



CGI

Canadian General Investments,  
Limited

long term  
growth  
*and income*

CANADIAN GENERAL INVESTMENTS, LIMITED

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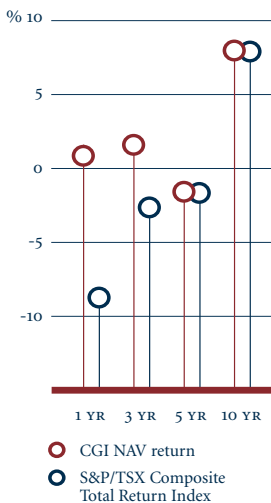
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THIRD QUARTER REPORT

September 30, 2002

## NAV RETURNS\* VS. S&P/TSX

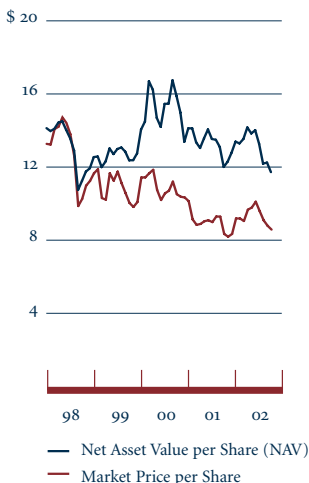
For 1, 3, 5 and 10 years to  
September 30, 2002



\* Compound average annual rates of return assuming reinvestment of distributions at month-end closing diluted net asset values

## COMPARISON OF MARKET PRICE TO NAV

(diluted)  
Trend from December 31, 1997 to  
September 30, 2002



THE DOWNWARD ADJUSTMENT OF SHARE PRICES CONTINUED WITH fewer relief rallies through the third quarter. Canadian General Investments, Limited (CGI), which strives to provide better than average returns to investors, maintained its lead over the S&P/TSX Composite Total Return Index (S&P/TSX) with a decline of

11.2% in diluted net asset value per share (NAV), with distributions reinvested, vs. 18.6% for the benchmark year-to-date. Also, CGI's NAV return for the one-year period ended September 30, 2002 of 1.3% was superior to the benchmark return of -8.1%.

CGI's discount from NAV narrowed to 23.8% in July, its lowest level in 2002. At September 30 this year, the share price closed at \$8.64 and the discount had widened again to 26.0% through the worsened market conditions. This still represented an improvement from the 29.8% discount at the end of the third quarter in 2001.

## Distributions

CGI has a strong dividend payment history. Factoring in a fourth quarter \$0.06 per share income dividend results in a total of \$0.24 for the year. The dividend yield for 2002, based on the market price of the shares at the end of the third quarter, is 2.9%.

## Portfolio Events

Seeking value, growth and outperformance, CGI's portfolio always shows variances relative to index weightings. For some time, we have benefited by underweighting Financials and Technology and overweighting consumer related sectors and stocks. We are well invested in the Materials sector including base and precious metals. Where we have not avoided sector depression is in insurance and cable stocks. We locked in some good gains earlier in the year, but are now awaiting general recovery.

We also tend to have many individual, often low liquidity, stocks positioning CGI outside the well-held mainstream which naturally becomes more prone to heavy selling pressure in broad bear markets.

Some of our less liquid quality holdings have taken on prominence in the portfolio, for example, Corby Distilleries Limited and DuPont Canada Inc. CGI is a significant minority investor in these and in other value stocks. Further examples are SEAMARK Asset Management Ltd., a nationally positioned investment firm in Halifax and BMTC Group Inc., the Quebec leader in furniture and associated retailing. In both we have been accumulating stock at lower prices. Another company outside the mainstream in which we have been building a position is Concord Pacific Group Inc., the major

developer of condominiums close to the waterfront in both Vancouver and Toronto. Our resource holdings include Dynatec Corporation, the mine contract developer and operator, which has joined up with FNX Mining Co. Inc. in promising metal discoveries on the Sudbury Rim in Ontario.

### Market Outlook

We take the view that after years of mainly bull market behaviour in North America, we are still justifiably in a bearish period of contraction, which calls for careful stock selectivity. In these present conditions, investors likely will continue to favour cash distributors, particularly Canadian income trusts and shares of companies which should offer increasingly attractive dividend yields should market prices continue downwards.

