

REPORT TO SHAREHOLDERS

CGI's portfolio made a strong showing in the six month period ended June 30, 2000. Net asset value appreciation in the half year was 11.6% or 12.3% with common share dividends added back. Net asset value growth was 21.7% for the twelve-month period to June 30. Basic net asset value per share was \$18.38 or \$16.73 fully diluted at June 30, up from \$15.12 and \$14.06, respectively, twelve months ago. Corresponding values at year-end 1999 were \$16.49 and \$15.20. Total net assets increased to \$346,108,000 at June 30 from \$310,127,000 at the beginning of the year.

This spectacular growth has been achieved despite the extreme volatility of the market. A surge of close to 30% during the first quarter before the big correction in new technologies stocks in the second quarter served to cushion our results. Total portfolio assets have ranged through the half-year from \$361 to \$465 million, closing out the period at just over \$408 million.

The traditional comparison with the TSE 300 Composite Index seems less relevant than in prior periods. The six-month Index advance of 21.2% included 10% attributable entirely to the continuing strength of Nortel, which is now well above 30% of the weighting in the index. At quarter-end, CGI held an 8.4% position in Nortel at cost, 14.4% at market value. A 10% weighting at cost for any one security is the maximum allowed for CGI to maintain investment corporation status. As a further comparative, the overall average return for the six month period for Canadian diversified mutual funds as reported in the National Post was 12.4%.

Total investment income of \$2,213,000 for the first six months of 2000 was considerably lower than the \$3,078,000 recorded in the corresponding period in 1999, following the trend that began in the first quarter of this year. As the growth emphasis in the portfolio has shown success in the creation of value on the capital side, it has been partially responsible for a decline on the income side.

PORTFOLIO FEATURES

We sold the long-term holding in BCE, Inc. after the company spun out most of its shares in Nortel Networks Corporation to its shareholders. Technology, broadly defined, continues to be by far the strongest single theme in the portfolio at approximately 37.9%. We believe that Canadian world leaders in engineering

sciences such as Bombardier Inc., Ballard Power Systems Inc. and BAE Systems Canada Inc. are appropriate as constituents under this theme.

Our most overweight sector relative to TSE 300 weightings is oil and gas at 14.0% versus 8.3% within the index at June 30th. This group has shown strong appreciation.

In financial services we are close to market weighting at 13.8% versus 15.2%. We have strengthened our positions in banks, insurance companies and financial managers. We continue overweight in communications and media.

The net realized gain on investments at June 30 stood at \$14,155,000 compared to \$5,561,000 at the same time last year. Consideration of capital gains dividends is at the discretion of the Board of Directors and may be influenced by performance and market factors.

CGI WARRANTS

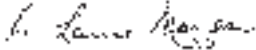
The first opportunity for warrant holders to convert their warrants to shares occurred on June 30 this year. Holders exercised 17,761 warrants on a one for one basis at an exercise price of \$8.42 resulting in proceeds of \$149,000. This increased the common shares outstanding to 18,830,378 and reduced warrants outstanding to 3,744,584. The remaining warrants are exercisable on June 30 of each year until their expiration date in 2007.

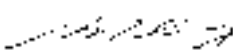
BOARD OF DIRECTORS

A change in the Board of Directors took place in the latest quarter with the resignation for personal reasons of Mr. Mark D. Mickleborough who served on the Board with distinction for nearly seven years.

OUTLOOK

Canada continues to be one of the world's best performing stock markets, greatly aided by the massive influence of Nortel but seemingly justified by low inflation, healthy economic growth, strong creation of employment opportunities and high consumer confidence. This reinforces our belief that CGI's common shares trading recently above a 30% discount to asset value, represents an excellent opportunity for investing in the Canadian equities market.


E. Louise Morgan
Chairman


Michael A. Smedley
President

STATEMENT OF NET ASSETS

(Unaudited)

As at June 30,	2000	1999
	(000's)	
Assets		
Investments	\$407,167	\$329,740
Cash and short-term investments	2,313	2,763
Receivable on securities sold	-	5,247
Accrued interest and dividends	347	552
Income taxes recoverable	-	9,000
Deferred financing charge	1,080	1,412
	410,907	348,714
Liabilities		
Payable on securities purchased	1,431	4,020
Accounts payable and accrued liabilities	63	85
Accrued dividends on preference shares	133	133
Income taxes payable	3,172	-
Preference shares	60,000	60,000
	64,799	64,238
Net Assets	\$346,108	\$284,476
Shareholders' Equity		
Common shares	\$100,810	\$ 95,122
Unrealized gain on investments	107,542	58,210
Retained earnings	137,756	131,144
	\$346,108	\$284,476
Number of common shares outstanding	18,830,378	18,812,617
Number of warrants outstanding	3,744,584	3,762,345
Net asset value per common share		
- basic	\$ 18.38	\$ 15.12
Net asset value per common share		
- fully diluted for warrants	\$ 16.73	\$ 14.06

