



# CALEDONIA INVESTMENTS

31 March 2014

Share price: 1923p

NAV/share: 2585p

Discount: 25.6%

## About Caledonia

Caledonia is a self-managed investment trust with net assets of £1.4bn. 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

Our NAV total return increase over the month was 6.5%, bringing the full year performance to 14.8%. This was significantly enhanced in the period by the results of our biannual revaluation of unquoted investments.

During the month, we invested £7.3m and realised £30.7m, including £23m from the sale of Amber Chemicals, our wholly-owned global speciality silicones group, to ICM Corporation, a US based silicones business. This represented a premium of more than 50% on our carrying value.

On 1 April 2014, we sold our holding in Oval Group, the UK provider of insurance broking and financial services, for £70m, a 64% premium to carrying value. Oval was included in our 31 March 2014 NAV at the full sale value.

At the end of the month, our net cash was £15.4m, including £20.0m drawn against our facilities. Proceeds from the sale of Oval were received on 1 April 2014.

## Ten largest holdings at 31 March 2014

Name	Business	£m	%
Cobehold	Investment company	100.2	7.0
Park Holidays	Caravan parks operator	88.1	6.1
Bristow Group	Helicopter services	74.5	5.2
Oval	Insurance broking	70.0	4.8
Close Brothers	Financial services	64.6	4.5
AG Barr	Soft drinks	57.7	4.0
Choice Care	Care homes provider	50.2	3.5
Avanti Communications	Satellite communications	46.8	3.2
Capital Today China	Private equity fund	44.8	3.1
Quintain Estates	Property services	41.2	2.9
		638.1	44.3
Other investments		787.7	54.7
Cash and other items		14.9	1.0
Net assets		1,440.7	100.0

Caledonia had an investment in the following investment trust company: Polar Capital Global Financial Trust (£11.0m).

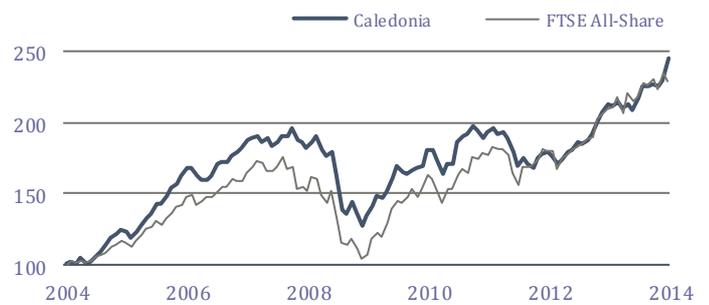
## Caledonia Investments plc

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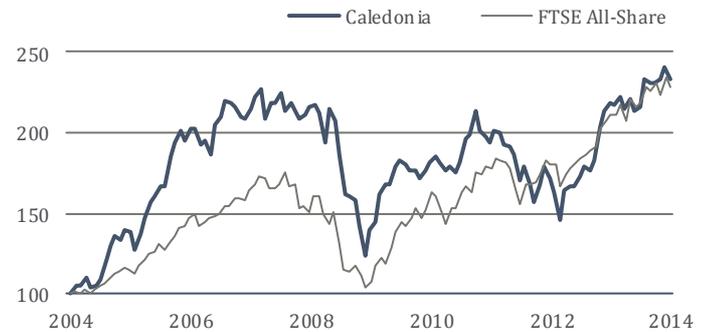
Caledonia reviews the valuation of its unquoted investments biannually, in March and September.

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.

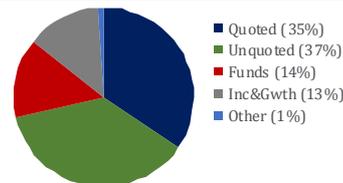
## NAV total return performance ten years to 31 March 2014



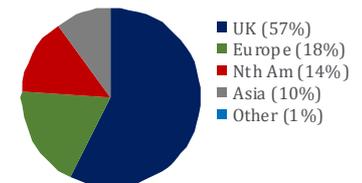
## TSR performance over ten years to 31 March 2014



## Pool allocation at 31 March 2014



## Geographic allocation at 31 March 2014



## Performance to 31 March 2014 (%)

	1 year	5 years	10 years
NAV total return increase	14.8	83.0	145.2
FTSE All-Share Total Return	8.8	113.3	128.7
Out/(under) performance	6.0	(30.3)	16.5
Total shareholder return	7.2	68.4	134.1
FTSE All-Share Total Return	8.8	113.3	128.7
Out/(under) performance	(1.6)	(44.9)	5.4

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

## Investor information

Sector: Global  
Fund type: Investment Trust  
Listing: London Stock Exchange (SEDOL 0163992, TIDM CLDN)  
Investing: Direct, Caledonia Savings Scheme and ISA  
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