

A DIVERSE PORTFOLIO BY GEOGRAPHY AND SECTOR

Delivering long-term return for shareholders

JUNE 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.

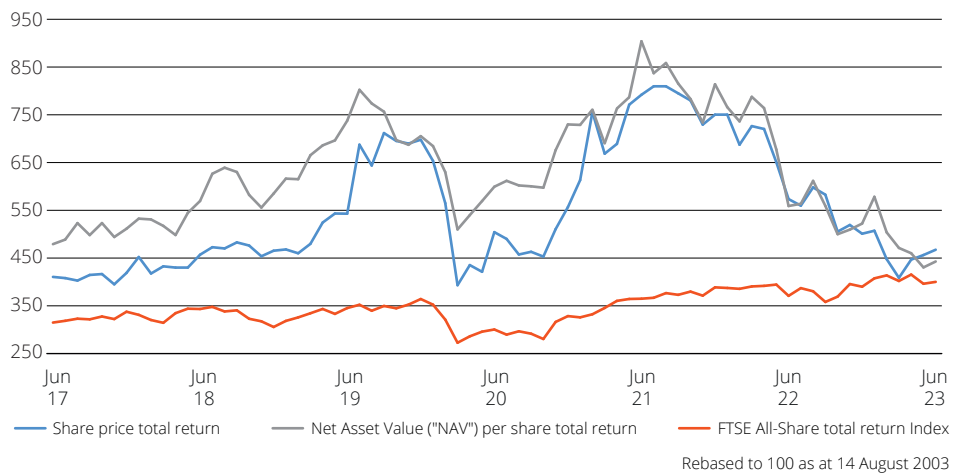
INVESTMENT APPROACH

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	2.5%	14.4%	(18.5%)	(7.3%)	2.3%	367.5%
Net Asset Value per share	2.9%	(6.0%)	(20.8%)	(26.1%)	(22.1%)	342.8%
FTSE All-Share Index	1.0%	(0.5%)	7.9%	33.2%	16.5%	300.1%

ROLLING 12 MONTH PERFORMANCE (Total return including dividends)

12 Months to	June 23	June 22	June 21	June 20	June 19
Share Price	(18.5%)	(27.6%)	57.0%	(7.1%)	18.8%
Net Asset Value per share	(20.8%)	(38.2%)	50.8%	(18.7%)	29.7%
FTSE All-Share Index	7.9%	1.6%	21.5%	(13.0%)	0.6%

FUND DETAILS
ORDINARY SHARES

Ticker: UTL.L

NAV per share at launch of UIT*	99.47p
NAV per share (cum income)	199.27p
Share price	145.00p
Discount to NAV	(27.2%)
Annual average compound return (including dividends)	7.8%
Historic dividend paid per share	8.00p
Historic dividend yield	5.5%
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	£310.6m
Bank and other Debt	£45.3m
ZDP shares 2024	£38.7m
ZDP shares 2026 ⁽¹⁾	£32.0m
ZDP shares 2028 ⁽²⁾	£27.5m
Shareholders' Funds (Ordinary Shares)	£167.1m
	£310.6m
Gearing (based on AIC definition)	87.3%

⁽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	130.04p	128.75p	113.02p
Share Price	123.50p	114.50p	96.50p
Premium/(discount) to NAV	(5.0%)	(11.1%)	(14.6%)
ZDP Cover [†]	3.57x	2.49x	1.90x
Yield to Redemption [†]	8.9%	8.8%	8.9%
ZDP Redemption Value	138.35p	151.50p	152.29p
Shares in issue	30.0m	25.0m	25.0m
Ticker	UTLG.L	UTLH.L	UTLI.L

[†]based on final redemption values



PERFORMANCE

UIL's NAV total return was 2.9% in June, outperforming the FTSE All Share total return Index which rose by 1.0% over the same period.

Equity markets

were mostly positive in June. The Federal Reserve didn't raise interest rates at its June meeting, although indicated that it was likely that additional increases in the benchmark interest rate would be appropriate in the coming months. The European Central Bank did raise interest rates by 25bps to 4.0% in June and the Bank of England surprised markets with its 50bps rise to the benchmark rate of 5.0%. The 25bps rise in Australian interest rates in June was also largely unexpected.

