



THD

Third Canadian General
Investment Trust Limited

Tradition and value

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Managed by:



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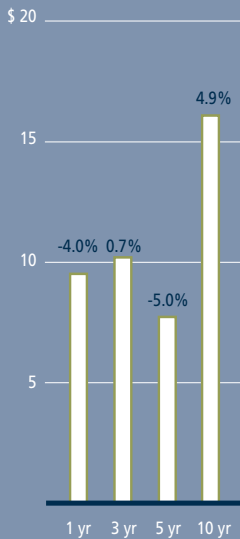
& ASSOCIATES

Investment Managers

Growth of a \$10,000 Investment*

For 1, 3, 5 and 10 years
to March 31, 2003

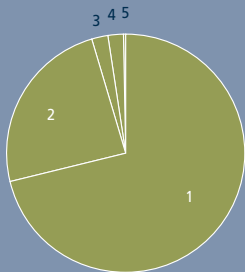
(in thousands of dollars)



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

Weighting of Portfolio Investments at Market

March 31, 2003



	%
1 Principal Assets	71.1
2 Canadian - Listed	24.2
3 U.S. - Listed	2.2
4 U.K. - Listed	2.1
5 Other	0.3

Third Canadian General Investment Trust Limited continued to demonstrate stable performance among Canadian securities compared with volatility or retreat in most world markets through much of the first quarter of 2003. Third Canadian's market return with distributions reinvested was 3.5%, matching the benchmark S&P/TSX Composite Total Return Index.

The value of the shares and warrants of Canadian General Investments, Limited (CGI), representing more than two thirds of Third Canadian's portfolio at the end of the quarter, fell 6.4% in the three months to March 31. However, the remainder of the portfolio, largely Canadian income focused securities, moved down a more moderate 2.2% during the same period, softening the overall portfolio decline to 5.2%. All of these assets combine as usual to protect value for investors.

Income Trusts

At quarter-end, approximately 16% of Third's managed portfolio assets were invested in 21 Canadian income trusts, ranging from energy and pipelines to industrial and consumer goods producers. The largest trusts in terms of market capitalization might be moving toward inclusion in the main S&P/TSX Composite Index, which could broaden appeal of trusts among institutions that like to closely replicate



index weightings. Another potential change under consideration and which would benefit the sector is the removal of the liability that currently flows through to unitholders. However, the entire sector capitalized at about \$50 billion is still relatively small at roughly 5% of the total market capitalization of the Toronto Stock Exchange and is sensitive to commodity price movements and many other factors. We do not believe, however, that Third Canadian is over-exposed to the income trust sector.

Narrowing Discount

The discount from net assets at which the shares of Third Canadian have traded over the past two or three years has been in a generally

narrowing trend. This trend could continue, supported by stability of the Canadian income trust sector and investors' perception of the "double discount" factor.

Neither of these is as potentially influential as an uptrend in the portfolio performance of CGI. On good news, these shares could move up from their current low \$8 level. We note that a price of over \$10 was reached at about this time in the more buoyant market at the start of 2002. A more constructive world scene after the military events in Iraq might help restore confidence in U.S. and European commerce and boost the performance of both Third Canadian and CGI.

Management's Discussion & Analysis

Third Canadian is a closed-end investment fund, which measures its relative return on the basis of growth of its net assets. For the first three months of 2003, Third Canadian's net asset value per share (NAV) return with distributions reinvested was -5.5%, compared to a decline of 3.5% for the benchmark S&P/TSX Composite Total Return Index.

Third Canadian's market return with distributions reinvested was -3.5% for

Board of Directors

At the April 3, 2003 meeting of shareholders, Mr. Robert S. Hart, Q.C. was elected to the Board of Directors to fill a vacancy created by the retirement of Mr. Carl S. Hutman. Mr. Hart received his LL.B from Osgoode Law School in 1962. Since being called to the Ontario Bar, he has built a broad-ranging practice spanning civil, commercial and estate matters.



