

The Scottish Investment Trust PLC

**Interim Report
For the six months to
30 April 2007**

Contents

Financial Summary	
Distribution of Total Assets less Current Liabilities	1
<hr/>	
The Company	2
<hr/>	
Chairman's Review	3
<hr/>	
Changes in Asset Distribution	
Performance Attribution Analysis	
Performance	4
<hr/>	
List of Investments	5
<hr/>	
Income Statement	
Summary Balance Sheet	6
<hr/>	
Statement of Total Recognised Gains and Losses	
Reconciliation of Movements in Stockholders' Funds	
Cash Flow Statement	7
<hr/>	
Investor Information	8
<hr/>	
Useful Addresses	
<hr/>	

Financial Summary

Summary of Results (unaudited) for the six months to 30 April 2007

	30 April 2007	31 October 2006	change
CAPITAL			
Net asset value per ordinary unit with borrowings at par	549.8p	510.4p	+7.7%
Net asset value per ordinary unit with borrowings at market value	544.4p	499.7p	+8.9%
Market price per ordinary unit	498.5p	451.0p	+10.5%
Discount to NAV with borrowings at market value	8.4%	8.5%*	
FTSE All-World Index™			+6.5%
UK FTSE All-Share Index™			+6.9%
	£'000	£'000	
Total assets less current liabilities	878,672	839,641	+4.6%
Borrowings at par	(107,311)	(107,252)	
Pension liability	(1,795)	(1,795)	
Equity stockholders' funds	769,566	730,594	+5.3%
	Six months to		
	30 April 2007	30 April 2006	
INCOME			
Total income (£'000)	11,465	11,720	-2.2%
Earnings per ordinary unit	5.30p	4.25p	
Interim dividend per ordinary unit	4.30p	4.15p	+3.6%
UK Retail Prices Index			+4.5%

* Discount at 31 October 2006 is based on NAV after deducting dividends proposed but not paid.

Distribution of Total Assets less Current Liabilities

By Sector

	30 April 2007	31 October 2006
	%	%
Oil & Gas	7.3	6.2
Basic Materials	2.4	2.0
Industrials	13.0	10.0
Consumer Goods	8.5	7.1
Health Care	7.9	8.0
Consumer Services	10.1	11.0
Telecommunications	4.2	2.9
Utilities	2.1	3.9
Financials	28.9	32.4
Technology	4.7	5.9
Net current assets	10.9	10.6
	100.0	100.0

By Region

	30 April 2007	31 October 2006
	%	%
UK	34.6	37.9
Europe (ex UK)	16.9	17.8
North America	22.4	18.7
Latin America	0.6	0.6
Japan	2.5	3.8
Asia Pacific (ex Japan)	12.1	10.6
Net current assets	10.9	10.6
	100.0	100.0

The Company

Company Data as at 30 April 2007

TOTAL ASSETS	STOCKHOLDERS' FUNDS (with borrowings at par)	MARKET CAPITALISATION
£878,672,000	£769,566,000	£697,746,000

Objectives of The Scottish Investment Trust PLC (SIT)

To provide investors, over the longer term, with above average returns through a diversified portfolio of international equities and to achieve dividend growth ahead of UK inflation.

Risk

The SIT investment portfolio is diversified over a range of industries and regions in order to spread risk. SIT has a long term policy of borrowing money to invest in equities in the expectation that this will improve returns. However, should stockmarkets fall, such borrowings would magnify losses.

Performance Comparators

The company does not have a formal benchmark. Performance is reviewed in the context of returns achieved by a broad basket of UK equities through the FTSE All-Share Index™ and of international equities through the FTSE All-World Index™. The portfolio is not modelled on any index.

Management

The company is managed by its own employees led by the manager who is responsible to the directors for all aspects of the day to day management of the company.

Capital Structure

At 30 April 2007 the company had in issue 139,969,115 ordinary stock units and long term borrowings at par amounted to £107,311,000 with an average annual interest cost of 5.9%.

Management Costs

The total expenses of managing the company's business during the last financial year were £4,481,000, equivalent to 0.55% of average stockholders' funds. The company aims to keep this percentage low in comparison with competing investment products.

