

ABOUT US: UIL (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.

SEPTEMBER 2016

ORDINARY SHARES	Ticker: UTL.L
NAV at launch of UIT	99.47p
NAV (cum income)	334.25p
Share Price	189.00p
(Discount)/Premium to Diluted NAV	(43.5%)
Annual average compound return (including dividends)	12.0%
Historic Dividend paid per share	7.50p
Historic Dividend Yield	4.0%
Ongoing charges figure excluding performance fees	2.6%
Shares in issue	90,297,208

ZDP SHARES	2016	2018	2020	2022
Accrued Capital Entitlement	191.66p	138.74p	116.39p	101.66p
Share Price	192.13p	151.00p	133.25p	109.00p
(Discount)/Premium to NAV	0.2%	8.8%	14.5%	7.2%
ZDP Cover*	7.78x	3.62x	2.58x	1.91x
Yield to Redemption*	4.1%	3.0%	3.8%	5.0%
ZDP Redemption Value	192.78p	160.52p	154.90p	146.99p
Shares in issue	32.5m	49.8m	39.0m	50.0m
Ticker	UTLCL	UTLDL	UTLEL	UTFL

*Based on final redemption values

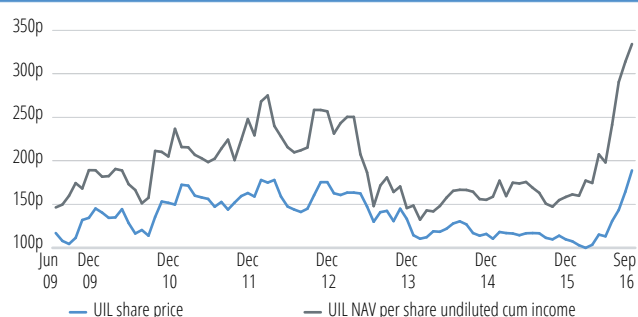
CAPITAL STRUCTURE	
Gross Assets less Current Liabilities	£543.2m
Bank and other Debt	£13.6m
ZDP shares 2016	£62.4m
ZDP shares 2018	£68.8m
ZDP shares 2020	£46.5m
ZDP shares 2022	£50.1m
Shareholders' Funds (Ordinary Shares)	£301.8m
	£543.2m
Gearing* (based on AIC definition)	65.6%

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

KEY DATES	
Launch Date*	August 2003
Year End	30 June
AGM Date	November
Ex-Dividend Dates	August, November, February & May
Dividend Paid Dates	September, December, March & June
2016 ZDP Shares Expiry	31 October 2016
2018 ZDP Shares Expiry	31 October 2018
2020 ZDP Shares Expiry	31 October 2020
2022 ZDP Shares Expiry	31 October 2022

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

PERFORMANCE



PERFORMANCE (Total return including dividends)

	1 month	3 months	1 year	3 years	Inception
Share Price	16.0%	46.0%	79.0%	64.6%	195.9%
Net Asset Value	7.1%	39.2%	132.0%	119.5%	300.8%

ROLLING 12 MONTH PERFORMANCE

(Total return including dividends)

	12 Months to Sep 16	Sep 15	Sep 14	Sep 13	Sep 12
Share Price	79.0%	0.2%	(1.9%)	(12.5%)	10.0%
Net Asset Value	132.0%	(5.9%)	7.0%	(32.7%)	32.1%

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 and 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 & ADMINISTRATIVE FEES

Investment Management Fee	0.5% plus Company Secretarial Fee
Administration Fee	£310k per annum
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 cum income NAV increased by 6.5% during September, ending the month at 334.25p. This was ahead of the FTSE All Share Total Return Index which rose by 1.7% over the month.

Generally, the markets have continued to see the positive momentum witnessed over the summer months with yet another month of twelve month highs being recorded at the Brazilian Bovespa, Hang Seng in Hong Kong and Indian SENSEX. The Australian SX200 also increased slightly and the Hang Seng Index was up by 1.4%. Overall though at the end of September there has been some slight softening, with the S&P500 Index down by 0.1%, Thai SET down by 4.2%, the Philippine PSEi down by 2.0%, the Shanghai Composite Index down by 2.6% and the Romanian BET falling by 1.4% over the period.

Emerging 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. Politics remains the primary focus in the US as the election intensifies although in September the Fed retained its interest rate at its current levels, indicating that an increase is strongly poised for December. In Japan, the BoJ announced that it will abandon its base monetary target and replace it with a yield target, whilst committing to overshooting the inflation target to boost inflation expectations.

Sterling continued to remain weak against most developed and emerging currencies in September with the US Dollar strengthening by 0.8% against Sterling, the New Zealand Dollar was up by 1.7%, the Euro was also up by 1.7% and the Australian Dollar was up by 2.7%. Similar movements were seen with the emerging market currencies.

In September the performance of commodities was solid, with gold up by 0.5% to US\$1,316/oz, whilst Brent Crude oil was up by 4.3% to US\$49.06/bbl and copper was up by 6.8%.

PORTFOLIO

There was no change to the top 10 holdings during September.

