

**ABOUT US:** UEM is a Bermuda registered closed end investment company, listed on the London Stock Exchange. Registration N° 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 a unique product or market position.

Manager & Secretary: ICM Limited Registered Office: Trinity Hall, 43 Cedar Avenue, Hamilton HM 12, Bermuda UK Contact: Telephone: 01372 271 486 Fax: 01372 271 495

### ORDINARY SHARES

NAV at launch	98.37p
NAV Total Return since launch (including dividends)	137.5%
Annual average compound return (including dividends)	13.0%
NAV (cum income)	200.06p
Share Price	187.70p
(Discount) / Premium to diluted NAV	(6.2%)
Historic Dividend Yield	3.2%
Shares in issue	215,528,793
Ticker	UEML

### CAPITAL STRUCTURE

Gross Assets less Current Liabilities	£440.5m
Bank Debt	£(9.3)m
Shareholders' Funds	£431.2m
Gearing* (based on AIC definition)	1.0%

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

### BOARD

Alexander Zagoreos	Garry Madeiros
Kevin O'Connor	Anthony Muh

### INVESTMENT MANAGER

Utilico Emerging Markets Limited is managed by ICM Limited. ICM is a Bermuda company and has assets under management of over £1.5bn. [www.icm.bm](http://www.icm.bm)

### TEAM

Duncan Saville	Jonathan Grocock
Charles Jillings	Mark Lebbell
Jacqueline Broers	

### MANAGEMENT & ADMINISTRATIVE FEES

Investment Adviser Fee	0.5%
Administration Fee	£210k
Performance Fee	15% of the outperformance over benchmark subject to "high water" mark

### PERFORMANCE



### PERFORMANCE (total return including dividends)

	1 month	3 months	1 year	3 years	Inception
Share Price	4.6%	15.6%	20.1%	68.5%	121.3%
Net Asset Value	6.3%	15.9%	16.1%	58.6%	137.5%

### ROLLING 12 MONTH PERFORMANCE (total return including dividends)

12 months to	Feb 13	Feb 12	Feb 11	Feb 10	Feb 09
Share Price	20.1%	6.0%	27.7%	42.3%	(41.1%)
Net Asset Value	16.1%	7.9%	22.2%	43.4%	(35.4%)

### 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
Winding up provision	To be proposed at the AGM in 2016



## PERFORMANCE

UEM's cum income NAV rose 6.3% during the month to 200.06p. This compares to a 3.1% gain in the MSCI Emerging Markets Index (Sterling Adjusted).

For the eleven months from 31st March 2012, UEM's NAV total return, including the 4.5p of dividends paid, was 16.5%. The MSCI Emerging Markets (total return) index rose 9.5% (in Sterling terms) over the same period. In January 2013 UEM announced a third quarterly dividend of 1.525p per share to be paid in March 2013.

In comparison to the strong rally in global markets in the previous month, February was a period of consolidation for the markets. Positive economic data from the US and continued supportive measures from the Federal Reserve has helped keep equity markets buoyant. Nonetheless the political backdrop remains uncertain, as US sequester measures which see \$85bn of spending cuts starting 1st March 2013, could weigh on recovery prospects.

Elsewhere in the World, the major emerging market economies are posting positive economic data, particularly in China and the ASEAN region. While this was reflected in stronger markets for some of the smaller countries (notably Indonesia, Philippines and Thailand), the larger markets, including China and Brazil, softened slightly. After a poor January, Sterling continued its weakness against all the major currencies, such that in February the Brazilian Real appreciated by 5.2%, the Thai Baht 4.8%, and HK dollar 4.6%.

## PORTFOLIO

There were no changes to the constituents of the top ten holdings in the month.

