

**ABOUT US:** Utilico Investments Limited is a Bermuda registered closed end investment company, listed on the London Stock Exchange. Registered No. 39480

**OBJECTIVE:** To maximise shareholder returns by identifying and investing in 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, market motivation, prospective financial engineering opportunities, competition or shareholder apathy. The Company has the flexibility to make investments in a wide range of sectors and markets.

Manager & Secretary: ICM Limited Registered Office: Trinity Hall, 43 Cedar Avenue, Hamilton HM 12, Bermuda UK Contact: Telephone: 01372 271 486 Fax: 01372 271 495

### ORDINARY SHARES

NAV at launch of UIT	99.47p
NAV (cum income)	171.62p
Share Price	141.00p
(Discount)/Premium to Diluted NAV	(17.8%)
Annual average compound return (including dividends)*	8.3%
Historic Dividend Yield	6.9%
Shares in issue	99,157,214
Ticker	UTLL

\*Proforma based on existing capital structure at launch of UIT

ZDP SHARES	2014	2016	2018
Accrued Capital Entitlement	153.55p	153.55p	111.16p
Share Price	159.88p	166.25p	113.75p
(Discount)/Premium to NAV	4.1%	8.3%	2.3%
ZDP Cover*	3.28x	1.91x	1.40x
Yield to Redemption*	3.8%	4.7%	6.8%
ZDP Redemption Value	167.60p	192.78p	160.52p
Shares in issue	47,500,000	47,500,000	49,842,413
Ticker	UTLB.L	UTLC.L	UTLD.L

\*based on final redemption values

### CAPITAL STRUCTURE

Gross Assets less Current Liabilities	£419.2m
Bank and other Debt	£48.1m
ZDP shares 2014	£73.1m
ZDP shares 2016	£73.2m
ZDP shares 2018	£54.7m
Shareholders' Funds (Ordinary Shares)	£170.2m
	<b>£419.2m</b>
Gearing* (based on AIC definition)	148.1%

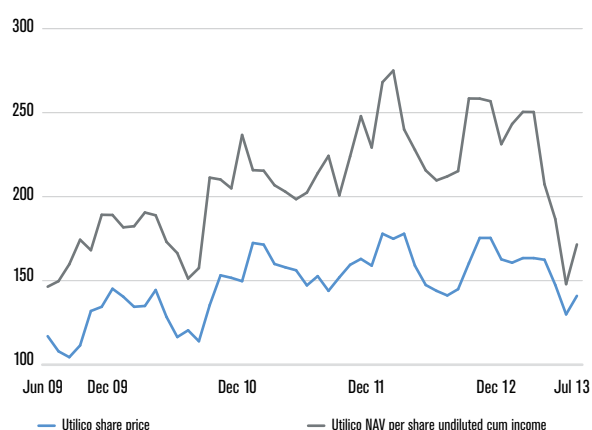
\*GEARING AIC – standardised gearing calculation as recommended by the AIC is now based on net assets

### KEY DATES

Launch Date*	Aug 2003		
Year End	30 June	2014 ZDP Shares Expiry	31 Oct 14
AGM Date	November	2016 ZDP Shares Expiry	31 Oct 16
Ex-Dividend Dates	Mar & Sep	2018 ZDP Shares Expiry	31 Oct 18
Dividend Paid Dates	Mar & Oct		

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

### PERFORMANCE



### PERFORMANCE (total return including dividends)

	1 month	3 months	1 year	3 years	Inception
Share Price	8.5%	(13.2%)	6.7%	44.8%	109.2%
Net Asset Value	16.0%	(17.3%)	(14.5%)	35.6%	110.9%

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

12 months to	Jul 13	Jul 12	Jul 11	Jul 10	Jul 09
Share Price	6.7%	(3.1%)	30.9%	22.7%	(41.3%)
Net Asset Value	(14.5%)	2.3%	44.8%	9.0%	(34.6%)

### INVESTMENT MANAGER

Utilico Investments Limited is managed by ICM Limited. ICM is a Bermuda company and has assets under management of £1.5bn. Further information regarding ICM Limited is available on the company's website at [www.icm.bm](http://www.icm.bm)

