

Monthly fact sheet

30 June 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 £5.1m in new and follow-on funds and £0.5m in other situations and realised £31.8m. These realisations included the sale of a further 700,000 shares in Kerzner International, the resorts developer and operator, for \$40.6m (£22.5m), reducing our holding in the company to 8.0%; we received a further distribution of £4.5m from the Aberforth LP fund and £4.8m from various small disposals and fund distributions.

Caledonia had no bank borrowings at the month end and our cash totalled £64.1m. We have further decreased our US dollar hedging position following the sale of the Kerzner International shares to \$134m during the month, being approximately 50% of our structural dollar exposure.

Caledonia's shares went ex-dividend on 29 June 2005 and, consequently, NAV is stated net of the accrued final dividend of £12.4m.

Ten largest holdings

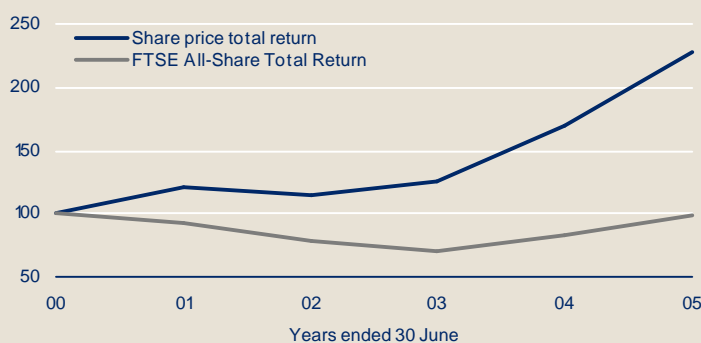
Name	Business	£m	%
Close Brothers	Merchant bank	132.6	13.3
British Empire Securities	Investment trust	106.6	10.7
Kerzner International	Resort operator	92.8	9.3
Paladin Resources	Oil and gas operator	68.3	6.8
Quintain Estates	Property developer	47.6	4.8
Rathbone Brothers	Fund manager	37.6	3.8
Cobepa	Investment company	26.0	2.6
Offshore Logistics/Bristow	Helicopter operator	24.7	2.5
Polar Capital funds	Managed funds	23.6	2.4
Aberforth LP fund	Investment fund	19.9	2.0
		579.7	58.2
Other investments		369.7	37.1
Net current assets		47.0	4.7
Net assets		996.4	100.0

In addition to British Empire Securities shown above, Caledonia has the following holdings in other investment companies: Discovery Trust (£8.1m).

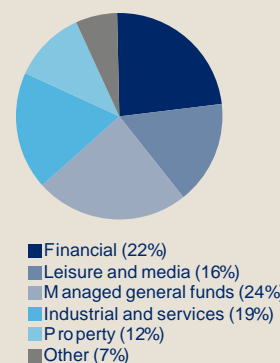
Caledonia Investments plc

All figures as at 30 June 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.

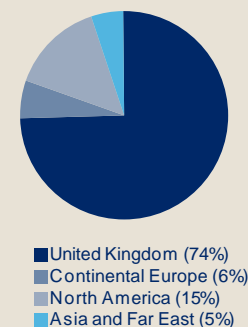
Total return growth



Sector analysis



Geographic analysis



Performance

	Value 30/06/05	Cumulative change % 5 yr	10 yr
NAV per share (p)	1571		
Share price (p)	1435		
FTSE All-Share	2560.2		
Share price total return		128.3	243.3
FTSE All-Share Total Return		(1.5)	115.2
Outperformance		129.8	128.1

Source: Caledonia Investments plc and FTSE/Datastream.

Investor information

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