

EMERGING CITIES. EMERGING WEALTH. EMERGING OPPORTUNITIES.

Offering long-term value in emerging markets investments

APRIL 2020

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

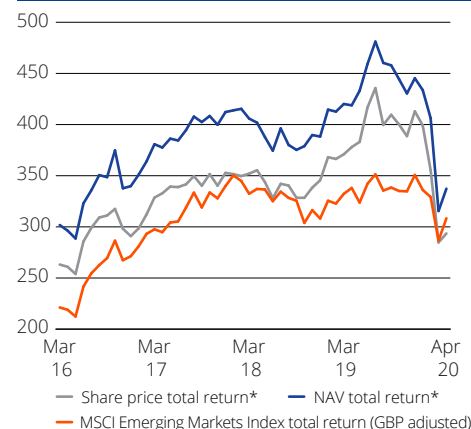
To seek to invest mainly in companies and sectors displaying the characteristics of essential services or monopolies such as utilities, transportation infrastructure, communications or companies with a unique product or market position.

KEY DATES

Launch Date ⁺	20 July 2005
Year End	31 March
AGM	September
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



Rebased to 100 as at 20 July 2005

PERFORMANCE (Total return*)

	1 month	3 months	1 year	3 years	Inception
Share Price	3.1%	(26.4%)	(22.3%)	(11.8%)	193.6%
Net Asset Value	6.9%	(22.2%)	(19.5%)	(10.7%)	237.3%
MSCI Emerging Markets Index (GBP adjusted)	7.6%	(8.3%)	(8.8%)	4.6%	208.3%

ROLLING 12 MONTH PERFORMANCE (Total return*)

12 Months to	Apr 20	Apr 19	Apr 18	Apr 17	Apr 16
Share Price	(22.3%)	6.4%	6.8%	27.5%	(5.9%)
Net Asset Value	(19.5%)	4.2%	6.4%	27.4%	(3.1%)
MSCI Emerging Markets Index (GBP adjusted)	(8.8%)	0.3%	14.3%	34.7%	(13.9%)

*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

Ticker: UEM.L

NAV at launch ⁺	98.36p
NAV (cum income)	194.43p
Share Price	166.50p
Discount to diluted NAV	(14.4%)
NAV Total return since launch*	237.3%
Annual average compound return*	8.6%
Historic Dividend paid per share (last 12 months)	7.45p
Historic Dividend Yield (last 12 months)	4.5%
Ongoing charges figure excluding performance fee	1.1%
Shares in issue	227,862,470

⁺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	£489.3m
Bank Debt	£(46.3)m
Shareholders' Funds	£443.0m
Gearing (based on AIC definition)	1.2%

Gearing AIC – standardised gearing calculation as recommended by the AIC is based on net assets

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

INVESTMENT MANAGEMENT FEE

0.65% of net assets plus Company Secretarial Fee.

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.





PERFORMANCE

UEM's cum income NAV rose by 6.9% in April, ending the month at 194.43p. This was slightly weaker than the MSCI Emerging Markets Total Return Index which gained by 7.6% in

Sterling terms over the month.

News in the month continued to be dominated by direct and indirect impacts of the global coronavirus pandemic, although many holdings, particularly those in Asia and Europe, saw their share prices rebound strongly in April after the sharp sell-off in March.

Much of the World spent April under lockdown restrictions, severely impacting the global economy. The true extent of the economic impact will take some time to establish and there remains considerable uncertainty on the shape and timing of the recovery. Central banks and governments continued to cut interest rates, increase stimulus packages, and introduce support for both workers and enterprises.

In terms of the number of reported cases of coronavirus, the USA and western Europe were most severely impacted in April. However, the threat of an uncontrolled spread in a major emerging economy remains a very considerable risk. In China, the traffic levels and other activity indicators are recovering towards normal levels, however the outbreak in China's Northeast Region is a concern.