### TEAM

Duncan Saville  
Charles Jillings  
Jacqueline Broers  
Jonathan Groocock  
Mark Lebbell  
Ross Wilding

### BOARD

Roger Urwin  
Peter Burrows  
Michael Collier  
Susan Hansen  
Eric Stobart  
Warren McLeland (alternate Director)

### MANAGEMENT & ADMINISTRATIVE FEES

Investment Adviser Fee	0.5%
Administration Fee	£295k
Performance Fee	15% of the outperformance over benchmark subject to "high water" mark





# UTILICO

## UTILICO INVESTMENTS LIMITED



### PERFORMANCE

Utilico's cum income NAV was up 16.0% in July and ended the period at 171.62p, from 148.00p at the end of June, reversing some of the prior month's losses.

The global economy continues to creep towards recovery, and while growth across major economies remains subdued, the outlook is increasingly positive. The USA is seeing improved activity in the services sector and unemployment continues to beat a downward path. Eurozone PMI broke above the 50 growth threshold for the first time since January 2012, driven by a rebound in Germany. The UK saw remarkably broad-based growth across all the major sectors with overall GDP growth of 0.6% in the second quarter. After the enforced liquidity crunch in June, China has delivered a resilient performance with Q2 GDP up 7.5%, inline with full year targets. In Japan, after seeing economic activity expand in Q2 at the fastest rate since early 2011 due to aggressive quantitative easing (QE), July saw a deceleration of growth as companies curbed output to avoid inventory buildup.

The promising economic data was reflected in developed stock market performance, with the S&P500 up 4.9% in July, the FTSE 100 up 6.5%, and the Eurostoxx 50 up 6.4%. Japan was a notable laggard, down 0.1% in the month, though this is after an extraordinarily strong run in the first half of 2013.

EM markets and currencies were more stable during July. The Hang Seng (Hong Kong) market was particularly buoyant, up 5.2%, while the PSEI (Philippines) also saw a robust performance, up 2.7% in the month. By comparison, while the Bovespa (Brazil) index increased by 1.6%, this was fully offset by BRL weakening. The SET (Thailand) and KLCI (Malaysia) both softened slightly in Sterling terms in July.

Commodity prices also generally strengthened, with gold recovering by 7.4% in USD terms and Brent Crude Oil up 5.9% in July. At \$1,325/oz at end-July the gold price remains depressed and has fallen over 20% since the start of the calendar year.

Over the month the Australian Dollar weakened by 1.7% against Sterling while the New Zealand dollar and the Euro strengthened by 3.2% and 2.3% respectively. Sterling was broadly unchanged against the US Dollar.

### PORTFOLIO

On a look-through basis there was one change to the top ten holdings in July, with NZ Bus entering the top ten on a look-through basis. NZ Bus is owned by Infratil, and is New Zealand's largest public transport operator with bus services in the Auckland and Wellington regions.

After a steep decline in June, Resolute Mining's share price increased by 36.1% in July. In the period Resolute provided an operational update with good production results, showing a 9.4% increase in gold production to 435,855oz at a cash cost of A\$811/oz, both ahead of previous guidance. FY2014 is expected to see a decrease in production due to the imminent decommissioning of the Golden Pride mine in Tanzania, but the company retains a healthy balance sheet and is well funded.

In New Zealand, Infratil shares were also strong in July, up 12.3% during the period. This in part reflects the filing for an IPO of its Z Energy subsidiary. Trustpower shares were also up 4.2% in the period.

The share price of Utilico Emerging Markets rose by 4.1% during July, reflecting an NAV increase of 2.2% and a narrowing of the discount to 9.1%. At end-July Zeta Resources traded at A\$0.45 per share, a 48.3% discount to net tangible assets.

Utilico exercised 1.3m warrants at a cost of £10.2m in Bermuda National Limited ("BNL") taking its holding to 49.4%, to enable BNL to complete the acquisition of JO Hambro Investment Management Limited ("JOHIM") during the month. BNL holds 62.5% of JOHIM, a UK wealth manager with over £4.0bn of assets under management.

