

A DIVERSE PORTFOLIO BY GEOGRAPHY AND SECTOR

Delivering long-term return for shareholders

JUNE 2021

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

OBJECTIVE

UIL Limited ("UIL") seeks to maximise shareholder returns by identifying and making investments where the underlying value is not reflected in the market price.

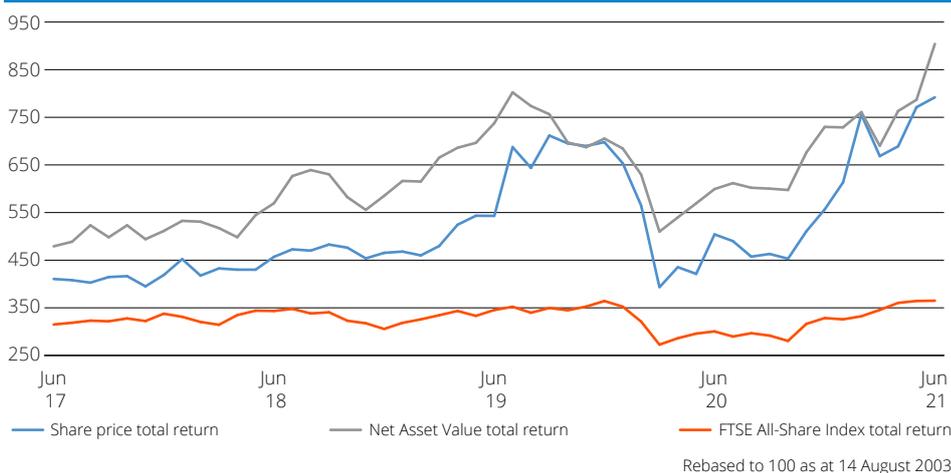
INVESTMENT APPROACH

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. UIL has the flexibility to make investments in a wide range of sectors and markets.

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
2022 ZDP shares expiry	31 October 2022
2024 ZDP shares expiry	31 October 2024
2026 ZDP Shares Expiry	31 October 2026
2028 ZDP Shares Expiry	31 October 2028

*Utilico Investment Trust plc - UIL's predecessor

PERFORMANCE

PERFORMANCE (Total return including dividends)

	1 month	3 months	1 year	3 years	Inception
Share Price	2.7%	18.5%	57.0%	73.3%	691.9%
Net Asset Value	14.9%	31.0%	50.8%	59.0%	804.0%
FTSE All-Share Index total return	0.2%	5.6%	21.5%	6.3%	264.9%

ROLLING 12 MONTH PERFORMANCE (Total return including dividends)

12 Months to	Jun 21	Jun 20	Jun 19	Jun 18	Jun 17
Share Price	57.0%	(7.1%)	18.8%	11.3%	31.3%
Net Asset Value	50.8%	(18.7%)	29.7%	18.7%	7.7%
FTSE All-Share Index total return	21.5%	(13.0%)	0.6%	9.0%	18.1%

FUND DETAILS
ORDINARY SHARES

Ticker: UTL.L

NAV at launch of UIT*	99.47p
NAV (cum income)	431.48p
Share Price	268.00p
Discount to NAV	(37.9%)
Annual average compound return (including dividends)	13.1%
Historic Dividend paid per share	8.00p
Historic Dividend Yield	3.0%
Ongoing charges figure excluding performance fees	2.1%
Shares in issue	84,303,283

*Utilico Investment Trust plc - UIL's predecessor

CAPITAL STRUCTURE

Gross Assets less Current Liabilities	£548.5m
Bank and other Debt	£48.5m
ZDP shares 2022	£48.0m
ZDP shares 2024	£35.0m
ZDP shares 2026*	£28.9m
ZDP shares 2028**	£24.3m
Shareholders' Funds (Ordinary Shares)	£363.8m
	£548.5m
Gearing (based on AIC definition)	48.6%

* includes 3.1m 2026 ZDP shares held by UIL

** includes 0.6m 2028 ZDP shares held by UIL

Gearing AIC - standardised gearing calculation as recommended by the AIC is based on net assets

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.

INVESTMENT MANAGEMENT FEE

0.5% of gross assets plus Company Secretarial Fee.

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

ZDP SHARES

	2022	2024	2026	2028
Accrued Capital Entitlement	135.56p	118.51p	116.78p	101.06p
Share Price	139.50p	120.50p	116.00p	100.00p
Premium/(discount) to NAV	2.9%	1.7%	(0.7%)	(1.0%)
ZDP Cover*	5.41x	3.83x	3.03x	2.50x
Yield to Redemption*	4.0%	4.2%	5.1%	5.9%
ZDP Redemption Value	146.99p	138.35p	151.50p	152.29p
Shares in issue	35.6m	30.0m	25.0m	25.0m
Ticker	UTL.L	UTL.G.L	UTL.H.L	UTL.L.L

*based on final redemption values



PERFORMANCE

UIL's NAV total return increased by 14.9% during June. This was ahead of the FTSE All Share Total Return Index which was up 0.2% in the

period. It should be noted that from 29 June 2021, the valuation of Somers moved to NAV.

