

Economic Investment Trust Limited



**SECOND QUARTER REPORT
JUNE 30, 2009**

**NOTICE OF NO AUDITOR REVIEW OF
INTERIM FINANCIAL STATEMENTS**

Section 4.3(3)(a) of National Instrument 51-102, *Continuous Disclosure Obligations*, provides that if an auditor has not performed a review of the interim financial statements, the interim financial statements must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The Company's external auditors, PricewaterhouseCoopers LLP, have not performed a review of these interim financial statements of Economic Investment Trust Limited.

signed "Duncan N.R. Jackman"

Duncan N.R. Jackman
Chairman and President

signed "Frank J. Glosnek"

Frank J. Glosnek
Treasurer

August 5, 2009

Economic Investment Trust Limited

THE PERIOD AT A GLANCE (Unaudited)

	As at June 30 2009 ⁽¹⁾	As at Dec. 31 2008 ⁽¹⁾
Net equity value per Common Share ⁽²⁾	\$ 73.93	\$ 73.50
Net assets.....	\$ 415,521	\$ 413,157
Number of Common Shares outstanding at period end	5,615,535	5,615,535
	Six months ended June 30	
	2009 ⁽¹⁾	2008 ⁽¹⁾
Net investment income per Common Share ⁽²⁾	\$ 0.66	\$ 1.06
Dividends per Common Share	\$ 0.30	\$ 0.30
Increase (decrease) in net assets from operations per Common Share	\$ 0.70	\$ (8.00)
Investment income	\$ 6,030	\$ 9,388
Net investment income	\$ 3,710	\$ 5,989

⁽¹⁾ In thousands of Canadian dollars, except number of Common Shares outstanding and per share amounts.

⁽²⁾ See Management's Discussion and Analysis for use of Non-GAAP Measures.

Economic Investment Trust Limited

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following Management's Discussion and Analysis ("MD&A") of the unaudited operating results and financial condition of Economic Investment Trust Limited ("Economic" or the "Company") for the second quarter of 2009 should be read in conjunction with the MD&A for the year ended December 31, 2008, the Company's annual audited financial statements, the notes relating thereto, the supplementary financial information included in the Company's Annual Report, the quarterly unaudited financial statements and note contained in this report, as well as the Company's MD&A and unaudited interim financial statements for the previous quarter of 2009. These unaudited financial statements have been prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). They do not include all of the disclosures required under GAAP for annual financial statements. The reporting currency for the Company is the Canadian dollar, and all amounts in the following discussion are in Canadian dollars.

This MD&A may contain certain forward-looking statements that are subject to risks and uncertainties that may cause the results or events mentioned in this discussion to differ materially from actual results or events. No assurance can be given that results, performance or achievement expressed in, or implied by, forward-looking statements within this disclosure will occur, or if they do, that any benefits may be derived from them.

Overview

Economic is a closed-end investment corporation, the shares of which trade on the Toronto Stock Exchange (EVT, EVT.PR.A). Economic is an investment vehicle for long-term growth through investments in common equities, as management believes that over long periods of time, common equities, as an asset class, will outperform fixed income instruments or balanced funds. From time to time, however, assets of the Company may be invested in interest bearing short-term securities pending the selection of suitable equity investments.

Substantially all of the foreign portion of the investment portfolio is managed by Sanford C. Bernstein & Co., LLC ("Bernstein"), a wholly-owned subsidiary of Alliance Bernstein L.P. Bernstein is a global investment manager that commenced operations in 1967. At the end of the quarter, excluding the Emerging Markets Investors Fund (which represents 0.4% of the portfolio), Bernstein managed all of the foreign equities in the portfolio. As part of its mandate, Bernstein is allowed to hedge the foreign currency exposure of any non-Canadian investment that it manages.

At June 30, 2009, all of the Canadian equities in the portfolio are long-term investments, except those Canadian equities that are part of the Bernstein managed portfolio. At the quarter end, the Bernstein managed Canadian equities were BCE Inc., Nexen Inc., and Petro-Canada. The performance of the long-term investments is derived primarily from investments in E-L Financial Corporation Limited ("E-L Financial") and, to a lesser extent, Algoma Central Corporation ("Algoma") and The Bank of Nova Scotia. E-L Financial, Algoma and the Company can be significantly influenced by the same party. In management's view, these investments are consistent with the Company's investment strategy and contribute to achieving its investment objective. Further related party information is provided in Note 8 to the financial statements in the 2008 Annual Report and in the statement of investments.

