



Half Year Report 07

JPMorgan Emerging Markets Investment Trust plc

Half Year Report & Accounts for the six months ended 31st December 2007

Features

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Objective

Capital growth from emerging markets worldwide.

Investment Policy

- To invest in a diversified portfolio, concentrating on countries and shares with the most attractive prospects. To have no more than 50% of the Company's assets invested in any one region.
- To invest no more than 15% of gross assets in other UK listed investment companies (including investment trusts).

Benchmark

The MSCI Emerging Markets Free Index in sterling terms.

Capital Structure

The Company has an authorised share capital of 296,000,000 ordinary shares of 25p each, of which 110,303,742 were in issue at the end of the period.

Continuation Vote

At the Extraordinary General Meeting held on 31st March 2006, a Special Resolution of the shareholders approved the continuation of the Company until the Annual General Meeting in 2008 and at three yearly intervals thereafter.

Management Company

The Company employs JPMorgan Asset Management (UK) Limited ('JPMAM') to manage its assets.

Half Year Performance

Total Returns (capital plus income)

+17.0%

Return to shareholders¹

+19.3%

Return on net assets²

+19.5%

Benchmark return^{3,4}

Financial Data

	31st December 2007	30th June 2007	% change
Shareholders' funds (£'000)	600,775	507,958	+18.3
Number of shares in issue	110,303,742	110,303,742	–
Net asset value per share	544.7p	460.5p	+18.3
Share price	485.0p	416.5p	+16.4
Discount of share price to net asset value	11.0%	9.6%	

A glossary of terms and definitions is provided on page 14.

¹Source: Standard & Poor's – www.funds.morningstar.com.

²Source: Fundamental Data Ltd – www.funddata.com.

³Source: Datastream.

⁴The Company's benchmark is the MSCI Emerging Markets Free Index (in Sterling Terms).

Chairman's Statement



In the first six months the net asset value ('NAV') total return was up 19.3%, which was more or less in line with our benchmark index, the MSCI Emerging Markets Free Index (in sterling terms) of 19.5%. Our performance over one, two, three & five year periods remains good. The return to shareholders was a little lower at 17.0%, reflecting a small widening of the discount to NAV at which the Company's shares trade.

It has been a rocky start to the new year but interestingly emerging markets have fallen more or less in line with those of Europe and the USA, whereas some four years ago we would have seen a flight from the perceived higher risk of Asia and South America.

Going forward, the uncertainty is likely to continue which will result in downward pressure on all markets with the volatility remaining high. However, there is good reason to believe that towards the end of 2008 we could see more stability, and the fundamentals for continued growth in emerging markets being reflected in share prices. As mentioned by the Investment Manager, the recent pullback in markets could offer opportunities to realign our portfolio of investments to improve our potential for long term growth.

Difficult times, but I am confident that with our flexibility to invest across all emerging markets and, with the growing strength of our Manager's investment team, we are in a good position to continue to outperform the benchmark.

Roy Reynolds
Chairman

11th February 2008

Investment Manager's Report



Over the whole of the six month period, emerging markets appreciated by 19.5% when measured in sterling; this is still an exceptional rate of return. The return from your Company's net asset value per share was essentially the same, at 19.3%.

It's been an eventful six months. Following a period of volatility and falling share prices in July, the decision by America's Federal Reserve to cut interest rates last August fuelled an explosive rally in emerging market equities which was most evident in countries with an economic policy link to the US. Nowhere was this more evident than in China, where a speculative bubble of generous proportions developed in the domestic 'A' share market, and began to spill over into Hong Kong-listed companies which are part of your Company's opportunity set. From their trough in mid-August, emerging market stock rose by 34% in less than three months, in spite of a gradually deteriorating economic background in the developed world. It was a strangely contradictory world in which the depositors of Northern Rock queued in the street to withdraw their money, while in China investors queued to put theirs into stocks and shares.

From October onwards, however, things began to cool off. A stream of unremitting bad news from the financial sector in the developed world, and an increasingly obvious "credit crunch" caused by banks trying to reduce leverage and risk, began to outweigh the attempts by central banks to stimulate economies. The longer this persisted, the more chance there seemed that the real economy would be affected. The last couple of months of 2007 were marked by much more volatility in markets. 2008 is going to be an interesting year, and one which should produce many more of the opportunities which we look for to keep the potential for future appreciation in your Company's portfolio.

