

**ANGLO&
OVERSEAS PLC**



Interim Report
31 January 2007

FINANCIAL SUMMARY

	31 January 2007	28 July 2006	change
Capital			
Shareholders' funds	£116,628,000	£105,834,000	10.2%
Net asset value per Ordinary Share	131.19p	118.36p	10.8%
Mid-market price per Ordinary Share	126.25p	108.75p	16.1%
Discount/(premium) to NAV (excluding income)	3.3%	6.7%	

	Period 29 July 2006 to 31 January 2007	Period 12 May 2005* to 31 January 2006
Revenue and Dividends		
Revenue Return per Ordinary Share**	0.64p	0.72p
Interim Dividend per Ordinary Share	0.62p	0.60p

Total Return per Ordinary Share**

Capital	13.46p	12.73p
Revenue	0.64p	0.72p
Total	14.10p	13.45p

* The Company was incorporated on 12 May 2005, but did not start trading until 29 July 2005.

** Based on the weighted average number of shares in issue during the period.

INVESTMENT OBJECTIVE & POLICY

The Company's investment objective is to provide shareholders with above average returns over the longer term through both capital appreciation and income growth. The Company invests principally in securities of publicly quoted companies worldwide, though it may invest up to 5 per cent of its gross assets in unquoted securities. There are concentrated UK and international portfolios, with each portfolio representing between 40 and 60 per cent of the Company's total investments, and comprising 30 to 40 securities. The Company's investments are managed without reference to the composition of any stockmarket index.

CHAIRMAN'S STATEMENT

Results

I am pleased to report that the net asset value per share as at 31 January 2007 had risen to 131.2p from 118.4p at the previous period end date of 28 July 2006. This represents an increase of 10.8%. Including the final dividend of 1.32p per share for the period ended 28 July 2006 which was paid in November 2006, this represents a total return of 12.0%.

While the Company's portfolio is not managed by reference to any stock market index, as the Directors have decided not to adopt a formal benchmark, we believe some comparisons may be useful. The total return (i.e. capital appreciation plus dividends) from the FTSE All-Share Index over the same period was 7.6%, while the corresponding total return from the FTSE All-World ex UK Index was 9.6%. The total return from the average of these indices over the period was 8.6%.

Share price and discount

The Company's share price had increased from 108.75p at 28 July 2006 to 126.25p at 31 January 2007, which represents an increase of 16.1%. When compared to the net asset value per share (excluding income) it represents a discount of 3.3%, an improvement on the position at the previous period end when the discount to net asset value per share (excluding income) was 6.7%.

As we have highlighted previously, your Board believes it is extremely important that the shares of your Company trade in a relatively narrow range around asset value. To achieve this objective during the period, in August and September 2006, the Company repurchased 517,500 shares at an average price of 110p per share, with the shares all placed in treasury. In total the Company now holds 824,174 shares in treasury, representing just under 1% of the Company's total share capital in issue.

Revenue and dividend

Investment income increased during the period reflecting both investment in higher yielding stocks and dividend increases from portfolio companies. Net revenue in the comparative period benefited from the Investment Manager, Edinburgh Partners, waiving its management fee to 31 July 2006. The net revenue return per Ordinary Share was 0.64p per share as against 0.72p in the prior period.

I am pleased to report that the Company will pay an increased interim dividend of 0.62p per Ordinary Share on 8 May 2007 to shareholders on the register as at 20 April 2007. The ex-dividend date will be 18 April 2007.

CHAIRMAN'S STATEMENT - CONTINUED

Investment overview

The UK economy has remained remarkably resilient in the face of rising interest rates. While this resilience has occurred in the resource sector and commodities in particular, it also applied to property prices, consumer confidence and still modest levels of bad debts.

However it is clear that economies have been stronger for longer for quite a long time now and strains are beginning to show. Inflation is once again a topic of debate and interest rates are unlikely to change direction until there are clear and long-lasting signs that inflation is back on target. For this to occur, some of the excesses will have to be squeezed out and this is likely to be seen in speculative froth being blown off commercial property and more affordable levels of consumer expenditure. A weaker oil price and pressure coming off energy costs will feed through to easier comparisons later in the year.

While UK equity prices are often supported by yield considerations, businesses that will prosper in this environment are likely to be driven by self help strategies, rather than any economic tailwind. Profit warnings are increasing and it is inconceivable that all the bid stories will be consummated. Overall, investors are not taking sufficient consideration of potential negatives.