Investment Strategy

The objective of the Company is to earn an above-average rate of return primarily through long-term capital appreciation and dividend income. The equity investments in the portfolio currently reflect investment opportunities all over the world.

Economic Investment Trust Limited

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

The investment portfolio of the Company is comprised of a mix of high-yielding and low-yielding foreign and Canadian investments. Net investment income, net realized gain (loss) on investments, net change in unrealized appreciation of investments and net equity value per Common Share may vary significantly from period to period depending on the selection of global equities which move with the constantly changing economic environment and market conditions.

As the Company's investment objective is focused on long-term capital appreciation and dividend income, short-term volatility is expected and tolerated. Management remains confident that the Company's investment strategy will reward shareholders over the long term.

Use of Non-GAAP Measures

This MD&A contains reference to "net equity value per Common Share" and "net investment income per Common Share". These terms do not have any standardized meaning according to Canadian GAAP and therefore may not be comparable to similar measures presented by other companies. The Company believes that these measures provide information useful to our shareholders in evaluating the Company's financial results.

Investors and management use net equity value per Common Share to determine the Company's value on a per Common Share basis. In order to determine its net equity value per Common Share, the Company deducts the cost of redemption of its Preferred Shares Series A from its net assets at fair value.

Net equity value per Common Share is also used by investors and management as a comparison to the market price of its Common Shares to determine the particular discount or premium that the Company's Common Shares are trading at relative to the net equity value per Common Share.

Net investment income per Common Share is used by both investors and management to assess the sustainability and funding of dividends on Common Shares and Preferred Shares Series A.

Net equity value per Common Share is calculated as follows (in thousands of Canadian dollars, except number of Common Shares and per Common Share amounts):

	June 30 2009	Dec. 31 2008
Net assets, at fair value.....	\$ 415,521	\$ 413,157
Deduct:		
Cost of redemption of Preferred Shares Series A.....	378	404
Net equity value	\$ 415,143	\$ 412,753
Common Shares outstanding.....	5,615,535	5,615,535
Net equity value per Common Share	\$ 73.93	\$ 73.50

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MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Net investment income per Common Share is calculated as follows (in thousands of Canadian dollars, except number of Common Shares and per Common Share amounts):

	Three months ended June 30		Six months ended June 30	
	2009	2008	2009	2008
Increase (decrease) in net assets from operations	\$ 38,347	\$ (2,335)	\$ 3,951	\$ (44,893)
Add (deduct): Net loss (gain) on investments	(35,876)	6,146	(241)	50,882
Net investment income	2,471	3,811	3,710	5,989
Deduct: Dividends paid on Preferred Shares Series A	4	4	9	9
Net investment income, net of dividends paid on Preferred Shares Series A.....	\$ 2,467	\$ 3,807	\$ 3,701	\$ 5,980
Common Shares outstanding	5,615,535	5,615,535	5,615,535	5,615,535
Net investment income per Common Share	\$ 0.44	\$ 0.67	\$ 0.66	\$ 1.06

Market Review

Global stock markets posted generally favourable returns during the quarter. In Canadian dollar terms, in the second quarter of 2009, the S&P/TSX Composite Index increased 20.0%, the MSCI World Index 11.5% and the S&P 500 Index 7.0%. On a year-to-date basis, the S&P/TSX Composite Index increased 17.6%, the MSCI World Index increased 0.1% and the S&P 500 Index decreased 3.0%. All benchmark returns are on a total return (capital gains plus dividends) basis.

For the quarter ended June 30, 2009, the Company's net equity value per Common Share increased to \$73.93 from \$67.24 at March 31, 2009. With dividends reinvested at month-end net equity values, the Company's net equity value return was 10.2% for the second quarter of 2009, compared to a negative return of 0.4% for the same period in 2008. On a year-to-date basis, the net equity value per Common Share increased to \$73.93 from \$73.50 at December 31, 2008. The net equity value return for the period was 1.0% compared to a negative return of 7.0% in the prior year. As the Company is a taxable Canadian corporation, a provision for future income taxes is recorded on the unrealized appreciation of investments. Future income taxes are recorded as a liability on the balance sheet.