ISA/PEP

The ordinary units are fully eligible for both ISAs and PEPs. Details of the schemes run by the company are on page 8.

AIC

The company is a member of The Association of Investment Companies.

Chairman's Review

In the six months to 30 April 2007, the net asset value per ordinary stock unit (NAV) rose by 7.7% (with borrowings at par), ahead of the company's principal comparator indices – the FTSE All-World Index (+6.5%) and the UK FTSE All-Share Index (+6.9%). Over the period, the company's stock price rose by 10.5% to an all-time closing high of 498.5p, reflecting the increase in NAV and a further narrowing of the discount to 8.4% (with borrowings at market value).

Under accounting standards introduced in the year to October 2006, the final and special dividends for that year, totalling 6.57p per stock unit, are now deducted from the NAV when the dividends are paid, in our case in February 2007. This has had the impact of reducing the NAV performance at the 2007 interim stage by 1.2%. Nevertheless, in spite of this change, the NAV performance is ahead of both of the company's principal comparator indices.

Since the introduction of the current investment approach in 2004, the NAV (with borrowings at par) has performed strongly and since 31 January 2004 has risen by 59.0% compared with the 41.3% capital return from the All-World Index and 53.4% from the UK All-Share Index.

World equity markets made steady progress over the year against a backdrop of solid growth around the world, albeit with signs of a slowdown in the US. Most of the gains made in the period between November and late February were unwound in a subsequent brief period of volatility and heightened risk-aversion sparked first, by concerns over the buoyant domestic Chinese equity market and second, by the possibility of recession in the US economy. However, investors quickly put these concerns and others, such as the US housing market, aside and markets recovered to end the period in many cases at or near all-time highs.

Regional sterling returns were mixed with the more mature regions – Japan, North America and the UK – lagging by a wide margin the higher growth, emerging market regions of the Middle East, Africa, Latin America and Asia Pacific. Europe (ex UK) was the one exception as it also performed strongly. Sector returns were in a narrow range with Basic Materials and Utilities leading by a slim margin.

The NAV performance reflected a further period of good stock selection across the market with the global equity portfolio matching or beating the All-World Index in nine of its ten major industry groups. The largest contributions came from Consumer Services and Industrials while the underperformance was in Basic Materials where we were relatively underexposed. A small benefit from gearing and buybacks exceeded interest and expenses charged to capital.

The global equity portfolio appreciated by £65.4m over the six months. Net disposals of £33.1m were made to finance stock buybacks of £15.2m and achieve a reduction in gearing to 101.5% from the year end level of 104.1%. Listed equities were reduced by £24.3m and unlisted by £8.8m.

Over the period, we added £37.2m to listed North American holdings as we rebuilt our oil industry investments there, with a bias to oil service companies, as well as boosting telecoms and healthcare exposure. This was financed by reductions in listed investments in Europe (ex UK) of £20.5m and the UK of £40.2m – two regions which have performed much better than the US in recent years. On an industry sector basis, we increased exposure to Industrials, Telecommunications and Oil & Gas funded by a reduced emphasis on Financials and Utilities.

The largest gains were made in Banks, Unlisted and Automobiles & Parts. In the last sector, we benefited from strong performances by Italian vehicle manufacturer Fiat and German tyre and brake specialist Continental. The largest stock gain was generated by UK outsourcing group Serco. Other significant gains were made by Australian healthcare group CSL, Scottish Power (UK), Apax Europe V-B (UK) and Chinese property group Guangzhou R&F. Our oil services investments made good contributions.

The portfolio received an unprecedented number of bids for holdings as merger and acquisition activity continued apace, to the considerable benefit of performance. The number of listed portfolio holdings has been reduced from 117 to 112.

Earnings per stock unit increased in comparison to the 2006 interim period by 24.7% from 4.25p to 5.30p owing to strong dividend growth from holdings and the combined effects of the tender offer in 2006 and subsequent buybacks.

At the AGM in January stockholders voted to renew the company's authority to repurchase its own stock for cancellation. These powers are used as part of the stock buyback scheme which is intended to maintain the company's stock price discount to NAV at 9% or lower (with borrowings taken at market value). Over the first half of the year, the company repurchased for cancellation 3.2m stock units (utilising 1.90% of the current 14.99% authority) at an average discount of 9.5% and a cost of £15.2m inclusive of dealing expenses. The average daily discount over the first half of the year was 9.2%.