The price movement of the shares of CGI tends to be less volatile and more stable than its underlying assets, and provide some investors with a measure of relative comfort at a discounted market price in bear market conditions that might prevail for some time.

### Board of Directors

The Board of Directors accepted with regret on August 15, 2002 the resignation of Mr. Paul Bloom. His business sense, wise counsel and ideas contributed to the success of the Corporation over many years of service to shareholders. The Board has appointed Mr. Neil Raymond to fill the vacancy.



Vanessa L. Morgan, *Chairman*



Michael A. Smedley, *President*

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Canadian General Investments, Limited's (CGI) total return, expressed as diluted net asset value (NAV) per share with distributions reinvested, for the twelve months ended September 30, 2002 was 1.3%, significantly higher than the -8.1% return of the benchmark S&P/TSX Composite Total Return Index (S&P/TSX). CGI's NAV returns for the nine-month and three-month periods ended September 30 were -11.2% and -11.1%, respectively, both results superior to the S&P/TSX returns of -18.6% and -13.1% for the same periods.

CGI's sector weightings will differ from those of the S&P/TSX as a result of the Manager's bottom-up investment style and outperformance objectives. During the nine-month period to September 30, 2002, the strong performance from a broad range of stocks contributed to CGI's portfolio stability. At quarter-end, CGI was significantly overweight in Consumer Discretionary and Consumer Staples and substantially underweight in Financials versus the S&P/TSX.

### TOP TEN INVESTMENTS\* AT MARKET

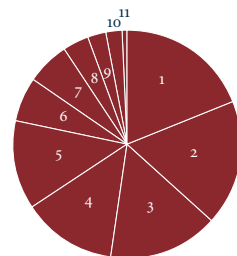
*Excluding cash*  
September 30, 2002

	%
Corby Distilleries Limited	2.8
Bank of Montreal	2.4
DuPont Canada Inc.	2.1
Quebecor World Inc.	2.1
Inco Limited	2.1
Torstar Corporation	2.1
BCE Inc.	2.0
TransCanada Pipelines Limited	1.9
Aber Diamond Corporation	1.9
The Bank of Nova Scotia	1.9
<b>Total</b>	<b>21.3</b>

\* Portfolio details on pages 8-9

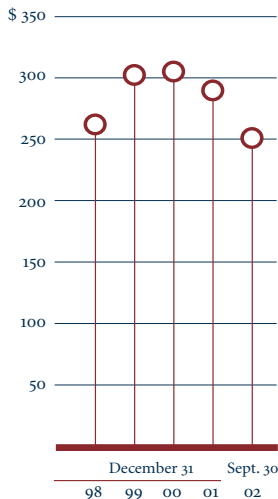
### WEIGHTING OF PORTFOLIO INVESTMENTS AT MARKET

September 30, 2002



	%
1 Materials	18.9
2 Financials	17.8
3 Consumer Discretionary	15.6
4 Consumer Staples	13.4
5 Energy	12.6
6 Industrials	6.3
7 Utilities	6.1
8 Telecommunication Services	3.7
9 Preferred Stocks	2.6
10 Health Care	2.3
11 Information Technology	0.7

**NET ASSETS**  
(as at end of periods)  
(in millions of dollars)



The largest weightings in CGI's portfolio at September 30, 2002 were Materials (18.9%), Financials (17.8%) and Consumer Discretionary (15.6%).

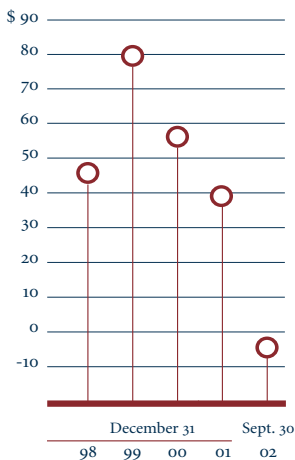
**Net Assets**

CGI's net asset value per share, diluted for shares issuable by the exercise of outstanding warrants, at September 30, 2002 was \$11.68, down from \$13.21 at the end of the second quarter and \$13.34 at year-end 2001. Net assets were \$258,891,000 at September 30, 2002, down 13.3% from the December 31, 2001 value of \$298,546,000.

