

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.

FEBRUARY 2016

ORDINARY SHARES

Ticker: UEM.L

NAV at launch	98.37p
NAV (cum income)	193.00p
Share Price	173.50p
(Discount) / Premium to diluted NAV	(10.1%)
NAV Total Return since launch *	160.8%
NAV annual average compound return *	11.0%
Historic Dividend paid per share (last 12 months)	6.30p
Historic Dividend Yield (last 12 months)	3.6%
Ongoing charges figure excluding performance fee	1.1%
Shares in issue	211,619,882

*Including dividends and return on warrants converted in August 2010

SUBSCRIPTION SHARES

Ticker: UEMS.L

Share Price	13.00p
Shares in issue	42,648,610
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	£431.9m
Bank Debt	£19.2m
Shareholders' Funds	£412.7m
Gearing* (based on AIC definition)	2.6%

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

MANAGEMENT & ADMINISTRATIVE FEES

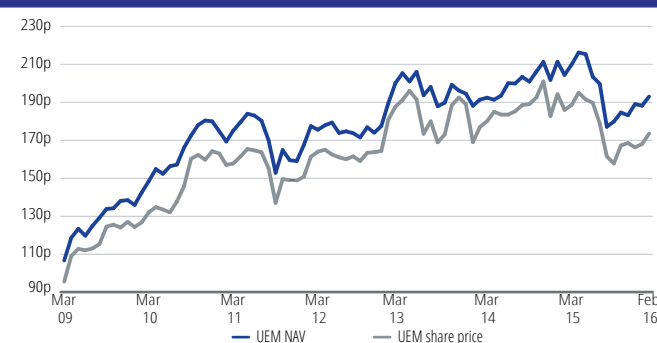
Investment Management Fee	0.65% of net assets plus Company Secretarial Fee
Administration Fee	£220k per annum
Performance Fee	15% of the outperformance of the higher of (i) benchmark plus 2% and (ii) 8%, subject to high watermark, with a cap on the performance fee of 1.85% of average net assets for that 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	4.2%	3.9%	(3.3%)	2.3%	125.6%
Net Asset Value	3.4%	6.3%	(2.5%)	5.7%	149.1%

ROLLING 12 MONTH PERFORMANCE (Total return including dividends)

12 Months to	Feb 16	Feb 15	Feb 14	Feb 13	Feb 12
Share Price	(3.3%)	8.5%	(2.5%)	20.1%	6.0%
Net Asset Value	(2.5%)	10.0%	(1.3%)	16.1%	7.9%

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 increased by 3.4% during February (adjusted for the 1.625p quarterly dividend) to end the month at 193.00p. This was an outperformance against the MSCI Emerging Markets Total Return Index, which rose by 1.6% in Sterling terms over the month.

Markets continued to be extremely volatile, with a steep sell off in global markets in the first half of the month, followed by an equally sharp rally in the second half of February. There were no clear triggers for either move.

Chinese investors seemed to return from their New Year holidays in a more positive mood, and the positive stock market sentiment also appeared to be a catalyst to lift commodity prices higher. It was notable that gold was particularly strong throughout the month.

For the month as a whole, markets ended mixed, although generally well above the lows recorded in the middle of the month. The Shanghai Composite ended February down by 1.8%, the Hang Seng Index in Hong Kong was down by 2.9% and the Bursa Malaysia Index fell by 0.8%. Indian markets were particularly weak, with the SENSEX Index down by 7.5%.

The Bovespa Index in Brazil staged a strong rally at the end of the month, up by 5.9% for February. The Thailand SET Index rose by 2.4% and the Chilean ISPA Index was up by 0.3%.

Sterling was again weaker against most currencies in February, partly attributable to uncertainty around the EU membership referendum which was confirmed to take place on 23 June 2016. The US Dollar gained 1.8% and the Euro gained 2.2% against Sterling. Many emerging markets' currencies continued to recover after weakness in 2015. The Indonesian Rupiah, up by 4.9% and the Chilean Peso, up by 4.0%, were particularly strong. The Brazilian Real was 2.8% stronger against Sterling for the month.

Commodities remained volatile but recovered at the end of the month. The price of a barrel of Brent Crude Oil rose by 3.5% and Copper was up by 3.0% in February. Gold had a strong month, ending the month up by 10.8% to close February at US\$1,238.74/oz.