Austin Forey
Investment Manager

11th February 2008

Ten Largest Investments

at 31st December 2007

Company	Country	Valuation £'000	Total Assets %¹
Petroleo Brasileiro	Brazil	42,305	7.0
Vale	Brazil	30,777	5.1
American Movil	Mexico	21,701	3.6
Housing Development Finance	India	20,761	3.5
MTN	South Africa	15,111	2.5
Bharti Airtel	India	14,659	2.5
Banco Itau	Brazil	14,387	2.4
Sasol	South Africa	14,017	2.3
Orascom Telecommunication	Egypt	12,572	2.1
Hon Hai Precision Industry	Taiwan	11,829	2.0
Total²		198,119	33.0

¹ Based on total assets less current liabilities of £600.8m.

² As at 30th June 2007, the value of the ten largest investments amounted to £176.5m representing 34.7% of total assets less current liabilities.

Portfolio Analysis

at 31st December 2007

Geographic Analysis

	at 31st December 2007		at 30th June 2007	
	Portfolio %	Benchmark %	Portfolio %	Benchmark %
Europe/Middle East/Africa	33.2	25.0	31.1	26.3
Latin America	27.7	20.4	27.9	20.0
East Asia	24.2	40.7	30.3	41.4
South Asia	15.6	13.9	11.3	12.3
Net current liabilities	(0.7)	—	(0.6)	—
Total	100.0	100.0	100.0	100.0

Based on total assets less current liabilities of £600.8m (30th June 2007: £508.8m).

Sector Analysis

	at 31st December 2007		at 30th June 2007	
	Portfolio %	Benchmark %	Portfolio %	Benchmark %
Financials	24.4	21.7	21.1	21.5
Materials	14.8	14.7	12.1	14.2
Telecommunication Services	12.4	11.6	14.7	10.5
Consumer Staples	11.2	4.2	14.6	5.1
Consumer Discretionary	11.2	4.9	11.8	5.9
Energy	10.1	18.0	6.7	15.4
Information Technology	5.7	10.1	9.3	12.9
Industrials	4.9	9.7	3.8	9.1
Healthcare	4.8	1.6	6.5	1.8
Utilities	1.2	3.5	—	3.6
Net current liabilities	(0.7)	—	(0.6)	—
Total	100.0	100.0	100.0	100.0

Based on total assets less current liabilities of £600.8m (30th June 2007: £508.8m).

Income Statement

for the six months ended 31st December 2007

	(Unaudited) Six months ended 31st December 2007			(Unaudited) Six months ended 31st December 2006			(Audited) Year ended 30th June 2007		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Gains from investments held at fair value through profit or loss	—	93,669	93,669	—	82,976	82,976	—	151,401	151,401
Net foreign currency losses	—	(192)	(192)	—	(380)	(380)	—	(650)	(650)
Income from investments	4,386	—	4,386	2,957	—	2,957	8,010	—	8,010
Other interest receivable and similar income	152	—	152	39	—	39	45	—	45
Gross return	4,538	93,477	98,015	2,996	82,596	85,592	8,055	150,751	158,806
Management fee	(2,596)	—	(2,596)	(2,073)	—	(2,073)	(4,500)	—	(4,500)
Performance fee	—	417	417	—	(2,840)	(2,840)	—	(4,176)	(4,176)
Other administrative expenses	(510)	—	(510)	(464)	—	(464)	(885)	—	(885)
Net return on ordinary activities before finance costs and taxation	1,432	93,894	95,326	459	79,756	80,215	2,670	146,575	149,245
Finance costs	(193)	—	(193)	(1)	—	(1)	(55)	—	(55)
Net return on ordinary activities before taxation	1,239	93,894	95,133	458	79,756	80,214	2,615	146,575	149,190
Taxation	(110)	—	(110)	(199)	—	(199)	(458)	—	(458)
Net return on ordinary activities after taxation	1,129	93,894	95,023	259	79,756	80,015	2,157	146,575	148,732
Return per share (note 4)	1.02p	85.12p	86.14p	0.23p	72.31p	72.54p	1.96p	132.88p	134.84p

All revenue and capital items in the above statement derive from continuing operations. No operations were acquired or discontinued in the period.