At September 30, 2002, there was an unrealized loss on investments of \$1,793,000, reflecting a decrease in unrealized appreciation/depreciation of investments of \$42,011,000 during the third quarter and a decrease of \$43,250,000 over nine months. By comparison, this value declined by \$56,253,000 during the first nine months of 2001, before a recovery of \$38,587,000 by the end of the year.

Net realized gain on investments for the nine months to September 30, 2002 was \$7,878,000 compared to \$10,989,000 for the same period in 2001. During the third quarter, significant gains were realized on sales of EnCana Corporation, Suncor Energy, Inc. and Newmont Mining Corporation of Canada Limited. Offsetting these gains to an extent, was a substantial loss on the sale of Microcell Telecommunications Inc.

**UNREALIZED GAIN ON INVESTMENTS**  
(as at end of periods)  
(in millions of dollars)



**Operations**

For the nine months, CGI had net investment income of \$178,000, compared to \$760,000 for the same period of 2001. Third quarter 2001 net investment income was positively impacted by a special dividend of \$690,000 received from PanCanadian Petroleum Limited as part of the reorganization of Canadian Pacific Limited.

The Corporation continued its focus on income generating securities, particularly unit trusts. At September 30, 2002, 7.6% of CGI's portfolio was comprised of unit trusts having cash yields ranging from 5% to 11%. Unit trusts make distributions in the form of regular dividends, interest and other income, capital gains and/or return of capital. Total investment income for the nine months to September 30, 2002 was \$5,227,000, a decrease of 1.6% from the same period in 2001.

Total expenses for the nine-month period to September 30 this year were up 0.3%. The major expense items are management fees and dividends on the 5.4% cumulative, redeemable preference shares. The management fee is calculated quarterly in arrears at 1% per annum of the market value of CGI's portfolio assets.

During the first nine months of both 2002 and 2001, CGI paid three regular quarterly income dividends of \$0.06 per share to its common shareholders. In addition to income dividends, the Board of Directors periodically considers the payment of capital gains dividends, usually annually. Subsequent to quarter-end, the Board approved a fourth quarter income dividend of \$0.06 per share to be paid on December 15, 2002 to shareholders of record on November 29.

### Warrant Issuer Bid

CGI continued to buy in its warrants pursuant to a renewal of its Normal Course Issuer Bid for warrants, allowing for the purchase in the market of less than 5%, to a maximum of 196,686 of the outstanding warrants, during the period April 23, 2002 to April 22, 2003. Purchase and cancellation of the warrants increases the diluted net asset value per share (NAV). During the first nine months of 2002, CGI purchased 171,400 warrants at an aggregate cost of \$787,000. Since the start of the programme in April 2001, CGI has bought in a total of 249,700 warrants for \$1,112,000.

As a result of warrant buybacks during the third quarter, CGI had 3,808,028 warrants outstanding at September 30, 2002.

### Discount

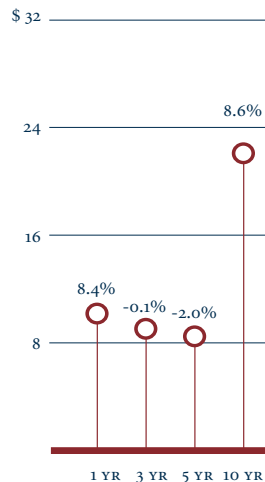
CGI's market price per share closed the quarter at \$8.64, down 6.6% from the end of 2001. The discount to NAV ranged from 23.8% to 32.4% during the nine-month period, closing at 26.0%, down from the 30.7% level at year-end and 26.9% at the end of June 2002.

### Outlook

Canada's economy has held up well considering that there have been several major events over the past two years. These included difficulties in the technology and telecommunications sectors, a broad global economic slowdown beginning in 2001, the terrorist attacks in the U.S. in September 2001 and the accounting and corporate governance issues that have been surfacing. However, the Canadian equity market, along with most global indices, continued to lose ground during the third quarter. There is likely to be further volatility throughout the last quarter of 2002. CGI's portfolio remains well diversified to protect against this volatility, as well as to participate in the industry sectors that will benefit the most as the Canadian equity market improves.