Global stock market performance was mixed in June, with the US, European and Latin American markets generally firmer, but weakness in many Asian markets, with new Covid-19 surges triggering tighter lockdown restrictions across the region. Covid vaccination rates in Asia are generally much lower than those in Europe and North America.

During the month, the Australian ASX 200 firmed by 2.1%, while the S&P Index was up 2.2% and the Eurostoxx 50 Index appreciated by 0.6%.

Inflation in the US jumped to 5.0% in June, which the Federal Reserve said was "largely reflecting transitory factors", although FOMC Committee members did raise their US inflation projections for 2021 from 2.4% to 3.4% and expectations on the timing of a rate increase has been brought forward to 2023 from 2024. The US Dollar firmed in response, strengthening 2.6% against Sterling.

Sterling weakened against most currencies although strengthened marginally against both the Australian Dollar and the Euro. The outlook for rate rises in Brazil resulted in the Real gaining 6.8% against Sterling for the month of June. The price of gold declined by 7.2%, copper declined by 8.1% and in contrast the price of Brent Crude Oil rose by 8.4% in the month.

PORTFOLIO

There were no changes to the top ten investments in UIL in June.

The move to a NAV valuation for Somers was responsible for all the 17.4% valuation uplift of Somers in June. Within Somers' portfolio, Resimac's shares advanced by 3.4% during the month.

In the commodities space, Zeta Resources' share price was up 4.2%. Zeta's listed AUD 0.25 options were nearly all exercised

in the month and UIL took up all its options in full. Zeta used the proceeds to reduce UIL's loans to Zeta. Zeta bought back stock reducing the discount to NAV to 26.7%.

UEM's share price appreciated by 6.6% over the month reflecting a positive performance in its underlying portfolio and additionally a quarterly dividend was received. The carrying valuation of Allectus Capital increased by 27.7%.

Australian listed stocks Resolute Mining, Orbital and Starpharma all reported declines in share prices, falling by 12.7%, 12.2% and 13.4% respectively during the month.

Purchases during the month for the portfolio amounted to £10.8m and realisations totalled £16.5m.

DEBT

Bank debt increased slightly, driven by the stronger US Dollar with the Sterling liability as at 30 June 2021 at £48.5m versus £48.0m at the end of May.

The strong NAV performance has seen the gearing drop below 50.0% at 48.6%.

The amounts drawn in currencies was unchanged at USD 28.7m, AUD 34.4m and EUR 10.6m. Foreign exchange hedge positions to Sterling at month-end were AUD 64.3m (significantly reduced on the prior month), CAD 21.8m (unchanged) and USD 37.5m (new position)..

OTHER

UIL's ordinary share price ended June at 268.00p, up 1.9%. The discount to NAV widened to 37.9%.

The prices of the 2024 and 2026 ZDP shares both increased by 0.4% to 120.50p and 116.00p, respectively. The price of the 2022 ZDP shares declined by 0.4% to 139.50p and the 2028 ZDP shares declined by 0.5% to 100.00p. The ZDP cover for the 2022, 2024, 2026 and 2028 ZDP shares has improved markedly to 5.41x, 3.83x, 3.03x and 2.50x, respectively.

UIL's third quarterly interim dividend of 2.00p per ordinary share in respect of the year ended 30 June 2021, was paid on 28 June 2021 to shareholders on the register on 4 June 2021.

Charles Jillings
ICM Investment Management Limited and ICM Limited

PORTFOLIO SUMMARY

TOP TEN HOLDINGS		% of Group investments
1	Somers Limited	42.7%
2	Zeta Resources Limited	17.1%
3	Utilico Emerging Markets Trust plc	14.9%
4	ICM Mobility Limited	7.8%
5	Resolute Mining Limited	4.8%
6	Allectus Capital Limited	4.0%
7	Orbital Corporation Limited	2.0%
8	Starpharma Holdings Limited	1.8%
9	AssetCo plc	1.3%
10	Sindoh Co. Ltd	1.2%
Total Top Ten		97.6%

SECTOR SPLIT OF INVESTMENTS

Financial Services	42.7%
Technology	17.0%
Resources	15.3%
Gold Mining	6.5%
Other	5.8%
Ports	4.0%
Electricity	2.3%
Telecoms	1.7%
Oil and Gas	1.6%
Renewables	1.2%
Infrastructure Investments	0.9%
Airports	0.6%
Water	0.4%

GEOGRAPHICAL SPLIT OF INVESTMENTS

Australia	37.0%
UK	18.6%
Asia	10.4%
North America	9.8%
Other – Gold Mining	6.5%
Bermuda	5.1%
Middle East/Africa	5.0%
Latin America	4.2%
Europe (excluding UK)	2.8%
New Zealand	0.6%

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Important Notes

The information presented on this document is solely for information purposes and is not intended to be, and should not be construed as, an offer or recommendation to deal in UIL. Investments in UIL are subject to investment risks and the value of investments and the income derived from them may fall as well as rise and investors may not get back the principal amount invested. Past performance is not indicative of future performance. Investors should read the prospectus along with the supplement(s) and seek relevant professional advice before making any investment decision. 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. The Investment Managers reserve the right to make any amendments to the information at any time, without notice. Issued by ICM Investment Management Limited (registered in England: 08421482), which is authorised and regulated by the Financial Conduct Authority (FRN: 630094).