Resolute Mining delivered once again a strong price performance as shares rose by 11.3% in September on the back of a more favourable operating outlook of the company. Touchcorp also saw solid share price performance up by 9.1% for the period as the stock continues to benefit from the strong operating performance of Afterpay, an associate of which they own 30%. Somers was up by 5.8% for the month of September and Vix Investments up by 2.6%.

Zeta Resources was down by 10.0% for the month of September with the discount widening from 10.0% as at the end of August to 29.8% as at the end of September. Orbital, was also down by 4.4% with UEM down by 1.3% for the month.

Purchases during the month for the portfolio amounted to £5.8m and realisations totalled £22.7m on the back of further sales of Resolute Mining.

DEBT

Borrowings at the month end totalled £6.9m, drawn as €8.0m.

The foreign exchange hedge positions were unchanged at the month end at NZ\$71.1m, US\$36.3m, €22.5m and A\$152.7m.

OTHER

UIL's ordinary share price ended September at 189.00p, an increase of 14.9% over the month. The discount to NAV narrowed slightly to 43.5%. Prices of the 2018 and 2020 ZDP shares advanced by 0.3% and 0.4% respectively, while the 2022 ZDP share price declined by 0.2%.

During the month, UIL sold 0.7m 2020 ZDP shares at an average price of 133.16p and at the end of September UIL held 2.6m 2020 ZDP shares. UIL also sold 0.5m 2022 ZDP shares at an average price of 109.13p holding 6.8m 2022 ZDP shares at the end of September. UIL bought back 0.4m 2016 ZDP shares in the market at 192.13p for investment purposes to be held until the redemption date of 31 October 2016.

During the month, UIL bought back 0.1m ordinary shares for cancellation at an average price of 176.25p. Following this, the total number of ordinary shares in issue decreased to 90,297,208.

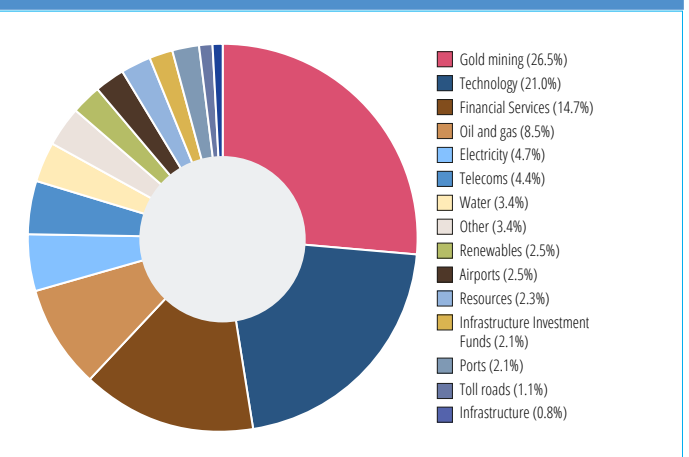
The Investment Manager proposed improvements to the performance fee which have been agreed by the Board. These include, with effect from 1 July 2016 the introduction of a minimum hurdle of 5% on the benchmark and a cap on the total fee of 2.5% of adjusted equity funds.

The performance fee is calculated on 15% of the performance above the higher of (i) post tax yield on FTSE Actuaries Government Securities UK Gilts 5 to 10 years Index (ii) the Adjusted High Watermark and (iii) 5.0%, adjusted for any performance fee paid to ICM by UIL investee platforms in proportion to its average percentage shareholding, with the total fee capped at 2.5% of adjusted equity funds.

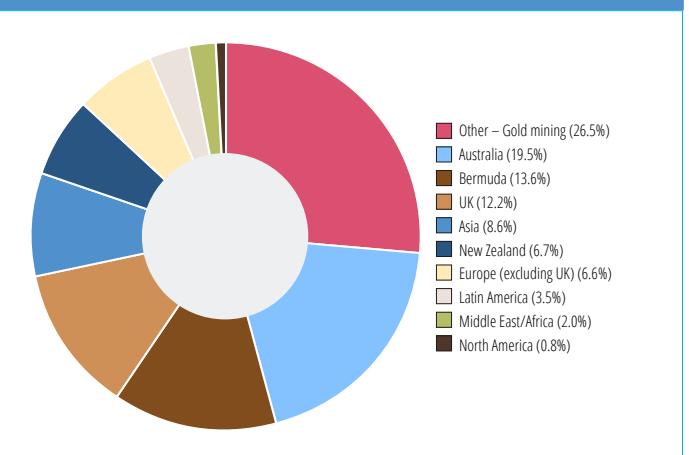
TOP TEN HOLDINGS

	% of gross assets
1. Resolute Mining Limited	22.0%
2. Utilico Emerging Markets Limited	15.2%
3. Somers Limited	14.2%
4. Zeta Resources Limited	11.6%
5. Vix Technology (unlisted)	5.8%
6. Touchcorp Limited	5.4%
7. Infratil Limited	4.1%
8. Bermuda First Investment Company Limited	3.7%
9. Vix Investments Limited (unlisted)	2.9%
10. Orbital Corporation Limited	1.9%
Total Top 10	86.8%

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.