

ABOUT US: UEM is a closed end investment company, traded on the London Stock Exchange, registered in Bermuda. Registered 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 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.

SEPTEMBER 2016

ORDINARY SHARES

Ticker: UEM.L

NAV at launch	98.37p
NAV (diluted cum income)	226.13p
NAV (undiluted cum income)	236.60p
Share Price	206.75p
(Discount) / Premium to diluted NAV	(8.6%)
NAV Total Return since launch *	197.7%
Annual average compound return *	11.9%
Historic Dividend paid per share (last 12 months)	6.50p
Historic Dividend Yield (last 12 months)	3.1%
Ongoing charges figure excluding performance fee	1.0%
Shares in issue	214,926,502

*Including dividends and return on warrants converted in August 2010

SUBSCRIPTION SHARES

Ticker: UEMS.L

Share Price	21.63p
Shares in issue	39,141,990
Exercise Price	183.00p
Exercise Dates (last business day of each)	Feb 17, Aug 17 and Feb 18

CAPITAL STRUCTURE

Gross Assets less Current Liabilities	£522.6m
Bank Debt	£19.7m
Shareholders' Funds	£502.9m
Gearing* (based on AIC definition)	0.3%

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

MANAGEMENT & ADMINISTRATIVE FEES

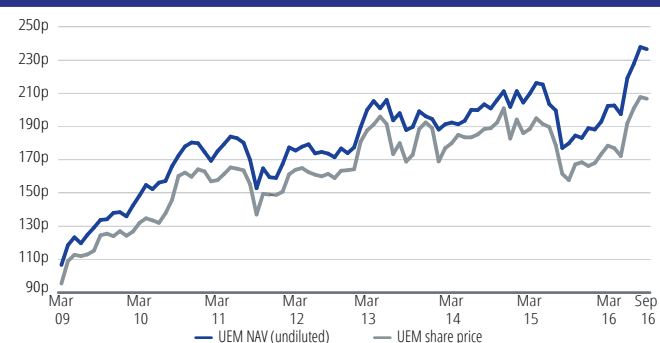
Investment Management Fee	0.65% of net assets plus Company Secretarial Fee
Administration Fee	£220k per annum
Performance Fee	15% of the outperformance of the higher of (i) benchmark plus 2% and (ii) 8%, subject to high watermark, with a cap on the performance fee of 1.85% of average net assets for that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

ORDINARY SHARES PERFORMANCE



PERFORMANCE (Total return including dividends)

	1 month	3 months	1 year	3 years	Inception
Share Price	(0.5%)	8.5%	35.2%	30.3%	162.1%
Net Asset Value*	(1.1%)	6.9%	29.4%	29.0%	186.1%

*Diluted

ROLLING 12 MONTH PERFORMANCE (Total return including dividends)

12 Months to	Sep 16	Sep 15	Sep 14	Sep 13	Sep 12
Share Price	35.2%	(13.3%)	12.8%	12.5%	21.1%
Net Asset Value*	29.4%	(7.4%)	9.1%	14.1%	16.7%

*Diluted

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

John Rennocks	Susan Hansen	Garry Madeiros
Garth Milne	Anthony Muh	

TEAM

Charles Jillings	Jacqueline Broers	Mark Lebbell
Duncan Saville	Jonathan Grocock	



PERFORMANCE

UEM's cum income NAV (undiluted) decreased by 0.5% during September, ending the month at 236.60p, slightly behind the MSCI Emerging Markets Total Return index which increased over the period by 2.2% in Sterling terms. The NAV on a diluted basis also decreased by 1.1% to 226.13p.

September continued the market momentum witnessed over the summer months in the emerging markets, with yet another month of twelve month highs being recorded at the Brazilian Bovespa, Hang Seng in Hong Kong and Indian SENSEX. The Thai SET weakened by 4.2% over the month from the highs seen in August, with the Philippine PSEi being down by 2.0%. The Shanghai Composite Index and the Romanian BET continue to trade below the highs seen in 2015 falling by 2.6% and 1.4% respectively over the period.

Markets have continued to be helped by positive September PMI data that has generally surprised to the upside in the major Asian economies, indicating that Asia's growth outlook is improving. Only India, Indonesia and Korea witnessed a decline in headline PMI, albeit in India and Indonesia the fall was minimal and the level remains robust at 52.1 and 51.8 respectively. In LATAM, politics remained a key focus as the Brazilian market began to digest the impact of the impeachment of Dilma Rousseff whilst Mexico continues to closely watch the US election polls between Clinton and Trump.

