



CALEDONIA INVESTMENTS

31 July 2020

Share price: 2625p

NAV/share: 3327p

Discount: 21.1%

About Caledonia

Caledonia is a self-managed investment trust company with net assets of £1.8bn. Our aim is to grow net assets and dividends paid to shareholders, whilst managing risk to avoid permanent loss of capital. We achieve this by investing in proven well-managed businesses that combine long term growth characteristics with an ability to deliver increasing levels of income. We hold investments in both listed and private markets, a range of sectors and, particularly through our fund investments, a global reach.

Review

NAVTR for the year to date of 4.2% was principally driven by the strong performance of our Quoted Equity pool, reflecting the recovery in global public markets since March, together with the construction of our portfolios. This was partially offset during July by the impact of weakness of the US dollar against Sterling.

During the month we invested £11.1m and realised £1.5m. The cash balance at the month end was £72.1m, £24.4m of which was used to pay the final dividend on 6 August 2020 (the ex-dividend date was 25 June 2020).

Within the Private Capital portfolio there is significant management activity to support our investee businesses and their employees in dealing with the current trading environment, especially in the consumer leisure businesses. A phased reopening of Buzz Bingo's retail venues is expected to commence in August and Liberation Group continued its programme to re-open its pubs and restaurants in line with new regulations.

The Funds pool private equity investments have reported good progress in dealing with the impact from Covid-19. We continue to maintain the valuation of our funds used at 31 March 2020, adjusted for cash movements to the end of July, which includes a valuation discount of £86m.

Ten largest holdings

Name	Business	£m
Deep Sea Electronics	Control systems	122.6
Cobehold	Investment company	97.0
Stonehage Fleming	Family office services	89.5
Seven Investment Management	Investment management	86.2
Cooke Optics	Cine lens manufacturer	75.8
Aberdeen US PE funds	Funds of funds	73.1
Liberation Group	Pubs and restaurants	50.6
Microsoft	Software	48.9
Axiom Asia funds	Funds of funds	48.8
Watsco	Ventilation products	48.3
		740.8
Other pool investments		1,007.1
Cash and other items		89.6
Net assets		1,837.5

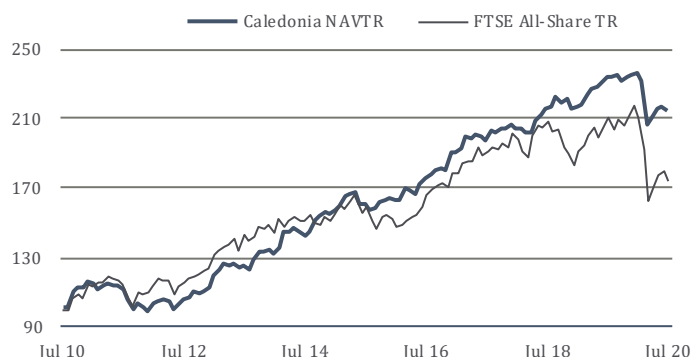
1. Caledonia reviews the valuation of its unquoted investments biannually, in March and September.

Caledonia Investments plc

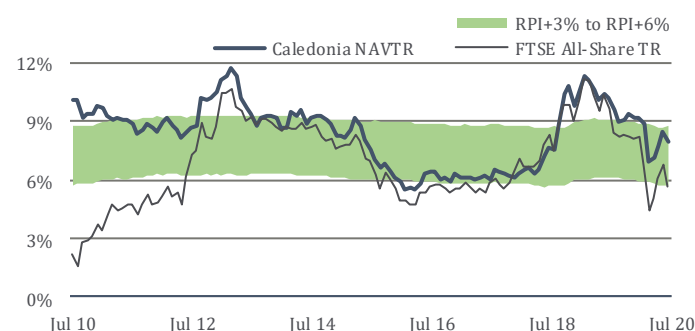
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The price of shares and the income from them may go down as well as up. Past performance is no indication of future performance. Under no circumstances should this information be considered as an offer, or solicitation, to deal in investments.

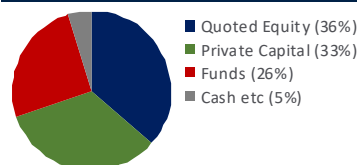
NAV total return index ten years



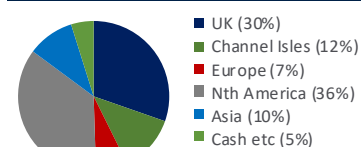
Annualised ten year rolling performance



Pool allocation



Geographic allocation



Performance to 31 July 2020

	4 months %	1 year %	3 years %	5 years %	10 years %
NAV total return	4.2	(8.4)	8.6	33.5	114.5
<i>Annualised</i>					
NAV total return		(8.4)	2.8	5.9	7.9
Retail Prices Index		1.0	2.3	2.5	2.7
Caledonia vs RPI		(9.4)	0.5	3.4	5.2
FTSE All-Share Total Return		(17.8)	(3.1)	1.6	5.6
Caledonia vs FTSE				4.3	2.3

1. NAV is calculated on a diluted, cum-income basis.

Investor information

Sector	Flexible Investment
Fund type	Investment Trust
Listing	London Stock Exchange (SEDOL 0163992, TIDM CLDN)
Investing	Direct, Caledonia Savings Scheme and ISA
Contact	Cayzer House, 30 Buckingham Gate, London SW1E 6NN tel +44 20 7802 8080 email enquiries@caledonia.com
Website	www.caledonia.com