



CALEDONIA INVESTMENTS

30 June 2020

Share price: 2620p

NAV/share: 3367p

Discount: 22.2%

About Caledonia

Caledonia is a self-managed investment trust company with net assets of £1.9bn. Our aim is to grow net assets and dividends paid to shareholders, whilst managing risk to avoid permanent loss of capital. We achieve this by investing in proven well-managed businesses that combine long term growth characteristics with an ability to deliver increasing levels of income. We hold investments in both listed and private markets, a range of sectors and, particularly through our fund investments, a global reach.

Review

NAVTR for the year to date of 5.4% resulted principally from the strong performance of our Quoted Equity pool, reflecting the recovery in global public markets since March and the construction of our portfolios.

During the month we invested £14.7m and realised £5.4m. The cash balance at the month end was £78.2m, £24.4m of which will be used to pay the proposed final dividend on 6 August 2020 (the ex-dividend date was 25 June 2020).

Within the Private Capital portfolio there is significant management activity to support our investee businesses and their employees, each affected to varying degrees, in dealing with the current trading environment. In particular, the focus for our consumer leisure businesses most impacted by Covid-19 has been to develop plans to re-open safely as restrictions are gradually relaxed.

The Funds pool private equity investments continue to report good progress in dealing with the impact from Covid-19. Whilst we have received some March 2020 fund capital statements, we are concerned that they do not yet fully reflect the impact of Covid-19 on their portfolio companies. We have concluded that it is appropriate to maintain the valuation used at 31 March 2020, adjusted for cash movements to the end of June, which includes a valuation discount of £86m.

Ten largest holdings

Name	Business	£m
Deep Sea Electronics	Control systems	122.6
Cobehold	Investment company	97.9
Stonehage Fleming	Family office services	89.5
Seven Investment Management	Investment management	86.2
Aberdeen US PE funds	Funds of funds	77.7
Cooke Optics	Cine lens manufacturer	75.8
Axiom Asia funds	Funds of funds	51.8
Microsoft	Software	51.5
Liberation Group	Pubs and restaurants	50.6
Oracle	Infrastructure technology	42.6
		746.2
Other pool investments		1,017.2
Cash and other items		98.6
Net assets		1,862.0

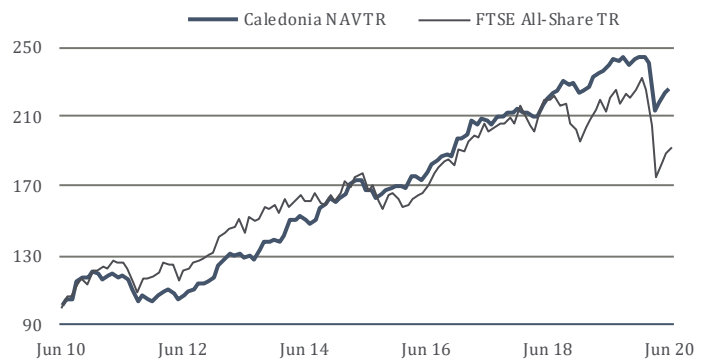
1. Caledonia reviews the valuation of its unquoted investments biannually, in March and September.

Caledonia Investments plc

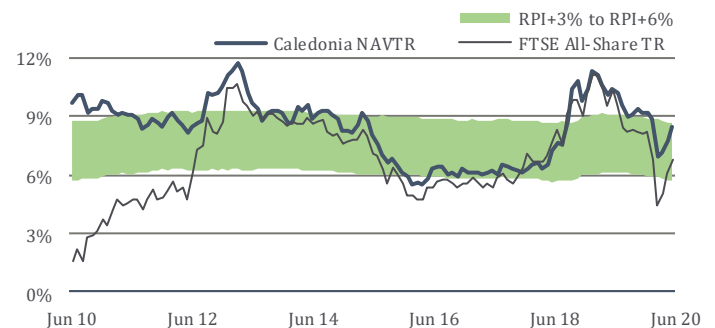
Sources: Caledonia Investments plc ('Caledonia') and FTSE International Limited ('FTSE') © FTSE 2020. 'FTSE®' is a trade mark of the London Stock Exchange Group companies and is used by FTSE International Limited under licence. All rights in the FTSE indices and/or FTSE ratings vest in FTSE and/or its 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.

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.

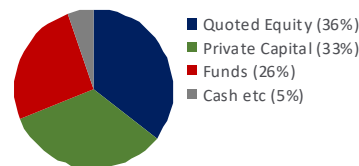
NAV total return index ten years



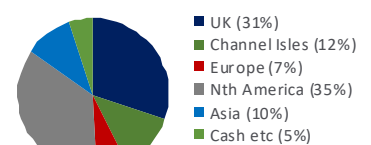
Annualised ten year rolling performance



Pool allocation



Geographic allocation



Performance to 30 June 2020

	3 months %	1 year %	3 years %	5 years %	10 years %
NAV total return	5.4	(6.1)	8.6	35.0	125.4
<i>Annualised</i>					
NAV total return		(6.1)	2.8	6.2	8.5
Retail Prices Index		1.0	2.4	2.5	2.7
Caledonia vs RPI		(7.1)	0.4	3.7	5.8
FTSE All-Share Total Return		(13.0)	(1.6)	2.9	6.7
Caledonia vs FTSE				3.3	1.8

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

Investor information

Sector	Flexible Investment
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 email enquiries@caledonia.com
Website	www.caledonia.com