

# Monthly fact sheet

31 August 2007



**CALEDONIA**  
INVESTMENTS

Caledonia is one of the UK's largest investment trusts and is self-managed. We aim to be a core investment for those seeking a store of increasing value, by investing for the longer term in a range of assets.

Our ability to identify opportunities through our extensive network, invest in significant stakes and involve ourselves with the managements of investee companies underpins our investment approach, through which we seek to deliver both a long term shareholder return in excess of the FTSE All-Share Total Return and a positive total return over rolling five year periods, whilst maintaining a progressive annual dividend.

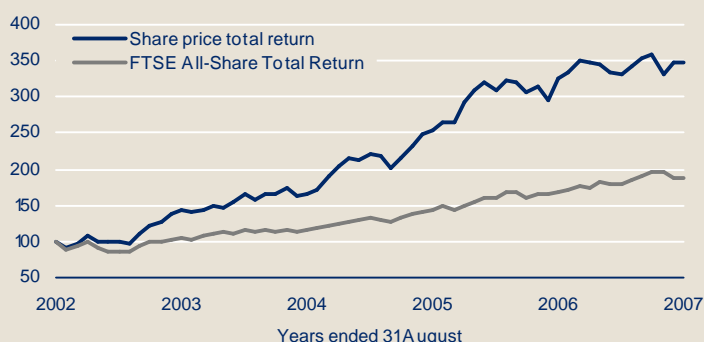
## Review

During the month, we invested a total of £29.2m and made no material realisations. We invested a further £15.2m in Apax Summer, the private equity vehicle that holds a controlling interest in Incisive Media, the UK business information provider, to help finance the acquisition of ALM, a leading US integrated media company. August provided some good opportunities to add to our existing stakes and we invested a further £9.9m in Quintain Estates & Development, the UK listed property investment and development business, increasing our holding to 8.9% and a further £1.9m in Melrose Resources, the UK listed oil and gas exploration and production company, taking our stake to 9.4%. In addition, we invested a total of £2.2m in other follow-on investments and fund drawdowns.

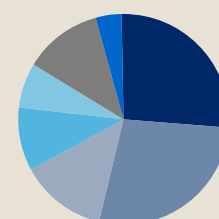
Via a wholly-owned subsidiary, we purchased a third FTSE 250 index put option, to hedge a further part of our portfolio against potential weakening in the UK equity market over the next year, at a cost of £2.0m. Our aggregate investment in such options is £6.0m.

At the end of the month, net liquidity totalled £62.4m.

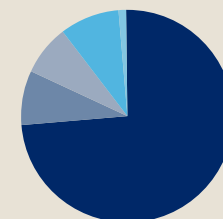
## Total return growth



## Business analysis



## Geographic analysis



## Ten largest holdings

Name	Business	£m	%
Close Brothers	Merchant bank	138.9	10.9
British Empire	Investment trust	136.7	10.7
Quintain Estates	Property developer	93.1	7.3
Rathbone Brothers	Fund manager	61.1	4.8
Polar Capital funds	Managed funds	44.6	3.5
Bristow Group	Helicopter services	44.5	3.5
Cobepa	Investment company	37.6	2.9
Melrose Resources	Oil and gas exploration	32.6	2.6
Oval	Insurance broking	32.5	2.5
Apax Summer	Business publishing	32.1	2.5
		653.7	51.2
Other investments		575.4	45.0
Net current assets		49.1	3.8
Net assets		1,278.2	100.0

## Caledonia Investments plc

All figures as at 31 August 2007. 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.

## Performance

	Value at 31/08/07	Cumulative change % 5 yr	10 yr
NAV per share – undiluted (p)	2207		
NAV per share – diluted (p)	2182		
Share price (p)	2075		
FTSE All-Share	3260		
Share price total return		246.5	358.4
FTSE All-Share Total Return		87.9	91.6
Outperformance		158.6	266.8

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  
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