Vanessa L. Morgan, *Chairman*



Michael A. Smedley, *President*

the quarter, matching the performance of the S&P/TSX, while for the twelve months ended March 31, 2003, the market return was -4.0% compared to -17.6% for the Index.

Financial Performance

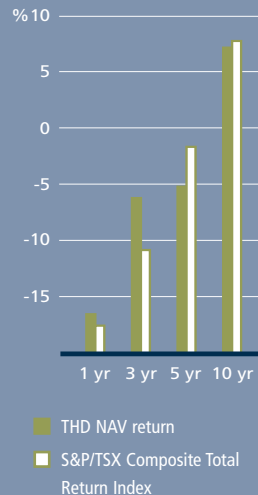
At March 31, 2003, net assets were \$80,694,000, down 5.9% and 18.1% from year-end and the end of the first quarter of 2002, respectively. The declines were primarily a result of the fall in the market values of the

Top Ten Investments at Market (Excluding cash) March 31, 2003

<i>(Portfolio details on page 9)</i>	%
Canadian General Investments, Limited	68.1
Canadian World Fund Limited	2.9
Associated Brands Income Fund	1.1
Atlas Cold Storage Income Trust	1.1
Connors Bros. Income Fund	1.1
Enerplus Resources Fund	1.0
RioCan Real Estate Investment Trust	1.0
Pembina Pipeline Income Fund	1.0
Viceroy Homes Limited	0.9
Contrans Income Fund	0.9
Total	79.1

NAV Returns* vs S&P/TSX Composite Total Return Index

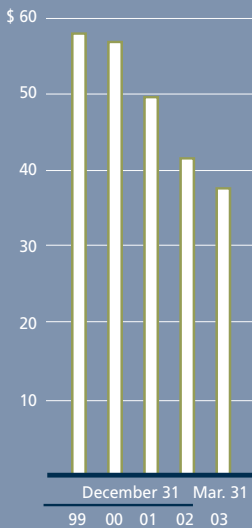
For 1, 3, 5 and 10 years to
March 31, 2003



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

**Unrealized Gain
on Investments**
(as at end of periods)

(in millions of dollars)



Corporation's principal assets, Canadian General Investments, Limited (CGI) and Canadian World Fund Limited (CWF), largely reflecting stock market trends during those same periods.

For the first three months of 2003, Third Canadian had net investment income of \$679,000, compared to \$532,000 in the first quarter of 2002.

For the current quarter, total investment income, comprised of dividends, interest and other income, increased by 25.8% to \$1,076,000 from \$855,000 for the same period in 2002. The increase is largely attributable to income earned on income trusts purchased in the last nine months of 2002. Dividends earned from CGI represented 58.3% of total dividend income for the current three-month period, compared to 69.5% for the corresponding period last year. Income is greatly enhanced by interest and other income received from income trusts, which have been a growing component of the Canadian-listed segment of Third Canadian's portfolio for several years. These trusts, representing nearly 55% of the actively managed portfolio at quarter-end, are diversified across many sectors of the Canadian economy.

Expenses decreased by 4.8% to \$336,000 for the current quarter, largely attributable to lower interest costs and management fees. Interest on bank borrowings used for leverage continued to benefit from historically

low rates. Total borrowings were constant at \$15 million throughout both quarters. Management fees are calculated quarterly in arrears at the annual rate of 1% of consolidated net asset value, excluding tax liabilities, bank indebtedness and the holdings of the principal assets that are subject to an administration fee of 0.2% of their market value. The management fee rate was 0.5%, including GST, for both quarters.

The unrealized gain on investments was \$37,558,000 at March 31, 2003, a decrease of \$5,061,000 from year-end 2002. The net loss on investments, which incorporates this decrease as well as net realized losses for the first quarter of 2003, was \$5,316,000. This compares to a net gain on investments of \$4,605,000 for the comparative period of 2002.