The UK sits within a wider global picture which carries many similar characteristics. The starting point has to be the US consumer who is now using savings to continue recent consumption patterns. Overlaid on this is the high level of corporate profitability in the US which has never been sustained. The likely out-turn is slower US and global economic growth combined with lower profit margins for companies. This suggests that the profit outlook for the corporate sector is less encouraging than it has been for some time. Our Manager's analysis suggests valuations are on the expensive side of fair value and, at the higher risk end, valuations are distinctly stretched. One is simply no longer being sufficiently rewarded for taking on incremental risk. Whilst markets may in general be on the expensive side, and risk has to be watched closely, it is still the case that there is enough potential to keep the portfolio fairly fully invested and this position is expected to continue.

During the period there was relatively little change in the geographic distribution of the Company's assets and there continues to be a relatively equal exposure between UK and overseas equities within the portfolio. During the period a key feature has been the increasing size of investee companies, given Edinburgh Partners' assessment of where valuation opportunities currently exist for shareholders in Anglo & Overseas.

Outlook

Despite the less optimistic near-term outlook, we still anticipate reasonable returns over the medium term and, should a set back in markets occur, we have the flexibility to take advantage of any opportunities created.

Robert Alcock
Chairman
14 March 2007

INCOME STATEMENT (UNAUDITED)

for the period 29 July 2006 to 31 January 2007

	Period 29 July 2006 to 31 January 2007		
	Revenue £'000	Capital £'000	Total £'000
Gains on investments	-	12,394	12,394
Exchange losses on capital items	-	(269)	(269)
Income	1,007	-	1,007
Investment management fee	(135)	(135)	(270)
Other expenses	(257)	(24)	(281)
Net return before taxation	615	11,966	12,581
Taxation	(46)	-	(46)
Net return after taxation	569	11,966	12,535
	pence	pence	pence
Return per Ordinary Share**	0.64	13.46	14.10

The total column of this statement is the profit and loss account of the Company. The capital and revenue return columns are prepared in accordance with guidance issued by the Association of Investment Companies (AIC).

All revenue and capital items in the above statement derive from continuing operations.

A separate Statement of Recognised Gains and Losses has not been prepared as all such gains and losses are included in the Income Statement.

* The Company was incorporated on 12 May 2005, but did not commence operations until 29 July 2005.

** The return per Ordinary Share for the period from 29 July 2006 to 31 January 2007 is based on the net revenue return after taxation of £569,000 (2006: £646,000) and the net capital return after taxation of £11,966,000 (2006: £11,419,000) and on 88,935,113 (2006: 89,716,758) Ordinary Shares, being the weighted average number of Ordinary Shares in issue during the period (excluding treasury shares).

The return per Ordinary Share for the period from 12 May 2005 to 28 July 2006 is based on the net revenue return after taxation of £2,129,000 and the net capital return after taxation of £14,906,000 and on 89,646,481 Ordinary Shares, being the weighted average number of Ordinary Shares in issue during the period (excluding treasury shares).

Period 12 May 2005* to 31 January 2006		
Revenue £'000	Capital £'000	Total £'000
-	11,495	11,495
-	(76)	(76)
871	-	871
-	-	-
(203)	-	(203)
<hr/>		
668	11,419	12,087
(22)	-	(22)
<hr/>		
646	11,419	12,065
<hr/>		
pence	pence	pence
<hr/>		
0.72	12.73	13.45
<hr/>		

Period 12 May 2005* to 28 July 2006		
Revenue £'000	Capital £'000	Total £'000
-	14,976	14,976
-	(70)	(70)
2,744	-	2,744
-	-	-
(402)	-	(402)
<hr/>		
2,342	14,906	17,248
(213)	-	(213)
<hr/>		
2,129	14,906	17,035
<hr/>		
pence	pence	pence
<hr/>		
2.38	16.63	19.01
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BALANCE SHEET (UNAUDITED)

as at 31 January 2007

	31 January 2007 £'000	31 January 2006 £'000	28 July 2006 £'000
Non-current assets			
Investments at fair value through profit or loss	112,899	95,334	101,443
Current assets			
Debtors	681	301	663
Cash at bank and short term deposits	<u>3,515</u>	<u>6,211</u>	<u>4,949</u>
	<u>4,196</u>	<u>6,512</u>	<u>5,612</u>
Creditors - amounts falling due within one year			
Creditors	467	139	1,221
Redeemable Preference Shares	<u>-</u>	<u>50</u>	<u>-</u>
	<u>467</u>	<u>189</u>	<u>1,221</u>
Net current assets	<u>3,729</u>	<u>6,323</u>	<u>4,391</u>
Total net assets	<u>116,628</u>	<u>101,657</u>	<u>105,834</u>
Capital and reserves			
Called-up share capital	8,972	8,972	8,972
Special reserve	80,652	80,702	80,652
Capital redemption reserve	50	-	50
Capital reserve - realised	13,528	1,577	6,173
- unrealised	13,344	9,842	8,733
Revenue reserve	987	646	1,591
Own shares held in treasury	<u>(905)</u>	<u>(82)</u>	<u>(337)</u>
Total shareholders' funds	<u>116,628</u>	<u>101,657</u>	<u>105,834</u>
	pence	pence	pence
Net asset value per Ordinary Share including current period revenue	note 3 131.19	113.40	118.36

