

# Monthly fact sheet

31 October 2004



**CALEDONIA**  
INVESTMENTS

Caledonia is a self-managed investment trust company investing in and actively managing a focused portfolio of significant stakes in companies and situations where we believe there to be good opportunities for building value. Caledonia's objective is consistently to achieve a long term shareholder return in excess of the FTSE All-Share Total Return whilst maintaining a progressive annual dividend.

Whilst the source of funding for new investments generally comes from our own resources, the policy of the board is to allow the company to enhance returns by incurring third party borrowings when appropriate up to a maximum value of 20% of net assets.

## Review

We believe there to be significant opportunities for investors in India and, during the month, we invested Rs276m (£3.4m) in quoted Indian securities in the banking and utilities sectors, bringing our total investment in India to £5.0m. In addition, there was £1.4m of follow-on investment in a number of situations. We received £3.5m in distributions from various funds.

We have added to our existing forward currency contracts for the sale of \$150m with a one year forward contract to sell \$34m at \$1.7973/£1. This contract has been taken out to hedge against a portion of the currency exposure on our US dollar denominated investment in Offshore Logistics, thus reducing the unhedged exposure to US dollar denominated investments to 9.5% of our portfolio.

The company had no bank borrowings at the month end.

## Ten largest holdings

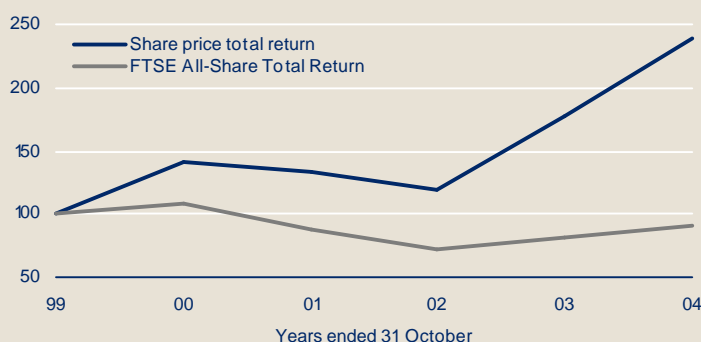
Name	Business	£m	%
Kerzner International	Resort operator	130.0	14.7
Close Brothers	Merchant bank	119.5	13.6
British Empire Securities	Investment trust	86.8	9.8
Paladin Resources	Oil and gas operator	50.0	5.7
Quintain Estates	Property developer	41.5	4.7
Aberforth LP fund	Investment fund	34.5	3.9
Rathbone Brothers	Fund manager	33.5	3.8
Offshore Logistics/Bristow	Helicopter operator	26.6	3.0
Cobehold	Investment company	22.9	2.6
F&C Asset Management	Fund manager	21.9	2.5
		567.2	64.3
Other investments		318.4	36.1
Net current liabilities		(3.1)	(0.4)
Net assets		882.5	100.0

In addition to British Empire Securities shown above, Caledonia has the following holdings in other investment companies: Active Capital Trust (£4.8m), Close Finsbury Eurotech Trust (£0.7m) and Discovery Trust (£6.5m).

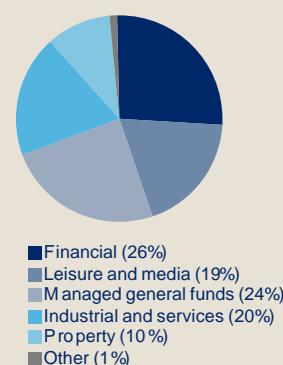
## Investor information

AITC sector	Global Growth
Fund type	Investment Trust
Listing	London Stock Exchange (SEDOL 0163992)
Investing	Direct, savings plan, ISA, PEP/ISA qualifying
Contact	Cayzer House, 30 Buckingham Gate, London SW1E 6NN tel 020 7802 8080, fax 020 7802 8090 email enquiries@caledonia.com, web www.caledonia.com

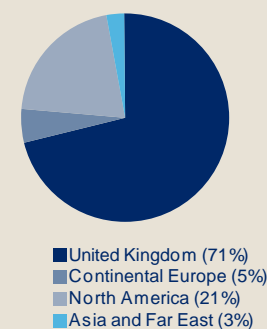
## Total return growth



## Sector analysis



## Geographic analysis



## Performance

	Value 31/10/04	Cumulative change %	
		5 yr	10 yr
NAV per share (p)	1388		
Share price (p)	1205		
FTSE All-Share	2297.7		
Share price total return		138.9	174.7
FTSE All-Share Total Return		(8.6)	105.3
Outperformance		147.5	69.4

NAV per share is stated before accruing for any interim dividend.  
Source: Caledonia Investments plc and FTSE/Datastream.

## Caledonia Investments plc

All figures as at 31 October 2004. All sources Caledonia Investments plc unless otherwise stated. The price of shares and the income from them may go down as well as up. Past performance is no guarantee of future performance. Under no circumstances should this information be considered as an offer, or solicitation, to deal in investments.