The board has declared an interim dividend of 4.30p, an increase of 3.6% on 2006, which will be payable on 16 July 2007.



Douglas McDougall

25 May 2007

Changes in Asset Distribution

Six months to 30 April 2007

	Opening Valuation £m	Net Purchases (Sales) £m	Appreciation (Depreciation) £m	Closing Valuation £m
Oil & Gas	52.2	6.5	5.2	63.9
Basic Materials	17.3	2.0	1.7	21.0
Industrials	84.0	15.0	15.6	114.6
Consumer Goods	59.3	1.5	14.4	75.2
Health Care	67.3	0.1	1.9	69.3
Consumer Services	92.5	(7.8)	4.0	88.7
Telecommunications	24.1	10.2	2.6	36.9
Utilities	32.6	(18.1)	4.0	18.5
Financials	271.7	(33.2)	15.1	253.6 ¹
Technology	49.9	(9.3)	0.9	41.5
Total equities	750.9	(33.1)	65.4	783.2
Net current assets	88.7	6.4	0.3	95.4
Total assets	839.6	(26.7)	65.7	878.6
Borrowings	(107.3)	0.0	0.0	(107.3)
Pension liability	(1.7)	0.0	0.0	(1.7)
Equity stockholders' funds	730.6	(26.7) ²	65.7	769.6

¹ Includes £17.0m of investments which are unlisted.

² Stock buybacks, interest and expenses apportioned to capital and payment of final and special dividends for year to 31 October 2006.

Performance Attribution Analysis

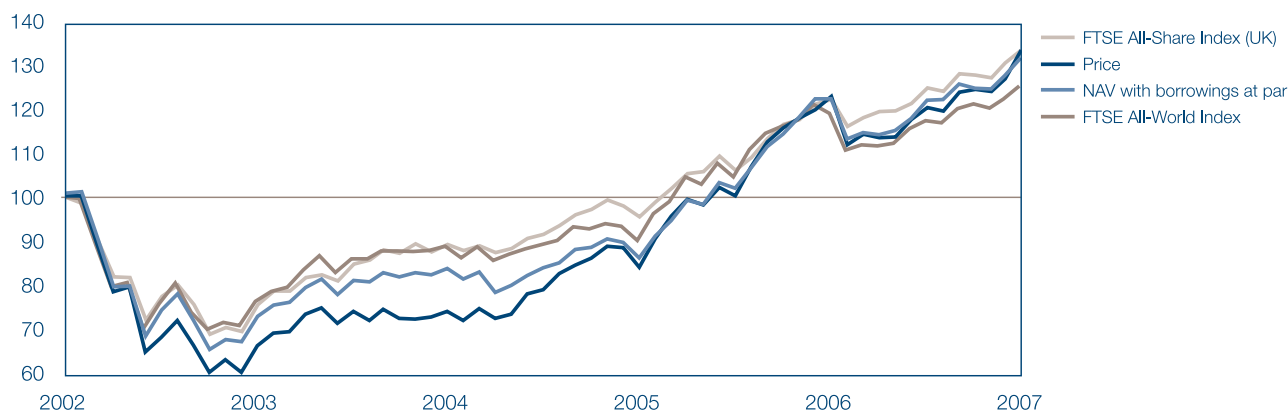
Six months to 30 April 2007

	%
Increase in NAV per ordinary unit	+7.73
Increase in FTSE All-World Index	+6.48
Relative performance*	+1.17
Equity portfolio	+2.28
Gearing	+0.16
Buybacks	+0.21
Interest and expenses charged to capital	-0.27
Final and special dividend payment	-1.22
Residual	+0.01
Relative performance	+1.17

*Relative Performance is a geometric calculation. This is derived by taking the percentage movement between the indexed returns of the NAV (7.73%) and the All-World Index (6.48%), ie $(107.73/106.48) - 1 \times 100$.