### GROWTH OF A \$10,000 INVESTMENT\*

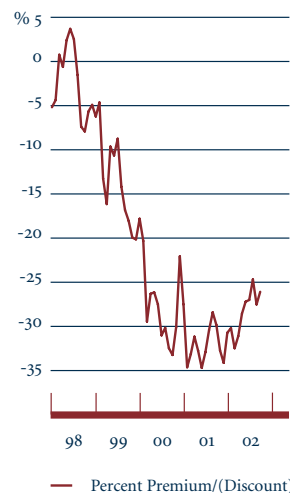
For 1, 3, 5 and 10 years to September 30, 2002  
(in thousands of dollars)



\* Compound average annual rates of return assuming reinvestment of distributions at month-end closing prices

### PREMIUM/(DISCOUNT) TO NAV (diluted)

Trend from December 31, 1997 to September 30, 2002



## STATEMENTS OF NET ASSETS

<i>(in thousands of dollars, except per share amounts)</i>	As at September 30, 2002 <i>(Unaudited)</i> \$	As at December 31, 2001 <i>(Audited)</i> \$	As at September 30, 2001 <i>(Unaudited)</i> \$
<b>Assets</b>			
Investments	<b>305,408</b>	356,403	320,869
Cash and short-term investments	<b>11,566</b>	2,348	12,858
Receivable on securities sold	<b>6,099</b>	658	1,986
Accrued interest and dividends	<b>683</b>	609	641
Income taxes recoverable	–	783	–
Deferred financing charge	<b>332</b>	581	664
	<b>324,088</b>	361,382	337,018
<b>Liabilities</b>			
Payable on securities purchased	<b>4,380</b>	2,536	11,247
Accounts payable and accrued liabilities	<b>89</b>	158	108
Accrued dividends on preference shares	<b>133</b>	142	133
Income taxes payable	<b>595</b>	–	558
Preference shares	<b>60,000</b>	60,000	60,000
	<b>65,197</b>	62,836	72,046
<b>Net Assets</b>	<b>258,891</b>	298,546	264,972
<b>Shareholders' Equity</b>			
Common shares	<b>127,268</b>	127,256	127,256
Unrealized gain (loss) on investments	<b>(1,793)</b>	41,457	2,870
Retained earnings	<b>133,416</b>	129,833	134,846
	<b>258,891</b>	298,546	264,972
<b>Number of common shares outstanding</b>	<b>20,477,598</b>	20,475,692	20,475,692
<b>Number of warrants outstanding</b>	<b>3,808,028</b>	3,981,334	4,010,334
<b>Net asset value per common share – basic</b>	<b>12.64</b>	14.58	12.94
<b>Net asset value per common share – diluted</b>	<b>11.68</b>	13.34	11.96

### Note to Financial Statements

The accompanying financial statements should be read in conjunction with the notes to the company's audited financial statements for the year ended December 31, 2001. These interim financial statements follow the same accounting policies and methods of their application as the most recent annual financial statements.

## STATEMENTS OF OPERATIONS

(Unaudited)

(in thousands of dollars)	Three months ended		Nine months ended	
	Sept. 30, 2002	Sept. 30, 2001	Sept. 30, 2002	Sept. 30, 2001
	\$	\$	\$	\$
<b>Investment income</b>				
Dividends	1,282	2,018	3,988	4,504
Interest	422	313	1,205	764
Other	6	15	34	42
	<b>1,710</b>	<b>2,346</b>	<b>5,227</b>	<b>5,310</b>
<b>Expenses</b>				
Management fees	949	965	2,916	2,893
Dividends on preference shares	810	810	2,421	2,421
Amortization of deferred financing charge	83	83	249	249
Directors' fees	27	26	73	81
Other	110	88	317	316
	<b>1,979</b>	<b>1,972</b>	<b>5,976</b>	<b>5,960</b>
Investment income (loss) before income taxes	(269)	374	(749)	(650)
Income tax recovery	297	437	927	1,410
Net investment income	<b>28</b>	<b>811</b>	<b>178</b>	<b>760</b>
<b>Realized and unrealized gain (loss) on investments</b>				
Net realized gain on investments	5,863	9,515	7,878	10,989
Change in unrealized appreciation/depreciation of investments	(42,011)	(46,415)	(43,250)	(56,253)
Net loss on investments	(36,148)	(36,900)	(35,372)	(45,264)
Decrease in net assets resulting from operations	<b>(36,120)</b>	<b>(36,089)</b>	<b>(35,194)</b>	<b>(44,504)</b>

