



CALEDONIA INVESTMENTS

30 November 2013

Share price: 1915p

NAV/share: 2389p

Discount: 19.8%

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 invested £88.1m to acquire 100% of the equity in Park Holidays UK as part of a transaction valuing the business at £172m, with the balance financed by bank debt. Park Holidays owns and operates 23 caravan parks in the south of England. Also, we realised our 10.7% stake in Kingdom Holdings, the China-based linen yarn manufacturer, for £6.6m.

At the end of the month, we had net debt of £17.4m.

Ten largest holdings at 30 November 2013

| Name | Business | £m | % |
|----------------------|------------------------|---------|-------|
| Cobehold | Investment company | 98.8 | 7.4 |
| Park Holidays | Caravan parks operator | 88.1 | 6.6 |
| Bristow Group | Helicopter services | 80.2 | 6.0 |
| Close Brothers | Financial services | 77.1 | 5.8 |
| AG Barr | Soft drinks | 52.0 | 3.9 |
| Choice Care | Care homes provider | 49.5 | 3.7 |
| Oval | Insurance broking | 42.7 | 3.2 |
| Polar Capital | Fund management | 39.3 | 3.0 |
| Sterling Industries | Engineering | 39.0 | 2.9 |
| Quintain Estates | Property services | 38.0 | 2.9 |
| | | 604.7 | 45.4 |
| Other investments | | 742.3 | 55.7 |
| Cash and other items | | (15.4) | (1.1) |
| Net assets | | 1,331.6 | 100.0 |

Caledonia had an investment in the following investment trust company: Polar Capital Global Financial Trust (£10.7m).

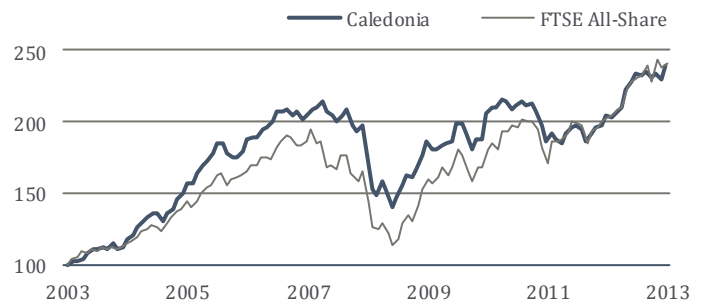
Caledonia Investments plc

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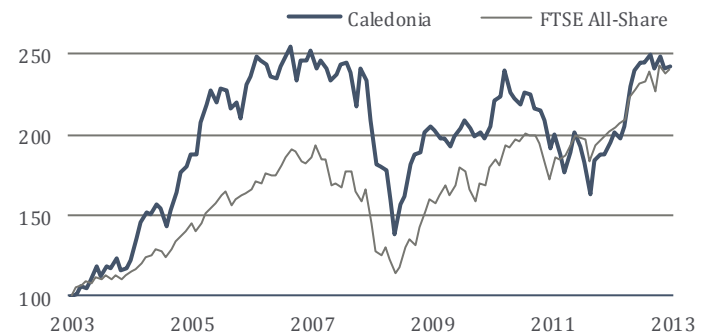
Caledonia reviews the valuation of its unquoted investments semi-annually, in March and September.

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.

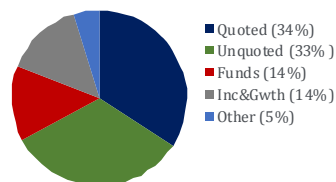
NAV total return performance ten years to 30 September 2013



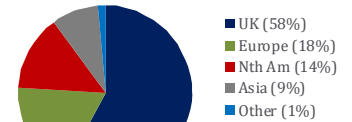
TSR performance over ten years to 30 September 2013



Pool allocation at 30 September 2013



Geographic allocation at 30 September 2013



UK includes cash and other items.

Performance to 30 September 2013 (%)

| | 1 year | 5 years | 10 years |
|-----------------------------|--------|---------|----------|
| NAV total return increase | 16.9 | 33.0 | 139.6 |
| FTSE All-Share Total Return | 18.9 | 66.2 | 140.2 |
| Out/(under) performance | (2.0) | (33.2) | (0.6) |
| Total shareholder return | 24.8 | 16.0 | 143.1 |
| FTSE All-Share Total Return | 18.9 | 66.2 | 140.2 |
| Out/(under) performance | 5.9 | (50.2) | 2.9 |

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) |
| Investing | Direct, Caledonia Savings Scheme and ISA |
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