

Monthly fact sheet

31 August 2011



CALEDONIA
INVESTMENTS

Caledonia is one of the UK's largest investment trusts and is self-managed. We aim to be a core investment for those seeking a store of increasing value, by investing for the longer term in a range of assets.

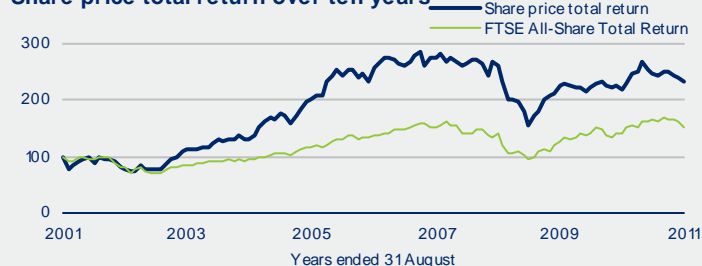
Our ability to identify opportunities through our extensive network, invest in significant stakes and involve ourselves with the managements of investee companies underpins our investment approach, through which we seek to deliver both a long term shareholder return in excess of the FTSE All-Share Total Return and a positive total return over rolling five year periods, whilst maintaining a progressive annual dividend.

Review

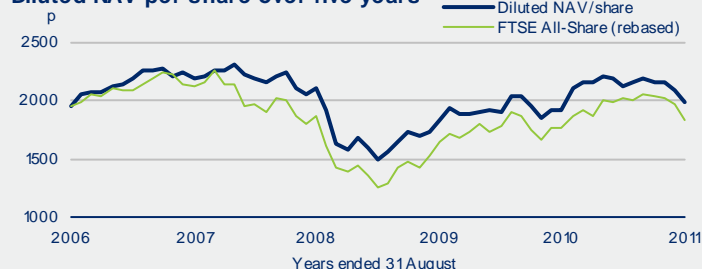
During the month, we invested a total of £39.3m and realised £5.6m. Taking advantage of the fall in equity markets, we invested a further £18.0m in a range of high-yielding global securities in support of our Income and Growth pool of investments. Within our Quoted pool, we invested £13.2m in a number of UK quoted companies. We also added £7.0m to our Asia pool and £1.1m to our Funds pool. We received £5.6m from fund distributions and other realisations.

During the month, we paid our final dividend of 26.0p per share in respect of the year ended 31 March 2011, amounting to £15.2m. We also purchased for cancellation 70,000 of our own shares at a weighted average price of 1581p per share, being a total cost of £1.1m. At the end of the month, we had net £11.5m of debt.

Share price total return over ten years



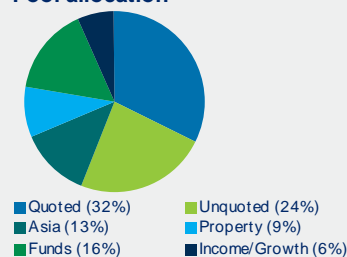
Diluted NAV per share over five years



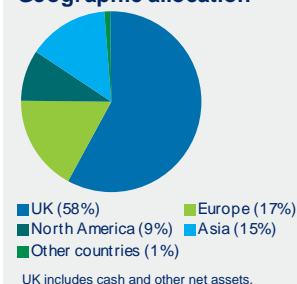
Ten largest holdings

| Name | Business | £m | % |
|--------------------------------|--------------------------|----------------|--------------|
| Close Brothers | Financial services | 142.0 | 12.1 |
| British Empire Securities | Investment trust | 99.9 | 8.5 |
| Cobepa | Investment company | 85.3 | 7.2 |
| Bristow Group | Helicopter services | 65.9 | 5.6 |
| Avanti Communications | Satellite communications | 42.5 | 3.6 |
| Oval | Insurance broking | 41.6 | 3.5 |
| AG Barr | Soft drinks | 38.6 | 3.3 |
| Satellite Information Services | Broadcasting services | 38.5 | 3.3 |
| London & Stamford Property | Property investment | 36.8 | 3.1 |
| Dewan Housing Finance | Housing finance | 29.9 | 2.5 |
| | | 621.0 | 52.7 |
| Other investments | | 560.7 | 47.6 |
| Cash and other net assets | | (3.9) | (0.3) |
| Total assets | | 1,177.8 | 100.0 |
| Borrowings | | (15.0) | |
| Net assets | | 1,162.8 | |

Pool allocation



Geographic allocation



Performance

| | Value at 31/08/11 | Cumulative change % 5 years | 10 years |
|-----------------------------|-------------------|-----------------------------|----------|
| Diluted NAV per share (p) | 1992 | 1.5 | |
| FTSE All-Share | 2801 | (6.9) | |
| Relative NAV performance | | 8.4 | |
| Share price (p) | 1630 | (17.7) | 86.8 |
| Share price total return | | (9.3) | 133.5 |
| FTSE All-Share Total Return | | 11.2 | 51.8 |
| Relative TSR performance | | (20.5) | 81.7 |

NAV per share is calculated on a cum-income basis.

Source: Caledonia Investments plc and FTSE/Datastream.

Caledonia Investments plc

All figures as at 31 August 2011. All sources Caledonia Investments plc unless otherwise stated. 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.

Investor information

Sector Global Growth
Fund type Investment Trust
Listing London Stock Exchange (SEDOL 0163992, TIDM CLDN)
New Zealand Exchange (code CDN)
Investing Direct, Caledonia Savings Scheme and ISA
Contact Cayzer House, 30 Buckingham Gate, London SW1E 6NN
tel 020 7802 8080, fax 020 7802 8090
email enquiries@caledonia.com, web www.caledonia.com