All major markets recovered some of their substantial losses reported in March. India's SENSEX Index gained 14.4% in the month, having declined by 23.1% in March. Brazil's BOVESPA Index gained 10.3% and the PSEi in Manila gained 7.1%. EM currencies continue to generally weaken against a recovering Sterling. The Brazilian Real was the most significant decliner, with a depreciation of 5.8% against Sterling in April. The Indonesian Rupiah did however partially recover from its 9.4% depreciation in March, with a gain of 7.8% against Sterling in April.

PORTFOLIO

There were two changes to the constituents of the top twenty holdings during the month with CESC (Calcutta Electricity Supply

Corporation) and Corporacion Financiera Colombiana S.A. ("Corficolombiana") entering the top twenty, replacing APT Satellite and Omega Geracao.

CESC is an electricity generation and distribution company in India, and is the monopoly electricity supplier to Kolkata, one of the largest cities in India.

Corficolombiana is a Colombian infrastructure company, and its operations are predominately in the gas midstream and downstream segments and toll roads. It offers an attractive combination of resilient cash flow through its gas business and growth from the construction of new toll roads under the Colombian fourth infrastructure programme.

Within UEM's top twenty, seventeen of the holdings' share prices rose during the month, nine of which advanced by more than 10.0%. However, these large gains did not generally recover all of March's steep declines and generally reflected a recovery from oversold positions rather than material changes to the companies' outlooks.

Companies that increased their share prices by more than 15.0% during April were CESC, up by 60.6%, Gujarat State Petronet, up by 20.7%, ICT, up by 19.9%, Conpet, up by 19.1%, Torrent Power, up by 18.3%, Engie Energia Chile, up by 15.8% and Energisa up by 15.6%. Cosan Logistica, which fell by 7.5% was the only holding within the top 20 to post a material share price decline in April.

Purchases during the month for the portfolio amounted to £17.3m and realisations totalled £16.9m.

DEBT

UEM's bank debt reduced in Sterling terms from £47.1m at the end of March to £46.3m at the end of April, all drawn in US Dollars. However net gearing is materially lower, as UEM had cash balances of £40.9m at the end of April.

OTHER

UEM's share price ended April at 166.50p, up 3.1% compared to the end of March. The discount widened to 14.4%.

Charles Jillings

ICM Investment Management Limited and ICM Limited

PORTFOLIO SUMMARY

TOP TWENTY HOLDINGS		% of total investments
1	International Container Terminal Services Inc.	5.9%
2	Alupar Investimento S.A.	3.8%
3	China Everbright Greentech Limited	3.5%
4	Engie Energia Chile S.A.	3.4%
5	Rumo S.A.	3.1%
6	India Grid Trust	3.0%
7	Ocean Wilsons Holdings Limited	3.0%
8	Gujarat State Petronet Limited	3.0%
9	Companhia de Saneamento do Paraná (Sanepar)	2.8%
10	CITIC Telecom International Holdings Limited	2.6%
11	Energisa S.A.	2.4%
12	Transgaz S.A.	2.4%
13	Cosan Logistica S.A.	2.3%
14	Torrent Power Limited	2.3%
15	Sonatel	2.3%
16	Corporacion Financiera Colombiana S.A.	2.2%
17	Centrais Elétricas Brasileiras SA (Eletrobras)	2.2%
18	Conpet S.A.	2.2%
19	Power Grid Corporation of India Limited	2.0%
20	CESC Limited	2.0%
Total Top Twenty		56.4%

SECTOR SPLIT OF INVESTMENTS

Electricity	23.1%
Ports	14.0%
Road and Rail	10.6%
Gas	10.3%
Telecoms and Satellites	10.0%
Other	9.7%
Renewables	7.9%
Infrastructure Investment Funds	6.7%
Water and Waste	5.7%
Airports	2.0%

GEOGRAPHICAL SPLIT OF INVESTMENTS

Brazil	26.5%
China including Hong Kong	19.0%
India	13.9%
Other Asia	10.6%
Middle East/Africa	7.7%
Philippines	7.0%
Romania	4.9%
Colombia	4.2%
Chile	3.4%
Other Europe	2.4%
Mexico	0.4%

Registered Office: The Cottage, Ridge Court, The Ridge, Epsom, Surrey KT18 7EP

UK Contact: Telephone: 01372 271 486

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).