Operating Results

Net investment income

The Company's net investment income in the second quarter of 2009 was \$2,471,000 compared to 2008 net investment income of \$3,811,000. On a year-to-date basis, net investment income declined 38.1% to \$3,710,000 in 2009 from \$5,989,000 in 2008. On a per Common Share basis, net investment income for the quarter decreased to \$0.44 in 2009 from \$0.67 in 2008 and on a year-to-date basis decreased to \$0.66 in 2009 from \$1.06 in 2008.

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MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Foreign dividend income in the second quarter decreased to \$3,318,000 in 2009 from \$4,988,000 in 2008 and on a year-to-date basis decreased to \$4,466,000 in 2009 from \$7,769,000 in 2008. The decline in foreign dividend income for both periods resulted from decreased dividend payouts from companies that have been impacted by the global financial crisis and general economic slowdown.

Canadian dividend income in the second quarter increased to \$777,000 in 2009 from \$708,000 in 2008 and on a year-to-date basis increased to \$1,560,000 in 2009 from \$1,390,000 in 2008. The increase in both periods related to additional Canadian securities in the current year and year-over-year dividend increases in certain securities.

The decline in interest income, including securities lending income, over the prior year occurred as a result of the Company's suspension of its securities lending activities during the third quarter of the prior year and as a result of the steep year-over-year decline in short-term interest rates.

Expenses in the quarter amounted to \$327,000 (2008 - \$502,000) and \$672,000 (2008 - \$1,081,000) on a year-to-date basis. The decline in expenses from the prior periods was due primarily to a decrease in investment management and administrative costs related to lower average net assets managed compared to the prior year.

As a result of large realized losses on investments during the year, the Company is unable to fully utilize its foreign withholding taxes as a credit against Canadian income taxes. In order for foreign withholding taxes to qualify as a credit, on a country-by-country basis, foreign net investment income must exceed realized capital losses. When realized capital losses exceed foreign net investment income, applicable foreign withholding taxes are instead deducted in the calculation of taxable income. The Company's year-to-date income tax provision has increased by approximately \$396,000 to account for affected foreign withholding taxes.

Net loss on investments

The Company realized a net loss on investments of \$9,127,000 in the second quarter of 2009 versus a net loss of \$6,286,000 in 2008. The largest contributors to the net realized loss during the quarter were the sale of Allianz SE, Macy's, Inc., and Stora Enso Oyj. On a year-to-date basis, the net realized loss on investments was \$44,241,000 in 2009 compared to a net loss of \$921,000 for the prior year. The largest contributors to the net realized loss on a year-to-date basis were the sale of American International Group, Inc., Royal Bank of Scotland Group plc, and Stora Enso Oyj.

The Company's net change in unrealized appreciation of investments increased by \$45,142,000 in the quarter compared to an increase of \$223,000 in the same period last year. A primary contributor to the increase was the reallocation of \$9,127,000 of previously unrealized losses to realized losses resulting from the sale of securities during the quarter. Canadian securities in total contributed \$17,676,000 of the increase and the balance of the quarterly increase was attributable to net increases in the remainder of the portfolio spread over a broad range of sectors.

On a year-to-date basis, the net change in unrealized appreciation of investments increased by \$44,727,000 compared to a decline of \$49,817,000 in the prior year. In general the majority of the increase is attributable to the reallocation of year-to-date realized losses of \$44,241,000 from net unrealized appreciation to net realized loss on investments.