STATEMENT OF NET GAIN ON INVESTMENTS

(Unaudited)

Six months ended June 30,	2000	1999
	(000's)	
Proceeds from disposition of investments	\$ 156,426	\$ 82,092
Investments at cost, beginning of period	278,617	262,876
Investments purchased during the period	157,210	82,492
Investments at cost, end of period	(299,625)	(271,530)
Cost of investments disposed of during the period	136,202	73,838
Realized gain on disposition of investments before income taxes	20,224	8,254
Income taxes on realized net taxable capital gains	6,069	2,693
Net realized gain on investments	14,155	5,561
Change in unrealized appreciation of investments	24,764	9,532
Net gain on investments	\$ 38,919	\$ 15,093

STATEMENT OF OPERATIONS

(Unaudited)

Six months ended June 30,	2000	1999
	(000's)	
Investment income		
Dividends	\$ 2,001	\$ 2,747
Interest	186	305
Other	26	26
	2,213	3,078
Expenses		
Management fees	2,099	1,702
Dividends on preference shares	1,611	1,611
Amortization of deferred financing charge	166	166
Directors' fees	57	58
Other	205	266
	4,138	3,803
Investment loss before income taxes	(1,925)	(725)
Income tax recovery	1,007	810
Net investment income (loss)	(918)	85
Realized and unrealized gain (loss) on investments		
Net realized gain on investments	14,155	5,561
Change in unrealized appreciation of investments	24,764	9,532
Net gain on investments	38,919	15,093

Increase in net assets resulting from operations \$ 38,001 \$ 15,178

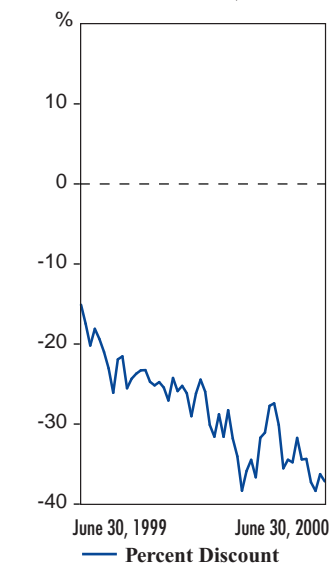
STATEMENT OF CHANGES IN NET ASSETS

(Unaudited)

Six months ended June 30,	2000	1999
	(000's)	
Increase in net assets resulting from operations	\$ 38,001	\$ 15,178
Distributions to common shareholders		
From net investment income (loss)	(2,257)	(1,383)
From net realized gain on investments	-	(1,383)
	(2,257)	(2,766)
Income taxes recoverable on distributions from net realized gain on investments		
Net decrease in refundable dividend tax on hand	88	45
	(2,169)	(2,270)
Capital share transactions		
Shares issued on exercise of warrants	149	-
Increase in net assets	35,981	12,908
Net assets - Beginning of period	310,127	271,568
Net assets - End of period	\$346,108	\$284,476
Distributions per common share		
Regular	\$ 0.120	\$ 0.075
Capital gains	-	0.075
	\$ 0.120	\$ 0.150