The "Total" column of this statement is the profit and loss account of the Company and the "Revenue" and "Capital" columns represent supplementary information. The "Total" column represents all the information that is required to be disclosed in a "Statement of Total Recognised Gains and Losses (STRGL)". For this reason a STRGL has not been presented.

Reconciliation of Movements in Shareholders' Funds

Six months ended 31st December 2007	(Unaudited)						Total £'000
	Called up Share Capital £'000	Share Premium £'000	Capital redemption reserve £'000	Other reserve £'000	Capital reserves £'000	Revenue reserve £'000	
At 30th June 2007	27,575	71,052	1,665	69,939	335,042	2,685	507,958
Total return from ordinary activities	—	—	—	—	93,894	1,129	95,023
Dividends appropriated in the period	—	—	—	—	—	(2,206)	(2,206)
At 31st December 2007	27,575	71,052	1,665	69,939	428,936	1,608	600,775

Six months ended 31st December 2006	(Unaudited)						Total £'000
	Called up Share Capital £'000	Share Premium £'000	Capital redemption reserve £'000	Other reserve £'000	Capital reserves £'000	Revenue reserve £'000	
At 30th June 2006	27,575	71,052	1,665	69,939	188,467	2,183	360,881
Total return from ordinary activities	—	—	—	—	79,756	259	80,015
Dividends appropriated in the period	—	—	—	—	—	(1,655)	(1,655)
At 31st December 2006	27,575	71,052	1,665	69,939	268,223	787	439,241

Year ended 30th June 2007	(Audited)						Total £'000
	Called up Share Capital £'000	Share Premium £'000	Capital redemption reserve £'000	Other reserve £'000	Capital reserves £'000	Revenue reserve £'000	
At 30th June 2006	27,575	71,052	1,665	69,939	188,467	2,183	360,881
Total return from ordinary activities	—	—	—	—	146,575	2,157	148,732
Dividends appropriated in the year	—	—	—	—	—	(1,655)	(1,655)
At 30th June 2007	27,575	71,052	1,665	69,939	335,042	2,685	507,958

Balance Sheet

as at 31st December 2007

	(Unaudited) 31st December 2007 £'000	(Unaudited) 31st December 2006 £'000	(Audited) 30th June 2007 £'000
Fixed assets			
Investments at fair value through profit or loss	605,182	440,646	511,914
Current assets			
Debtors	5,554	2,083	1,386
Cash and short term deposits	1,843	235	925
Creditors: Amounts falling due within one year	7,397 (11,804)	2,318 (3,723)	2,311 (5,467)
Net current liabilities	(4,407)	(1,405)	(3,156)
Total assets less current liabilities	600,775	439,241	508,758
Provisions for liabilities and charges	—	—	(800)
Total net assets	600,775	439,241	507,958
Capital and reserves			
Called up share capital	27,575	27,575	27,575
Share premium	71,052	71,052	71,052
Capital redemption reserve	1,665	1,665	1,665
Other reserve	69,939	69,939	69,939
Capital reserves	428,936	268,223	335,042
Revenue reserve	1,608	787	2,685
Shareholders' funds	600,775	439,241	507,958
Net asset value per share (note 5)	544.7p	398.2p	460.5p

Cash Flow Statement

for the six months ended 31st December 2007

	(Unaudited) Six months ended 31st December 2007 £'000	(Unaudited) Six months ended 31st December 2006 £'000	(Audited) Year ended 30th June 2007 £'000
Net cash (outflow)/inflow from operating activities (note 6)	(2,773)	(2,308)	206
Net cash outflow from returns on investments and servicing of finance	(193)	(1)	(55)
Net cash inflow from capital expenditure and financial investment	3,513	2,027	526
Dividends paid	(2,206)	(1,655)	(1,655)
Net cash inflow from financing	2,769	—	—
Increase/(decrease) in cash for the period	1,110	(1,937)	(978)
Reconciliation of net cash flow to movement in net funds			
Net cash movement	1,110	(1,937)	(978)
Exchange movements	(192)	(381)	(650)
Movement in net funds in the period	918	(2,318)	(1,628)
Net funds at the beginning of the period	925	2,553	2,553
Net funds at the end of the period	1,843	235	925
Represented by:			
Cash at bank and in hand	1,843	235	925

Notes to the Accounts

for the six months ended 31st December 2007

1. Financial Statements

The information contained within the financial statements in this half-yearly report has not been audited or reviewed by the Company's auditors.

