

**ABOUT US:** UEM is a UK closed-end investment trust, traded on the London Stock Exchange.  
Registration No 11102129

**OBJECTIVE:** To provide long-term total return by investing predominantly in infrastructure, utility and related sectors mainly in emerging markets.

**INVESTMENT APPROACH:** To seek to invest mainly in companies and sectors displaying the characteristics of essential services or monopolies such as utilities, transportation infrastructure, communications or companies with a unique product or market position.

## NOVEMBER 2018

### ORDINARY SHARES

Ticker: UEM.L

NAV at launch	98.36p
NAV (cum income)	233.77p
Share Price	200.15p
Discount to diluted NAV	(14.4%)
NAV Total Return since launch *	289.7%
Annual average compound return *	10.7%
Historic Dividend paid per share (last 12 months)	7.10p
Historic Dividend Yield (last 12 months)	3.5%
Ongoing charges figure excluding performance fee	1.1%
Shares in issue	230,606,562

### CAPITAL STRUCTURE

Gross Assets less Current Liabilities	£539.1m
Bank Debt	£0.0m
Shareholders' Funds	£539.1m
Gearing (based on AIC definition)	(2.3%)

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

### BOARD

John Rennocks	Susan Hansen	Garry Madeiros
Garth Milne	Anthony Muh	

### MANAGEMENT & PERFORMANCE FEES

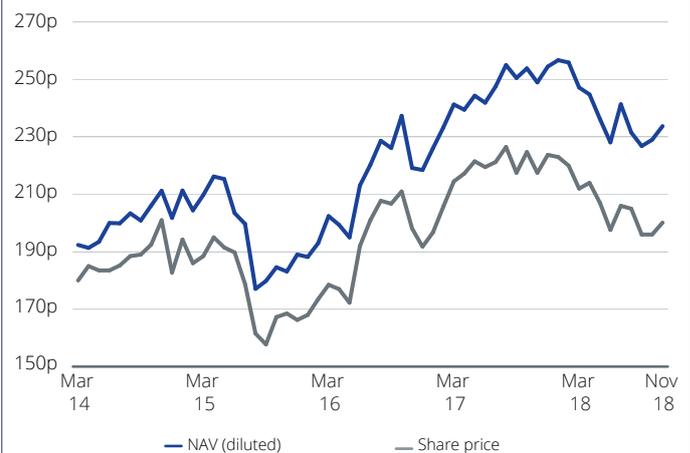
Investment Management Fee	0.65% of net assets plus Company Secretarial Fee
Performance Fee	15% of the outperformance of the higher of (i) benchmark plus 2% and (ii) 8%, subject to high watermark, with a cap on the performance fee of 1.85% of average net assets for that financial year

### INVESTMENT MANAGERS

Utilico Emerging Markets Trust plc is managed by ICM Limited and ICM Investment Management Limited, which is authorised and regulated by the Financial Conduct Authority.

[www.icm.limited](http://www.icm.limited) and [www.icmim.limited](http://www.icmim.limited)

### ORDINARY SHARES PERFORMANCE



### PERFORMANCE (Total return\*)

	1 month	3 months	1 year	3 years	Inception
Share Price	3.0%	(0.6%)	(0.6%)	38.9%	238.4%
Net Asset Value	2.9%	2.5%	(2.5%)	48.1%	289.7%

### ROLLING 12 MONTH PERFORMANCE (Total return\*)

12 Months to	Nov 18	Nov 17	Nov 16	Nov 15	Nov 14
Share Price	(0.6%)	14.1%	22.4%	(13.3%)	7.9%
Net Asset Value	(2.5%)	18.4%	28.3%	(10.6%)	11.0%

### KEY DATES

Launch Date	20 July 2005
Year End	31 March
AGM	September
Ex-Dividend Dates	September, December, March & June
Dividend Paid Dates	September, December, March & June
Continuation Vote	To be proposed at the AGM in 2021

### TEAM

Charles Jillings	Jacqueline Broers	Mark Lebbell
Duncan Saville	Jonathan Grocock	

\* Total return is calculated based on undiluted NAV plus dividends reinvested and adjusted for the exercise of warrants and subscription shares



## PERFORMANCE

UEM's NAV total return increased 2.9% during November. Adjusted for shares going ex-dividend at the end of the month, share price total return was up 3.0%, behind the MSCI Emerging Markets Total Return Index which was up 4.1% in Sterling terms in November.

After seeing significant declines in emerging markets indices in October, this month saw better overall performance, albeit with significant variance evident between different geographies. There was notably strong performance in Hong Kong's Hang Seng index, up 6.1% in November as hopes that the first face-to-face meeting of Donald Trump and Xi Jinping since the trade war started at the G20 summit in Buenos Aires would see an easing of trade tensions. This proved to be the case, with a 90-day deferral of Chinese import tariffs being hiked from 10% to 25% being announced. This good performance was not matched by the Shanghai Composite, which fell 0.6% during the month as economic data continued to moderate, particularly in the manufacturing sector. The Chinese Renminbi was broadly unchanged versus Sterling.

A good performance was also seen in Argentina, with the Merval up 6.8% as the Senate passed an austerity budget for 2019 which raises debt payments and cuts social spending to meet the requirements of the IMF bailout package approved earlier in the year. Brazil continued to benefit from the shift in political landscape and the appointment of liberal market-friendly Cabinet members, with the Bovespa up 2.4%. Both the Brazilian Real and Argentine Peso were weak in November, depreciating by 4.0% and 4.8% respectively against Sterling.

