

# Monthly fact sheet

30 June 2004



**CALEDONIA**  
INVESTMENTS

Caledonia invests in and actively manages a focused portfolio of significant stakes in companies and situations where it believes there to be good opportunities for building value. Caledonia's objective is consistently to achieve a long term shareholder return in excess of the FTSE All-Share Total Return while maintaining a progressive annual dividend.

## Review

During the month, Caledonia invested £1.4m in follow-on situations, including an additional £0.9m in Tribal Group, increasing our stake to 6.8%. We sold 7.4m shares in Close Brothers, the UK independent merchant banking group, for £57.1m, realising a gain of £43.2m. This sale reduces our holding in Close Brothers to 12.5%. We also realised £4.8m on the redemption of two Polar Capital fund holdings and received £3.2m of distributions from the Aberforth LP fund.

The elective special dividend and reduction of capital became effective on 30 June 2004. Elections were received on 8,407,676 shares and holders of these shares received a special dividend of 1047.07p per share. The elected shares were then cancelled. Consequently, net assets were reduced by the cost of the special dividend of £88.0m and the number of outstanding shares reduced by 8.4m, the overall effect of which was to enhance net asset value per share by some 2.3%. The special dividend was paid on 2 July, financed from the company's existing resources and a £28.0m draw down on our bank facilities. Net assets were also reduced by £13.4m for the proposed final dividend for 2004, as our shares were declared ex-dividend during the month.

## Ten largest holdings

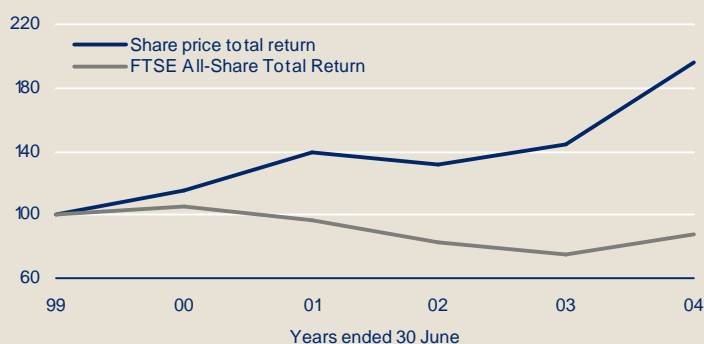
Name	Business	£m	%
Kerzner International	Resort operator	155.8	18.3
Close Brothers	Merchant bank	139.9	16.4
British Empire Securities	Investment trust	78.2	9.2
Paladin Resources	Oil and gas operator	47.2	5.5
Quintain Estates	Property developer	40.4	4.7
Aberforth LP fund	Investment fund	32.5	3.8
Rathbone Brothers	Fund manager	32.2	3.8
Offshore Logistics/Bristow	Helicopter operator	21.1	2.5
Cobepa	Investment company	20.1	2.4
ISIS Asset Management	Fund manager	19.2	2.3
		586.6	68.9
Other investments		299.9	35.3
Net current liabilities		(35.5)	(4.2)
Total assets		851.0	100.0

In addition to British Empire Securities shown above, Caledonia has the following holdings in other investment companies: Active Capital Trust (£5.8m), Close Finsbury Eutotech Trust (£0.7m) and Discovery Trust (£6.0m).

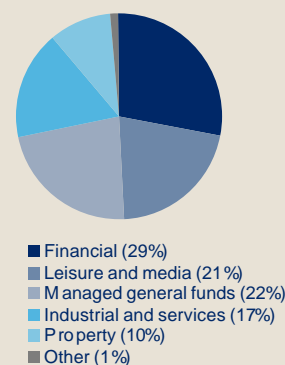
## Investor information

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

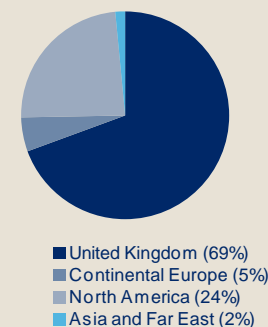
## Total return growth



## Sector analysis



## Geographic analysis



## Performance

	Value 30/06/04	Cumulative change % 5 yr	10 yr
NAV per share (p)	1325		
Share price (p)	1093		
FTSE All-Share	2228.7		
Share price total return		96.2	155.0
FTSE All-Share Total Return		(12.8)	110.0
Outperformance		109.0	45.0

Source: Caledonia Investments plc and FTSE/Datastream.

## Caledonia Investments plc

All figures as at 30 June 2004. 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 guarantee of future performance. Under no circumstances should this information be considered as an offer, or solicitation, to deal in investments.