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MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Quarterly Results

The following table summarizes various financial results on a quarterly basis for the most recent quarters (in thousands of dollars, except per Common Share amounts):

	June 30 2009	March 31 2009	Dec. 31 2008	Sept. 30 2008	June 30 2008	March 31 2008	Dec. 31 2007	Sept. 30 2007
Investment income	\$ 4,096	\$ 1,934	\$ 2,932	\$ 2,489	\$ 5,876	\$ 3,512	\$ 2,579	\$ 2,979
Increase (decrease) in net assets from operations	\$38,347	\$(34,396)	\$(96,397)	\$(78,712)	\$ (2,335)	\$(42,558)	\$(39,415)	\$(30,716)
Increase (decrease) in net assets from operations per Common Share ¹	\$ 6.83	\$ (6.13)	\$ (17.16)	\$ (14.02)	\$ (0.42)	\$ (7.58)	\$ (7.02)	\$ (5.47)
Net equity value per Common Share	\$ 73.93	\$ 67.24	\$ 73.50	\$ 90.80	\$ 104.96	\$ 105.51	\$ 113.22	\$ 120.37

¹ Net of dividends on Preferred Shares Series A

Investment income is derived primarily from dividend income that is earned by the Company. While North American investments usually pay regular quarterly dividends, investments outside of North America often pay less frequently. In general dividends earned on investments outside of North America peak in the second quarter of the year. Given current general economic conditions, there is no guarantee that the Company will receive dividend income on its investments at recent dividend payout levels. During the last two quarters, the Company experienced a year-over-year decline in foreign dividend income.

The returns of the portfolio may also not necessarily correlate with the various benchmark returns and may fluctuate significantly as illustrated by the recent quarterly returns that have been impacted by the global financial crisis and general economic slowdown.

Share Data

At June 30, 2009, there are 5,615,535 Common Shares issued and outstanding and each share is entitled to one vote. There are 7,200 (2008 - 7,700) 5% Cumulative Preferred Shares Series A issued and outstanding. During the first quarter, the Company purchased 500 Preferred Shares Series A for cancellation.

Liquidity and Capital Resources

Quarterly dividends were paid on the Common Shares and Preferred Shares Series A. The quarterly per share dividend was \$0.15 on the Common Shares and \$0.625 on the Preferred Shares Series A and the corresponding year-to-date amounts were \$0.30 and \$1.25 respectively. Payment of the Company's dividends is funded by net investment income. For the quarter ended June 30, 2009, net investment income was \$0.44 per Common Share as compared to Common Share dividend payments of \$0.15 per share. On a year-to-date basis, net investment income of \$0.66 per Common Share exceeded Common Share dividend payments of \$0.30 per share.

Economic Investment Trust Limited

MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Transition to International Financial Reporting Standards ("IFRS")

IFRS will replace Canadian GAAP for publicly accountable enterprises for fiscal years beginning on or after January 1, 2011. The Company will begin to report its financial results, including comparative information, in accordance with IFRS in the first quarter of 2011.

Senior management oversees the project and provides quarterly reports to the Company's Audit Committee. Project staff continue to develop financial reporting expertise in IFRS.

Significant changes to IFRS accounting standards are expected to be issued during the remainder of 2009 and 2010 and, as a result, there is uncertainty regarding the expected accounting standards that will be in place in 2011. The following disclosures reflect the Company's current expectations based on the information that is available as of this report's date. As a result of changing circumstances during our transition, the Company may change accounting policy choices or elections initially selected.

The Company's project plan includes four phases: analysis, design and planning, solution development and implementation. The current standards that are expected to have a significant impact on the Company's recognition, measurement, presentation and disclosure of its financial statements have been identified. During the balance of 2009, preliminary accounting policy choices will be made based on the expected accounting requirements in 2011. Model financial statement presentation and disclosures will be prepared in the latter part of 2009 and system changes will be identified. The Company is currently reviewing system changes which may result from the changeover to IFRS. Changes to internal controls over financial reporting and disclosure controls and procedures will be identified later in the year. At this point in the project, the Company is not able to reasonably estimate the financial reporting impact of the transition to IFRS.

Additional Information

Additional information relating to Economic, including the Company's Annual Information Form, is available at www.sedar.com.

Economic's website, www.evt.ca, also provides further information on the Company, including historical information on the net equity value per Common Share which is updated weekly.

