

A DIVERSE PORTFOLIO BY GEOGRAPHY AND SECTOR

Delivering long-term return for shareholders

MARCH 2023

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

OBJECTIVE

UIL Limited ("UIL") seek to maximise shareholder returns by identifying and investing in compelling long-term investments worldwide, where the underlying value is not fully recognised.

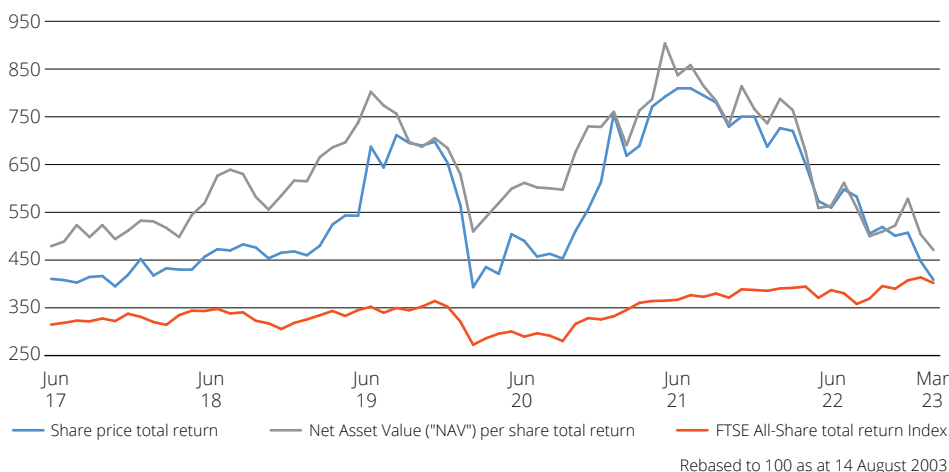
INVESTMENT APPROACH

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
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	5 years	Inception
Share Price	(8.7%)	(18.4%)	(43.7%)	3.9%	(5.6%)	308.6%
Net Asset Value per share	(6.5%)	(9.8%)	(40.2%)	(7.6%)	(8.9%)	371.2%
FTSE All-Share Index	(2.8%)	3.1%	2.9%	47.4%	27.8%	302.0%

ROLLING 12 MONTH PERFORMANCE (Total return including dividends)

12 Months to	Mar 23	Mar 22	Mar 21	Mar 20	Mar 19
Share Price	(43.7%)	8.6%	70.0%	(18.0%)	10.9%
Net Asset Value per share	(40.2%)	14.1%	35.3%	(23.4%)	28.6%
FTSE All-Share Index	2.9%	13.0%	26.7%	(18.5%)	6.4%

FUND DETAILS
ORDINARY SHARES

Ticker: UTL.L

NAV per share at launch of UIT*	99.47p
NAV per share (cum income)	214.13p
Share price	128.50p
Discount to NAV	(40.0%)
Annual average compound return (including dividends)	8.2%
Historic dividend paid per share	8.00p
Historic dividend yield	6.2%
Ongoing charges figure excluding performance fees	2.1%
Shares in issue	83,842,918

*Utilico Investment Trust plc – UIL's predecessor

CAPITAL STRUCTURE

Gross Assets less Current Liabilities	£322.5m
Bank and other Debt	£46.0m
ZDP shares 2024	£38.3m
ZDP shares 2026 ⁽¹⁾	£31.6m
ZDP shares 2028 ⁽²⁾	£27.1m
Shareholders' Funds (Ordinary Shares)	£179.5m
	£322.5m
Gearing (based on AIC definition)	78.1%

⁽¹⁾ includes 2.3m 2026 ZDP shares held by UIL

⁽²⁾ 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.

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ZDP SHARES

	2024	2026	2028
Accrued Capital Entitlement	128.54p	127.19p	111.45p
Share Price	123.50p	114.00p	98.00p
Premium/(discount) to NAV	(3.9%)	(10.4%)	(12.1%)
ZDP Cover ⁺	3.65x	2.55x	1.95x
Yield to Redemption ⁺	7.4%	8.3%	8.2%
ZDP Redemption Value	138.35p	151.50p	152.29p
Shares in issue	30.0m	25.0m	25.0m
Ticker	UTL.G.L	UTL.H.L	UTL.L.L

⁺based on final redemption values



PERFORMANCE

UIL's NAV total return declined by 6.5% in March, underperforming the FTSE All Share total return Index which was down 2.8% over the same period.

