total) on their original investment, accepting risk to their capital.

The Fund may be suitable as a component of a portfolio and for investors who are looking to set aside their capital for the long term (at least five years), though shares may be redeemed on a daily basis.

The risk and reward profile for the Fund is set out in the Key Investor Information Document(s) for the Fund.

Any investor should be willing to accept price fluctuations.

Electric & General Investment Fund is unlikely to be compatible with the requirements of an investor:

- investors looking for guaranteed income or return;
- seeking full capital protection;
- who does not have sufficient resources to bear any loss resulting from the investment;
- who is not able to evaluate the risks and merits of the Fund; and/or
- with a short-term (less than five years) investment horizon

Investment manager

The investment manager to the Fund is Troy Asset Management Limited.

Distribution

Shareholders may own accumulation and/or income shares, which entitle them to a share in any allocation/distribution of income made by the Company. Normal distribution dates are the last day of February and 31 August for income accrued as at 31 December and 30 June respectively.

Future distributions may fluctuate depending on the mix of assets over any specific reporting period.

Annual Management Charge (AMC)

The AMC due to the Authorised Corporate Director is 0.04% per annum. An administration fee is payable to the Authorised Corporate Director at 0.12% on the first £50m, 0.08% on next £50m and 0.04% on the remaining NAV per annum.

The investment manager, Troy Asset Management Limited, receives a fee of 0.60% per annum.

Investment manager's report for the six months ended 31 December 2024

The Fund's investment objective is to seek to achieve long-term capital growth with some potential for income. To achieve the investment objective, the Fund's investment policy is to invest principally in a portfolio of global equities.

Portfolio review

This was an eventful period for global equities, characterised by a variety of flashpoints – most notably the re-election of Donald Trump as US president, but also a disorderly unwind of the Japanese carry trade, an aggressive –50 bps interest rate cut by the US Federal Reserve, a collection of stimulus measures by the Chinese government, and deepening tensions in the Middle East. Equity markets brushed aside any concerns as inflationary pressures moderated and consumer spending remained robust in the developed world. Investors continued to be broadly enthusiastic about the potential for generative Artificial Intelligence (A.I.) and market returns were once again led by the largest US companies. The US dollar strengthened against other major currencies, including sterling, to provide a tailwind for foreign investors in US dollar-denominated assets.

The Fund returned +7.4% on a total return basis which compares favourably to the IA Global sector's average of +3.7% (*Troy Asset Management*). The Fund's substantial investments in payments and internet companies made large gains, which were partially offset by investments in European consumer goods and US software.

The top five contributors were Fiserv, Visa, PayPal, Mastercard and Booking Holdings. All five benefit from solid consumer spending and the growth of e-commerce. The bottom five contributors were Heineken, Adobe, Microsoft, L'Oréal and LVMH. Heineken, L'Oréal and LVMH have each experienced softening demand for their products. Adobe and Microsoft reversed some of the strong gains made in previous periods as investors questioned the returns from investments in Artificial Intelligence.

Dividend

The Fund will provisionally pay an interim dividend of 0.6902 pence per share on 28 February 2025.

Portfolio activity

The wide dispersion in returns from different Fund constituents led to activity that rebalanced the portfolio. For instance, investments in Adobe, L'Oréal and LVMH were increased as their shares declined and valuations became more attractive. Amadeus IT was further increased to scale this relatively new investment. Conversely, investments in American Express, Booking Holdings and Fiserv were reduced as valuations increased.

The Fund ended the period with 28 investments.

Outlook

The outlook for global equities is mixed. Tight corporate credit spreads and historically stretched US equity valuations suggest little concern in capital markets for a litany of cyclical and structural risks facing investors. Such high confidence may be misplaced. A significant portion of the returns experienced in the last two years have been driven by enthusiasm for breakthroughs in A.I. that looks set to transform most industries. 2025 will be critical in determining if the hundreds of billions of dollars spent on A.I. computing will earn an adequate return. Whilst we share in the optimism for the technology, we also have doubts about the timing of its adoption.