In March of both 2003 and 2002, Third Canadian paid a quarterly dividend of \$0.075 per share. In addition, subsequent to quarter-end, the Board approved a second quarter dividend of \$0.075 per share to be paid on June 15.

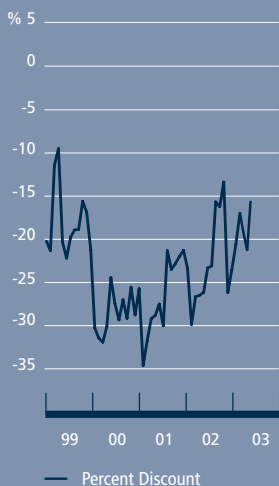
Discounts

Third Canadian's discount to NAV ranged from 15.4% to 21.8% during the first quarter, closing at 15.4%, down from the 17.1% level recorded at year-end 2002.

Third Canadian trades at a "double discount" – reflecting its own discount

Premium/(Discount) to NAV

*December 31, 1998
to March 31, 2003*



to NAV and the discounted market prices of its principal assets. At the end of the current quarter, CGI and CWF were trading at discounts of 32.6% and 21.1%, respectively, which resulted in Third Canadian's "double discount" of 38.0%, significantly narrower than the 44.9% level at the end of the first quarter of 2002.

CWF, established in 1994, is a global equities fund that constituted roughly 3% of Third Canadian's portfolio at March 31, 2003. CGI, which repre-

sented more than 68% of Third Canadian's portfolio at quarter-end, is an actively managed Canadian equity fund with well-diversified holdings. For the first quarter of 2003, CGI's diluted NAV return with distributions reinvested of -2.9%, outperformed its benchmark, the S&P/TSX Composite Total Return Index, which posted -3.5%.

CGI's top five S&P/TSX sectors and top five investments as of March 31, 2003 were as follows:

Canadian General Investments, Limited			
<i>Top 5 Sectors</i>	<i>% at market</i>	<i>Top 5 Investments</i>	<i>% at market</i>
Financials	20.7	Bank of Montreal	2.6
Materials	16.6	Corby Distilleries Limited	2.4
Energy	13.8	Inco Limited	2.2
Consumer Discretionary	12.5	Astral Media Inc.	2.2
Consumer Staples	10.3	The Bank of Nova Scotia	2.2
	73.9		11.6

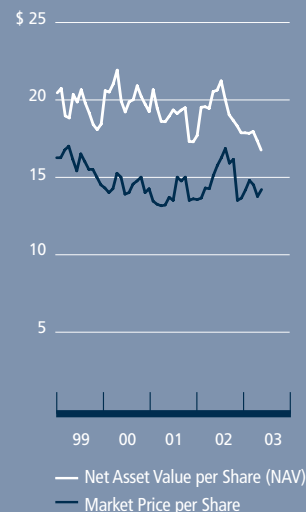
Outlook

We expect that financial markets will continue to reflect unsettled conditions for the balance of 2003. Nevertheless, Third Canadian's strong income focus has enabled it to generally outperform in adverse markets experienced in recent

years. Outlook is one of low capital growth opportunity, of gloomy profit expectations, uncertainties about the U.S. economy, war issues, and still over-valued securities in many areas while economic growth is elusive.

Comparison of Market Price to NAV

December 31, 1998
to March 31, 2003



Consolidated Statements of Net Assets

	As at March 31, 2003	As at December 31, 2002	As at March 31, 2002
<i>(in thousands of dollars, except per share amounts)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>
	\$	\$	\$
Assets			
Investments	96,173	101,445	115,408
Cash	1,287	1,686	992
Receivable on securities sold	–	420	–
Accrued interest and dividends	214	247	223
Income taxes recoverable	85	–	1,737
	97,759	103,798	118,360
Liabilities			
Bank indebtedness	14,940	15,009	15,022
Payable on securities purchased	547	–	–
Accounts payable and accrued liabilities	39	93	49
Income taxes payable	–	440	–
	15,526	15,542	15,071
Future income taxes on unrealized net capital gains	1,539	2,488	4,814
	17,065	18,030	19,885
Net Assets	80,694	85,768	98,475
Shareholders' Equity			
Capital stock	6,504	6,504	6,504
Contributed surplus	2,681	2,681	2,681
Unrealized gain on investments	37,558	42,619	55,166
Retained earnings	33,951	33,964	34,124
	80,694	85,768	98,475
Number of shares outstanding	4,805,910	4,805,910	4,805,910
Net asset value per share	16.79	17.85	20.49