Duncan N.R. Jackman
Chairman and President

August 5, 2009

Economic Investment Trust Limited

STATEMENT OF NET ASSETS (Unaudited)

	<u>June 30</u> <u>2009</u>	<u>December 31</u> <u>2008</u>
	(000's)	
Assets		
Investments, at fair value (cost - \$259,825; December 31, 2008 - \$311,414).....	\$ 406,211	\$ 405,487
Cash	9,564	8,941
Receivable in respect of investments sold	3,259	2,684
Accrued income on investments.....	617	507
Income taxes receivable.....	19,147	11,381
Other assets	267	128
	<u>439,065</u>	<u>429,128</u>
Liabilities		
Accounts payable and accrued liabilities.....	209	205
Payable in respect of investments purchased.....	5,087	3,236
Future income taxes	18,248	12,530
	<u>23,544</u>	<u>15,971</u>
Net assets, at fair value	<u>\$ 415,521</u>	<u>\$ 413,157</u>
Shareholders' Equity		
Capital stock.....	\$ 205,051	\$ 205,076
Contributed surplus	1,492	1,492
Unrealized appreciation of investments.....	126,365	81,638
Retained earnings	82,613	124,951
Total shareholders' equity.....	<u>\$ 415,521</u>	<u>\$ 413,157</u>

(See accompanying note)

Economic Investment Trust Limited

STATEMENTS OF OPERATIONS (Unaudited)

	Three months ended June 30		Six months ended June 30	
	2009	2008	2009	2008
				(000's)
INVESTMENT INCOME				
Dividends:				
Foreign	\$ 3,318	\$ 4,988	\$ 4,466	\$ 7,769
Canadian	777	708	1,560	1,390
	<u>4,095</u>	<u>5,696</u>	<u>6,026</u>	<u>9,159</u>
Interest, including securities lending income	<u>1</u>	<u>180</u>	<u>4</u>	<u>229</u>
	<u>4,096</u>	<u>5,876</u>	<u>6,030</u>	<u>9,388</u>
Expenses:				
Investment management and administrative costs	213	373	397	747
Directors' and officers' remuneration.	32	32	57	54
Office and miscellaneous	24	30	98	130
Transfer, registrar and custody fees	50	54	102	115
Professional fees	8	13	18	35
	<u>327</u>	<u>502</u>	<u>672</u>	<u>1,081</u>
Investment income before income taxes	<u>3,769</u>	<u>5,374</u>	<u>5,358</u>	<u>8,307</u>
Provision for income taxes	<u>1,298</u>	<u>1,563</u>	<u>1,648</u>	<u>2,318</u>
NET INVESTMENT INCOME	<u>2,471</u>	<u>3,811</u>	<u>3,710</u>	<u>5,989</u>
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS				
Net realized loss on investments	(9,127)	(6,286)	(44,241)	(921)
Net change in unrealized appreciation of investments	45,142	223	44,727	(49,817)
Transaction costs on purchase and sale of investments	(139)	(83)	(245)	(144)
NET GAIN (LOSS) ON INVESTMENTS.	<u>35,876</u>	<u>(6,146)</u>	<u>241</u>	<u>(50,882)</u>
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	<u>\$ 38,347</u>	<u>\$ (2,335)</u>	<u>\$ 3,951</u>	<u>\$ (44,893)</u>
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS PER COMMON SHARE	<u>\$ 6.83</u>	<u>\$ (0.42)</u>	<u>\$ 0.70</u>	<u>\$ (8.00)</u>

(See accompanying note)

Economic Investment Trust Limited

STATEMENT OF RETAINED EARNINGS (Unaudited)

	Six months ended June 30	
	2009	2008
	(000's)	
BEGINNING OF PERIOD.....	\$ 124,951	\$ 163,262
Add (deduct):		
Net investment income	3,710	5,989
Net realized loss on investments.....	(44,241)	(921)
Refundable dividend taxes recovered	565	565
	84,985	168,895
Deduct:		
Dividends.....	1,694	1,694
Provision for refundable dividend taxes.....	433	407
Transaction costs on purchase and sale of investments	245	144
	2,372	2,245
END OF PERIOD	\$ 82,613	\$ 166,650

STATEMENT OF CHANGES IN NET ASSETS (Unaudited)