Animal spirits are also sustained by the return of Donald Trump. At this early stage, markets are more focussed on the business-friendly aspects of his policies (low taxes, deregulation) than the more hostile parts (higher tariffs, lower immigration). The unsustainable fiscal spending that is helping to fuel investor confidence is tolerated for now in part because of a promise for drastic cuts to the federal budget. These contradictory forces will play out in government bond markets, which will in turn have consequences for equity-market valuations.

Investment manager's report
for the six months ended 31 December 2024
continued

Outside of the US, economic growth is subdued, and investor sentiment is more circumspect. The geopolitical landscape remains daunting and unpredictable.

Whilst we have many opinions about what may or may not happen in the near term, we are careful to ensure bottom-up analysis is the driving force behind the Fund's investments. The Fund's companies are selected for their resilience to withstand a wide variety of expected and unexpected setbacks. They are also constructed and managed in such a way that allow them to adapt and grow through different economic conditions. The long-term ownership of such companies makes them (and us) less sensitive to any near-term shocks or surprises. Nevertheless, we are always alert to valuations, and we recognise that valuations, most notably in the US, are running at levels that pose a challenge to future returns. Our resulting caution is expressed in recent transactions that rebalance the Fund. We take confidence from these actions and the underlying operational health of the portfolio's companies. Their valuation in aggregate continues to compare favourably to that of the wider market.

Troy Asset Management Limited
16 January 2025

Net asset value per share, price record and comparative tables

Change in net asset value per share

All prices quoted are based on bid price

	Income shares			Accumulation shares		
	Six months ended 31 December 2024 p	Year ended 30 June 2024 p	Year ended 30 June 2023 p	Six months ended 31 December 2024 p	Year ended 30 June 2024 p	Year ended 30 June 2023 p
Opening net asset value per share	350.85	304.14	260.88	363.06	312.59	266.72
Return before operating charges†	27.39	51.92	47.40	28.27	53.28	48.35
Operating charges	(1.55)	(2.81)	(2.48)	(1.55)	(2.81)	(2.48)
Return after operating charges†	25.84	49.11	44.92	26.72	50.47	45.87
Distributions on income shares						
Interim	(0.69)	(0.55)	(0.25)	n/a	n/a	n/a
Final	-	(1.85)	(1.41)	n/a	n/a	n/a
Total distributions on income shares	(0.69)	(2.40)	(1.66)	n/a	n/a	n/a
Closing net asset value per share	376.00	350.85	304.14	389.78	363.06	312.59
Retained distributions on accumulation shares						
Interim	n/a	n/a	n/a	0.71	0.57	0.25
Final	n/a	n/a	n/a	-	1.90	1.45
†after direct transaction costs of	0.05	0.17	0.08	0.05	0.17	0.08

Performance

Return after operating charges	7.4%	16.1%	17.2%	7.4%	16.1%	17.2%
--------------------------------	------	-------	-------	------	-------	-------

Other information

Closing net asset value (NAV)	£109,566,639	£108,415,761	£101,103,408	£1,757,801	£1,565,347	£1,522,887
Closing number of shares	29,139,705	30,901,013	33,242,624	450,975	431,150	487,177
Operating charges	0.86%	0.87%	0.88%	0.86%	0.87%	0.88%
Direct transaction costs	0.01%	0.05%	0.03%	0.01%	0.05%	0.03%

Prices (p)

Highest	383.93	357.35	305.60	397.27	367.85	312.60
Lowest	337.51	292.10	259.70	349.21	300.20	265.50

KIID risk and reward profile

The numerical risk and reward indicator as published in the latest Key Investor Information Document (KIID) is a rating of 6 for both the income and accumulation share class (2023: category 6).

For more information on the Fund risk and reward profile please refer to the most up to date KIID which is available from the Authorised Corporate Director or at www.yealand.com/fund/electric-general-investment-fund/ under documents.

Assessment of value report

We are required to undertake a formal review of the Fund in order to assess the value which Shareholders are receiving from their investments. This assessment considers elements such as the fees which are paid, the quality of services provided and the investment performance obtained. We are required to publish a report which summarises the outcome of the review and, if relevant, to take steps to address any instances of poor value. We publish an Assessment of value report specific to each Yealand Fund by 31 January each year. Copies of these reports can be obtained from the Yealand website, via the document link on each respective Fund page - <https://yealand.com/funds/>.