Performance

NAV and Market Price against Comparator Indices
5 years to 30 April 2007



List of Investments

Listed Holdings

Holding	Country	£'000
Barclays	UK	19,386
Serco	UK	15,952
Wyeth	USA	14,514
Informa	UK	14,277
BT	UK	13,681
Persimmon	UK	12,715
UniCredit	Italy	12,448
Siemens	Germany	12,180
Tesco	UK	12,023
Royal Bank of Scotland	UK	11,717
Hon Hai Precision Industry	Taiwan	11,488
ConocoPhillips	USA	10,972
Fiat	Italy	10,855
BG Group	UK	10,334
Hg Capital Trust	UK	10,320
BNP Paribas	France	10,188
Todco	USA	10,161
Allianz	Germany	10,012
Lloyds TSB	UK	9,991
BHP Billiton	UK	9,578
Continental	Germany	9,544
AstraZeneca	UK	8,946
Keppel Corporation	Singapore	8,922
Esprit Holdings	Hong Kong	8,812
Smith International	USA	8,761
Marks & Spencer	UK	8,623
Wesco International	USA	8,469
FirstGroup	UK	8,415
China Mobile	Hong Kong	8,335
McKesson	USA	8,241
Legal & General	UK	8,208
Rio Tinto	UK	8,142
Kookmin Bank	Korea	8,054
Investor	Sweden	7,947
Swire Pacific	Hong Kong	7,893
CSL	Australia	7,844
Vodafone	UK	7,822
Imperial Tobacco	UK	7,811
Fresenius Medical Care	Germany	7,764
Vinci	France	7,664
Cisco	USA	7,640
Société Générale	France	7,618
HCC Insurance	USA	7,575
Oshkosh Truck	USA	7,250
Roche Holdings	Switzerland	7,139
Hartford Financial Services	USA	7,138
AT&T	USA	7,119
Guangzhou R&F Properties	China	7,114
Scottish & Newcastle	UK	6,957
National Oilwell Varco	USA	6,935
Suncor Energy	Canada	6,671
Anglo Irish Bank	Ireland	6,668
Toyota Motor	Japan	6,659
ANZ Bank	Australia	6,590
DBS Group	Singapore	6,483
Vivendi	France	6,429
AXA	France	6,234
Ambac Financial	USA	6,114
National Grid Transco	UK	6,031
Sage	UK	6,026
Sumitomo Trust & Banking	Japan	5,934
Bank of America	USA	5,841
Meggitt	UK	5,718
United Business Media	UK	5,578
Spectris	UK	5,563
Amgen	USA	5,395
PetroChina	China	5,364
Gilead Sciences	USA	5,361

Listed Holdings

Holding	Country	£'000
Enodis	UK	5,298
Deutsche Bank	Germany	5,275
GlaxoSmithKline	UK	5,203
Adobe Systems	USA	5,170
Laureate Education	USA	4,953
Zimmer Holdings	USA	4,925
UK Balanced Property Trust	UK	4,925
Lehman Brothers	USA	4,918
Moody's	USA	4,918
FLIR Systems	USA	4,889
Henderson	UK	4,731
Li & Fung	Hong Kong	4,699
Encana	Canada	4,698
E.On	Germany	4,644
Tod's	Italy	4,567
Close Brothers	UK	4,495
Qualcomm	USA	4,288
Whitbread	UK	4,235
Rofin-Sinar Technologies	Germany	4,218
HSBC Holdings	UK	4,017
Invista Foundation Property Trust	UK	4,007
Wolseley	UK	3,997
Desarrolladora Homex	Mexico	3,987
Tenaga Nasional	Malaysia	3,915
United Utilities	UK	3,912
Fletcher Building	New Zealand	3,783
Rinker	Australia	3,729
Numico	Netherlands	3,722
Taiwan Semiconductor Manufacturing	Taiwan	3,683
Suzuki Motor	Japan	3,677
IndyMac Bancorp	USA	3,635
Norfolk Southern	USA	3,414
Aviva	UK	3,392
Invista European Real Estate Trust	UK	3,379
Clariant	Switzerland	3,290
Apple	USA	3,174
Swift Transportation	USA	3,161
JB Sports	UK	3,150
MyTravel	UK	3,093
Standard Life Inv. Property Inc. Trust	UK	2,981
Orix	Japan	2,825
Daikin Industries	Japan	2,519
Gyrus	UK	2,188
Middlefield Canadian Income Trusts	UK	1,388
Others under £1m (2)		1,002
		766,222