Note to Consolidated Financial Statements

The accompanying consolidated financial statements should be read in conjunction with the notes to the company's audited financial statements for the year ended December 31, 2002. These interim financial statements follow the same accounting policies and methods of their application as the most recent annual financial statements.

Consolidated Statements of Operations

<i>(Unaudited)</i>	Three months ended	
	March 31, 2003	March 31, 2002
<i>(in thousands of dollars, except per share amounts)</i>	\$	\$
Investment income		
Dividends	785	658
Interest and other	291	197
	1,076	855
Expenses		
Management fees	121	130
Interest	158	164
Directors' fees	11	13
Other	46	46
	336	353
Investment income before income taxes	740	502
Income tax recovery (provision)	(61)	30
Net investment income	679	532
Realized and unrealized gain (loss) on investments		
Net realized loss on investments	(255)	(577)
Change in unrealized appreciation of investments	(5,061)	5,182
Net gain (loss) on investments	(5,316)	4,605
Increase (decrease) in net assets resulting from operations	(4,637)	5,137
Increase (decrease) in net assets resulting from operations per share	(0.96)	1.07

Consolidated Statements of Retained Earnings

<i>(Unaudited)</i>	Three months ended	
	March 31, 2003	March 31, 2002
<i>(in thousands of dollars, except per share amounts)</i>	\$	\$
Retained earnings – Beginning of period	33,964	34,529
Net investment income for the period	679	532
Net realized loss on investments	(255)	(577)
Dividends	(360)	(360)
Provision for refundable dividend tax on hand	(77)	–
Retained earnings – End of period	33,951	34,124
Dividends per share	0.075	0.075

Consolidated Statements of Changes in Net Assets

<i>(Unaudited)</i>	Three months ended	
	March 31, 2003	March 31, 2002
<i>(in thousands of dollars)</i>	\$	\$
Increase (decrease) in net assets resulting from operations	(4,637)	5,137
Distributions to shareholders from net investment income	(360)	(360)
Net increase in refundable dividend tax on hand	(77)	–
Increase (decrease) in net assets	(5,074)	(4,777)
Net assets – Beginning of period	85,768	93,698
Net assets – End of period	80,694	98,475

Consolidated Statements of Net Gain (Loss) on Investments

<i>(Unaudited)</i>	Three months ended	
	March 31, 2003	March 31, 2002
<i>(in thousands of dollars)</i>	\$	\$
Proceeds from disposition of investments	1,537	1,101
Investments at cost, beginning of period	56,338	55,224
Investments purchased during the period	2,591	2,020
Investments at cost, end of period	(57,076)	(55,428)
Cost of investments disposed of during the period	1,853	1,816
Realized loss on disposition of investments before income taxes	(316)	(715)
Income tax recovery on allowable capital losses	61	138
Net realized loss on investments	(255)	(577)
Change in unrealized appreciation of investments	(5,061)	5,182
Net gain (loss) on investments	(5,316)	4,605

Consolidated Statement of Investments

March 31, 2003

(Unaudited)

