

Monthly fact sheet

30 June 2008



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 £11.8m and realised £3.1m. We invested a further \$13.2m (£6.7m) in Bristow Group, the US listed provider of helicopter transportation services, through a private placement, the proceeds of which, combined with \$322m raised from public offerings of shares and convertible notes, are planned for the purchase of additional aircraft and for general corporate purposes. We invested a further £2.0m in Close Brothers, the UK listed merchant bank, increasing our holding to 13.2%. We also invested £2.1m in fund drawdowns and £1.0m in other follow-on situations. In addition to receiving £2.2m from our hedging subsidiary, as noted below, we received £0.9m from fund distributions and other realisations.

During the month, our hedging subsidiary realised £5.3m from the sale of our second FTSE 250 put option, which originally cost £2.0m. £3.0m of these proceeds were reinvested in a FTSE 250 put spread and £2.2m distributed to Caledonia.

At the end of the month, net liquidity totalled £19.9m. Other net assets included a £13.0m accrual for the proposed final dividend of 22.6p per share, which will be submitted for approval by shareholders at the company's annual general meeting on 29 July 2008.

At the beginning of July 2008, we received £19.1m in loan repayments from TGE Marine, subsequent to that company's flotation on the AIM market on 15 May 2008.

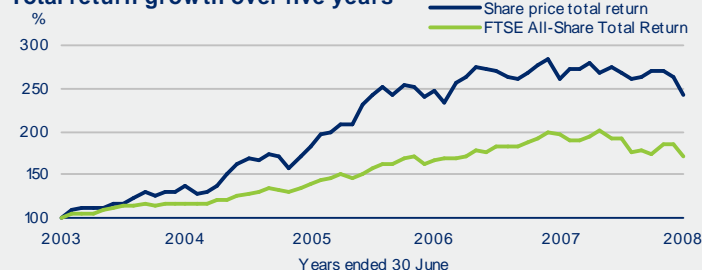
Ten largest holdings

Name	Business	£m	%
British Empire Securities	Investment trust	127.2	10.3
Close Brothers	Merchant banking	108.5	8.8
TGE Marine	Gas engineering	76.6	6.2
Oval	Insurance broking	65.9	5.4
Bristow Group	Helicopter services	57.9	4.7
Cobepa	Investment company	50.5	4.1
Melrose Resources	Oil and gas E&P	45.5	3.7
Rathbone Brothers	Fund management	42.3	3.4
Eddington Capital funds	Funds of hedge funds	39.5	3.2
Polar Capital funds	Hedge and long-only funds	34.0	2.8
		647.9	52.6
Other investments		582.7	47.3
Cash and other net assets		1.7	0.1
Net assets		1,232.3	100.0

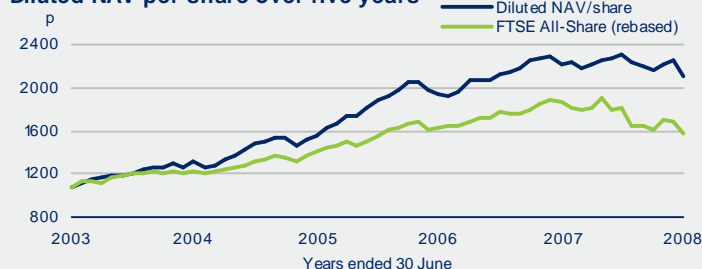
Caledonia Investments plc

All figures as at 30 June 2008. 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.

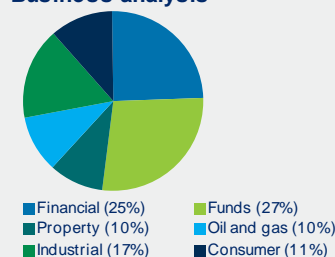
Total return growth over five years



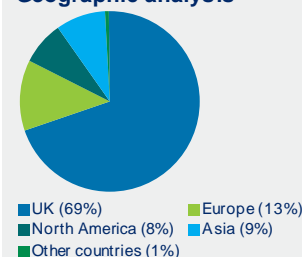
Diluted NAV per share over five years



Business analysis



Geographic analysis



Performance

	Value at 30/06/08	Cumulative change %	
		5 yr	10 yr
Diluted NAV per share (p)	2109		
Share price (p)	1812		
FTSE All-Share	2856		
Share price total return		141.9	179.2
FTSE All-Share Total Return		71.0	40.5
Outperformance		70.9	138.7

NAV per share are calculated on a cum-income basis.
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 scheme, ISA, PEP/ISA qualifying
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