Unlisted Holdings

Holding	Country	£'000
Boston Ventures VI	USA	5,216
Apax Europe V-B	UK	4,244
Boston Ventures V	USA	2,471
Heritable Property & Loans	UK	1,363
Sprout Capital VIII	USA	1,093
Sprout Capital VII	USA	1,004
1818 Fund III	USA	663
Others under £0.5m (7)		956
		17,010

Income Statement (unaudited)

	Six months to 30 April 2007			Six months to 30 April 2006			Year to 31 October 2006		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Net gains on investments and currencies	–	65,613	65,613	–	152,248	152,248	–	139,610	139,610
Income	11,465	–	11,465	11,720	–	11,720	23,755	–	23,755
Expenses	(1,446)	(1,005)	(2,451)	(1,294)	(899)	(2,193)	(2,645)	(1,836)	(4,481)
Net Return before Finance Costs and Taxation	10,019	64,608	74,627	10,426	151,349	161,775	21,110	137,774	158,884
Premium on repayment of secured bonds	–	–	–	–	(9,908)	(9,908)	–	(9,908)	(9,908)
Interest payable	(1,593)	(1,593)	(3,186)	(1,992)	(1,992)	(3,984)	(3,598)	(3,598)	(7,196)
Return on Ordinary Activities before Tax	8,426	63,015	71,441	8,434	139,449	147,883	17,512	124,268	141,780
Tax on ordinary activities	(893)	517	(376)	(727)	392	(335)	(2,251)	1,339	(912)
Return attributable to Equity Stockholders	7,533	63,532	71,065	7,707	139,841	147,548	15,261	125,607	140,868
Return per Ordinary Stock Unit	5.30p	44.65p	49.95p	4.25p	77.08p	81.33p	9.39p	77.24p	86.63p
Weighted average number of Ordinary Stock Units in issue	142,281,248			181,420,683			162,609,310		
	£'000			£'000			£'000		
Dividends paid and proposed	6,019			6,018			15,423		
Income comprises:									
Dividends	9,110			9,439			19,235		
Interest	2,258			2,281			4,378		
Other income	97			–			142		
	11,465			11,720			23,755		

Summary Balance Sheet (unaudited)

	30 April 2007 £'000	31 October 2006 £'000	30 April 2006 £'000
Equity investments	783,232	750,870	799,582
Net current assets	95,440	88,771	60,301
Total assets less current liabilities	878,672	839,641	859,883
Borrowings at par	(107,311)	(107,252)	(107,191)
Pension liability	(1,795)	(1,795)	(1,931)
Equity stockholders' funds	769,566	730,594	750,761
Net asset value per ordinary unit with borrowings at par	549.8p	510.4p	511.6p

Statement of Total Recognised Gains and Losses (unaudited)

	Six months to 30 April 2007 £'000	Six months to 30 April 2006 £'000	Year to 31 October 2006 £'000
Total recognised gains	63,532	139,841	141,137*
Total recognised gains per ordinary stock unit	44.65p	77.08p	86.79p

* Includes actuarial gain of £269,000

Reconciliation of Movements in Stockholders' Funds (unaudited)

	Six months to 30 April 2007 £'000	Six months to 30 April 2006 £'000	Year to 31 October 2006 £'000
Opening equity stockholders' funds	730,594	894,412	894,412
Total recognised gains	63,532	139,841	141,137
Stock buybacks	(15,170)	(273,452)	(288,891)
Tender offer expenses	–	(953)	(959)
Dividends on ordinary stock	(9,390)	(9,087)	(15,105)
	769,566	750,761	730,594

Cash Flow Statement (unaudited)

	Six months to 30 April 2007 £'000	Six months to 30 April 2006 £'000	Year to 31 October 2006 £'000
Net cash inflow from operating activities	5,768	6,957	18,581
Premium on repayment of borrowings	–	(8,778)	(8,778)
Servicing of finance	(3,153)	(3,957)	(8,116)
Taxation recovered	101	134	135
Purchases of investments	(149,943)	(115,306)	(238,312)
Sales of investments	168,673	397,959	554,687
Equity dividends paid	(9,390)	(9,087)	(15,105)
Decrease in current asset investments and short term deposits	3,500	44,000	22,000
Repayment of secured bonds	–	(41,985)	(41,985)
Stock buybacks	(14,981)	(274,405)	(288,235)
Increase/(decrease) in cash	575	(4,468)	(5,128)

Notes:

The interim accounts have been prepared under accounting policies consistent with those used in the preparation of the annual report and accounts for the year to 31 October 2006.