## STATEMENTS OF RETAINED EARNINGS

(Unaudited)

(in thousands of dollars, except per share amounts)	Three months ended		Nine months ended	
	Sept. 30, 2002	Sept. 30, 2001	Sept. 30, 2002	Sept. 30, 2001
	\$	\$	\$	\$
Retained earnings – Beginning of period	128,754	125,868	129,833	127,000
Net investment income for the period	28	811	178	760
Net realized gain on investments	5,863	9,515	7,878	10,989
Distributions from net investment income	(1,229)	(1,228)	(3,686)	(3,684)
Warrants repurchased	(135)	(120)	(787)	(219)
Recovery of refundable dividend tax on hand – net	135	–	–	–
Retained earnings – End of period	<b>133,416</b>	<b>134,846</b>	<b>133,416</b>	<b>134,846</b>
<b>Dividends per common share</b>				
Regular	<b>0.06</b>	<b>0.06</b>	<b>0.18</b>	<b>0.18</b>

## STATEMENTS OF CHANGES IN NET ASSETS

(Unaudited)

(in thousands of dollars)	Three months ended		Nine months ended	
	Sept. 30, 2002	Sept. 30, 2001	Sept. 30, 2002	Sept. 30, 2001
	\$	\$	\$	\$
Decrease in net assets resulting from operations	(36,120)	(36,089)	(35,194)	(44,504)
Distributions to common shareholders				
From net investment income	(1,229)	(1,228)	(3,686)	(3,684)
Net decrease in refundable dividend tax on hand	135	—	—	—
	(1,094)	(1,228)	(3,686)	(3,684)
Capital stock transactions				
Shares issued on exercise of warrants	—	—	12	70
Warrants repurchased	(135)	(120)	(787)	(219)
	(135)	(120)	(775)	(149)
Decrease in net assets	(37,349)	(37,437)	(39,655)	(48,337)
Net assets – Beginning of period	296,240	302,409	298,546	313,309
Net assets – End of period	258,891	264,972	258,891	264,972

## STATEMENTS OF NET LOSS ON INVESTMENTS

(Unaudited)

(in thousands of dollars)	Three months ended		Nine months ended	
	Sept. 30, 2002	Sept. 30, 2001	Sept. 30, 2002	Sept. 30, 2001
	\$	\$	\$	\$
Proceeds from disposition of investments	49,010	96,615	161,580	226,376
Investments at cost, beginning of period	311,529	315,348	314,946	306,290
Investments purchased during the period	37,353	87,397	144,477	224,350
Investments at cost, end of period	(307,201)	(317,999)	(307,201)	(317,999)
Cost of investments disposed of during the period	41,681	84,746	152,222	212,641
Realized gain on disposition of investments				
before income taxes	7,329	11,869	9,358	13,735
Income taxes on realized net taxable capital gains	1,466	2,354	1,480	2,746
Net realized gain on investments	5,863	9,515	7,878	10,989
Change in unrealized appreciation/depreciation				
of investments	(42,011)	(46,415)	(43,250)	(56,253)
Net loss on investments	(36,148)	(36,900)	(35,372)	(45,264)

# STATEMENT OF INVESTMENTS

September 30, 2002

Number of Shares or Par Value	Investment	Cost	Market Value
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(in thousands of dollars)

