



CALEDONIA INVESTMENTS

31 May 2013

Share price: 1853p

NAV/share: 2308p

Discount: 19.7%

About Caledonia

Caledonia is a self-managed investment trust with net assets of £1.3bn. We take significant holdings in listed equities, private companies and funds. We take a long term investment approach – often over ten years – and have a predominantly ‘value’ style of investing, providing development capital for growing companies at sensible prices. We have a global outlook with a spread of currencies and economic exposure.

Our investment approach is underpinned by our extensive network from which we derive proprietary deal flow. We often involve ourselves with the boards of investee companies and always approach investments with a co-operative and long term mindset.

We aim to be a core investment for those seeking capital growth coupled to an increasing income stream over the long term.

Review

During the month, we realised £12.3m from further sales of our holding in Close Brothers, the UK listed financial services company. At the end of the month, we held cash of £115.0m.

Effective from 1 April until 29 May 2013, we had given an irrevocable mandate to Winterflood Securities to purchase the company's shares on our behalf. Under this mandate, 50,033 shares were purchased during the month, and the company subsequently purchased a further 50,000 shares, for a total consideration of £1.9m. All of the shares were purchased for cancellation.

Ten largest holdings

Name	Business	£m	%
Bristow Group	Helicopter services	100.9	7.8
Cobehold	Investment company	92.6	7.1
Close Brothers	Financial services	66.2	5.1
AG Barr	Soft drinks	52.2	4.0
Quintain Estates	Property services	41.5	3.2
Avanti Communications	Satellite communications	40.4	3.1
LondonMetric Property	Property investment	38.4	2.9
Oval	Insurance broking	37.8	2.9
Polar Capital	Fund management	31.4	2.4
Sterling Industries	Engineering	30.7	2.4
		532.1	40.9
Other investments		649.4	50.0
Cash and other items		118.3	9.1
Net assets		1,299.8	100.0

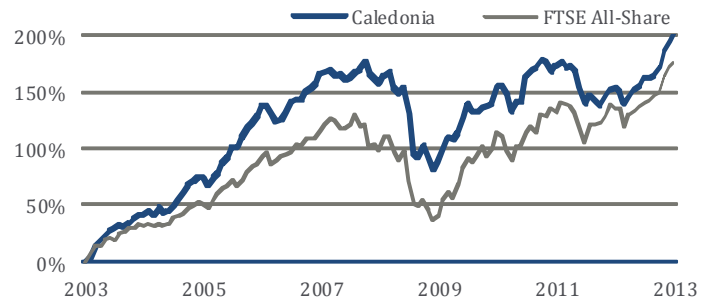
Caledonia Investments plc

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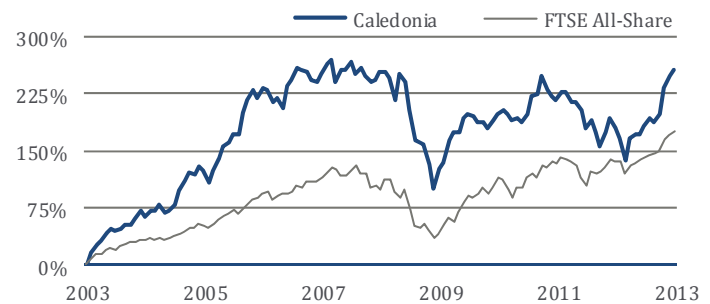
Caledonia reviews the valuation of its unquoted investments semi-annually, in March and September.

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.

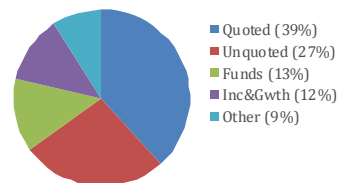
NAV total return performance over ten years to 31 March 2013



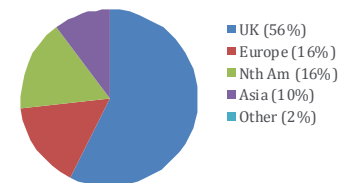
TSR performance over ten years to 31 March 2013



Pool allocation



Geographic allocation



UK includes cash and other items.

Performance to 31 March 2013 (%)

	1 year	5 years	10 years
NAV total return increase	18.9	17.1	201.7
FTSE All-Share Total Return	16.8	38.5	175.3
Out/(under) performance	2.1	(21.4)	26.4
Total shareholder return	27.6	0.7	256.5
FTSE All-Share Total Return	16.8	38.5	175.3
Out/(under) performance	10.8	(37.8)	81.2

NAV per share is calculated on a diluted, cum-income basis.
Source: Caledonia and FTSE.

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
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