The figures for 31 October 2006 have been extracted from the annual report and accounts for the year ended on that date which have been filed with the Registrar of Companies and which contain an unqualified report from the auditors.

Based on the number of ordinary stock units in issue at 30 April 2007, the interim dividend would absorb £6,019,000 (2006 – £6,018,000) and is payable on 16 July 2007 to stockholders registered at 8 June 2007. The ordinary stock will be traded 'ex' the interim dividend from 6 June 2007 and investors purchasing on or after that date will not be entitled to the interim dividend for 2006/7.

Equity stockholders' funds at 30 April 2007/2006 exclude all revenue items for the current financial year.

Equity investments include the unlisted portfolio of £27.4m. Of this £10.4m is in listed funds which invest in unlisted securities.

The weighted average number of ordinary stock units during the half-year was 142,281,248 (2006 – 181,420,683) and this figure has been used to calculate the return per ordinary stock unit shown in the income statement. The net asset value per ordinary stock unit at 30 April 2007 has been calculated using the number of ordinary stock units in issue on that date which was 139,969,115 (31 October 2006 – 143,147,615).

Investor Information

The Scottish Investment Trust PLC (SIT) aims to provide both capital growth through active management of the fund and steady growth in dividend income through its portfolio of holdings which is diversified by geography and industrial sector. SIT has a fully integrated global approach, focusing on stock selection, seeking to identify some of the most promising equity investment opportunities from around the world. SIT's approach has generated real long-term growth in both capital and income.

How to invest

You can buy SIT stock using the simple, low cost investment products outlined below. SIT stock can also be bought directly on the stockmarket through a stockbroker or a bank, lawyer, accountant or other professional adviser.

STOCKPLAN

This investment trust savings scheme is one of the lowest charging available. There are no initial or annual plan charges, other than stamp duty and dealing spread. Its flexibility allows minimum regular investments from only £25 per month and/or lump sum investments from £250, there is no maximum investment limit and you can stop and start at any time.

STOCKPLAN: A Flying Start

SIT's investing for children plan is based on the STOCKPLAN scheme and has the same low charges and flexible investment options. It can be opened in one of two ways: either as a designated plan or, more formally, as a bare trust.

The SIT ISA

One of the most competitively priced ISAs on offer. Other than stamp duty and dealing spread, there are no initial, exit or withdrawal plan charges. The ISA annual management fee is 0.6% capped at £30 + VAT regardless of how much your ISA investment grows or how many years ISA allowances you invest with SIT.

The SIT PEP

This also has one of the lowest charging structures around. The annual fee is only £30 + VAT, again regardless of the number of SIT PEPs held or the value of the investment.

Tax Issues

Investment in PEPs and ISAs continues to be free of income tax and capital gains tax. Higher rate tax payers do not have to pay any additional tax on the dividends, nor should they be included in a tax return.

The SIT SIPP (Self-Invested Personal Pension)

The SIT SIPP will be available in the near future. If you would like to pre-register for information please complete and return the enclosed freepost reply card.

SIT Schemes' Contact/Hotline Number

There is now one helpline telephone number for the administration of all of the SIT schemes. This is the Halifax Share Dealing Limited (HSDL) number which should be used for holders of our STOCKPLAN, STOCKPLAN: A Flying Start, PEP or ISA schemes for:

- account queries,
- requests for valuations,
- information about your scheme,
- giving change of address details,
- help with accessing STOCKPLAN, PEP and ISA information on line.

The number is: **0845 850 0181**.