Number of Shares or Par Value	Investment – % of Total Market Value	Cost	Market Value
<i>(in thousands of dollars)</i>			
Principal Assets – 71.1%			
7,629,811	Canadian General Investments, Limited	\$ 20,969	\$ 61,267
1,526,578	Canadian General Investments, Limited wts.	–	4,274
1,120,211	Canadian World Fund Limited	5,601	2,801
TOTAL PRINCIPAL ASSETS		26,570	68,342
Canadian-Listed – 24.2%			
45,000	Advanced Fiber Technologies Income Fund	423	484
50,000	AltaGas Services Inc.	469	513
70,000	ARC Energy Trust	597	811
90,000	Associated Brands Income Fund	885	1,066
90,000	Atlas Cold Storage Income Trust	833	1,053
30,000	BCE Inc. pfd. series Z	728	764
100,000	Bombardier Inc. B*	662	310
30,000	Boston Pizza Royalties Income Fund	295	291
500,000	Canadian Western Bank conv. deb. 5.5% due March 31, 2008	501	509
50,000	Chemtrade Logistics Income Fund	540	730
75,000	Connors Bros. Income Fund	737	1,044
100,000	Contrans Income Fund	1,033	865
14,400	Corby Distilleries Ltd. B	484	745
40,000	DALSA Corporation*	722	678
40,000	Davis + Henderson Income Fund	420	517
33,950	Enerplus Resources Fund	742	956
33,600	First Capital Realty Inc.	519	404
26,880	First Capital Realty Inc. wts. 8/31/08	–	27
60,000	The Keg Royalties Income Fund	591	567
60,000	Nortel Networks Corporation pfd. A series 5*	768	840
30,000	North West Company Fund	454	654
40,000	Northern Property Real Estate Investment Trust	477	512
237,800	Novicourt Inc.	562	312
85,000	Pembina Pipeline Income Fund	833	914
52,500	Prime Restaurants Royalty Income Fund	525	438
72,000	Retirement Residences Real Estate Investment Trust	746	755
70,000	RioCan Real Estate Investment Trust	822	922
27,400	Rothmans Inc.	598	657
100,000	Sceptre Investment Counsel Limited A	1,860	505

Number of Shares or Par Value	Investment – % of Total Market Value	Cost	Market Value
<i>(in thousands of dollars)</i>			
600,000	Sherritt International Corporation conv. deb. 6% due December 15, 2006	\$ 463	\$ 525
35,200	Shiningbank Energy Income Fund	104	550
60,000	Sun Gro Horticulture Income Fund*	547	558
70,000	TimberWest Forest Corp.	831	864
25,000	TransAlta Corporation	635	395
164,700	Viceroy Homes Limited A	889	906
95,000	Viking Energy Royalty Trust	340	630
TOTAL CANADIAN – LISTED		22,635	23,271
U.K.-Listed – 2.1%			
800,000	Asset Management Investment Company PLC	3,262	780
1,875	The Lindsell Train Investment Trust plc	440	416
75,765	London Stock Exchange plc	439	492
235,000	UK COAL PLC	461	376
TOTAL U.K. – LISTED		4,602	2,064
U.S.-Listed – 2.2%			
10,000	General American Investors Company, Inc.	508	342
500,000	Magna Entertainment Corp. conv. deb. 7.25% due December 15, 2009	792	637
42,100	Morgan Stanley Dean Witter Emerging Markets Debt Fund, Inc.	467	506
40,000	Templeton Emerging Markets Income Fund, Inc.	673	676
TOTAL U.S. – LISTED		2,440	2,161
Other – 0.4%			
20,000	The India I.T. Fund Limited	829	335
TOTAL OTHER		829	335
Total Investments			
– March 31, 2003		\$ 57,076	\$ 96,173
– December 31, 2002		\$ 56,338	\$ 101,445
– March 31, 2002		\$ 55,428	\$ 115,408

Changes from December 31, 2002: *New Holdings; † Increased Holdings

Corporate Information

THIRD CANADIAN GENERAL INVESTMENT TRUST LIMITED

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

STOCK EXCHANGE LISTING

The Toronto Stock Exchange
Trading Symbol: THD

STOCK DATA

March 31, 2003

Price	\$	14.20
Net Asset Value	\$	16.79
Discount		15.4%

PUBLICATION

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

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.

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

