

A DIVERSE PORTFOLIO BY GEOGRAPHY AND SECTOR

Delivering long-term return for shareholders

DECEMBER 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.

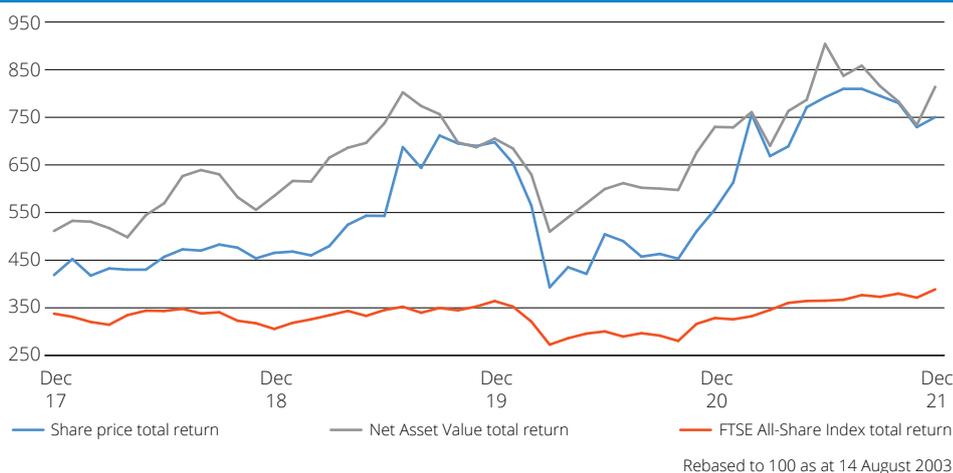
INVESTMENT APPROACH

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	2.9%	(5.6%)	34.8%	61.2%	650.3%
Net Asset Value	10.9%	(0.2%)	11.5%	39.1%	713.9%
FTSE All-Share Index total return	4.7%	4.2%	18.3%	27.2%	288.7%

ROLLING 12 MONTH PERFORMANCE (Total return including dividends)

12 Months to	Dec 21	Dec 20	Dec 19	Dec 18	Dec 17
Share Price	34.8%	(20.2%)	50.0%	11.1%	19.3%
Net Asset Value ("NAV")	11.5%	3.5%	20.6%	14.0%	5.1%
FTSE All-Share Index total return	18.3%	(9.8%)	19.2%	(9.5%)	13.1%

FUND DETAILS
ORDINARY SHARES

Ticker: UTL.L

NAV at launch of UIT*	99.47p
NAV (cum income)	384.42p
Share Price	250.00p
Discount to NAV	(35.0%)
Annual average compound return (including dividends)	12.1%
Historic Dividend paid per share	8.00p
Historic Dividend Yield	3.2%
Ongoing charges figure excluding performance fees	2.1%
Shares in issue	83,962,718

*Utilico Investment Trust plc - UIL's predecessor

CAPITAL STRUCTURE

Gross Assets less Current Liabilities	£521.6m
Bank and other Debt	£58.6m
ZDP shares 2022	£49.6m
ZDP shares 2024	£35.9m
ZDP shares 2026*	£29.6m
ZDP shares 2028**	£25.1m
Shareholders' Funds (Ordinary Shares)	£322.8m
	£521.6m
Gearing (based on AIC definition)	60.8%

* includes 2.3m 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	139.77p	121.31p	119.69p	103.95p
Share Price	142.50p	122.50p	117.00p	98.50p
Premium/(discount) to NAV	2.0%	1.0%	(2.2%)	(5.2%)
ZDP Cover*	4.69x	3.42x	2.74x	2.28x
Yield to Redemption*	3.8%	4.4%	5.5%	6.6%
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 10.9% during December, which was ahead of the FTSE All-Share Total Return Index which was up 4.7% over the month.

During December, the majority of the developed markets recovered from the weakness witnessed in November as the initial concerns over the newest Covid-19 variant faded as it became apparent that Omicron was not as severe or vaccine resistant as first feared.

