

A DIVERSE PORTFOLIO BY GEOGRAPHY AND SECTOR
OCTOBER 2024

Closed-end investment company, traded on the London Stock Exchange

OBJECTIVE

UIL Limited ("UIL") seeks to maximise shareholder returns by identifying and investing in compelling long-term investments worldwide, where the underlying value is not fully recognised.

INVESTMENT APPROACH

To seek to invest in undervalued investments. This perceived undervaluation may arise from any number of factors, including technological change, market motivation, prospective financial engineering opportunities, competition, management underperformance or shareholder apathy. UIL has the flexibility to make investments in a wide range of sectors and markets.

KEY DATES

Launch date*	14 August 2003
Year end	30 June
AGM	November
Ex-dividend dates	September, December, March & June
Dividend paid dates	September, December, March & June
2026 ZDP Shares Expiry	31 October 2026
2028 ZDP Shares Expiry	31 October 2028

*Utilico Investment Trust plc – UIL's predecessor


PERFORMANCE

UIL's net asset value ("NAV") total return increased 11.6% in October outperforming the FTSE All Share total return Index which decreased by 1.6% over the month.

Markets in October were volatile with the US election looming and the race for the White House between Donald Trump and Kamala Harris continuing to be close. Uncertainty surrounding potential post-election policy shifts continued to resonate especially as the markets began to consider the impact on inflation and interest rates of a highly expansionary fiscal policy signalled by Trump in his election campaign. The US Dollar for the month therefore appreciated against all major currencies in October, appreciating against Sterling by 4.3% and 1.5% against the Euro. However, the S&P 500 Index ended down by 1.0% despite reaching an all time high during the month.

The European markets reflected the uncertainty arising from the US Presidential election as the Eurostoxx Index was down by 3.5% and the Deutsche Boerse was down 1.3% despite economic growth data accelerating from 0.2% in 2Q24 to 0.4% in 3Q24. The European Central Bank cut interest rates 25bps in October.

In the UK, the FTSE 100 was down 1.5% for the month as concerns over the economic outlook continued to simmer. The first Labour budget since 2010 added to these concerns with questions arising over long term economic growth despite Rachel Reeves, the UK Chancellor, announcing a £70bn boost to spending, as it is unclear how the UK's productivity will be affected long term. Inflationary concerns therefore persisted with UK gilt rates increasing over the month.

Emerging markets on the whole were down during October, reflecting the concerns of a potential expansionary fiscal policy arising if Trump wins and what a potentially stronger dollar will mean. The Chinese market, the Hang Seng Index and Shanghai Composite Index were also down by 3.9% and 1.7% respectively as the strong market optimism that was witnessed in September

dissipated as clarity around the stimulus package announced in September failed to materialise.

In the commodities markets, Brent Crude oil was up 1.9% for the month, despite increasing earlier in the month on the back of escalating tension in the Middle East which by the end of month cooled slightly. Copper was down 4.7% as persistent demand concerns and a strengthened dollar continue to weigh on the sector whilst gold was up 4.2% reaching yet again another all time high.

PORTFOLIO UPDATE

During the month, UIL acquired the shares in Zeta Resources Limited ("Zeta") held by General Provincial Life Pension Fund Limited ("GPLPF") at NAV (£28.7m in aggregate), satisfied through the transfer to GPLPF of UIL's investment in Allectus Capital at its latest valuation and the issue of new UIL ordinary shares at NAV. As a result, UIL held over 95% of Zeta and gave notice to acquire the remaining Zeta shares by compulsory acquisition at NAV. The compulsory acquisition completed on 16 October 2024 and Zeta thereby became a 100% subsidiary of UIL.

UIL's top ten holdings are now disclosed on a look through basis, taking into account the underlying investments of Somers Limited ("Somers") and Zeta. Horizon Gold Limited held through Zeta, is a gold exploration company based in Perth, Australia. L&C Waverton held through Somers, is a UK wealth manager. Kumarina Resources Limited held through Zeta, is an exploration company identifying, acquiring and developing gold and base metal projects in Australia.

ZDP SHARES

The 2024 ZDP shares were redeemed on 31 October 2024. The capital repayment amount for the 2024 ZDP shares was 138.35p per share. The total redemption payment was £41.5m.