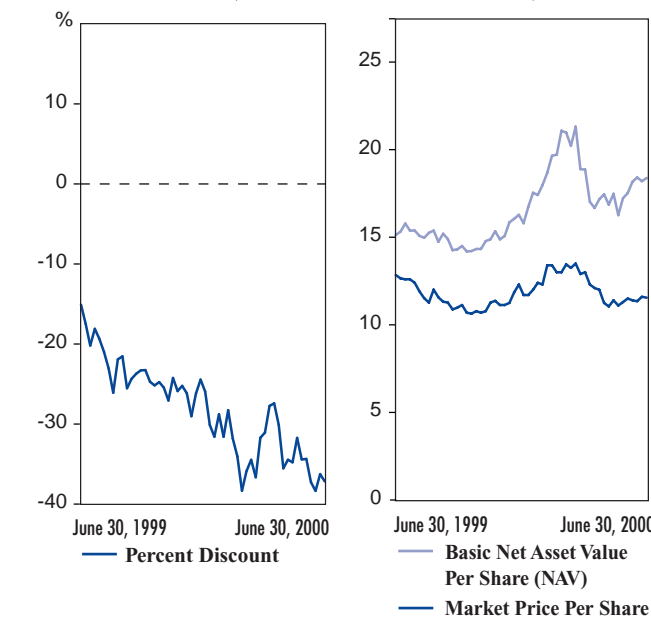
DISCOUNT TO BASIC NAV

Twelve months ended June 30, 2000



COMPARISON OF MARKET PRICE TO BASIC NAV

Twelve months ended June 30, 2000

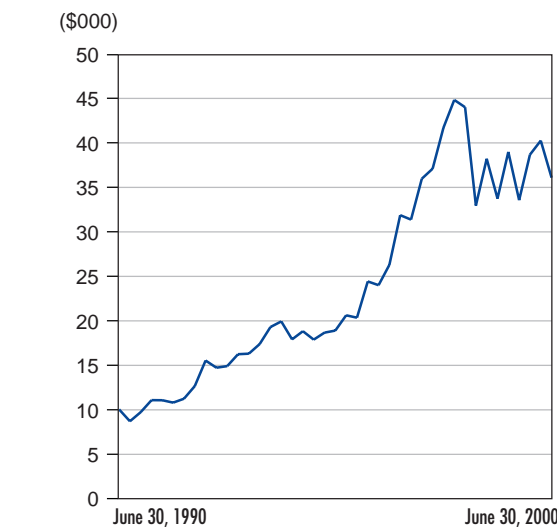


*RATES OF RETURN

For periods ended June 30, 2000

1YR	3YR	5YR	10YR
-7.4%	2.0%	13.8%	13.7%

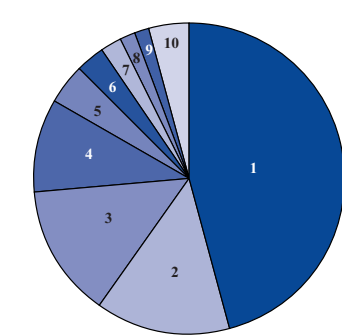
*GROWTH OF A \$10,000 INVESTMENT OVER 10 YEARS



*An investment in the Corporation's common shares, assuming reinvestment of distributions at month-end closing prices.

WEIGHTING OF PORTFOLIO INVESTMENTS SECTOR ANALYSIS

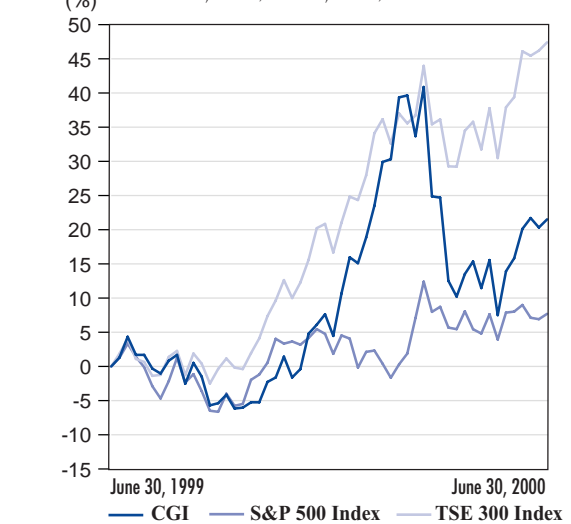
June 30, 2000



	% at Market
1 Industrial Products	45.8
2 Oil & Gas	14.0
3 Financial Services	13.8
4 Communications & Media	9.7
5 Metals & Minerals	4.2
6 Consumer Products	3.0
7 Utilities	2.2
8 Pipelines	1.6
9 Golds & Precious Metals	1.5
10 Other Sectors	4.2

*COMPARISON OF CGI'S NAV GROWTH TO TSE 300 INDEX AND S&P 500 INDEX

June 30, 1999 to June 30, 2000



*Illustrates the growth of CGI's NAV relative to the TSE 300 Total Return and the S&P 500 Index (expressed in Canadian dollars).