	Three months ended June 30		Six months ended June 30	
	2009	2008	2009	2008
	(000's)			
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	\$ 38,347	\$ (2,335)	\$ 3,951	\$ (44,893)
DIVIDENDS TO SHAREHOLDERS				
Preferred Shares Series A.....	(4)	(4)	(9)	(9)
Common Shares	(843)	(843)	(1,685)	(1,685)
	(847)	(847)	(1,694)	(1,694)
CAPITAL SHARE TRANSACTIONS				
Purchase of 500 Preferred Shares Series A for cancellation.....	—	—	(25)	—
TAXATION CHANGES				
Net decrease in refundable dividend taxes on hand	68	78	132	158
INCREASE (DECREASE) IN NET ASSETS	37,568	(3,104)	2,364	(46,429)
NET ASSETS, BEGINNING OF PERIOD	377,953	592,889	413,157	636,214
NET ASSETS, END OF PERIOD	\$ 415,521	\$ 589,785	\$ 415,521	\$ 589,785

(See accompanying note)

Economic Investment Trust Limited

STATEMENT OF NET REALIZED LOSS ON INVESTMENTS (Unaudited)

	Three months ended June 30		Six months ended June 30	
	2009	2008	2009	2008
		(000's)		
Proceeds on sales of investments.....	\$ 44,330	\$ 35,966	\$ 77,824	\$ 65,060
Cost of investments, beginning of period.....	272,533	363,685	311,414	364,062
Cost of investments purchased during the period.....	42,341	44,102	79,703	66,387
	314,874	407,787	391,117	430,449
Cost of investments, end of period.....	259,825	364,233	259,825	364,233
Cost of investments sold during the period.....	55,049	43,554	131,292	66,216
Realized loss on investments sold before income taxes.....	(10,719)	(7,588)	(53,468)	(1,156)
Recovery of income taxes on realized net taxable capital losses.....	(1,592)	(1,302)	(9,227)	(235)
Net realized loss on investments.....	\$ (9,127)	\$ (6,286)	\$ (44,241)	\$ (921)

(See accompanying note)

Economic Investment Trust Limited

STATEMENT OF INVESTMENTS AS AT JUNE 30, 2009 (Unaudited)

Number of shares		Cost	Fair value	% of Fair value
		(000's)		
North America				
Canada				
212,638	Algoma Central Corporation ²	\$ 2,974	\$ 14,885	
24,800	BCE Inc.	617	595	
343,706	E-L Financial Corporation Limited ²	7,466	127,859	
33,101	Ecando Investments Limited			
	Classes A, B and common ^{2, 3}	4,139	31,118	
176,414	The Fulcrum Investment Company Limited ^{2, 3}	464	8,274	
84,000	Nexen Inc.	2,047	2,123	
216,900	NVG Holdings Limited			
	Classes B, C, D, E and common ^{1, 2, 3}	2,115	27,494	
64,000	Petro-Canada	2,746	2,870	
4,837	TGV Holdings Limited Class B ^{1, 2, 3, 4}	318	7,737	
		<u>22,886</u>	<u>222,955</u>	54.9
United States				
96,200	Altria Group, Inc.	1,997	1,832	
21,800	Apache Corporation	1,766	1,829	
119,900	Archer Daniels Midland Company	3,922	3,733	
100,800	AT&T Inc.	3,307	2,908	
31,700	Bunge Limited	1,770	2,216	
64,800	Cardinal Health, Inc.	2,700	2,304	
303,100	CBS Corporation, Class B	7,479	2,438	
33,500	Chevron Corporation	2,503	2,582	
35,600	ConocoPhillips	2,054	1,741	
101,500	Corning Incorporated	1,744	1,896	
44,200	Eli Lilly and Company	1,797	1,781	
33,700	Hartford Financial Services Group, Inc.	2,724	463	
34,800	Home Depot, Inc. (The)	1,029	957	
31,600	JPMorgan Chase & Co.	1,462	1,259	
31,000	Kroger Co. (The)	710	795	
72,000	Macy's, Inc.	3,254	983	
157,200	Merck & Co. Inc.	5,517	5,106	
70,400	Metlife, Inc.	2,378	2,458	
30,100	Morgan Stanley	1,200	998	
271,600	Motorola, Inc.	1,421	2,090	
275,700	News Corporation, Class B	2,548	3,385	
297,600	Pfizer Inc.	7,460	5,186	
214,100	Sprint Nextel Corporation	6,048	1,200	
50,722	Time Warner Cable Inc.	2,364	1,868	
141,533	Time Warner Inc.	5,487	4,146	
32,700	Travelers Companies, Inc. (The)	1,547	1,562	
		<u>76,188</u>	<u>57,716</u>	14.2
	Total North America	<u>99,074</u>	<u>280,671</u>	69.1