The figures and financial information for the year ended 30th June 2007 are extracted from the latest published accounts of the Company and do not constitute statutory accounts for that year. Those accounts have been delivered to the Registrar of Companies and included the report of the auditors which was unqualified and did not contain a statement under either section 237(2) or 237(3) of the Companies act 1985.

2. Accounting policies

The accounts have been prepared in accordance with United Kingdom Generally Accepted Accounting Practice ('UK GAAP') and with the Statement of Recommended Practice 'Financial Statements of Investment Trust Companies' dated 31st December 2005.

All of the Company's operations are of a continuing nature.

The accounting policies applied to these interim accounts are consistent with those applied in the accounts for the year ended 30th June 2007.

3. Taxation

The taxation charge of £110,000 (31st December 2006: £199,000 and 30th June 2007: £458,000) relates to irrecoverable overseas taxation.

4. Return per share

	(Unaudited) Six months ended 31st December 2007 £'000	(Unaudited) Six months ended 31st December 2006 £'000	(Audited) Year ended 30th June 2007 £'000
Return per share is based on the following:			
Revenue return	1,129	259	2,157
Capital return	93,894	79,756	146,575
Total return	95,023	80,015	148,732
Weighted average number of shares in issue	110,303,742	110,303,742	110,303,742
Revenue return per share	1.02p	0.23p	1.96p
Capital return per share	85.03p	72.31p	132.88p
Total return per share	86.05p	72.54p	134.84p

5. Net asset value per share

Net asset value per share is calculated by dividing equity shareholders' funds by the number of shares in issue at 31st December 2007 of 110,303,742 (31st December 2006: 110,303,742 and 30th June 2007: 110,303,742).

Notes to the Accounts continued

for the six months ended 31st December 2007

6. Reconciliation of total return on ordinary activities before finance costs and taxation to net cash (outflow)/inflow from operating activities

	(Unaudited) Six months ended 31st December 2007 £'000	(Unaudited) Six months ended 31st December 2006 £'000	(Audited) Year ended 30th June 2007 £'000
Total return on ordinary activities before finance costs and taxation	95,326	80,215	149,245
Less: Capital return on ordinary activities before finance costs and taxation	(93,894)	(79,756)	(146,575)
Scrip Dividends received as income	(97)	(238)	(243)
(Increase)/decrease in accrued income	(236)	215	155
(Increase)/decrease in other debtors	(10)	(141)	58
(Decrease)/increase in accrued expenses	(495)	74	502
Tax on unfranked investment income	(110)	(199)	(458)
Performance fee paid	(3,257)	(2,478)	(2,478)
Net cash (outflow)/inflow from operating activities	(2,773)	(2,308)	206

Information about the Company

Financial Calendar

Financial year end	30th June
Half year results announced	February
Final results announced	September
Final dividend on shares	November
Annual General Meeting	November
Interim Management Statements	October and April

History

The Company was launched in July 1991 with assets of £60 million. In March 1993 the Company raised a further £50 million by an issue of conversion shares. On 13th April 2006, an additional £76 million was raised by an issue of shares following the reconstruction of F&C Emerging Markets Investment Trust plc. The Company adopted its current name in November 2005.

Directors

Roy Reynolds (Chairman)
David Gamble
Anatole Kaletsky
Valentine Powell
Alan Saunders

Company Numbers

Company registration number: 2618994
London Stock Exchange code: 0341895
Bloomberg code: JMG LN
Reuters code: JMG.L

Market Information

The Company's shares are listed on the London Stock Exchange. The market price is shown daily in the Financial Times, The Times, the Daily Telegraph, The Scotsman, The Independent and on the JPMorgan website at www.jpmemergingmarkets.co.uk, where the share price is updated every fifteen minutes during trading hours.