STATEMENT OF CASH FLOWS (UNAUDITED)

for the period 29 July 2006 to 31 January 2007

	Period 29 July 2006 to 31 January 2007 £'000	Period 12 May 2005 to 31 January 2006 £'000	Period 12 May 2005 to 28 July 2006 £'000
Operating activities			
Investment income received	1,058	600	2,216
Bank deposit interest received	14	92	119
Investment Management fees paid	(131)	-	-
Administration fees paid	(51)	(26)	(76)
Other cash payments	(189)	(99)	(302)
Net cash inflow from operating activities	701	567	1,957
Capital expenditure and financial investment			
Purchases of investments	(28,840)	(38,847)	(67,095)
Sales of investments	28,681	12,974	39,384
Exchange gains/(losses) on settlement	34	(45)	(59)
Net cash outflow from capital expenditure and financial investment	(125)	(25,918)	(27,770)
Net cash inflow/(outflow) before financing and equity dividends	576	(25,351)	(25,813)
Equity dividends paid	(1,173)	-	(538)
Net cash outflow before financing	(597)	(25,351)	(26,351)
Financing			
Proceeds of share issue	-	31,757	31,757
Costs of share issue	-	(50)	(50)
Amounts paid-up on Redeemable Preference Shares	-	13	-
Own shares purchased and held in treasury	(568)	(82)	(337)
Net cash (outflow)/inflow from financing	(568)	31,638	31,370
(Decrease)/increase in cash	(1,165)	6,287	5,019

note 5

RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS (UNAUDITED)

for the period 29 July 2006 to 31 January 2007

	Period 29 July 2006 to 31 January 2007 £000	Period 12 May 2005 to 31 January 2006 £000	Period 12 May 2005 to 28 July 2006 £000
Opening shareholders' funds	105,834	-	-
Issue of shares	-	8,972	8,972
Premium on issue of shares	-	80,752	80,752
Costs of share issue	-	(50)	(50)
Costs of own shares bought into treasury	(568)	(82)	(337)
Net return after taxation	12,535	12,065	17,035
Dividends paid	(1,173)	-	(538)
Closing shareholders' funds	<u>116,628</u>	<u>101,657</u>	<u>105,834</u>

NOTES

1. Financial information

These accounts are unaudited and are not the Company's statutory accounts, as defined in Section 240 of the Companies Act 1985. This information has been prepared on the basis of the accounting policies used in the statutory accounts of the Company for the period ended 28 July 2006. The statutory accounts for the period ended 28 July 2006 received an unqualified audit opinion.

2. Status of Company

It is the intention of the Directors to conduct the affairs of the Company so that it satisfies the conditions for approval as an investment trust company set out in Section 842 of the Income and Corporation Taxes Act 1988.

3. Net asset value per Ordinary Share

The net asset value per Ordinary Share is based on total net assets at 31 January 2007 of £116,628,000 (31 January 2006: £101,657,000, 28 July 2006: £105,834,000) and on 88,900,207 Ordinary Shares (31 January 2006: 89,647,707, 28 July 2006: 89,417,707) being the issued share capital (excluding treasury shares) at those dates. Net asset values include current period revenue.

4. Dividends

The Directors have declared an interim dividend in respect of the current financial year of 0.62p (2006: 0.60p) per Ordinary Share, to be paid on 8 May 2007 to shareholders on the register as at 20 April 2007. The ex-dividend date will be 18 April 2007.

Under FRS 21: 'Events after the Balance Sheet Date', interim dividends are recognised within the period in which they are paid. Therefore no dividend has been accrued within the interim financial statements.