The US Federal Reserve announced the increase in the pace of its tapering in 2022, pulling forward the start date for tightening and Biden's Build Back Better plan failed to pass through the Senate, as inflation concerns persist. Germany's coalition talks also reached a conclusion with Olaf Scholz of the Social Democrats succeeding Angela Merkel as chancellor.

In December, Sterling strengthened against most currencies, helped by the Bank of England raising interest rates for the first time in three years. Sterling increased by 2.4% against the US Dollar, 1.3% against the Euro and 1.5% against the New Zealand Dollar, albeit was marginally weaker against the Australian Dollar depreciating 0.2%.

After experiencing one of its worst daily sell offs in the last week of November, Brent crude oil prices recovered strongly over the month, up by 10.2% to USD 77.78/bbl. Commodities also strengthened after a poor start to the month, with copper up by 4.3%. The 'safe haven' of gold was also up by 3.1% as inflation concerns persist.

PORTFOLIO

There were no changes to UIL's top ten holdings in December.

Somers saw its valuation increase by 14.5%, primarily reflecting the increase in Resimac's share price during the month, whilst Zeta also witnessed its valuation increase by 10.3%, helped by improving market sentiment for a resources fund with gold exposure, echoed in Resolute's share price improvement of 5.9% over the month.

Starpharma witnessed a 23.0% increase, boosted by the announcement that it had received orders in excess of AUD 2.0m for its Viralsee antiviral spray in Vietnam, whilst Novareum was down 12.9% reflecting the volatility expected with such a blockchain asset.

Purchases during the month for the portfolio totalled £2.5m and realisations amounted to £6.4m.

DEBT

Bank debt positions reduced marginally in December in local currency terms, with the Sterling liability reducing by 1.8% ending the month at £49.6m. The facility continued to be drawn as AUD 34.2m, USD 30.7m and EUR 10.6m. Foreign exchange hedge positions were maintained with the only significant movement during the period on the Australian Dollar versus the US Dollar which increased by 11.8%. As at month-end, the foreign exchange hedge positions against Sterling were USD 61.3m, AUD 60.6m, CAD 57.8m and EUR 9.0m.

OTHER

UIL's ordinary share price was up 2.0% to 250.00p over the month. The discount to NAV widened to 35.0% from 29.7%. During the month UIL bought back 16,300 shares at 247.00p.

The share prices of the 2022, 2024 and 2026 ZDP shares increased by 1.4%, 1.2% and 0.4% respectively. The price of the 2028 ZDP shares was unchanged.

UIL's first quarterly interim dividend of 2.00p per ordinary share in respect of the year ending 30 June 2022, was paid on 23 December 2021.

Charles Jillings
ICM Investment Management Limited and ICM Limited

PORTFOLIO SUMMARY

TOP TEN HOLDINGS		% of Group investments
1	Somers Limited	39.2%
2	Zeta Resources Limited	19.2%
3	Utilico Emerging Markets Trust plc	14.3%
4	ICM Mobility Limited	8.7%
5	Allectus Capital Limited	4.7%
6	Resolute Mining Limited	3.6%
7	Starpharma Holdings Limited	1.7%
8	Nautilus Data Technologies Inc	1.4%
9	Sindoh Co Limited	1.2%
10	Novareum Blockchain Asset Fund	1.2%
Total Top Ten		95.2%

SECTOR SPLIT OF INVESTMENTS

Financial Services	39.2%
Technology	18.2%
Resources	17.3%
Other	7.9%
Gold Mining	5.4%
Ports	3.5%
Electricity	1.8%
Telecoms	1.7%
Oil and Gas	1.6%
Renewables	1.2%
Infrastructure Investments	1.0%
Airports	0.7%
Water	0.5%

GEOGRAPHICAL SPLIT OF INVESTMENTS

Australia	34.0%
North America	18.3%
UK	14.1%
Asia	11.0%
Europe (excluding UK)	6.5%
Other - Gold Mining	5.4%
Bermuda	4.5%
Latin America	3.8%
New Zealand	1.3%
Middle East/Africa	1.1%

Registered Office: Clarendon House, 2 Church Street, Hamilton HM 11, Bermuda

UK Contact: Telephone: 01372 271 486

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).