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Economic Investment Trust Limited

STATEMENT OF INVESTMENTS AS AT JUNE 30, 2009 (continued) (Unaudited)

Number of shares		Cost	Fair value	% of Fair value
		(000's)		
Europe, excluding United Kingdom				
20,600	Adecco SA	\$ 957	\$ 997	
25,650	Allianz SE	6,262	2,727	
143,200	Banco Santander SA	1,949	1,998	
74,400	BASF SE.....	4,497	3,439	
48,100	Bayer AG	3,231	2,993	
45,000	BNP Paribas SA.....	3,383	3,391	
2,403	Credit Agricole S.A.....	36	35	
40,600	Credit Suisse Group AG	1,912	2,153	
45,300	Deutsche Bank AG	3,816	3,178	
82,500	Deutsche Lufthansa AG.....	1,622	1,201	
126,990	Deutsche Post AG	1,795	1,908	
73,200	E.ON AG	2,910	3,006	
116,500	ENI S.p.A.	2,822	3,180	
69,500	France Telecom SA.....	1,924	1,830	
201,200	ING Groep N.V.....	4,895	2,351	
38,100	Ingersoll-Rand plc.....	947	920	
437,200	Intesa Sanpaolo.....	1,962	1,632	
75,400	Koninklijke Ahold NV.....	980	1,005	
48,750	Lukoil ADR	4,260	2,509	
157,008	Mining and Metallurgical Company Norilsk Nickel ADR.....	2,221	1,670	
19,300	Muenchener Rueckversicherungs-Gesellschaft AG	3,023	3,024	
105,900	Nokia Oyj	2,112	1,802	
31,700	Randstad Holding N.V.....	956	1,018	
63,500	Renault SA.....	6,873	2,707	
31,320	RWE AG	2,911	2,869	
41,330	Sanofi-Aventis.....	3,135	2,817	
30,700	Societe Generale	1,982	1,945	
99,500	Statoilhydro ASA.....	2,923	2,272	
1,145,000	Telecom Italia S.p.A.	1,913	1,829	
698,600	Telecom Italia S.p.A. (New) di Risp	866	793	
198,000	Telefonaktiebolaget LM Ericsson	2,095	2,253	
76,500	Telefonica S.A.	1,857	2,009	
93,300	Tyco Electronics Ltd.....	1,947	2,013	
		<u>84,974</u>	<u>69,474</u>	17.1
United Kingdom				
21,700	AstraZeneca PLC	978	1,108	
413,946	Aviva plc	4,667	2,701	
386,800	Barclays plc	1,562	2,091	
887,710	BT Group plc.....	1,426	1,723	
879,200	Centrica PLC	4,177	3,749	
108,900	GlaxoSmithKline plc.....	2,519	2,225	
55,100	HSBC Holdings plc	695	530	
1,600,589	Lloyds Banking Group plc.....	9,584	2,140	
250,900	Rolls-Royce Group plc.....	1,705	1,734	
209,400	Royal Dutch Shell plc.....	7,909	6,073	
2,343,250	Vodafone Group Plc.....	6,318	5,252	
95,300	Wolseley plc.....	1,951	2,110	
		<u>43,491</u>	<u>31,436</u>	7.7

- continued -

Economic Investment Trust Limited

STATEMENT OF INVESTMENTS AS AT JUNE 30, 2009 (continued) (Unaudited)