Accessing Your Account Online

STOCKPLAN, STOCKPLAN: A Flying Start designated scheme, ISA and PEP investors

The above scheme investors may view their accounts online by registering with Halifax-online. This can be accessed through the links on our website www.sit.co.uk or by visiting www.halifax-online.co.uk Please note you will need your Share Dealing Personal Reference Number (PRN) to access this service. If you do not have this, please contact SIT's scheme administrator, Halifax Share Dealing, on 0845 850 0181.

Name on register stockholders

Investors who hold ordinary stock in their own name on SIT's stock register can check their holdings on our Registrar's website www-uk.computershare.com or through the link on our website. Please note that to access this facility you will need to quote the reference number shown on your stock certificate.

Alternatively, by registering for the Investors' Centre facility on Computershare's website, investors can view details of all their holdings for which Computershare is Registrar, as well as accessing additional facilities and documentation. Please see www-uk.computershare.com/investor for further information.

SIT's Website

SIT's website provides a wealth of detail about the company. Investors looking for product information and downloads of the product brochures will find everything they need in the 'Private Investors' section of the site. For investors looking for performance data there are links on the home page which take you through to the latest share price information from the London Stock Exchange, as well as to the daily and monthly performance data held on the site. Further data can be found in the 'Figures' section. The 'Company' section provides general background on SIT and information particularly useful for certificated stockholders. The latest news and press releases are highlighted on the home page and full details can be found in the 'News' section.

We are always pleased to receive any feedback on the website. Comments and suggestions can be sent to heather@sit.co.uk or via the contact us form on the website.

Investor Information

Electronic Communications

If you are a name on register stockholder in your own right (ie not in one of our schemes or in a nominee name) you may choose to receive our interim and annual reports and other stockholder communications electronically instead of in paper form. All you need to do to register is to visit the link on our website at www.sit.co.uk and provide your email details. You will then be advised by email when an electronic communication is available to be accessed.

Electronic Voting

Name on register stockholders in their own right (ie not in one of our schemes or in a nominee name) are able to submit proxy votes electronically for our AGM. Details will be sent to investors with their annual report.

Risk warning

The capital value of stock units and the income from them can go down as well as up as a result of market and currency fluctuations and cannot be guaranteed. Past performance will not necessarily be repeated and is no guide to, nor guarantee of, future returns. An investor may not get back the amount originally invested. The Scottish Investment Trust PLC has a long-term policy of borrowing money to invest in equities in the expectation that this will improve returns for stockholders. However, if markets fall, these borrowings will magnify any losses. Investment in SIT is intended as a long-term investment. Taxation levels, bases and reliefs are subject to change and may depend on individual circumstances.

Please remember that we are unable to offer individual investment or taxation advice. If you require such advice, you should consult your professional adviser. SIT Savings Limited is authorised and regulated by the Financial Services Authority (FSA).

Useful Addresses

For further information and brochures of any SIT products please visit our website: www.sit.co.uk or contact:

SIT Investor Relations

SIT Savings Limited
Freepost EH882
Edinburgh
EH2 0BR

Brochure request line:

0800 42 44 22

Fax: 0131 226 3663

Email: heather@sit.co.uk

SIT Registered Office

6 Albyn Place
Edinburgh
EH2 4NL

Registered No: SC 1651

Telephone: 0131 225 7781

Fax: 0131 226 3663

For valuations and other details of your investment or to notify a change of address, please contact the relevant administrator.

Registrar

Computershare Investor Services PLC
PO Box 82
The Pavilions
Bridgwater Road
BRISTOL
BS99 7NH

Helpline: 0870 703 0195

Website: www-uk.computershare.com

PEP, ISA and STOCKPLAN Administrator

The SIT Schemes
Halifax Share Dealing Limited
Trinity Road
Halifax
West Yorkshire
HX1 2RG

Helpline: 0845 850 0181

Website: www.halifax-online.co.uk

Association of Investment Companies

SIT is a member of the Association of Investment Companies (AIC) which publishes a number of useful free booklets and explanatory leaflets for investors interested in investment trusts. The AIC also regularly holds a number of investor roadshows throughout the country. Their address is:

AIC
9th Floor
24 Chiswell Street
London
EC1Y 4YY

Telephone: 020 7282 5555

Website: www.theaic.co.uk