

**ABOUT US:** UIL Limited (formerly Utilico Investments Limited) is a closed end investment company, traded on the London Stock Exchange, registered in Bermuda. Registered No 39480.

**OBJECTIVE:** To maximise shareholder returns by identifying and making investments where the underlying value is not reflected in the market price.

**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. The Company has the flexibility to make investments in a wide range of sectors and markets.

## AUGUST 2018

ORDINARY SHARES	Ticker: UTL.L
NAV at launch of UIT*	99.47p
NAV (cum income)	328.11p
Share Price	179.50p
Discount to NAV	(45.3%)
Annual average compound return (including dividends)	13.1%
Historic Dividend paid per share	7.50p
Historic Dividend Yield	4.2%
Ongoing charges figure excluding performance fees	2.1%
Shares in issue	89,493,389

\* Utilico Investment Trust plc ("UIT") – UIL Limited's predecessor

ZDP SHARES	2018	2020	2022	2024	2026
Accrued Capital Entitlement	158.66p	133.10p	114.18p	103.91p	101.71p
Share Price	159.50p	144.00p	125.00p	106.25p	102.25p
Premium to NAV	0.5%	8.2%	9.5%	2.3%	0.5%
ZDP Cover*	7.24x	4.04x	2.62x	1.97x	1.74x
Yield to Redemption*	3.9%	3.4%	4.0%	4.4%	5.0%
ZDP Redemption Value	160.52p	154.90p	146.99p	138.35p	151.50p
Shares in issue	32.7m	39.0m	50.0m	50.0m	25.0m
Ticker	UTLD.L	UTLE.L	UTLF.L	UTLG.L	UTLH.L

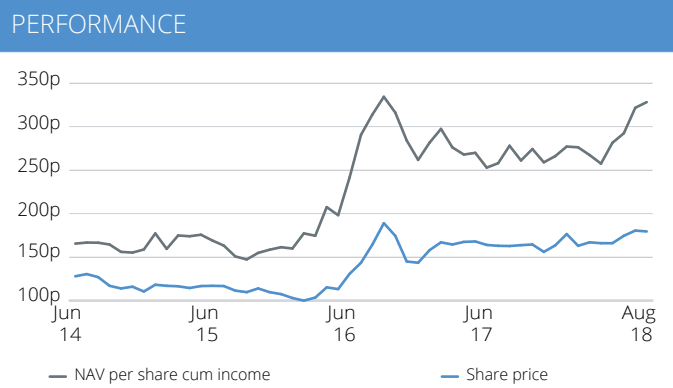
\*Based on final redemption values

CAPITAL STRUCTURE	
Gross Assets less Current Liabilities	£553.5m
Bank and other Debt	£23.5m
ZDP shares 2018	£51.9m
ZDP shares 2020	£52.5m
ZDP shares 2022	£56.4m
ZDP shares 2024*	£50.5m
ZDP shares 2026+	£25.0m
Shareholders' Funds (Ordinary Shares)	£293.6m
	£553.4m
Gearing (based on AIC definition)	80.4%

\*includes 20.0m ZDP shares 2024 held by UIL + includes 13.4m 2026 ZDP shares held by UIL  
GEARING AIC – standardised gearing calculation as recommended by the AIC is based on net assets

KEY DATES	
Launch date*	August 2003
Year end	30 June
AGM date	November
Ex-dividend dates	September, December, March & June
Dividend paid dates	September, December, March & June
2018 ZDP shares expiry	31 October 2018
2020 ZDP shares expiry	31 October 2020
2022 ZDP shares expiry	31 October 2022
2024 ZDP shares expiry	31 October 2024
2026 ZDP Shares Expiry	31 October 2026

\* Utilico Investment Trust plc ("UIT") – UIL Limited's predecessor



### PERFORMANCE (Total return including dividends)

	1 month	3 months	1 year	3 years	Inception
Share Price	(0.6%)	9.3%	15.4%	88.5%	302.7%
Net Asset Value	2.0%	17.4%	21.4%	139.8%	539.3%

### ROLLING 12 MONTH PERFORMANCE (Total return including dividends)

12 Months to	Aug 18	Aug 17	Aug 16	Aug 15	Aug 14
Share Price	15.4%	3.6%	57.8%	(6.5%)	(4.4%)
Net Asset Value	21.4%	(9.1%)	117.3%	(5.3%)	(0.2%)

### INVESTMENT MANAGERS

UIL Limited is managed by ICM Limited and ICM Investment Management Limited, which is authorised and regulated by the Financial Conduct Authority.  
[www.icm.limited](http://www.icm.limited) and [www.icmim.limited](http://www.icmim.limited)

### BOARD

Peter Burrows	Christopher Samuel	Warren McLeland
Alison Hill	David Shillson	Eric Stobart

### TEAM

Charles Jillings	Jacqueline Broers	Mark Lebbell
Duncan Saville	Jonathan Grocock	

### MANAGEMENT & PERFORMANCE FEES

Investment Management fee	0.5% 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



## PERFORMANCE

UIL's NAV total return increased 2.0% over the month of August, outperforming the FTSE All Share Total Return Index which declined 2.8% over the same period.

The continuing strength of the US economy and expectations of further interest rate rises has driven the US Dollar higher. This, coupled with higher oil prices, threats of increased trade tariffs and extended sanctions, is creating a headwind for many markets and currencies worldwide, especially the emerging markets.

The US markets continued to surge, with the S&P500 up 3.0% and the NASDAQ Composite up 5.7%. European markets were weaker, with the FTSE 100 down 4.1%, the DAX down 3.4% and the CAC 40 down 1.9%. Political concerns continued to weigh on the Italian market, with the MIB down 8.8% in August alone. Many emerging markets were also weak with the Shanghai Composite Index down 5.3% and the Brazilian Bovespa Index down 3.2%. In contrast, New Zealand's NZ50 gained 4.4% in the month and the ASX200 was up by a more modest 0.6%.