## CONSUMER DISCRETIONARY – 15.6%

<i>Auto Components</i>			
35,000	Magna International Inc. A	\$ 3,588	\$ 3,161
225,900	Martinrea International Inc.*	1,976	1,898
<i>Hotels Restaurants &amp; Leisure</i>			
50,000	Four Seasons Hotels Inc.	4,478	2,558
<i>Household Durables</i>			
100,000	Dorel Industries Inc. B	3,850	3,625
<i>Leisure Equipment &amp; Products</i>			
149,000	Mega Bloks Inc.*	2,907	2,906
<i>Media</i>			
300,000	Astral Media Inc. A	5,297	5,535
87,000	CHUM Limited B	4,929	4,089
118,200	Corus Entertainment Inc. B	4,061	2,245
280,000	Imax Corporation	3,037	2,002
408,900	Persona Inc.	5,110	2,290
75,000	Quebecor World Inc.	2,781	2,797
262,800	Torstar Corporation B	5,454	6,278
<i>Specialty Retail</i>			
321,800	BMTC Group Inc. A	3,569	3,974
136,300	The Forzani Group Ltd.	1,354	2,433
142,300	La Senza Corporation†	1,875	1,885
		<u>54,266</u>	<u>47,676</u>

## CONSUMER STAPLES – 13.4%

<i>Beverages</i>			
75,000	Corby Distilleries Limited A	3,753	4,538
70,000	Corby Distilleries Limited B	4,416	4,060
100,000	Cott Corporation	1,864	2,405
150,000	Molson Inc. A	3,720	4,650
130,000	Vincor International Inc.	3,108	3,090
<i>Food &amp; Drug Retailing</i>			
770,300	CoolBrands International Inc.+	4,070	5,500
270,000	Metro Inc. A	2,947	4,714
170,000	Shoppers Drug Mart Corporation	3,060	4,078
<i>Food Products</i>			
200,000	Connors Bros. Income Fund	1,990	2,630
<i>Personal Products</i>			
374,100	Concert Industries Ltd.	2,402	400
<i>Tobacco</i>			
145,800	Rothmans Inc.	4,341	4,921
		<u>35,671</u>	<u>40,986</u>

Number of Shares or Par Value	Investment	Cost	Market Value
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(in thousands of dollars)

## ENERGY – 12.6%

<i>Oil &amp; Gas</i>			
95,000	Bonavista Petroleum Ltd.	\$ 2,741	\$ 3,230
850,000	Canadian 88 Energy Corp.	2,517	2,082
40,000	Canadian Natural Resources Limited*	2,084	2,014
150,000	Canadian Oil Sands Trust	5,238	5,385
50,000	EnCana Corporation	968	2,400
161,900	Hurricane Hydrocarbons Ltd. A+	2,656	2,542
285,000	Husky Energy Inc.	5,328	4,760
100,000	Petro-Canada	1,896	4,656
100,000	Shell Canada Limited*	5,055	5,131
150,000	Suncor Energy, Inc.	1,025	4,096
85,000	Western Oil Sands Inc. A*	2,201	2,074
		<u>31,709</u>	<u>38,370</u>

## FINANCIALS – 17.8%

<i>Banks</i>			
200,000	Bank of Montreal+	7,016	7,378
130,000	The Bank of Nova Scotia	5,662	5,824
100,000	Canadian Western Bank	2,955	2,405
10,000	Royal Bank of Canada	549	527
<i>Diversified Financials</i>			
120,000	Brascan Corporation A	3,494	3,805
309,000	Guardian Capital Group Ltd. A	2,209	2,790
283,000	Home Capital Group Inc. B	2,916	3,608
206,300	SEAMARK Asset Management Ltd.	3,237	3,559
<i>Insurance</i>			
120,000	Canada Life Financial Corporation	5,465	3,834
213,300	Kingsway Financial Services Inc.	3,344	2,784
40,000	Manulife Financial Corporation	1,798	1,339
135,100	Sun Life Financial Services of Canada Inc.	4,808	3,502
100,000	Travelers Property Casualty Corp. A	3,221	2,093
<i>Real Estate</i>			
202,300	BPO Properties Limited+	4,281	4,704
330,100	Boardwalk Equities Inc.+	4,770	4,935
517,500	Concord Pacific Group Inc.+	1,425	1,195
		<u>57,150</u>	<u>54,282</u>

