

**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.

## SEPTEMBER 2017

ORDINARY SHARES	Ticker: UTL.L
NAV at launch of UIT*	99.47p
NAV (cum income)	261.05p
Share Price	163.75p
(Discount)/Premium to Diluted NAV	(37.3%)
Annual average compound return (including dividends)	12.0%
Historic Dividend paid per share	7.50p
Historic Dividend Yield	4.6%
Ongoing charges figure excluding performance fees	2.1%
Shares in issue	90,197,208

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

ZDP SHARES	2018	2020	2022
Accrued Capital Entitlement	148.76p	124.79p	107.99p
Share Price	157.00p	141.00p	119.00p
(Discount)/Premium to NAV	5.5%	13.0%	10.2%
ZDP Cover*	3.55x	2.42x	1.74x
Yield to Redemption*	2.1%	3.1%	4.2%
ZDP Redemption Value	160.52p	154.90p	146.99p
Shares in issue	49,842,413	39,000,000	50,000,000
Ticker	UTLD.L	UTLE.L	UTLF.L

\*Based on final redemption values

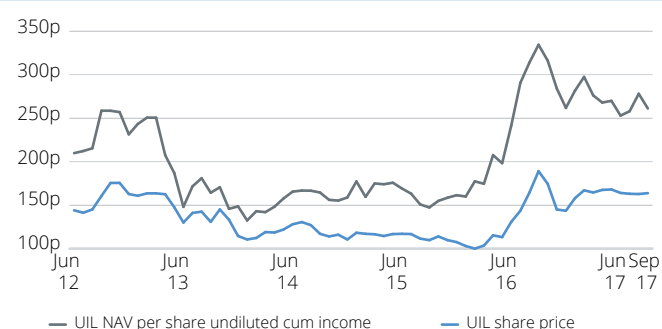
CAPITAL STRUCTURE	
Gross Assets less Current Liabilities	£461.5m
Bank and other Debt	£49.3m
ZDP shares 2018	£73.9m
ZDP shares 2020	£49.5m
ZDP shares 2022	£53.3m
Shareholders' Funds (Ordinary Shares)	£235.5m
	£461.5m
Gearing (based on AIC definition)	95.5%

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

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

### PERFORMANCE



### PERFORMANCE (Total return including dividends)

	1 month	3 months	1 year	3 years	Inception
<b>Share Price</b>	1.8%	1.0%	(9.2%)	66.3%	255.2%
<b>Net Asset Value</b>	(5.4%)	4.0%	(19.7%)	77.2%	398.1%

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

12 Months to	Sep 17	Sep 16	Sep 15	Sep 14	Sep 13
<b>Share Price</b>	(9.2%)	82.9%	0.1%	(2.6%)	(13.6%)
<b>Net Asset Value</b>	(19.7%)	135.2%	(6.2%)	9.7%	(33.7%)

### 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 & 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 total return decreased by 5.4% during September, ending the month at 261.05p. This was behind the FTSE All Share Total Return Index which declined by 0.4% over the month.

Developed stock markets, particularly those in the Eurozone were strong in September, while emerging markets posted a mixed set of performances. The S&P500 gained by 1.9% during September and the DJIA was up by 2.1%. Within the Eurozone, the German DAX gained by 6.4%, the CAC in Paris gained by 4.8% and the MIB in Milan gained by 4.7%. The FTSE 100 was impacted by the strength of Sterling, declining by 0.8%. In Australia, the ASX200 declined by 0.6% whilst the NZX 50 in Wellington rose by 0.4%.

In the emerging markets, Brazil's Bovespa Index continued its strong run with a 4.9% gain for September. There was some weakness in Asia as worries about North Korea's intentions intensified and Mexico's IPC Index fell after two large earthquakes hit the country.

There was a significant strengthening in Sterling in September, following indications from the Bank of England that an interest rate rise "in the relatively near term" was possible. Sterling gained 4.1% against the US Dollar, 4.7% against the Euro, 5.2% against the Australian Dollar and 3.3% against the New Zealand Dollar.

Commodities were mixed, with crude oil gaining by 9.9% during the month to USD 57.54/bbl and the price of gold decreasing by 3.1% in September to USD 1280.15/oz.

## PORTFOLIO

There were no changes to the constituents of the top ten holdings in UIL during September.

The lower NAV was largely as a result of a 14.9% decline in the share price of Resolute Mining, as the lower gold price weighed on gold mining stocks. UEM's share price declined by 4.0% during the month. Infratil's share price declined by 0.5% and BFIC's NAV declined by 0.2%.

