

Monthly fact sheet

31 March 2005



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. We usually take a board position in our investee companies. Our 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 amount of 20% of net assets.

Review

During the month, we invested a further £2.7m in the Polar Capital Asia ex-Japan fund. We received a capital repayment of £2.2m from Cazenove on completion of the combination of the Cazenove and JPMorgan UK investment banking businesses.

Also during the month, the Caledonia employee share trust purchased 200,000 Caledonia shares at a cost of £2.8m, funded by the company, which are deducted from shareholders' funds.

Caledonia had no bank borrowings at the month end and our cash totalled £39.3m. We have increased our US dollar hedging position to cover 100% of our US dollar denominated investments by taking out an additional \$124m of forward currency contracts.

Ten largest holdings

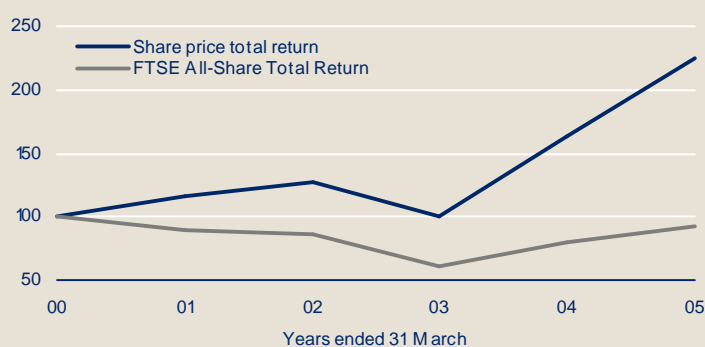
Name	Business	£m	%
Close Brothers	Merchant bank	139.5	14.2
Kerzner International	Resort operator	117.4	11.9
British Empire Securities	Investment trust	104.9	10.7
Paladin Resources	Oil and gas operator	55.7	5.7
Quintain Estates	Property developer	48.2	4.9
Rathbone Brothers	Fund manager	37.3	3.8
Cobepa	Investment company	26.1	2.6
Offshore Logistics	Helicopter operator	23.8	2.4
Aberforth LP fund	Investment fund	22.5	2.3
F&C Asset Management	Fund manager	21.1	2.1
		596.5	60.6
Other investments		355.7	36.1
Net current assets		33.0	3.3
Net assets		985.2	100.0

In addition to British Empire Securities shown above, Caledonia has the following holdings in other investment companies: Discovery Trust (£7.9m).

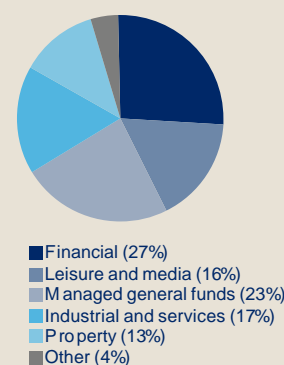
Caledonia Investments plc

All figures as at 31 March 2005. 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 indication of future performance. Under no circumstances should this information be considered as an offer, or solicitation, to deal in investments.

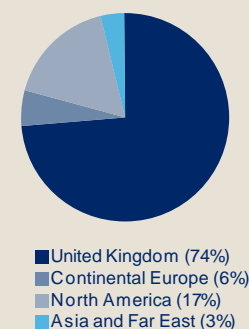
Total return growth



Sector analysis



Geographic analysis



Performance

	Value	Cumulative change %
	31/03/05	5 yr
NAV per share (p)	1554	
Share price (p)	1367	
FTSE All-Share	2457.7	
Share price total return		124.5
FTSE All-Share Total Return		(8.2)
Outperformance		132.7
		111.3

Source: Caledonia Investments plc and FTSE/Datastream.

Investor information

AITC sector Global Growth
Fund type Investment Trust
Listing London Stock Exchange (SEDOL 0163992)
New Zealand Exchange (code CDN)
Investing Direct, savings plan, ISA, PEP/ISA qualifying
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