

ABOUT US: UEM is a closed end investment company, traded on the London Stock Exchange, registered in Bermuda. Registration No 36941

OBJECTIVE: To provide long-term total return by investing predominantly in infrastructure, utility and related sectors mainly in emerging markets.

INVESTMENT APPROACH: To seek to minimise risk by investing mainly in companies and sectors displaying the characteristics of essential services or monopolies such as utilities, transportation infrastructure, communications or companies with unique product or market position.

MARCH 2016

ORDINARY SHARES

Ticker: UEM.L

NAV at launch	98.37p
NAV (diluted cum income)	202.42p
NAV (undiluted cum income)	206.33p
Share Price	178.50p
(Discount) / Premium to diluted NAV	(11.8%)
NAV Total Return since launch *	170.3%
Annual average compound return *	11.5%
Historic Dividend paid per share (last 12 months)	6.30p
Historic Dividend Yield (last 12 months)	3.5%
Ongoing charges figure excluding performance fee	1.1%
Shares in issue	211,462,599

*Including dividends and return on warrants converted in August 2010

SUBSCRIPTION SHARES

Ticker: UEMS.L

Share Price	17.25p
Shares in issue	42,605,893
Exercise Price	183.00p
Exercise Dates (last business day of each)	Aug 16, Feb 17 Aug 17 and Feb 18

CAPITAL STRUCTURE

Gross Assets less Current Liabilities	£455.0m
Bank Debt	£18.7m
Shareholders' Funds	£436.3m
Gearing* (based on AIC definition)	1.0%

*GEARING AIC - standardised gearing calculation as recommended by the AIC is now based on net assets

MANAGEMENT & ADMINISTRATIVE FEES

Investment Management Fee	0.65% of net assets plus Company Secretarial Fee
Administration Fee	£220k per annum
Performance Fee	15% of the outperformance of the higher of (i) benchmark plus 2% and (ii) 8%, subject to high watermark, with a cap on the performance fee of 1.85% of average net assets for that financial year

INVESTMENT MANAGERS

Utilico Emerging Markets Limited is managed by ICM Limited and ICM Investment Management Limited, which is authorised and regulated by the Financial Conduct Authority.

www.icm.limited and www.icmim.limited

PERFORMANCE



PERFORMANCE (Total return including dividends)

	1 month	3 months	1 year	3 years	Inception
Share Price	2.9%	8.3%	(2.0%)	3.0%	130.6%
Net Asset Value	4.9%	7.9%	(0.5%)	7.6%	158.7%

ROLLING 12 MONTH PERFORMANCE (Total return including dividends)

	12 Months to Mar 16	Mar 15	Mar 14	Mar 13	Mar 12
Share Price	(2.0%)	8.1%	(2.7%)	20.3%	7.3%
Net Asset Value	(0.5%)	12.2%	(3.3%)	20.4%	3.2%

KEY DATES

Launch Date	20 July 2005
Year End	31 March
AGM	September
Ex-Dividend Dates	Aug, Nov, Feb & May
Dividend Paid Dates	Sep, Dec, Mar & Jun
Continuation Vote	To be proposed at the AGM in 2016

BOARD

Alexander Zagoreos	Susan Hansen	Garry Madeiros
Garth Milne	Anthony Muh	John Rennocks

TEAM

Charles Jillings	Jacqueline Broers	Mark Lebbell
Duncan Saville	Jonathan Grocock	



PERFORMANCE

UEM's cum income NAV (undiluted) increased by 5.8% during March to end the month at 206.33p. The NAV on a diluted basis increased by 4.9% to 202.42p. Whilst this was a pleasing performance, it was an underperformance against the MSCI Emerging Markets Total Return Index, which rose by 9.8% in Sterling terms over the month.

Markets generally recovered in the month and some markets rebounded very strongly, most notably Brazil. The European Central Bank cut rates and increased its asset purchase programme (Quantitative Easing) to €80bn/month from €60bn. In the US, the Federal Reserve signalled that it expects US interest rates to rise at a slower rate than previously indicated. Both of these moves encouraged investors to take on risk assets. Commodities, most notably oil, continued to see a recovery in prices.

Amongst the major markets that UEM is invested in, Brazil performed the best, with the Bovespa Index up by 17.0% in March. The currency was also strong, up by 8.9% against Sterling. There was a strong positive performance across the other markets that UEM is invested in with the most notable other moves being the Shanghai Composite up by 11.8%, the Hang Seng in Hong Kong up by 8.7%, the SENSEX in India up by 10.2% and the PSEi Index in the Philippines up by 8.9%.

Sterling's performance was mixed, gaining 3.1% against the US Dollar, 1.8% against the Thai Baht and 2.9% against the Hong Kong Dollar but weakening by 8.1% against the Brazilian Real and 4.3% against the Malaysian Ringgit.