Within the top ten, Afterpay Touch Group's share price appreciated by a further 11.2% in September, reflecting outstanding results, plus the signing of Qantas' low cost subsidiary Jetstar to accept instalment payments for domestic flights using the Afterpay service. Zeta's share price increased by 5.3% and Somers gained by 1.8%. The other holdings in the top ten were unchanged.

Purchases during the month for the portfolio amounted to £2.7m and realisations totalled £4.7m.

## DEBT

Borrowings at the month end totalled £49.3m, drawn as AUD 80.0m and USD 3.4m.

The foreign exchange hedge positions to Sterling were broadly unchanged at the month end at NZD 57.1m, USD 62.3m, EUR 22.5m and AUD 127.8m.

## OTHER

UIL's share price ended September at 163.75p, a 1.8% increase over the month, when adjusted for the 1.875p quarterly dividend which went ex-dividend on 7 September 2017. The discount to NAV reduced to 37.3%.

The 2018 ZDP share price advanced by 0.2%, the 2020 ZDP share price was flat and the price of the 2022 ZDP shares declined by 0.4%. Yield to redemption were 2.1%, 3.1% and 4.2% for the 2018, 2020 and 2022 ZDP shares, respectively.

UIL Finance has announced the establishment of a new class of 2024 ZDP shares with a gross redemption yield of 4.75%. 30.0m new 2024 ZDP shares at 100p each have initially been offered to 2018 ZDP shareholders in exchange for all or part of their 2018 ZDP holdings, based on a rollover value of 156.00p per 2018 ZDP share. 2018 ZDP shareholders wishing to participate in the Rollover Offer should return their forms of election by 20 October 2017.

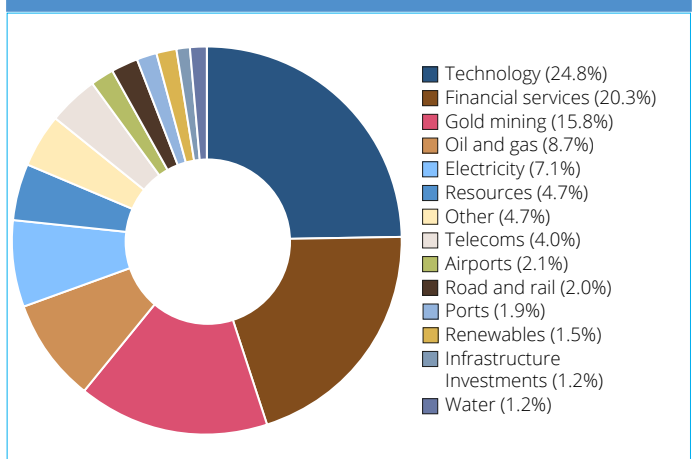
If less than 30.0m 2024 ZDP shares are taken up in the Rollover Offer, a placing of the remaining balance would take place week commencing 23 October 2017. UIL will additionally subscribe 20.0m 2024 ZDP shares to be held by UIL for investment purposes.

*Charles Jillings*  
ICM Investment Management Limited and ICM Limited

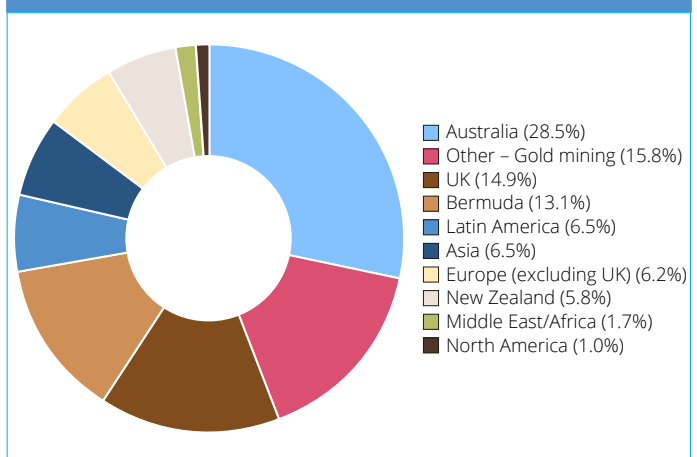
## TOP TEN HOLDINGS

	% of gross assets
1. Somers Limited	19.5%
2. Utilico Emerging Markets Limited	15.5%
3. Zeta Resources Limited	13.3%
4. Resolute Mining Limited	11.8%
5. Afterpay Touch Group Limited	8.4%
6. Infratil Limited	4.6%
7. Vix Technology	4.3%
8. Bermuda First Investment Company Limited	3.9%
9. Optal Limited	3.5%
10. Vix Verify Group	2.0%
<b>Total Top 10</b>	<b>86.8%</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.