Approval of the interim report by the Authorised Corporate Director (ACD)

In accordance with the requirements of a UCITS which complies with the requirements of the FCA COLL as per COLL 4.5.8B R, we hereby approve the report on behalf of Yealand Fund Services Limited for the six months ended 31 December 2024.

Rob Leedham
On behalf of Yealand Fund Services Limited,
the Authorised Fund Manager
28 February 2025

Simon Longfellow
Independent Director
28 February 2025

Portfolio statement
 as at 31 December 2024

Holding	Investment	Market value £'000	% of total net assets
EQUITIES - 98.59% (99.21%)			
Europe (ex UK) - 23.35% (23.40%)			
France - 5.78% (4.05%)			
8,102	L'Oréal	2,290	2.06
7,884	LVMH Moët Hennessy Louis Vuitton	4,144	3.72
		6,434	5.78
Netherlands - 3.52% (5.09%)			
81,851	Heineken Holding	3,907	3.52
Spain - 3.98% (3.29%)			
78,815	Amadeus IT Group	4,435	3.98
Switzerland - 10.07% (10.97%)			
49,492	Alcon	3,352	3.02
34,823	Novartis	2,720	2.44
22,798	Roche Holding	5,130	4.61
		11,202	10.07
Total Europe (ex UK)		25,978	23.35
North America - 61.47% (60.46%)			
11,116	Adobe Systems	3,952	3.55
28,777	Agilent Technologies	3,091	2.78
55,954	Alphabet 'A'	8,468	7.61
8,790	American Express Company	2,085	1.87
1,130	Booking Holdings	4,489	4.03
39,938	Fiserv	6,559	5.89
5,669	Intuit	2,849	2.56
14,996	Mastercard 'A'	6,313	5.67
32,640	Medtronic	2,084	1.87
11,041	Meta Platforms 'A'	5,168	4.64
15,979	Microsoft	5,382	4.83
4,656	Moody's	1,762	1.58
52,043	PayPal Holdings	3,551	3.19
5,069	S&P Global	2,018	1.81
15,468	Take-Two Interactive Software	2,276	2.04
33,283	Visa 'A'	8,410	7.55
Total North America		68,457	61.47

Portfolio statement
as at 31 December 2024
continued

Holding	Investment	Market value £'000	% of total net assets
EQUITIES - 98.59% (99.21%) - continued			
United Kingdom - 13.77% (15.35%)			
117,022	Diageo	2,969	2.67
91,474	Experian	3,151	2.83
41,633	London Stock Exchange	4,698	4.22
72,617	RELX	2,635	2.37
41,121	Unilever	1,870	1.68
Total United Kingdom		15,323	13.77
TOTAL EQUITIES		109,758	98.59
Portfolio of investments		109,758	98.59
Net other assets		1,566	1.41
Net assets		111,324	100.00
Summary portfolio of investments			
		Market value £'000	% of investments
Equities		109,758	100.00
Portfolio of investments		109,758	100.00

*Figures in brackets refer to the proportion of the Fund invested in the equivalent investments as at 30 June 2024.
All investments are in ordinary stocks and shares except where otherwise stated.*

Summary of major portfolio changes

The top ten purchases and sales for the reporting period

Purchases	Cost £'000	Sales	Proceeds £'000
LVMH Moët Hennessy Louis Vuitton	1,942	American Express Company	1,345
Adobe Systems	1,071	Fiserv	1,289
L'Oréal	781	Booking Holdings	1,023
Amadeus IT Group	662	London Stock Exchange	840
Medtronic	308	Alphabet 'A'	798
Fiserv	273	Meta Platforms 'A'	772
Alphabet 'A'	177	S&P Global	672
Visa 'A'	167	Mastercard 'A'	667
Novartis	111	Microsoft	657
Experian	62	Moody's	606