## HEALTH CARE – 2.3%

<i>Health Care Providers &amp; Services</i>			
231,000	MDS Inc.	6,502	4,978
<i>Pharmaceuticals</i>			
55,000	Biovail Corporation	3,058	2,162
		<u>9,560</u>	<u>7,140</u>

STATEMENT OF INVESTMENTS (continued)

Number of Shares or Par Value	Investment	Cost	Market Value
(in thousands of dollars)			
<b>INDUSTRIALS – 6.3%</b>			
<i>Aerospace &amp; Defense</i>			
300,000	Bombardier Inc. B	\$ 1,991	\$ 1,308
<i>Commercial Services &amp; Supplies</i>			
196,750	Bennett Environmental Inc.+	3,478	1,544
300,000	Davis + Henderson Income Fund	3,128	3,630
335,000	Moore Corporation Limited	5,270	5,156
<i>Construction &amp; Engineering</i>			
127,800	SNC-Lavalin Group Inc.	2,797	4,369
<i>Marine</i>			
175,500	CP Ships	3,723	3,150
		<u>20,387</u>	<u>19,157</u>
<b>INFORMATION TECHNOLOGY – 0.7%</b>			
<i>Communications Equipment</i>			
250,000	Nortel Networks Corporation	2,724	198
2,000,000	Nortel Networks Corporation conv. deb. 144A 4.25% due September 1, 2008	3,143	936
55,100	Research in Motion Limited	1,484	821
		<u>7,351</u>	<u>1,955</u>
<b>MATERIALS – 18.9%</b>			
<i>Chemicals</i>			
260,000	DuPont Canada Inc. A	3,885	6,474
312,500	Sun Gro Horticulture Income Fund	3,125	3,359
<i>Metals &amp; Mining</i>			
207,500	Aber Diamond Corporation+	3,460	5,862
1,330,000	Agnico-Eagle Mines Limited conv. deb. 4.5% due February 15, 2012	2,182	2,763
100,500	Cameco Corporation	3,634	2,752
1,900,000	Dynatec Corporation+	1,410	1,444
230,000	Falconbridge Limited	4,497	3,349
100,000	Glamis Gold Ltd.	1,450	1,473
125,000	Goldcorp Inc.*	2,124	2,200
146,000	IPSCO Inc.	3,838	2,555
200,000	Inco Limited+	5,480	5,146
200,000	Inco Limited wts 8/21/06	1,584	1,170
350,000	Labrador Iron Ore Royalty Income Fund	4,090	4,812
100,000	Meridian Gold Inc.*	2,873	2,900
38,000	Newmont Mining Corporation of Canada Limited wts	87	988
239,800	Repadre Capital Corporation+	2,071	2,026

Number of Shares or Par Value	Investment	Cost	Market Value
(in thousands of dollars)			
102,000	Teck Cominco Limited B	\$ 1,423	\$ 1,035
392,000	Wallbridge Mining Company Limited	494	263
<i>Paper &amp; Forest Products</i>			
270,000	Abitibi-Consolidated Inc.	3,385	2,878
299,700	Nexfor Inc.	2,714	2,458
150,000	TimberWest Forest Corp.	1,938	1,875
		<u>55,744</u>	<u>57,782</u>
<b>TELECOMMUNICATION SERVICES – 3.7%</b>			
<i>Diversified Telecommunication Services</i>			
115,000	BCE Inc.+	3,158	3,232
100,000	Manitoba Telecom Services Inc.	2,915	3,343
400,000	TELUS Corporation*	4,193	4,696
		<u>10,266</u>	<u>11,271</u>
<b>UTILITIES – 6.1%</b>			
<i>Gas Utilities</i>			
110,000	Enbridge Inc.	3,532	5,090
100,000	Energy Savings Income Fund	1,222	1,660
263,000	TransCanada Pipelines Limited	6,603	5,944
<i>Multi-Utilities &amp; Unregulated Power</i>			
50,000	Canadian Utilities Limited A	1,171	2,775
175,000	TransAlta Corporation	3,574	3,281
		<u>16,102</u>	<u>18,750</u>
<b>PREFERRED SHARES – 2.6%</b>			
120,000	BCE Inc. pfd. series Y*	2,914	2,874
100,000	Bombardier Inc. pfd. series 3	2,395	1,549
160,000	Quebecor World Inc. pfd. series 2	3,686	3,616
		<u>8,995</u>	<u>8,039</u>
<b>TOTAL INVESTMENTS – 100.0%</b>			
	– September 30, 2002	<u>\$ 307,201</u>	<u>\$ 305,408</u>
	– December 31, 2001	<u>\$ 314,946</u>	<u>\$ 356,403</u>
	– September 30, 2001	<u>\$ 317,999</u>	<u>\$ 320,869</u>