CANADIAN GENERAL INVESTMENTS, LIMITED

CORPORATE INFORMATION

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Montreal Trust Company of Canada
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STOCK EXCHANGE LISTINGS

The Toronto Stock Exchange
Trading Symbols:
Common shares CGI
Preferred shares CGI.PR.A
Warrants CGLWT

The London Stock Exchange
Reuters Symbols:
Common shares CGIq.L
Warrants CGI%q.L

Representative U.K. Broker:
Teather & Greenwood Limited

The Corporation calculates and releases its net asset value per share (NAV) on a daily basis. The NAV is published in various media in Canada, the United States and the United Kingdom.

The Corporation will provide a list of its weekly top 10 portfolio holdings (priced at market), together with current discount and market return information to any interested party upon request.

DIVIDEND REINVESTMENT AND SHARE PURCHASE PLAN

This Plan offers a unique low-cost opportunity for shareholders to increase their holdings in the Corporation, one of Canada's largest closed-end funds. Please contact the Plan administrator Montreal Trust Company of Canada for details.

STATEMENT OF INVESTMENTS

June 30, 2000

NUMBER OF SHARES OR PAR VALUE		COST	MARKET VALUE
		(000's)	
Communications & Media			
125,000	Astral Communications Inc. A*	\$ 4,254	\$ 4,438
50,000	Cogeco Cable Inc.	1,544	1,800
125,000	Le Groupe Videotron Ltee*	4,429	4,300
130,000	Quebecor Inc. B+	4,407	5,590
100,000	Rogers Communications Inc. B	2,675	4,195
100,000	The Seagram Company Ltd.+	4,006	8,700
200,000	SHAW Communications Inc. B	1,122	7,300
60,000	The Thomson Corporation*	3,048	3,039
		<u>25,485</u>	<u>39,362</u>
Consumer Products			
40,000	Biovail Corporation	3,111	3,306
70,000	Corby Distilleries Limited B	4,416	3,605
207,900	Forbes Medi-Tech Inc.	3,621	1,996
115,000	The Molson Companies Limited A*	3,250	3,329
		<u>14,398</u>	<u>12,236</u>
Financial Services			
80,000	Bank of Montreal*	4,827	5,000
106,000	Bissett & Associates Investment Management Ltd.+	1,835	1,829
150,000	C.I. Fund Management Inc.*	3,538	4,207
300,000	Canada Life Financial Corporation	6,115	9,030
200,000	Desjardins-Laurentian Financial Corporation A	4,786	3,470
404,300	Guardian Capital Group Ltd. A*	2,890	2,951
100,000	Mackenzie Financial Corporation*	2,237	2,225
100,000	Royal Bank of Canada+	5,973	7,575
300,000	Sun Life Financial Services of Canada Inc.*	4,598	7,485
150,000	TD Waterhouse Group, Inc.	4,825	3,925
240,000	The Toronto Dominion Bank	6,895	8,640
		<u>48,519</u>	<u>56,337</u>
Forest Products			
250,000	Domtar Inc.+	4,517	3,437
100,000	Smurfit-Stone Container Corporation*	2,090	1,905
		<u>6,607</u>	<u>5,342</u>

STATEMENT OF INVESTMENTS

June 30, 2000 (cont'd)

NUMBER OF SHARES OR PAR VALUE		COST	MARKET VALUE
		(000's)	
Gold & Precious Metals			
98,850	Dia Met Minerals Ltd. A	\$ 1,265	\$ 1,769
214,600	Dia Met Minerals Ltd. B	4,466	4,292
38,000	Franco-Nevada Mining Corporation Limited wts	87	314
		<u>5,818</u>	<u>6,375</u>
Industrial Products			
30,000	724 Solutions Inc.	2,992	1,953
200,000	ATI Technologies Inc.+	3,052	2,500
84,240	Alcatel Networks Corporation exch. shares	4,744	8,243
250,000	BAE Systems Canada Inc.	3,829	5,250
80,000	Ballard Power Systems Inc.+	5,740	10,720
80,000	BCE Emergis Inc.	1,735	7,224
250,000	Bombardier Inc. B	2,549	10,050
350,000	Burntsand Inc.	4,482	2,362
70,000	C-MAC Industries Inc.*	5,008	4,900
124,000	Celestica Inc.	6,273	8,940
95,400	Certicom Corporation	3,586	4,808
100,000	Cognos, Inc.	4,309	6,120
60,000	Creo Products Inc.	3,847	2,040
88,000	DuPont Canada Inc. A	3,211	4,101
40,000	Hummingbird Communications Ltd.	3,215	2,320
100,000	Intertape Polymer Group Inc.	3,400	2,575
100,000	JDS Uniphase Canada Ltd. exch. shares	4,658	17,710
569,112	Nortel Networks Corporation+	25,133	58,448
328,500	OnX Incorporated*	3,449	1,741
50,000	PMC-Sierra, Inc.+	7,634	13,143
55,000	Potash Corporation of Saskatchewan Inc.	5,401	4,455
107,500	Ritchie Bros. Auctioneers Inc.	4,162	3,807
2,000,000	itemus inc.*	4,543	3,100
		<u>116,952</u>	<u>186,510</u>
Merchandising			
108,900	Sears Canada Inc.	4,052	3,730
		<u>4,052</u>	<u>3,730</u>