Statement of total return (unaudited)
for the six months ended 31 December 2024

	31 December 2024		31 December 2023	
	£'000	£'000	£'000	£'000
Income				
Net capital gains		7,977		7,164
Revenue	505		433	
Expenses	(477)		(452)	
Net revenue/(expense) before taxation	28		(19)	
Taxation	(38)		(3)	
Net expense after taxation		(10)		(22)
Total return before distributions		7,967		7,142
Distributions		(213)		(186)
Change in net assets attributable to shareholders from investment activities		7,754		6,956

Statement of change in net assets attributable to shareholders (unaudited)
for the six months ended 31 December 2024

	31 December 2024		31 December 2023	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		109,981		102,626
Amounts receivable on issue of shares	7,112		1,311	
Amounts payable on cancellation of shares	(13,526)		(3,567)	
		(6,414)		(2,256)
Change in net assets attributable to shareholders from investment activities (see above)		7,754		6,956
Retained distribution on accumulation shares		3		3
Closing net assets attributable to shareholders		111,324		107,329

Balance sheet (unaudited)
as at 31 December 2024

	31 December 2024 £'000	30 June 2024 £'000
Assets:		
Investments	109,758	109,115
Current assets:		
Debtors	23	59
Cash and bank balances	2,106	1,636
	<u>2,129</u>	<u>1,695</u>
Total assets	<u>111,887</u>	<u>110,810</u>
Liabilities:		
Creditors:		
Distributions payable	(201)	(572)
Other creditors	(362)	(257)
	<u>(563)</u>	<u>(829)</u>
Total liabilities	<u>(563)</u>	<u>(829)</u>
Net assets attributable to shareholders	<u>111,324</u>	<u>109,981</u>

Notes to the financial statements (unaudited)
as at 31 December 2024

Accounting policies

The interim financial statements have been prepared in accordance with the Statement of Recommended Practice for Authorised Funds issued by the Investment Association in May 2014, updated June 2017.

The financial statements have been prepared on the going concern basis.

Distribution table
for the six months ended 31 December 2024
in pence per share

Income shares

Interim dividend

Group 1 shares - Shares purchased prior to 1 July 2024

Group 2 shares - Shares purchased from 1 July 2024 to 31 December 2024

	Net revenue	Equalisation	Payable on 28 February 2025	Paid on 29 February 2024
Group 1	0.6902	-	0.6902	0.5530
Group 2	0.4067	0.2835	0.6902	0.5530

Accumulation shares

Interim dividend

Group 1 shares - Shares purchased prior to 1 July 2024

Group 2 shares - Shares purchased from 1 July 2024 to 31 December 2024

	Net revenue	Equalisation	Allocation on 28 February 2025	Allocated on 29 February 2024
Group 1	0.7079	-	0.7079	0.5703
Group 2	0.2760	0.4319	0.7079	0.5703

Equalisation

This applies only to shares purchased during the distribution period (Group 2 shares). It is the average amount of income included in the purchase price of all Group 2 shares, and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax, but must be deducted from the cost of shares for capital gains tax purposes.

General information

Buying and selling shares through Yealand Fund Services Limited

On purchasing shares, you will receive a contract note confirming your purchase, which will be issued the business day after the deal has been priced. As proof of ownership, your name will be recorded on the register following receipt of payment and full registration details.

The Company is valued daily at 10:00a.m. Monday to Friday. The prices calculated at these valuations will determine the price at which your deal is transacted. The Company is priced on a forward basis, i.e. all deals struck before the 10:00 a.m. valuation point receive prices calculated at that valuation point.

The ACD may vary the initial charge up to the maximum permitted by giving the Depositary notice of the change and amending the Prospectus.

Subject to the COLL Rules, the basis upon which prices may be calculated and any discounts on the initial charge are at the discretion of the ACD.

The minimum initial investment in the Fund which any one person can purchase, and the minimum holding in Income Shares and Accumulation Shares is £1,000. The ACD at its discretion can waive these requirements.

Shares may be purchased or redeemed by telephoning 0345 850 0255 or writing to: Yealand Fund Services Limited, Stuart House, St John's Street, Peterborough, PE1 5DD. For your protection calls are recorded. A contract note will be issued to confirm any sale of shares with payment being issued on the third business day following the pricing of the sale and all necessary renunciation documentation being received by the ACD. The time for telephone deals is 09:00 – 17:00 every business day.