Commodities generally saw a recovery. The price of a barrel of Brent Crude oil rose by 10.1% and Copper was up by 2.6% in March. Gold held on to most of February's gains ending March 0.5% down at US\$1,232.75/oz.

PORTFOLIO

There was one change to the constituents of the top 20 this month, with E.CL replacing Omani Qatari Telecommunications at the twentieth position. E.CL is a Chilean electricity company.

Seventeen of the twenty stocks reported share price rises, two declined and one was unchanged. Five stocks in the top twenty advanced by 10% or more. These were Conpet, the Romanian pipeline operator, which was up by 24.4%; Brazilian electricity grid operator, Alupar, up by 19.2%; Malaysia Airports, up by 15.2%; Shanghai Airport up by 12.2%; and China Gas up by 10.0%. International Container Terminals, China Resources Gas, Yuexiu Transport Infrastructure and Eastern Water all posted strong share price gains in the month.

The two stocks that declined in the month were Asiasat, down by 4.5% and MyEG, down by 1.8%.

Purchases during the month amounted to £4.3m and realisations totalled £13.7m.

DEBT

Debt was unchanged on the month, remaining drawn in Hong Kong Dollars. The liability in Sterling terms decreased to £18.7m due to the movement in exchange rates.

OTHER

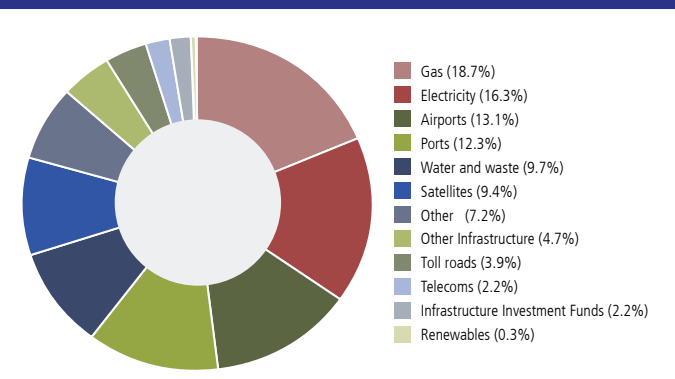
UEM's share price ended March at 178.50p, a gain of 2.9% for the month. The discount increased to 11.8% to the diluted NAV. The Subscription Shares advanced 4.25p to 17.25p. 42,717 Subscription Shares were tendered for conversion into Ordinary Shares at the end of February, with the new shares being allotted on 8 March 2016.

UEM bought back and cancelled 200,000 shares at 175.00p during the month.

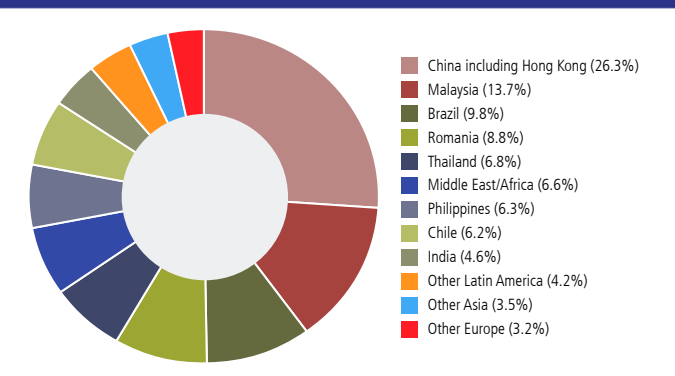
TOP 20 HOLDINGS

	% of gross assets
1. Malaysia Airport Holdings Berhad	8.3%
2. China Gas Holdings Ltd	5.8%
3. Eastern Water Resources Development and Management PCL	5.3%
4. APT Satellite Holdings Limited	4.6%
5. MyEG Services Berhad	4.5%
6. International Container Terminal Services Inc.	4.4%
7. Ocean Wilsons Holdings Limited	4.0%
8. Gasco S.A.	3.3%
9. Transelectrica SA	3.0%
10. China Resources Gas Group Ltd	2.3%
11. Alupar Investimento S.A.	2.3%
12. Transgaz S.A.	2.3%
13. Shanghai International Airport Co Ltd	2.2%
14. Conpet S.A.	2.2%
15. Yuexiu Transport Infrastructure Limited	1.8%
16. SJVN Limited	1.8%
17. The Egyptian Satellite Company	1.7%
18. Metro Pacific Investments Corporation	1.7%
19. Asia Satellite Telecommunications Company Limited	1.6%
20. E.CL S.A.	1.6%
Total Top 20	64.7%

SECTOR SPLIT OF INVESTMENTS



GEOGRAPHICAL SPLIT OF INVESTMENTS



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