STATEMENT OF INVESTMENTS

June 30, 2000 (cont'd)

NUMBER OF SHARES OR PAR VALUE		COST	MARKET VALUE
		(000's)	
Metals & Minerals			
75,000	Alcan Aluminium Limited	\$ 3,434	\$ 3,450
150,000	Cominco Ltd.	4,090	3,052
200,000	Falconbridge Limited	3,680	3,650
61,750	Inco Limited pfd. series E	3,826	3,398
220,000	Labrador Iron Ore Royalty Income Fund	2,246	2,475
1,000,000	Teck Corporation due April 30, 2024 exch. deb.	1,000	903
		<u>18,276</u>	<u>16,928</u>
Oil & Gas			
350,000	Baytex Energy Ltd. A	2,318	4,900
65,300	Bonavista Petroleum Ltd.*	1,630	1,698
130,000	Canadian Occidental Petroleum Ltd.+	3,029	5,219
60,000	Crestar Energy, Inc.*	1,495	1,353
500,000	Genesis Exploration Ltd.*	4,060	5,500
90,000	Imperial Oil Limited	1,457	3,253
225,000	PanCanadian Petroleum Ltd.	3,629	7,200
80,000	Penn West Petroleum Ltd.	2,599	2,928
200,000	Petro-Canada	3,153	5,530
325,000	Prudential Steel Ltd.	3,028	7,053
160,000	Rio Alto Exploration Ltd.	1,955	4,336
230,000	Suncor Energy, Inc.	2,386	7,866
		<u>30,739</u>	<u>56,836</u>
Pipelines			
110,000	Enbridge Inc.	3,532	3,415
263,000	TransCanada PipeLines Limited	6,603	2,972
		<u>10,135</u>	<u>6,387</u>
Transportation & Environment			
200,000	Air Canada*	4,007	3,900
		<u>4,007</u>	<u>3,900</u>
Utilities			
100,000	Canadian Utilities Limited A	2,342	4,190
100,000	Telesystem International Wireless Inc.+	5,160	2,710
125,000	TransAlta Corporation	2,591	1,969
		<u>10,093</u>	<u>8,869</u>

STATEMENT OF INVESTMENTS

June 30, 2000 (cont'd)

NUMBER OF SHARES OR PAR VALUE		COST	MARKET VALUE
		(000's)	
Preferred Shares			
155,000	Falconbridge Limited pfd. series 2	\$ 3,404	\$ 3,255
36,400	Genra Inc. pfd. series G	741	531
175,000	Gulf Canada Resources Limited pfd. series A	399	569
		<u>4,544</u>	<u>4,355</u>
Total Investments - June 30, 2000		<u>\$299,625</u>	<u>\$407,167</u>
Total Investments - June 30, 1999		<u>\$271,530</u>	<u>\$329,740</u>

Changes from March 31, 2000
* New Holdings
+ Increased Holdings

INVESTMENT PORTFOLIO TEN LARGEST INVESTMENTS

June 30, 2000

Company	Market Value (000's)	% of Market Value of Total Investment Portfolio
Nortel Networks Corporation	\$ 58,448	14.4
JDS Uniphase Canada Ltd.	17,710	4.3
PMC-Sierra, Inc.	13,143	3.2
Ballard Power Systems Inc.	10,720	2.6
Bombardier Inc.	10,050	2.5
Canada Life Financial Corporation	9,030	2.2
Celestica Inc.	8,940	2.2
The Seagram Company Ltd.	8,700	2.1
The Toronto Dominion Bank	8,640	2.1
Alcatel Networks Corporation	8,243	2.0
Totals	<u>\$153,624</u>	<u>37.6</u>

CANADIAN GENERAL INVESTMENTS, LIMITED



JUNE 30, 2000
SECOND QUARTER
REPORT