Number of shares		Cost	Fair value	% of Fair value
		(000's)		
Asia				
1,564,000	AU Optronics Corp.....	\$ 1,420	\$ 1,774	
423,728	Compal Electronics Inc. GDR.....	2,813	1,990	
31,463	Emerging Markets Investors Fund ³	1,968	1,688	
385,000	Fujitsu Limited.....	2,703	2,428	
51,200	KB Financial Group, Inc.....	2,077	1,994	
215,500	Mitsubishi Chemical Holdings Corporation...	2,002	1,060	
69,100	Mitsubishi Corporation.....	1,677	1,490	
399,100	Nissan Motor Co., Ltd.	4,349	2,822	
13,330	ORIX Corporation.....	915	931	
3,650	Samsung Electronics Co., Ltd.	2,261	1,965	
85,000	Sharp Corporation.....	1,409	1,024	
49,400	Sumitomo Mitsui Financial Group, Inc.	3,632	2,335	
		<u>27,226</u>	<u>21,501</u>	5.3
Australia				
281,100	Australia and New Zealand Banking Group Limited.....	<u>3,623</u>	<u>4,298</u>	1.1
South Africa				
124,700	Standard Bank Group Limited.....	<u>1,437</u>	<u>1,661</u>	0.4
	Total equities	259,825	409,041	100.7
Forward currency contracts, net				
	Schedule 1	—	(2,830)	(0.7)
	Total investments	<u>\$ 259,825</u>	<u>\$ 406,211</u>	<u>100.0</u>

¹ The net assets of NVG Holdings Limited and TGV Holdings Limited are invested primarily in the shares of The Bank of Nova Scotia.

² These companies and Economic can be significantly influenced by the same party.

³ Not listed on a stock exchange.

⁴ Subject to direct significant influence by the Company.

Schedule 1 - Forward currency contracts, net

Forward contracts to sell foreign currencies for Canadian dollars:

Par value	Currency	Number of contracts	Contract rates	Settlement date	Unrealized loss
(in millions)					(000's)
31.3	USD	4	1.08073 - 1.15725	Aug. 17, 2009	\$ (2,653)
2.3	CHF	1	1.0163	Aug. 17, 2009	(121)
10.3	SKR	1	0.1444	Aug. 17, 2009	(56)
					<u>\$ (2,830)</u>

The counterparty currently has an approved credit rating equivalent to A-1+.

Economic Investment Trust Limited

NOTE TO FINANCIAL STATEMENTS

(Unaudited)

Summary of significant accounting policies

1. Basis of presentation

The accompanying unaudited interim financial statements are prepared in accordance with Canadian generally accepted accounting principles ("GAAP") and follow the same accounting policies and methods as the most recent annual financial statements, except as noted below, and should be read in conjunction with the notes to the Company's audited financial statements for the year ended December 31, 2008. The financial statements do not include all of the disclosures required under GAAP for annual financial statements.

Carrying value of investments

In accordance with Accounting Guideline 18 "Investment Companies", investments are categorized as held for trading and are required to be recorded at a fair value established by the bid price for a security on the recognized exchange on which it is principally traded, as defined in CICA Handbook Section 3855, "Financial Instruments - Recognition and Measurement".

Net realized and unrealized gain (loss) on investments

The Company recognizes realized gains (losses) on investments and the net change in unrealized appreciation of investments in the statement of operations. Within shareholders' equity, net realized gains (losses) on investments are accumulated in retained earnings while net changes in unrealized appreciation of investments are accumulated and separately presented as unrealized appreciation of investments.

Economic Investment Trust Limited

CORPORATE INFORMATION

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BANKER The Bank of Nova Scotia

AUDITOR PricewaterhouseCoopers LLP, Toronto

CUSTODIAN RBC Dexia Investor Services Trust

TRANSFER AGENT AND REGISTRAR Computershare Investor Services Inc.
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Toronto, Ontario
M5J 2Y1
Tel: 416-981-9633
Toll Free: 1-800-564-6253

TORONTO STOCK EXCHANGE LISTINGS

Common	EVT
5% Cumulative Preferred Shares Series A	EVT.PR.A

NET EQUITY VALUE

The Company's net equity value per Common Share is published weekly on the Globe and Mail's website (www.globefund.com) and on the Company's website.

REPORTING PROCEDURE FOR ACCOUNTING AND AUDITING MATTERS

Please refer to the "Contact Us" section of our website if you have complaints or concerns regarding accounting or auditing matters.

WEBSITE www.evt.ca