In India the SENSEX recovered 5.1% during the month and the Rupee appreciated by 6.3% against Sterling as oil prices retreated; as India is heavily reliant on oil imports the previously high oil prices had been a concern for inflation and demand in this economy.

Mexico continued to be amongst the weakest performers, with the Mexico Bolsa falling 5.0% in November as the government of newly-elected President Obrador followed up on a referendum to scrap a USD 13bn airport project with a bill to scrap banking fees. The lack of certainty on policy saw Mexican bond yields hit a ten-year high during the month.

## PORTFOLIO

There were no changes to the constituents of the top twenty investments in the portfolio in November. Reflecting the broadly positive underlying markets, share prices of eighteen of the top twenty investments were up during the month, with only two – Yuexiu Transport and Malaysia Airports – posting declines. Yuexiu's share price fell 6.4% in November having performed relatively well the previous month, while Malaysia Airports' share price fell 7.5% during the month due to the announcement that the Malaysian government may look to sell a 30% stake in the company, and the potential implementation of a new departure levy which could reduce passenger growth.

APT Satellite posted the strongest performance of the top twenty investments, with its share price up 16.3% in November, rebounding off of 5-year lows which were hit towards the end of October. UEM's two other positions in Hong Kong also recovered during the month, with CR Gas up 5.5% and China Everbright Greentech up 5.4%.

In Brazil UEM's investments delivered another month of robust performance, with Sanepar's share price up 10.6%, Ocean Wilsons up 9.6%, Comgas up 8.8%, Energisa up 8.2% and Rumo up 5.1%. Enel Americas, which has significant exposure to Brazil, was also up 6.7%. Cosan Logistica shares consolidated the significant gains it made in October, with its share price up 1.6% in November.

Performance at Engie Energia Chile was also notable, with its share price up 8.8% after it reported Q3 earnings doubled on last year on the back of strong electricity volumes sold in the regulated market. In Romania UEM's investments saw a mixed performance; Transelectrica's share price recovered 7.5% after also posting improved quarterly results, while Conpet and Transgaz's share prices saw more modest gains, up 3.3% and 0.4% in the month, respectively.

Purchases during the month for the portfolio amounted to £5.6m and realisations totalled £10.7m.

## DEBT

UEM remained ungeared, having fully repaid its bank debt of £5.0m during October.

## OTHER

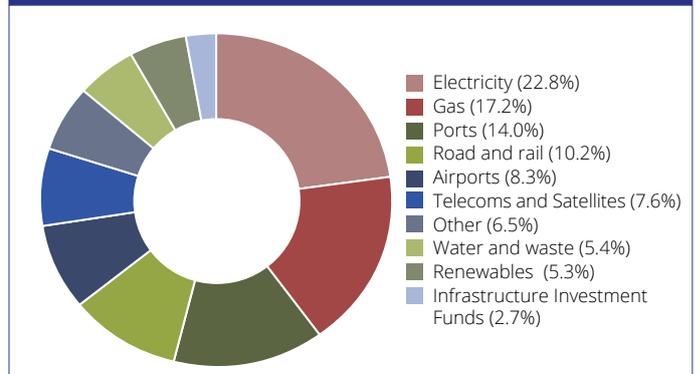
UEM's share price ended November at 200.15p, up 2.1% on previous month-end. The discount to NAV was unchanged at 14.4%. During the month UEM bought back 1.9m shares at an average price of 198.61p.

Charles Jillings  
ICM Investment Management Limited and ICM Limited

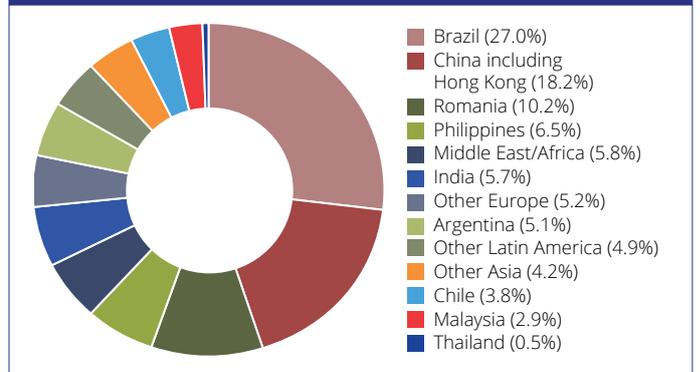
## TOP TWENTY HOLDINGS

	% of gross assets
1. International Container Terminal Services Inc.	4.8%
2. Ocean Wilsons Holdings Limited	4.2%
3. Alupar Investimento S.A.	3.4%
4. China Resources Gas Group Ltd	3.4%
5. Energisa S.A.	3.4%
6. Companhia de Gas de Sao Paulo (Comgas)	3.2%
7. Rumo S.A.	3.1%
8. Transgaz S.A.	2.9%
9. Yuexiu Transport Infrastructure Limited	2.8%
10. Transelectrica SA	2.6%
11. Engie Energia Chile S.A.	2.4%
12. Cosan Logistica S.A.	2.3%
13. Conpet S.A.	2.2%
14. Malaysia Airport Holdings Berhad	2.2%
15. APT Satellite Holdings Limited	2.2%
16. Companhia de Saneamento do Paraná (Sanepar)	2.1%
17. Enel Américas S.A.	2.0%
18. Shanghai International Airport Co Ltd	2.0%
19. Power Grid Corporation of India	1.8%
20. China Everbright Greentech Limited	1.7%
<b>Total Top 20</b>	<b>54.7%</b>

## SECTOR SPLIT OF INVESTMENTS



## GEOGRAPHICAL SPLIT OF INVESTMENTS



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