The S&P 500 Index was up 6.5% over the month, while in Europe the Eurostoxx rose by 4.3%. In Australia, the ASX-200 advanced by 1.6%.

China continues to experience a cooling of export demand and consumer confidence remains fragile, particularly driven by concerns about the real estate market.

In the currency markets, the Australian Dollar, Sterling and the Euro strengthened in response to interest rate rises. The US Dollar weakened with the DXY (US Dollar) Index falling by 1.4% in the month and the US Dollar down 2.5% against Sterling. Sterling declined 0.3% against the Australian Dollar and gained 0.2% against the Euro. The Chinese Renminbi was noticeably weaker, declining by 4.7% against Sterling.

Commodities were mixed in June, with gold and silver prices falling by 2.2% and 3.3% respectively. Copper recovered some of May's weakness, rising by 2.9% in June, but Nickel remained weaker, ending the month 0.4% cheaper than at the end of May. Oil prices also recovered some of May's declines with the Brent crude oil price gaining 3.1% in June.

PORTFOLIO

There was one change to the top ten constituents of the UIL portfolio in June, with Arria NLG replacing Carebook Technologies on relative performance.

Somers' valuation declined by 3.9% in June, reflecting the Resimac share price which fell by 2.2% due to ongoing concerns over net interest margins and the competitive nature of the Australian mortgage market. Resimac is also a top ten direct shareholding for UIL.

Zeta Resources' NAV rose by 1.3% in June and the discount narrowed, with the share price rising by 8.9%. Hudbay Minerals completed the share-based acquisition of Copper Mountain, creating the third largest copper producer in Canada and becoming Zeta's second largest holding. Hudbay's share price rose 9.1% in June.

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).

The valuation of Allectus Quantum was increased by 214.1% due to continued progress against the business strategy by Diraq, its principal holding. However, Allectus Capital's carrying value was reduced by 19.9% over the month.

DEBT

Bank and other debt increased over the month to £42.7m drawn in Sterling and US Dollars. There were no foreign exchange hedges as at the end of June 2023.

ZDP SHARES

The share prices of the 2024 and 2026 ZDP shares was unchanged over the month at 123.50p and 114.50p respectively, while the price of the 2028 ZDP shares appreciated by 2.7% to 96.50p.

OTHER

UIL's ordinary share price increased by 1.0% to 145.00p in June and the discount to NAV widened slightly to 27.2% from 26.6%.

UIL's third quarterly interim dividend of 2.00p per ordinary share in respect of the year ending 30 June 2023, was paid on 26 June 2023 to shareholders on the register on 2 June 2023.

Charles Jillings

ICM Investment Management Limited and ICM Limited

PORTFOLIO SUMMARY

TOP TEN HOLDINGS		% of Group investments
1	Somers Limited	34.9%
2	Zeta Resources Limited	17.9%
3	Utilico Emerging Markets Trust plc	13.2%
4	Allectus Capital Limited	5.8%
5	Resimac Group Limited	5.4%
6	West Hamilton Holdings Limited	4.9%
7	Allectus Quantum Holdings Limited	4.8%
8	The Market Herald Limited	3.7%
9	Arria NLG Limited	2.1%
10	Littlepay Mobility Ltd	1.5%
Total Top Ten		94.2%

SECTOR SPLIT OF INVESTMENTS

Financial Services	40.6%
Technology	23.6%
Resources	14.4%
Other	6.4%
Gold Mining	3.4%
Ports	2.9%
Electricity	2.7%
Renewables	2.0%
Oil and Gas	1.0%
Water	1.0%
Telecommunications	0.8%
Airports	0.7%
Infrastructure Investments	0.5%

GEOGRAPHICAL SPLIT OF INVESTMENTS

Australia	38.9%
UK	19.2%
Bermuda	9.5%
Middle East/Africa	6.9%
Asia	6.0%
Canada	5.7%
Europe (excluding UK)	5.4%
Latin America	4.7%
USA	2.5%
New Zealand	1.2%