5. Reconciliation of net cash flow to movement in net cash

	Period 29 July 2006 to 31 January 2007 £'000	Period 12 May 2005 to 31 January 2006 £'000	Period 12 May 2005 to 28 July 2006 £'000
(Decrease)/increase in cash in period	(1,165)	6,287	5,019
Unrealised foreign exchange loss	<u>(269)</u>	<u>(76)</u>	<u>(70)</u>
Change in net cash	(1,434)	6,211	4,949
Net cash at 28 July 2006	<u>4,949</u>	<u>-</u>	<u>-</u>
Net cash at 31 January 2007	<u>3,515</u>	<u>6,211</u>	<u>4,949</u>

20 LARGEST INVESTMENTS: UNITED KINGDOM

as at 31 January 2007

Company	Industrial Classification	Valuation £'000
Royal Bank of Scotland	Banks	2,914
Vodafone	Mobile Telecommunications	2,881
HSBC	Banks	2,035
Northern Rock	Banks	2,031
Brammer	Support Services	1,957
GlaxoSmithKline	Pharmaceuticals & Biotechnology	1,897
Rexam	General Industrials	1,881
Lloyds TSB	Banks	1,861
Yell	Media	1,841
HBOS	Banks	1,778
Wilson Bowden	Household Goods	1,738
Balfour Beatty	Construction & Materials	1,730
Menzies (John)	Support Services	1,683
Next	General Retailers	1,660
Hays	Support Services	1,656
Morrison (WM.) Supermarkets	Food & Drug Retailers	1,624
Bradford & Bingley	Banks	1,623
Compass	Travel & Leisure	1,592
Domestic & General	Non Life Insurance	1,588
Cadbury Schweppes	Food Producers	1,553
Total - top 20 United Kingdom investments (32.2% of total net assets)		<u>37,523</u>

20 LARGEST INVESTMENTS: INTERNATIONAL

as at 31 January 2007

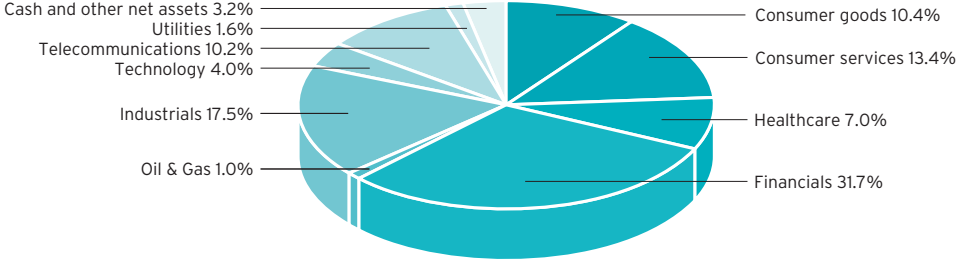
Company	Industrial Classification	Country	Valuation £'000
Randstad	Support Services	Netherlands	2,216
Nexity	Real Estate	France	2,092
KPN	Fixed Line Telecommunications	Netherlands	1,862
Dell	Technology & Hardware Equipment	United States	1,833
AGFA Gevaert	Electronic & Electrical Equipment	Belgium	1,827
E.ON	General Industrials	Germany	1,816
Deutsche Beteiligungs	Equity Investment Instrument	Germany	1,735
Credit Agricole	Banks	France	1,716
Telefonica	Fixed Line Telecommunications	Spain	1,622
KDDI	Mobile Telecommunications	Japan	1,621
Deutsche Post	Industrial Transportation	Germany	1,596
Ahold	Food & Drug Retailers	Netherlands	1,556
Swiss Life	Life Insurance	Switzerland	1,538
Symantec	Software & Computer Services	United States	1,519
Itochu	Support Services	Japan	1,511
Portugal Telecom	Fixed Line Telecommunications	Portugal	1,487
Novartis	Pharmaceuticals & Biotechnology	Switzerland	1,406
Depfa Bank	Banks	Germany	1,406
Bank of America	Banks	United States	1,398
Countrywide Financial	General Financial	United States	1,377
Total - top 20 International investments (28.4% of total net assets)			<u>33,134</u>

DISTRIBUTION OF INVESTMENTS

as at 31 January 2007 (% of total net assets)

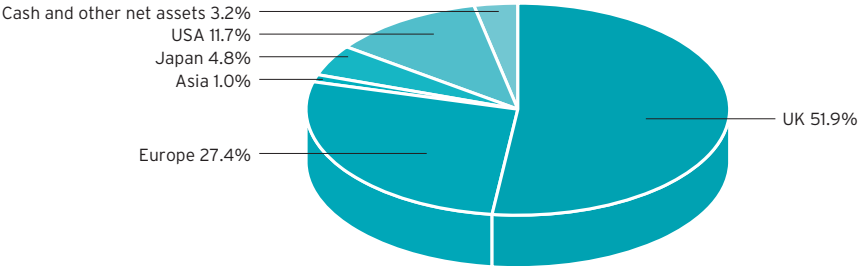
Sector distribution

as at 31 January 2007



Geographical distribution

as at 31 January 2007



SHAREHOLDER INFORMATION

Investing in the Company

The Company's Ordinary Shares are traded on the London Stock Exchange. You can buy or sell shares through your stockbroker, bank or other professional investment adviser. Shares in the Company may also be bought and held in an ISA, PEP or Share Plan through the Edinburgh Partners Investment Trust Savings Scheme. Further information is available on the Company's website: www.angloandoverseasplc.com or on the Edinburgh Partners' website: www.edinburghpartners.com or by telephone on 0845 850 0181.

