



CALEDONIA INVESTMENTS

31 January 2015

Share price: 2295p

NAV/share: 2765p

Discount: 17.0%

About Caledonia

Caledonia is a self-managed investment trust, with net assets of £1.5bn. We invest in well-managed, long term businesses and funds, both listed and private, in a range of sectors and regions. We have a long term investment horizon – often over ten years – and a predominantly value investment style.

We focus on established businesses, where return on capital employed is a differentiator of longer term performance and where underlying real assets provide risk mitigation to the balance sheet.

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 £9.4m, principally in the Quoted pool. Realisations totalled £13.5m, including a distribution from Capital Today China Growth Fund LP representing proceeds from the sale of shares in JD.com, the Chinese online direct sales company.

On 8 January 2015, we paid our interim dividend of 13.8p per share £7.6m. Net cash at the end of the month was £79.5m.

During the month, Jonathan Greig joined us as Head of the Income & Growth pool after six years at Hermes Fund Managers.

Ten largest holdings

Name	Business	Jan 2015 £m	Sep 2014 £m
Capital Today China	Private equity fund	93.7	92.3
Cobehold	Investment company	92.8	96.2
Park Holidays	Caravan parks operator	81.1	81.1
Close Brothers	Financial services	62.1	65.5
Bristow Group	Helicopter services	61.3	68.3
AG Barr	Soft drinks	59.7	58.4
Choice Care Group	Care homes provider	51.2	50.2
The Sloane Club	Residential club	45.7	45.7
TGE Marine	LNG engineering	43.6	45.3
Sterling Industries	Engineering	39.2	39.2
		630.4	642.2
Other investments		821.1	785.7
Cash and other items		96.6	65.5
Net assets		1,548.1	1,493.4

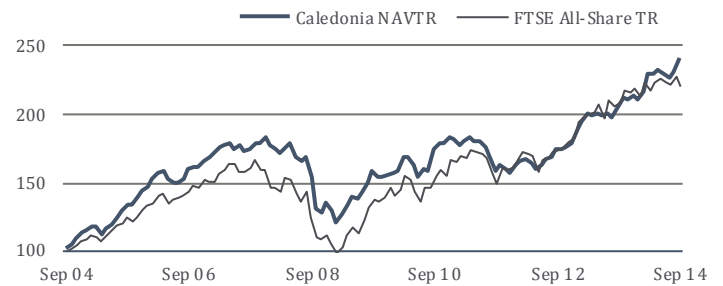
Caledonia Investments plc

Sources: Caledonia Investments plc ('Caledonia') and FTSE International Limited ('FTSE') © FTSE 2015. 'FTSE®' is a trade mark of the London Stock Exchange Group companies and is used by FTSE International Limited under licence. All rights in the FTSE indices and/or FTSE ratings vest in FTSE and/or its licensors. Neither FTSE nor its licensors accept any liability for any errors or omissions in the FTSE indices and/or FTSE ratings or underlying data. No further distribution of FTSE Data is permitted without FTSE's express written consent.

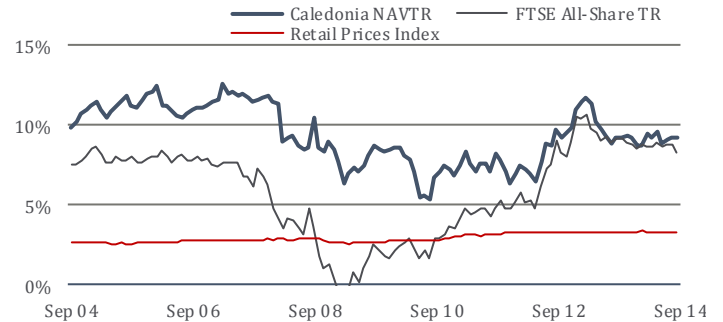
Caledonia reviews the valuation of its unquoted investments biannually, in March and September.

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.

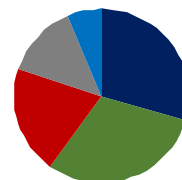
NAV total return performance ten years



Annualised ten year rolling performance

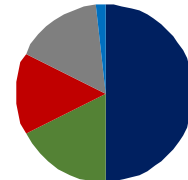


Pool allocation



- Quoted (30%)
- Unquoted (30%)
- Funds (20%)
- Inc&Gwth (14%)
- Other (6%)

Geographic allocation



- UK (50%)
- Euro pe (17%)
- Nth Am (15%)
- Asia (16%)
- Other (2%)

Performance to 30 September 2014 (%)

	6 months	1 year	3 year	5 years	10 years
NAV total return (cumulative)	4.6	17.7	51.8	51.7	141.4
NAV total return (annualised)	4.6	17.7	14.9	8.7	9.2
Retail Prices Index (annualised)	1.1	2.3	2.7	3.7	3.2
Outperformance against RPI	3.5	15.4	12.2	5.0	6.0
FTSE All-Share TR (annualised)					8.2
Outperformance against FTSE					1.0

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

2. The performance record is updated biannually, concurrent with the revaluation of unquoted investments and funds.

3. NAVR and RPI increases in the 6 months column are over the six month period.

Investor information

Sector: Global
 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, fax +44 20 7802 8090
 enquiries@caledonia.com, www.caledonia.com