The share price of the 2026 ZDP shares was up by 2.5% and the 2028 ZDP shares increased by 3.6% during the month.

Charles Jillings
ICM Investment Management Limited and ICM Limited

PORTFOLIO SUMMARY

TOP TEN HOLDINGS on a look through basis		% of Group investments
1	Resimac Group Limited	22.3%
2	Horizon Gold Limited	9.7%
3	Utilico Emerging Markets Trust plc	8.3%
4	L & C Waverton	8.1%
5	ICM Mobility Group Limited	6.2%
6	Allectus Quantum Holdings Limited	5.6%
7	AK Jensen Group Limited	5.0%
8	Kumarina Resources Limited	3.3%
9	West Hamilton Holdings Limited	2.8%
10	The Market Limited	2.7%
Total		74.0%

SECTOR SPLIT OF INVESTMENTS

Financial Services	49.7%
Technology	17.0%
Gold Mining	14.9%
Resources	6.7%
Other	3.9%
Ports	2.2%
Electricity	1.3%
Water	1.3%
Renewables	1.0%
Airports	0.6%
Oil and Gas	0.5%
Telecommunications	0.5%
Infrastructure Investments	0.4%

GEOGRAPHICAL SPLIT OF INVESTMENTS

Australia	57.4%
UK	10.8%
Bermuda	8.4%
Europe (excluding UK)	7.9%
Asia	5.1%
Canada	3.7%
Latin America	2.9%
New Zealand	1.4%
Middle East/Africa	1.3%
USA	1.1%

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FUND DETAILS

ORDINARY SHARES	Ticker: UTL.L	CAPITAL STRUCTURE	ZDP SHARES	2026	2028
NAV per share at launch of UIT ¹	99.47p	Gross Assets less Current Liabilities	Accrued Capital Entitlement	137.43p	121.79p
NAV per share (cum income)	167.95p	Debt	Share Price	124.50p	102.00p
Share price	106.50p	ZDP shares 2026 ²	Discount to NAV	(9.4%)	(16.2%)
Discount to NAV	(36.6%)	ZDP shares 2028 ³	ZDP Cover ⁴	4.26x	2.54x
Annual average compound return (including dividends)	6.7%	Shareholders' Funds (Ordinary Shares)	Yield to Redemption ⁴	10.3%	10.5%
Historic dividend per share	8.00p		ZDP Redemption Value	151.50p	152.29p
Historic dividend yield	7.5%	Gearing (based on AIC definition)	Shares in issue	25.0m	25.0m
Ongoing charges figure excluding performance fees	2.8%		Ticker	UTL.H.L	UTL.L
Shares in issue	93,259,784				

¹ Utilico Investment Trust plc - UIL's predecessor

² includes 2.3m 2026 ZDP shares held by UIL

³ includes 0.8m 2028 ZDP shares held by UIL

⁴ based on final redemption values

PERFORMANCE

PERFORMANCE (Total return including dividends)

	1 month	3 months	1 year	3 years	5 years	Inception
Share Price	10.9%	3.3%	(4.6%)	(51.9%)	(46.0%)	275.4%
NAV per share	11.6%	6.8%	(8.7%)	(49.6%)	(43.4%)	294.8%
FTSE All-Share Index	(1.6%)	(2.5%)	16.3%	19.7%	31.9%	354.7%

ROLLING 12 MONTH PERFORMANCE (Total return including dividends)

12 Months to	Oct 24	Oct 23	Oct 22	Oct 21	Oct 20
Share Price	(4.6%)	(22.2%)	(35.2%)	72.2%	(34.8%)
NAV per share	(8.7%)	(13.5%)	(36.1%)	31.1%	(14.3%)
FTSE All-Share Index	16.3%	5.9%	(2.8%)	35.4%	(18.6%)

INVESTMENT MANAGERS

UIL 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

0.5% of gross assets plus Company Secretarial Fee.

PERFORMANCE FEE

15% of the outperformance over benchmark subject to minimum hurdle of 5% and high watermark, capped at 2.5% of adjusted equity funds.

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Important Notes

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