Share price

The Company's Ordinary Shares are listed on the London Stock Exchange. The mid-market price is quoted daily in the Financial Times under 'Investment Companies' and under 'Investment Trusts' in the Daily Telegraph. Previous day closing price, net asset value and other portfolio information is published on the Company's website: www.angloandoverseasplc.com or on the Edinburgh Partners' website: www.edinburghpartners.com

NAV

The Company's unaudited Ordinary Share net asset value is released daily to the London Stock Exchange and published on the Company's website: www.angloandoverseasplc.com.

Share register enquiries

The register for the Ordinary Shares is maintained by Computershare Investor Services PLC. In the event of queries regarding your holding, please contact the Registrar on 0870 889 3190 or email web.queries@computershare.co.uk. Changes of name and/or address must be notified in writing to the Registrar at the address shown on the inside back cover.

Key dates

Company's year end	July
Annual results announced	September
AGM and final dividend	November
Company's half year end	January
Interim results announced	March
Interim dividend	May

Sources of further information

Other useful information on investment trusts, such as prices, net asset values and company announcements, can be found on the websites of the London Stock Exchange www.londonstockexchange.com and the AIC www.theaic.co.uk.

This document is not a recommendation, offer or invitation to buy, sell or hold shares of the Company. If you wish to deal in shares of the Company, you may wish to contact an authorised professional investment adviser. The value of the Company's shares may fluctuate and investors may not get back the full value of their investment. Past performance is no guarantee of future performance. The Company invests in overseas securities; changes in the rates of exchange may also cause the value of your investment (and any income received) to go down or up.

RISK FACTORS

An investment in the Company should be regarded as long term and is only suitable for investors who are capable of evaluating the risks and merits of such investment and who have sufficient resources to bear any loss which might result from such investment.

The market value of, and the income derived from, the Ordinary Shares can fluctuate. The Company's share price may go down as well as up. Past performance is not a guide to future performance. There is no guarantee that the market price of the Ordinary Shares will fully reflect their underlying net asset value. Fluctuations in exchange rates will affect the value of overseas investments held by the Company. Investors may not get back the full value of their investment. There can be no guarantee that the investment objectives of the Company will be met. The levels of, and reliefs from, taxation may change.

This Interim Report contains "forward looking statements" with respect to the Company's plans and its current goals and expectations relating to its future financial condition, performance and results. By their nature, all forward looking statements involve risk and uncertainty because they relate to future events that are beyond the Company's control. As a result, the Company's actual future financial condition, performance and results may differ materially from the plans, goals and expectations set forth in the Company's forward looking statements. The Company undertakes no obligation to update the forward looking statements contained within this Interim Report or any other forward looking statements it makes.

The Company is a public company. It is registered in England and its shares are listed on the London Stock Exchange. The Company is not regulated or authorised by the Financial Services Authority.

Employees of Edinburgh Partners Limited may (subject to applicable laws and regulations) hold shares in the Company and may buy, sell or offer to deal in the Company's shares from time to time.

DIRECTORS, MANAGER AND ADVISERS

Directors (all non-executive)	Robert Alcock (Chairman) Christopher Duffett John Pearmund John Sussens Giles Weaver
Secretary and Registered Office	Kenneth J Greig Beaufort House 51 New North Road Exeter EX4 4EP
Investment Manager	Edinburgh Partners Limited 12 Charlotte Square Edinburgh EH2 4DJ
Registrar and Transfer Office	Computershare Investor Services PLC PO Box 82 The Pavilions Bridgwater Road Bristol BS99 7NH
Broker	JPMorgan Cazenove Limited 20 Moorgate London EC2R 6DA
Auditors	KPMG Audit PLC 1 Canada Square Canary Wharf London E14 5AG
Solicitor	Norton Rose Kempson House Camomile Street London EC3A 7AN
Bankers and Custodian	The Bank of New York One Canada Square Canary Wharf London E14 5AL

Registered in England No. 5451176

*An investment company as defined under Section 266 of the
Companies Act 1985*

The Company is a member of the Association of Investment Companies ("AIC")