Purchases during the month amounted to £16.0m and realisations totalled £0.6m. This included the sale of 500,000 2018 ZDP shares at an average price of 113.50p per share.

### DEBT & CASH

Bank debt increased to £48.1m, with £37.5m in Sterling and \$16m USD-denominated. There was no changes to the currency hedges during the month, with contracts against NZ\$126.0m, A\$21.3m and €11.9m at end-July.

### OTHER

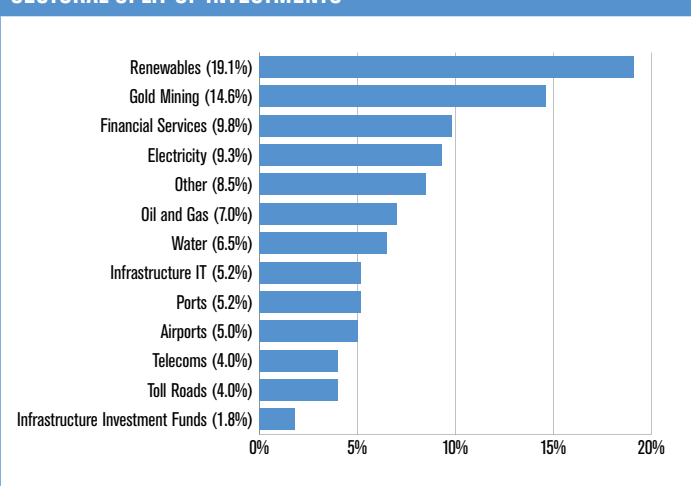
Utilico's ordinary share price increased 8.5% during July, to 141.00p. The discount to the NAV widened to 17.8%.

There were gains of 0.9%, 0.5% and 0.3% in the share prices of the 2014, 2016 and 2018 ZDP shares respectively.

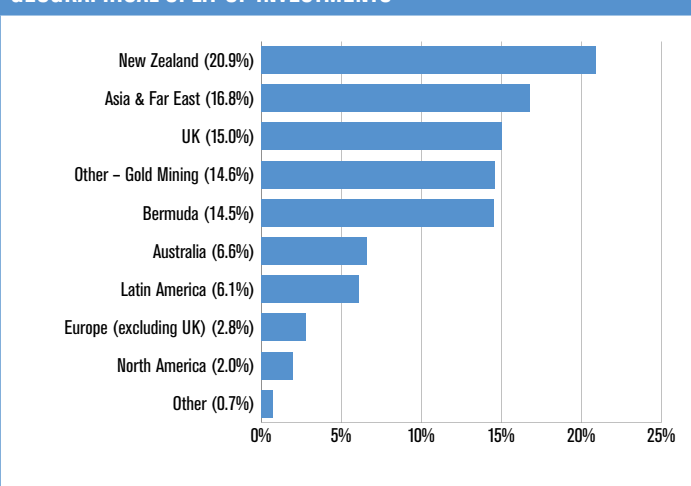
### TOP TEN HOLDINGS ON A LOOK THROUGH BASIS

	% of gross assets
1 Resolute Mining Limited	14.1%
2 TrustPower Limited	10.4%
3 Bermuda National Limited	8.3%
4 Renewable Energy Generation Limited	4.4%
5 Vix Group (unlisted)	4.1%
6 Infratil Energy Australia	3.7%
7 Wellington International Airport Limited	2.9%
8 Z Energy Limited	2.8%
9 Jersey Electricity plc	2.4%
10 NZ Bus	2.3%
<b>Total Top 10</b>	<b>55.4%</b>

### SECTORAL 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

The information presented on this factsheet is solely for information purposes and is not intended to be, and should not be construed as, an offer or recommendation to buy and sell investments. If you are in any doubt as to the appropriate course of action, we would recommend that you consult your own independent financial adviser, stockbroker, solicitor, accountant or other professional adviser.

Past performance is no guide to the future. The value of investments and the income from them may go down as well as up and investors may not get back the full amount they originally invested. The information presented has been obtained from sources believed to be reliable but no representation or warranty is given or may be implied that they are accurate or complete.