February saw strong share price performances from Eastwater (up 15.2%), China Gas Holdings (up 13.0%), COPASA (up 7.9%), ICT (up 7.6%) and Gasco (up 6.4%). By comparison Santos Brasil (down 6.4%), Ocean Wilsons (down 6.6%), and AsiaSat (down 9.4%) were relatively weak, although the latter is in part due to an abnormally wide bid-offer spread which should normalise out over time. On top of the movements in underlying share prices all these positions benefitted from the Sterling weakness.

During the month, UEM invested £8.3m and realised £3.9m.

## DEBT & CASH

Bank debt was flat on last month at £9.3m and is drawn as £5m and €4.3m.

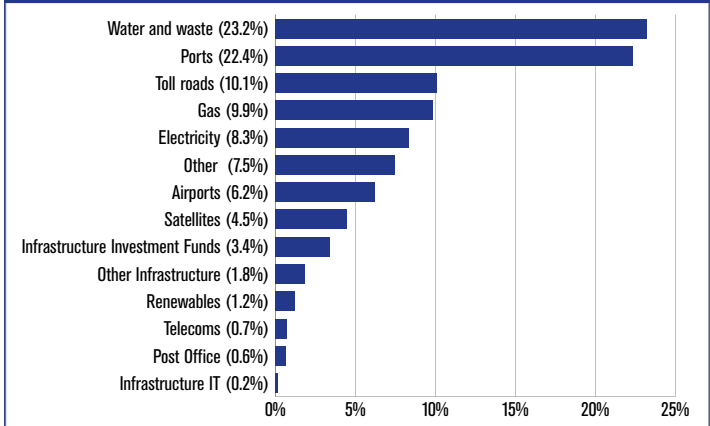
## OTHER

UEM's ordinary share price rose 3.8% during February, to 187.70p. The discount widened to 6.2%.

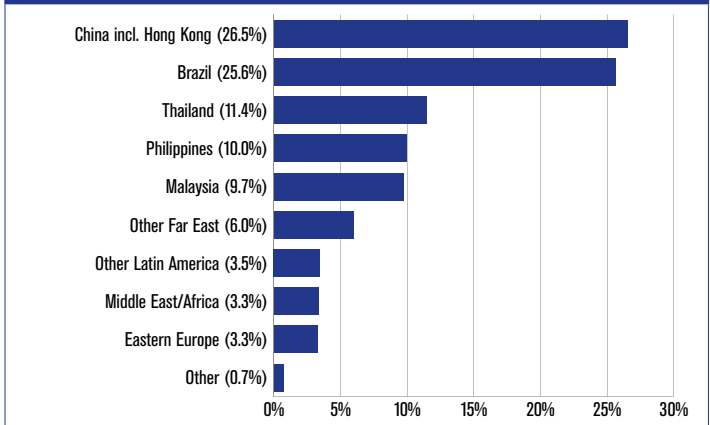
## TOP TEN HOLDINGS

	% of gross assets
1 Eastern Water Resources PCL	11.1%
2 International Container Terminal Services Inc.	8.9%
3 Malaysia Airport Holdings Berhad	6.0%
4 Companhia de Saneamento de Minas Gerais (COPASA)	5.6%
5 Ocean Wilsons Holdings Limited	5.2%
6 China Gas Holdings Ltd	4.3%
7 Companhia de Concessoes Rodoviaras S.A. (CCR)	3.3%
8 Asia Satellite Telecommunications (Holdings) Limited	3.2%
9 Santos Brasil Participacoes S.A.	2.9%
10 Gasco S.A.	2.4%
<b>Total Top 10</b>	<b>52.9%</b>

## SECTORAL SPLIT OF INVESTMENTS



## GEOGRAPHICAL SPLIT OF INVESTMENTS



This document is only directed at persons in the United Kingdom who are investment professionals as defined in Article 19 of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005, high net worth companies, unincorporated associations and other persons as defined in Article 49 of that Order or others to whom this document can lawfully be distributed or given, inside the United Kingdom, without approval of an authorised person. Any other person should not rely on it or act on it and any investment or investment activity to which it relates will not be engaged in with them.