

EMERGING CITIES. EMERGING WEALTH. EMERGING OPPORTUNITIES.

Offering long-term value in emerging markets investments

JULY 2021

UK closed-end investment trust focused on long-term total return

OBJECTIVE

Utilico Emerging Markets Trust plc ("UEM") seeks to provide long-term total return by investing predominantly in infrastructure, utility and related sectors mainly in emerging markets.

INVESTMENT APPROACH

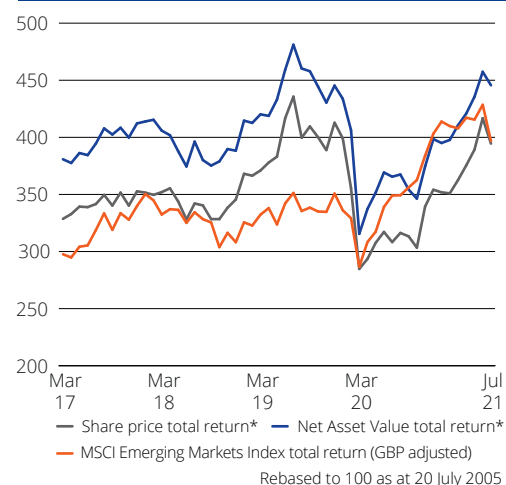
To seek to invest mainly in companies and sectors displaying the characteristics of essential services or monopolies such as utilities, transportation infrastructure, communications or companies with a unique product or market position.

KEY DATES

Launch Date⁺	20 July 05
Year End	31 March
AGM	21 September 2021
Ex-Dividend Dates	September, December, March & June
Dividend Paid Dates	September, December, March & June
Continuation Vote	To be proposed at the AGM in 2021

⁺Utilico Emerging Markets Limited – UEM's predecessor

PERFORMANCE



PERFORMANCE (Total return*)	1 month	3 months	1 year	3 years	Inception
Share Price	(5.3%)	5.1%	28.0%	15.3%	294.5%
Net Asset Value	(2.6%)	5.9%	21.9%	12.5%	345.6%
MSCI Emerging Markets Index (GBP adjusted)	(7.4%)	(4.9%)	13.7%	18.7%	296.8%

ROLLING 12 MONTH PERFORMANCE (Total return*)

12 Months to	Jul 21	Jul 20	Jul 19	Jul 18	Jul 17
Share Price	28.0%	(29.2%)	27.4%	0.1%	14.2%
Net Asset Value	21.9%	(24.0%)	21.4%	0.4%	17.5%
MSCI Emerging Markets Index (GBP adjusted)	13.7%	(0.7%)	5.1%	4.9%	25.3%

*Total return is calculated based on undiluted NAV/share price plus dividends reinvested and adjusted for the exercise of warrants and subscription shares

FUND DETAILS

ORDINARY SHARES

NAV at launch ⁺	98.36p
NAV (cum income)	245.82p
Share Price	213.00p
Discount to diluted NAV	(13.4%)
NAV Total return since launch*	345.6%
Annual average compound return*	9.8%
Historic Dividend paid per share (last 12 months)	7.78p
Historic Dividend Yield (last 12 months)	3.7%
Ongoing charges figure	1.4%
Shares in issue	220,160,102
Ticker	UEM.L

⁺Utilico Emerging Markets Limited – UEM's predecessor

*Total return is calculated based on undiluted NAV plus dividends reinvested and adjusted for the exercise of warrants and subscription shares

CAPITAL STRUCTURE

Gross Assets less Current Liabilities	£576.2m
Bank Debt	£(35.0)m
Shareholders' Funds	£541.2m
Gearing (based on AIC definition)	3.3%

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

INVESTMENT MANAGEMENT FEE (PER ANNUM)

1.0% of NAV up to and including £500m;
 0.9% of NAV exceeding £500m up to and including £750m;
 0.85% of NAV exceeding £750m up to and including £1,000m; and
 0.75% of NAV exceeding £1,000m

INVESTMENT MANAGERS

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

www.icm.limited





PERFORMANCE

UEM's NAV total return in the month of July fell by 2.6%, performing better than the MSCI Emerging Markets Total Return Index which was down 7.4% in Sterling

terms over the month.

Global stock markets were mixed in July, with developed markets witnessing a gain for the month whilst the majority of emerging markets saw a contrasting picture and declined, primarily driven by the Chinese government announcing tighter regulation on the education sector and China's ongoing drive to assess and control the societal influence of large Chinese tech companies. The Hong Kong Hang Seng Index was impacted the hardest and fell 9.9% in July, with the Chinese Shanghai Composite down 5.4%. Further, the increase in the number of Delta variant Covid-19 cases within Asia has further fuelled the weakness with the Philippines market being impacted the hardest. The Philippines PCOMP Index was down 9.2% after the government announced much stricter lock down restrictions as the number of Delta variant cases continues to rise and the percentage of the population vaccinated remains below 10%.