The US Dollar continued to strengthen against most currencies, gaining 0.9% against Sterling. However, Sterling did strengthen by 1.9% against both the Australian Dollar and New Zealand Dollar over the month. There was intense pressure on some emerging market currencies, with the Argentinian Peso and Turkish Lira falling 29.3% and 23.9% respectively against Sterling in August.

The price of Brent Crude oil rose 4.3% in August whilst the price of gold declined by 1.9%.

## PORTFOLIO

There was one change to the constituents of the top ten holdings in UIL during August with Allectus Capital replacing Infracore. Allectus Capital is an ICM managed disruptive technology fund.

Once again, Afterpay Touch was the star performer, with its share price recording further gains of 27.7% on the month as Afterpay's FY 2018 results, a positive trading update and confirmation of its entry in the UK market spurred optimism for future growth prospects.

Zeta's share price declined by 14.8% for the month. Somers, Resolute Mining and UEM's share price declined 1.5%, 0.8% and 0.5% respectively.

Purchases in the portfolio for the month of August amounted to £6.9m while realisations totalled £20.4m.

## DEBT

Bank debt totalled £23.5m as at 31 August 2018, down from £28.2m in the prior month. AUD 8.0m was repaid during the month, resulting in balances drawn as AUD 21.1m and CAD 20.0m at 31 August 2018. Cash balances increased by £6.8m over the month.

The foreign exchange hedge positions to Sterling were broadly unchanged with the AUD short exposure increased in the month by AUD 20.5m and the USD exposure reduced by USD 10.0m. At month end the hedges stood at AUD 224.9m, USD 60.0m, NZD 14.7m and EUR 12.0m.

## OTHER

UIL's share price declined by 0.6% over the month, ending August at 179.50p. The discount to NAV widened to 45.3%.

The price of the 2018 and 2022 ZDP shares were unchanged on the month while the 2020 and 2026 ZDP shares recorded gains of 0.3% and 2.0%, respectively. The 2024 ZDP shares were marginally down for the month.

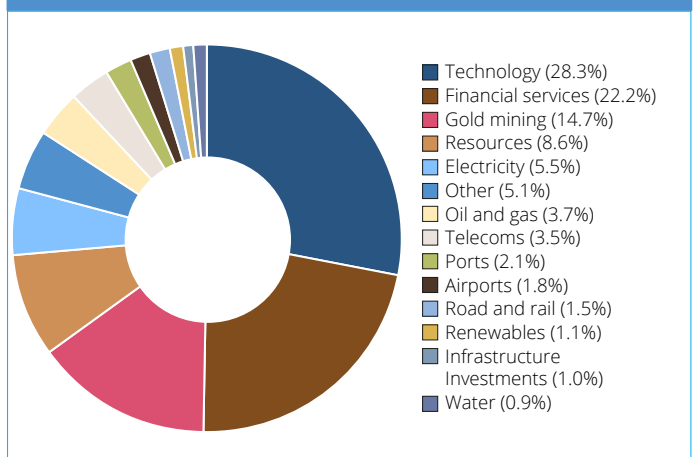
On 21 August 2018, UIL declared a fourth quarterly interim dividend of 1.875p per ordinary share in respect of the year ended 30 June 2018, which will be paid on 21 September 2018 to shareholders on the register on 7 September 2018.

*Charles Jillings*  
ICM Investment Management Limited and ICM Limited

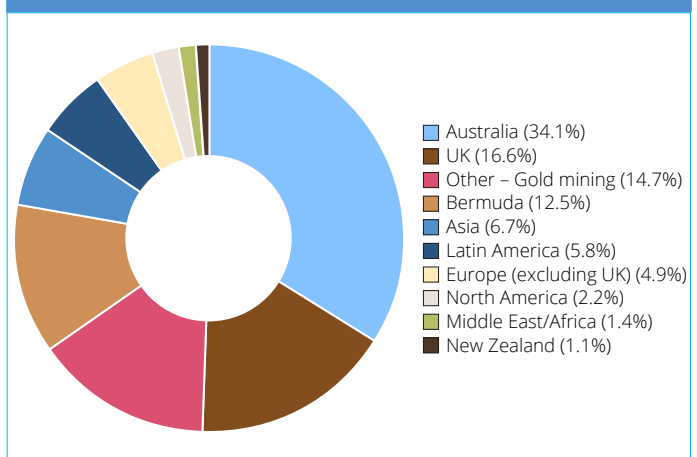
## TOP TEN HOLDINGS

	% of gross assets
1. Somers Limited	22.2%
2. Utilico Emerging Markets Trust plc	15.5%
3. Resolute Mining Limited	12.5%
4. Afterpay Touch Group Limited	11.7%
5. Zeta Resources Limited	11.3%
6. Optal Limited	5.3%
7. Bermuda First Investment Company Limited	3.3%
8. Vix Tech Pte Ltd	3.3%
9. Vix Verify Group	1.8%
10. Allectus Capital Limited	1.6%
<b>Total Top 10</b>	<b>88.5%</b>

## SECTOR SPLIT OF INVESTMENTS



## GEOGRAPHICAL SPLIT OF INVESTMENTS



This document is only directed at persons in the United Kingdom who are investment professionals as defined in Article 19 of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005, high net worth companies, unincorporated associations and other persons as defined in Article 49 of that Order or others to whom this document can lawfully be distributed or given, inside the United Kingdom, without approval of an authorised person. Any other person should not rely on it or act on it and any investment or investment activity to which it relates will not be engaged in with them.