PORTFOLIO

The top ten constituents remained the same as at the end of December UEM is now disclosing the top 20 holdings in its portfolio. These 20 stocks made up 63.8% of the portfolio's value at the end of February.

Thirteen of the 20 stocks reported share price rises. The most significant risers were telecoms operator, Ooredoo (up by 13.9%) and the Hong Kong listed satellite companies, Asiasat (up by 12.4%) and APT Satellite (up by 11.2%). A number of Chinese stocks, namely China Gas, China Resources Gas, Shanghai Airport and toll road operator Yuexiu Transport Infrastructure each gained around 5.0% during February. Transelectrica was up by 6.6%.

The main fallers in the top 20 were Romanian pipeline operator, Conpet S.A., down by 5.9%, MyEG, down by 4.8% and The Egyptian Satellite Company, down by 4.2%.

Purchases during the month for the portfolio amounted to £9.9m and realisations totalled £8.3m.

DEBT

The debt was switched from Euros to Hong Kong Dollars during the month. The liability in Sterling terms increased to £19.2m due to the movement in exchange rates.

OTHER

UEM's share price ended February at 173.50p, a gain of 4.2% for the month, including the quarterly dividend. The discount narrowed marginally to 10.1%. The Subscription Share price advanced 1.25p to 13.00p.

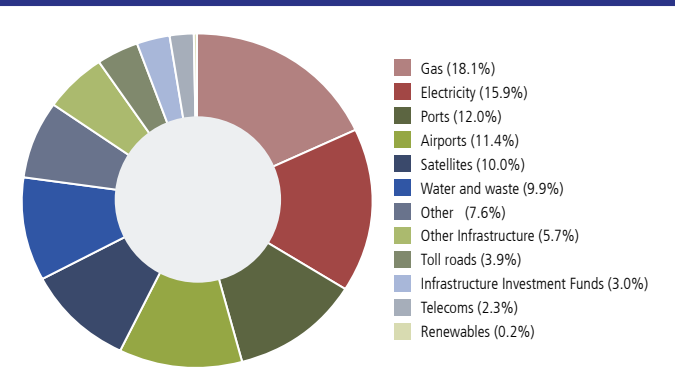
UEM bought back and cancelled 100,000 shares at 161.75p during the month.

A quarterly dividend of 1.625p per share was paid on 7 March 2016 to shareholders on the register on 19 February 2016.

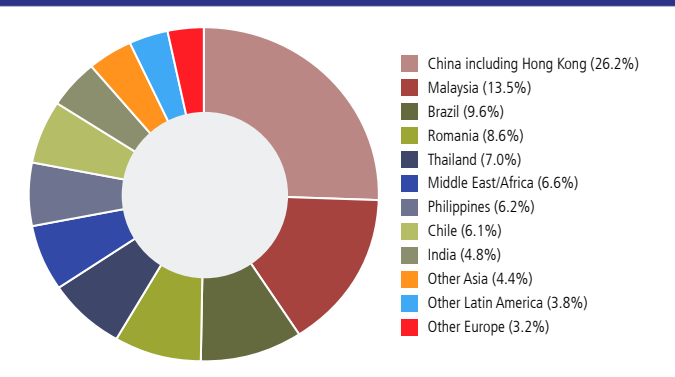
TOP 20 HOLDINGS

	% of gross assets
1. Malaysia Airport Holdings Berhad	7.2%
2. China Gas Holdings Ltd	5.7%
3. MyEG Services Berhad	5.5%
4. Eastern Water Resources Development and Management PCL	5.4%
5. APT Satellite Holdings Limited	4.9%
6. International Container Terminal Services Inc.	4.2%
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. Transgaz S.A.	2.3%
12. Shanghai International Airport Co Ltd	1.9%
13. Alupar Investimento S.A.	1.9%
14. Conpet S.A.	1.8%
15. SJVN Limited	1.8%
16. Yuexiu Transport Infrastructure Limited	1.8%
17. Asia Satellite Telecommunications Company Limited	1.8%
18. The Egyptian Satellite Company (Nilesat)	1.7%
19. Metro Pacific Investments Corporation	1.7%
20. Omani Qatari Telecommunications Company SAOG	1.6%
Total Top 20	63.8%

SECTOR SPLIT OF INVESTMENTS



GEOGRAPHICAL SPLIT OF INVESTMENTS



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