The US market continued to inch higher in July with the S&P Index up 2.3%, largely driven by companies' Q2 results where the number of companies reporting results ahead of market expectations is above the five year average.

PORTFOLIO

There was only one change to the constituents of the top thirty holdings in the portfolio in July, with Santos Brasil, replacing Conpet due to Santos' stronger price performance and a marginal increase in UEM's shareholding.

Santos Brasil, a Brazilian port operator with three container terminals listed on the B3 Novo Mercado, is responsible for approximately 25% of the containers handled in Brazil.

In the month of July, there were some strong share price performances. Simpar was up 25.8% partly driven by the announcement of one of its subsidiaries, JSL Logistica,

looking to acquire Tegma (later in the month the deal fell through) and Vamos (Simpar owns 79.1%) reporting another stronger than expected quarter. Rumo's share price was up 7.8% on the back of news that Mato Grosso state government announced the start of a public hearing process to build a new state railroad which will speed up Rumo's project to expand its rail network in the region. Link Net was up 7.0% as two key shareholders could potentially sell their holding, which will trigger a mandatory tender offer for the minorities.

Hidroviás do Brasil was down 14.1% as hydrology concerns around its Southern Brazilian operations remain whilst China Everbright was down 9.5% as continued weak sentiment in the Chinese markets and concerns over higher biomass prices impacting margins.

Purchases during the month for the portfolio amounted to £8.1m and realisations totalled £23.2m.

DEBT

UEM's bank debt reduced in July to £35.0m from £49.7m in June and drawn as USD 15.5m and EUR 23.9m.

OTHER

UEM's share price ended July at 213.00p, down 5.3% during the month with the discount widening to 13.4%.

During the month UEM bought back 0.2m shares at an average price of 221.45p.

Charles Jillings ICM Investment Management Limited and ICM Limited

SECTOR SPLIT OF INVESTMENTS

Ports and Logistics	20.3%
Data Services and Digital Infrastructure	15.1%
Electricity	14.8%
Gas	10.6%
Telecoms and Satellites	9.1%
Other	6.7%
Road and Rail	6.2%
Infrastructure Investment Funds	6.1%
Renewables	5.3%
Airports	3.9%
Water and Waste	1.9%

PORTFOLIO SUMMARY

TOP THIRTY HOLDINGS	% of total investments
1 International Container Terminal Services Inc.	5.2%
2 Gujarat State Petronet Limited	3.9%
3 Simpar SA	3.8%
4 India Grid Trust	3.1%
5 Ocean Wilsons Holdings Limited	3.0%
6 Alupar Investimento S.A.	2.9%
7 Rumo S.A.	2.4%
8 My E.G. Services Bhd	2.2%
9 Corporacion Financiera Colombiana S.A.	2.1%
10 China Everbright Greentech Limited	2.1%
11 Power Grid Corporation of India Limited	2.1%
12 Naver Corporation Limited	2.0%
13 FPT Corporation	1.9%
14 Ecorodovias Infraestrutura e Logistica S.A.	1.9%
15 Société Nationale des Télécommunications du Senegal (Sonatel)	1.8%
16 Telelink Business Services	1.8%
17 Citic Telecom International Holdings Limited	1.8%
18 VinaCapital Vietnam	1.7%
19 China Gas Holdings Limited	1.7%
20 KINX Inc	1.7%
21 KunLun Energy Company Limited	1.7%
22 Engie Energia Chile S.A.	1.7%
23 CGN Capital Partners Infra Fund 3	1.6%
24 Link Net	1.6%
25 Hidroviás do Brasil S.A.	1.5%
26 KT Corporation	1.5%
27 Bolsa de Valores de Colombia	1.5%
28 Santos Brasil Participacoes SA	1.5%
29 China Tian Lun Gas Holdings Limited	1.4%
30 Telecom Egypt	1.4%
Total Top Thirty	64.5%

GEOGRAPHICAL SPLIT OF INVESTMENTS

Brazil	19.3%
China including Hong Kong	15.8%
India	13.6%
Other Asia	11.3%
Other Europe	7.5%
South Korea	6.4%
Middle East/Africa	6.2%
The Philippines	5.2%
Colombia	4.0%
Romania	3.3%
Chile	2.6%
Mexico	2.6%
Malaysia	2.2%

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Important Notes

The information presented on this document is solely for information purposes and is not intended to be, and should not be construed as, an offer or recommendation to deal in UEM. Investments in UEM are subject to investment risks and the value of investments and the income derived from them may fall as well as rise and investors may not get back the principal amount invested. Past performance is not indicative of future performance. Investors should read the prospectus along with the supplement(s) and seek relevant professional advice before making any investment decision. The information presented has been obtained from sources believed to be reliable, but no representation or warranty is given or may be implied that they are accurate or complete. The Investment Managers reserve the right to make any amendments to the information at any time, without notice. Issued by ICM Investment Management Limited (registered in England: 08421482), which is authorised and regulated by the Financial Conduct Authority (FRN: 630094).

