

# Monthly fact sheet

30 September 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

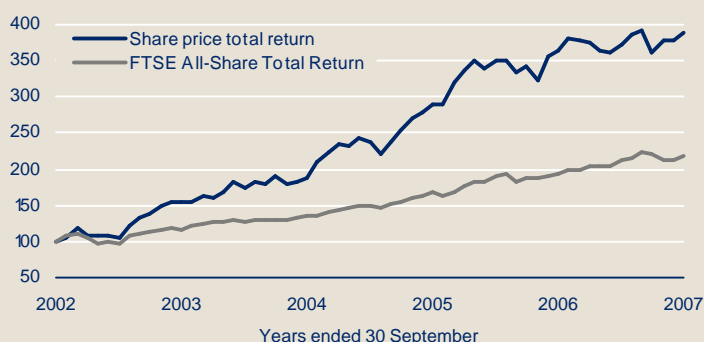
During the month, we invested a total of £24.3m and realised £0.7m. We invested £12.9m for a minority stake in Retif, the private French company supplying shop fittings and equipment through over 100 stores in the UK and Europe. We invested a further £7.3m in Quintain Estates & Development, the UK listed property investment and development business, increasing our holding to 9.6%. In addition, we invested a total of £2.9m in fund drawdowns and £1.2m in other follow-on investments. During the month, we realised £0.7m from fund distributions.

Via a wholly-owned subsidiary, we purchased a fourth 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 at cost in such options is £8.0m.

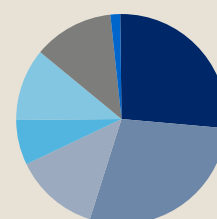
For the duration of our close period from 1 October 2007 until 27 November 2007, the date planned for the announcement of our interim results, we have given an irrevocable instruction to our broker, JPMorgan Cazenove, to be prepared to purchase the company's shares on our behalf, within certain parameters.

At the end of the month, net liquidity totalled £36.1m.

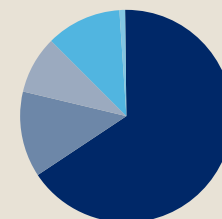
## Total return growth



## Business analysis



## Geographic analysis



## Ten largest holdings

Name	Business	£m	%
Close Brothers	Merchant bank	146.3	11.4
British Empire	Investment trust	140.9	10.9
Quintain Estates	Property developer	92.1	7.1
Rathbone Brothers	Fund manager	55.9	4.3
Bristow Group	Helicopter services	44.5	3.5
Polar Capital funds	Managed funds	42.4	3.3
Cobepa	Investment company	41.7	3.2
Oval	Insurance broking	34.4	2.7
Incisive Media	Business publishing	32.1	2.5
Melrose Resources	Oil and gas exploration	31.1	2.4
		661.4	51.3
Other investments		610.8	47.3
Net current assets		18.0	1.4
Total assets		1,290.2	100.0

## Caledonia Investments plc

All figures as at 30 September 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 30/09/07	Cumulative change % 5 yr	10 yr
NAV per share – undiluted (p)	2237		
NAV per share – diluted (p)	2212		
Share price (p)	2135		
FTSE All-Share	3317		
Share price total return		289.1	357.0
FTSE All-Share Total Return		117.0	80.6
Outperformance		172.1	276.4

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