Sterling continued to remain weak against most developed and emerging currencies in September with the US Dollar strengthening by 0.8% against Sterling. Similar movements were seen with the Brazilian Real strengthening by 0.4%, the Hong Kong Dollar up by 0.8%, the Romanian Leu up by 1.7%, the Chilean Peso up by 3.7% and the Indonesian Peso up by 2.4%. Sterling nonetheless did strengthen again the Philippine Peso and the Malaysian Ringgit which declined by 3.2% and 1.1% respectively for September.

PORTFOLIO

There was one change to the constituents of the top 20 holdings this month, Asia Satellite Telecommunications Holdings Limited, a satellite operator listed in Hong Kong returned to the top 20, replacing China Everbright International due to the latter's share price declining over the period by 7.1% on the back of an announcement of a potential change in regulated tariffs.

Overall the performance of the portfolio was mixed, with eight of the stocks seeing price advances over the period. The best performer over the period was MYEG, up by 4.6%, continuing to rise on the back of strong interim results released in August. SJVN saw its share price increase by 3.3%, whilst Malaysia Airports continued its upwards momentum, strengthening by 2.9% over the period with Conpet and Ocean Wilsons' increasing by 2.7% and 2.6% respectively. In comparison, the largest declines during September were Rumo Logisitica down by 12.2% and Engie Energia Chile down by 10.0%.

Purchases during the month for the portfolio amounted to £6.2m and realisations totalled £6.0m.

DEBT

Borrowings at the month end totalled £19.7m, drawn in £9.4m and HK\$104m.

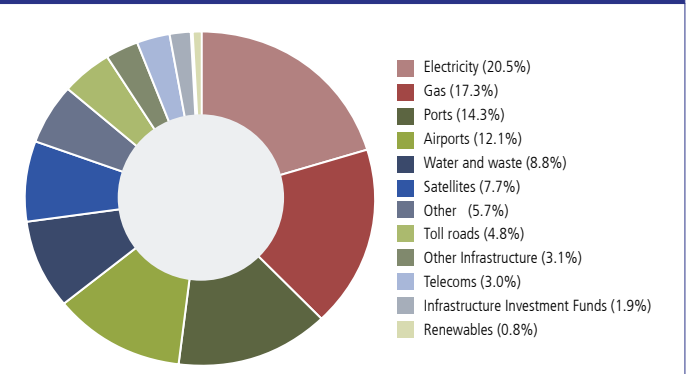
OTHER

UEM's share price ended September at 206.75p, a decrease of 0.5% over the month, with the discount slightly reducing to 12.6% to the undiluted NAV. The price of the subscription shares fell by 6.5% to 21.63p.

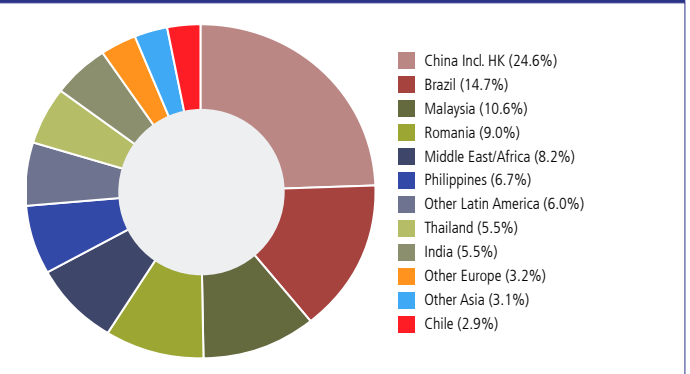
TOP 20 HOLDINGS

	% of gross assets
1. Malaysia Airport Holdings Berhad	7.1%
2. China Gas Holdings Ltd	6.0%
3. International Container Terminal Services Inc.	4.6%
4. Ocean Wilsons Holdings Limited	4.6%
5. Eastern Water Resources Development and Management PCL	4.2%
6. APT Satellite Holdings Limited	3.8%
7. Alupar Investimento S.A.	3.2%
8. Tranelectrica SA	3.1%
9. MyEG Services Berhad	3.0%
10. Transgaz S.A.	2.7%
11. China Resources Gas Group Ltd	2.7%
12. Yuexiu Transport Infrastructure Limited	2.4%
13. Rumo Logistica Operadora Multimodal S.A.	2.3%
14. SJVN Limited	2.1%
15. Shanghai International Airport Co Ltd	2.0%
16. Conpet S.A.	2.0%
17. Engie Energia Chile S.A.	1.9%
18. Metro Pacific Investments Corporation	1.8%
19. Grupo Aeroportuario del Centro Norte, S.A.B. de C.V.	1.6%
20. Asia Satellite Telecommunications Holdings Limited	1.5%
Total Top 20	62.6%

SECTOR SPLIT OF INVESTMENTS (on a look-through basis)



GEOGRAPHICAL SPLIT OF INVESTMENTS (on a look-through basis)



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