Shares can also be bought and sold through a regulated financial adviser or fund supermarket.

ACD's approach to dilution

Unusually high levels of buying and selling may increase the Company's dealing costs and affect the value of its assets. This is known as 'dilution'.

To prevent this and to protect the interests of the majority of shareholders, the ACD at its discretion may charge a dilution levy. If charged, the dilution levy will be paid into the Company for the benefit of shareholders and will become part of the property of the Company.

Revenue

The Company offers accumulation and income shares which entitle shareholders to a share in any distribution of the revenue made by the Company, less expenses and applicable taxation, provided they retain those shares until and including the Company's dividend dates i.e. 31 December and 30 June each year. Any revenue to be distributed to shareholders is paid out on the Company's dividend pay dates i.e. end of February and the end of August each year. The revenue may be paid to shareholders directly to certain bank and building society accounts (BACS), by cheque or reinvested in the Company.

Tax

Capital gains

Authorised Funds are currently exempt from capital gains tax on the disposal of their investments. UK residents who are individuals or trusts may be liable to UK taxation of capital gains arising from the sale or other disposal of shares in the Company, if their total gains from all sources exceed the exemption limit for the tax year in which the disposal takes place. UK corporates will be subject to corporation tax on chargeable gains on profits made on the disposal of their shares in the Company.

Income tax

The following paragraphs summarise the basis of taxation on distributions, based on current legislation. It should be noted that the bases and levels of taxation are subject to change.

UK resident individuals are taxed on the sum of their distributions in excess of the tax-free dividend allowance of £500. Basic rate taxpayers will pay 8.75% income tax on dividends received in excess of the dividend allowance, higher rate taxpayers will pay 33.75% income tax, and additional rate taxpayers will pay 39.35% income tax. The dividend allowance is not available to Trusts.

Investors are advised to seek professional advice.

General information

continued

Tax - continued

Corporate holders

For corporate shareholders, where the gross income from which the dividend distribution is made is not wholly franked investment income, part of the distribution is received as an annual payment. Corporate shareholders will be subject to corporation tax on the non-franked element of distributions, which will be covered by the tax withheld by the Fund.

The amount of tax recoverable on dividends deemed to be annual payments will match the corporation tax paid by the Fund.

It should be noted that levels and bases of tax are subject to change.

If investors are in any doubt as to their taxation position they should consult their professional advisor.

Further information

The information in this report is designed to enable shareholders to make an informed judgement on the activities of the Company during the period it covers and the result of those activities at the end of the period.

The following are available online at www.yealand.com or at the registered office of the ACD:

- Current
 - Price
 - Yield
 - Distribution rates
- Key Investor Information Document (KIID)
- Report & Accounts

The Company Prospectus is available free of charge on request from the ACD.

For more information about the activities and performance of the Company during the period, please contact the ACD at the address as noted on page 16, or online at <http://electricandgeneral.com>.

Directory

Authorised Corporate Director (the ACD)

Yealand Fund Services Limited
Stuart House
St. John's Street
Peterborough
PE1 5DD
Tel: 0345 850 0255
Fax: 01733 286833
e-mail: enquiries@yealand.com
Website: www.yealand.com

*(Authorised and regulated by
the Financial Conduct Authority)*

Independent Director of Electric & General Investment Fund

Simon Longfellow

Fund administration, dealing and registration

Yealand Fund Services Limited
Stuart House
St. John's Street
Peterborough
PE1 5DD
Tel: 0345 850 0255
Fax: 01733 286833
e-mail: TA@yealand.com
Website: www.yealand.com

*(Authorised and regulated by
the Financial Conduct Authority)*

Investment manager

Troy Asset Management Limited
33 Davies Street
London
W1K 4BP

*(Authorised and regulated by
the Financial Conduct Authority)*

Depositary

NatWest Trustee and Depositary Services
Limited
Registered and Head Office:
250 Bishopsgate
London
EC2M 4AA

*(Authorised and regulated by
the Financial Conduct Authority)*

Auditor

Shipleys LLP
10 Orange Street
Haymarket
London
WC2H 7DQ