Website

www.jpmemergingmarkets.co.uk

Share Transactions

The shares may be dealt in directly through a stockbroker or professional adviser acting on an investor's behalf. They may also be purchased and held through the Investment Trust Share Plan, Individual Savings Account ('ISA'), Personal Equity Plan ('PEP') and Pension Account.

Manager and Secretary

JPMorgan Asset Management (UK) Limited

Company's Registered Office

Finsbury Dials
20 Finsbury Street
London EC2Y 9AQ
Telephone: 020 7742 6000

For company secretarial and administrative matters, please contact Jonathan Latter.

Registrars

Equiniti
Reference 1081
Aspect House
Spencer Road
Lancing
West Sussex BN99 6DA
Telephone: 0870 600 3984

Notifications of changes of address and enquiries regarding share certificates or dividend cheques should be made in writing to the Registrar quoting reference 1081. Registered shareholders can obtain further details on their holdings on the internet by visiting www.shareview.co.uk.

Auditors

PricewaterhouseCoopers LLP
Hay's Galleries
1 Hay's Lane
London SE1 2RD

Brokers

Winterflood Securities
The Atrium Building
Cannon Bridge
25 Dowgate Hill
London EC4R 2GA
Telephone: 020 3100 0000

Savings Product Administrators

For queries on the JPMorgan ISA, PEP, Share Plan or Pension Account, see contact details on the back cover of this report.

The Association of
Investment Companies A member of the AIC

Interim Management Report

The Company is required to make the following disclosures in its half year report:

Principal Risks and Uncertainties

The principal risks and uncertainties faced by the Company fall into five broad categories: investment and strategy; accounting, legal and regulatory; corporate governance and shareholder relations; operational; and financial. Information on each of these areas is given in the Business Review within the Annual Report and Accounts for the year ended 30th June 2007.

Related Parties Transactions

During the first six months of the current financial year, no transactions with related parties have taken place which have materially affected the financial position or the performance of the Company during the period.

Directors' Responsibilities

The Board of Directors confirms that, to the best of its knowledge

- i) the condensed set of financial statements contained within the half yearly financial report has been prepared in accordance with the Accounting Standards Board's Statement 'Half-Yearly Financial Reports'; and
- ii) the interim management report includes a fair review of the information required by 4.2.7R and 4.2.8R of the UK Listing Authority Disclosure and Transparency Rules.

For and on behalf of the Board

Roy Reynolds
Chairman

11th February 2008

Glossary of Terms

Return to shareholders

Total return to the investor, on a mid-market price to mid-market price basis, assuming that all dividends received (net of tax) were reinvested in the shares of the Company at the time the shares were quoted ex-dividend. Transaction costs of reinvestment are not taken into account.

Return on net assets

Total return on net asset value ('NAV') per share, on a bid value to bid value basis, assuming that all dividends paid out by the Company (net of tax) were reinvested in the shares of the Company at the time the shares were quoted ex-dividend.

Benchmark return

Total return on the benchmark, on a mid-market value to mid-market value basis, assuming that all dividends received (net of tax) were reinvested in the shares of the underlying companies at the time the shares were quoted ex-dividend.

The benchmark is a recognised index of stocks which should not be taken as wholly representative of the Company's investment universe. The Company's investment strategy does not follow or "track" this index and consequently, there may be some divergence between the Company's performance and that of the stated index.

Discount/Premium

If the share price of an investment company is lower than the NAV per share, the trust is said to be trading at a discount. The discount is shown as a percentage of the NAV. The opposite of a discount is a premium. It is more common for an investment company to trade at a discount than a premium.

Notes

Notes

JPMorgan Helpline

Freephone 0800 40 30 30 or 0207 742 9999
9.00 am to 5.30 pm Monday to Friday

JPMorgan Pension Helpline

Freephone 0800 41 31 76 or 0172 241 4888
9.00 am to 5.00 pm Monday to Friday

Please use this number if you have any queries relating to the Pension Account.

Your telephone call may be recorded for your security

www.jpmemergingmarkets.co.uk