Markets were mixed in March, with volatility spiking following the collapse of Silicon Valley Bank, the largest bank failure since the Financial Crisis over a decade ago. Swift government intervention from regulators and the Federal Bank prevented this triggering a wider banking crisis, but the incident highlights tightening liquidity and the impact that rapid rate increases are having on the financial system. The S&P 500 Index shrugged off the bad news, gaining 3.5% over the month, while in Europe the Eurostoxx was up 1.8% as the Eurozone composite PMI expanded further to 54.1, driven by a strong rebound in services. In Australia, the ASX 200 declined by 1.1% in March with the RBA pausing their rate tightening cycle.

In emerging markets economic activity in China continued to rebound in March, with exports growing 14.8% in US Dollar terms and the services PMI hitting 57.8, the highest reading since November 2020. Hong Kong's Hang Seng Index was up 3.1% in March whilst the Shanghai Composite was down 0.2%. In Brazil the Bovespa Index fell by 2.9% in March, whilst markets in Mexico were more upbeat on the potential nearshoring boom, with the Mexico Bolsa up 2.2%. India's SENSEX was flat over the month, while the Vietnam Ho Chi Minh Index was up 3.9%.

Sterling broadly strengthened against most currencies, appreciating by 2.1% against the US Dollar, 1.6% versus the Canadian Dollar and 2.8% versus the Australian Dollar. In the commodities markets precious metals appreciated, with gold and silver prices up 7.8% and 15.2% respectively. Industrial metals were weak, with copper and nickel prices down 0.1% and 3.8% respectively, as was the Brent crude oil price which fell by 4.9% in March.

PORTFOLIO

There was one change to the top ten constituents of the UIL portfolio in March, with Panoramic Resources re-entering the top ten following the sale of UIL's holding in AssetCo to UIL's financial services investment platform and associated undertaking, Somers Limited. Panoramic's share price was up 15.4% over the month following the release of an updated Mine Plan with key outcomes including a longer mine life, higher average annual metal production, and improved financial outcomes. Panoramic is also Zeta Resources' third largest holding

and alongside Horizon Gold's 12.9% share price appreciation, helped Zeta Resources' Net Tangible Assets to increase by 4.4%. Zeta Resources' share price was up 7.4% in March with its discount to NTA narrowing to 21.1%.

Somers' valuation declined by 5.8% in the month, predominantly reflecting the Resimac share price which fell by 17.1%. Concerns over falling house prices in Australia and declining net interest margins continued to weigh on the shares. Resimac is also a top ten direct shareholding for UIL. The Market Herald's share price increased by 4.6% following the announcement of a strategic review and restructuring with the closure of certain underperforming activities which is expected to generate recurring cost savings. UEM's NAV total return gained 3.5% in March and UEM's share price was up 2.8% over the period.

DEBT

Over the month, bank borrowings reduced from £50.0m to £37.5m all drawn in Sterling. There were no foreign exchange hedges in place during the month and as at the end of March 2023.

ZDP SHARES

The share prices of the 2024, 2026 and 2028 ZDP shares remained unchanged at 123.50p, 114.00p and 98.00p respectively.

OTHER

UIL's ordinary share price declined by 10.1% to 128.50p in March whilst the discount to NAV widened from 38.1% to 40.0%.

The second quarterly interim dividend of 2.00p per ordinary share in respect of the year ending 30 June 2023 was paid on 31 March 2023 to shareholders on the register on 3 March 2023.

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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).

PORTFOLIO SUMMARY

TOP TEN HOLDINGS		% of Group investments
1	Somers Limited	37.1%
2	Zeta Resources Limited	16.9%
3	Utilico Emerging Markets Trust plc	12.5%
4	Allectus Capital Limited	7.4%
5	Resimac Group Limited	5.5%
6	West Hamilton Holdings Limited	4.7%
7	The Market Herald Limited	4.3%
8	Allectus Quantum Holdings Limited	1.9%
9	Littlepay Mobility Ltd	1.8%
10	Panoramic Resources Limited	1.3%
Total Top Ten		93.4%

SECTOR SPLIT OF INVESTMENTS

Financial Services	42.1%
Technology	22.0%
Resources	15.7%
Other	6.6%
Ports	2.6%
Gold Mining	2.5%
Electricity	2.2%
Renewables	1.9%
Telecommunications	1.1%
Water	1.0%
Airports	0.9%
Oil and Gas	0.9%
Infrastructure Investments	0.5%

GEOGRAPHICAL SPLIT OF INVESTMENTS

Australia	38.2%
UK	16.7%
Bermuda	9.3%
Asia	7.4%
USA	6.3%
Europe (excluding UK)	6.2%
Middle East/Africa	6.1%
Canada	5.0%
Latin America	4.0%
New Zealand	0.8%