Changes from June 30, 2002: \* New Holdings; + Increased Holdings

## CORPORATE INFORMATION

### CANADIAN GENERAL INVESTMENTS, LIMITED

#### OFFICE OF THE COMPANY

110 Yonge Street, Suite 1601  
Toronto, Ontario, Canada M5C 1T4  
Telephone: (416) 366-2931  
Toll Free: 1-866-443-6097  
Fax: (416) 366-2729  
e-mail: cgifund@mmainvestments.com  
website: www.mmainvestments.com

#### MANAGER

Morgan Meighen & Associates Limited  
Toronto

#### AUDITORS

PricewaterhouseCoopers LLP  
Toronto

#### BANKERS

Bank of Montreal  
Toronto

#### SOLICITORS

Blake Cassels & Graydon LLP  
Toronto

#### CANADIAN REGISTRAR AND TRANSFER AGENT

Computershare Trust Company  
of Canada  
100 University Avenue, 9th Floor  
Toronto, Ontario, Canada M5J 2Y1  
Telephone: (514) 982-7270  
Toll Free: 1-800-564-6253  
Fax: (416) 263-9394  
e-mail: mmamail@computershare.com

To change your address, eliminate multiple mailings or for other shareholder account inquiries, please contact Computershare at the above address.

#### U.K. TRANSFER AGENT

CIBC Mellon Trust Company  
Balfour House  
390 High Road  
Ilford, Essex IG1 1NQ  
Telephone: 020 8478 1888  
Fax: 020 8553 0784

#### STOCK EXCHANGE LISTINGS

The Toronto Stock Exchange

Trading Symbols:

Common Shares	CGI
Preference Shares	CGI.PR.A
Warrants	CGI.WT

The London Stock Exchange

Reuters Symbols:

Common Shares	CGIq.L
Warrants	CGI%q.L

#### U.K. STOCKBROKER

Teather & Greenwood Limited  
15 St. Botolph Street  
London EC3A 7QR  
Telephone: 020 7426 9000  
Fax: 020 7426 9595

#### STOCK DATA – COMMON SHARES

September 30, 2002:

Price	\$ 8.64
Net Asset Value (diluted)	\$ 11.68
Discount	26.0%

*The Corporation is a founding member of the Closed-End Fund Association ('CEFA') in North America.*

#### PUBLICATION

Diluted net asset value per share (NAV) and/or market price, market return, and discount information are published daily/weekly in various media in Canada, the United States and the United Kingdom. These include: Globe and Mail, National Post, New York Times, Wall Street Journal, Barron's, Financial Times, and Daily Telegraph.

The Corporation posts ongoing top 10 portfolio investments (priced at market), together with current discount and market return information on its website. Similar information is available directly from the Corporation upon request.

#### DIVIDEND REINVESTMENT AND SHARE PURCHASE PLAN

The Plan, administered by the Corporation's Transfer Agent, offers an efficient method of acquiring additional shares. As well as with reinvested dividends, shareholders may purchase additional shares for cash (minimum \$100 – maximum \$5,000) every quarter. Shares are purchased on the open market, with participants paying the average cost while the Corporation pays administrative charges. The Plan may be used for self-directed RRSPs. Also, a number of Canadian brokers offer dividend reinvestment plans to CGI shareholders. Note: U.S. shareholders are eligible for the dividend reinvestment segment of the plan only.

