

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.

MAY 2018

ORDINARY SHARES

Ticker: UEM.L

NAV at launch	98.36p
NAV (cum income)	236.23p
Share Price	207.05p
Discount to diluted NAV	(12.4%)
NAV Total Return since launch *	287.8%
Annual average compound return *	11.1%
Historic Dividend paid per share (last 12 months)	8.70p
Historic Dividend Yield (last 12 months)	4.2%
Ongoing charges figure excluding performance fee	1.0%
Shares in issue	234,508,636

CAPITAL STRUCTURE

Gross Assets less Current Liabilities	£559.0m
Bank Debt	£5.0m
Shareholders' Funds	£554.0m
Gearing (based on AIC definition)	(0.2%)

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

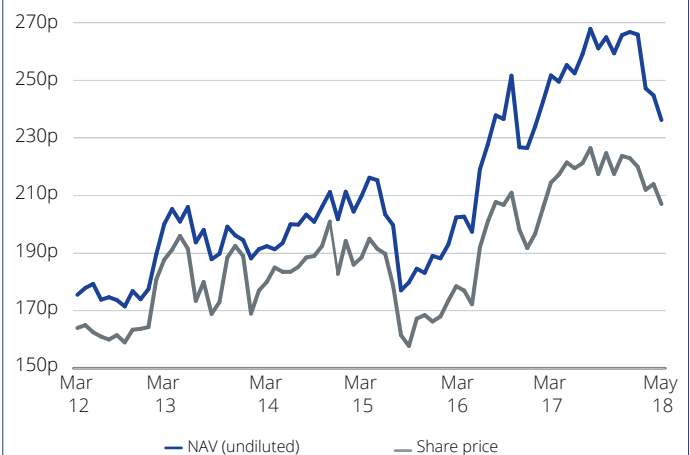
Investment Management Fee	0.65% of net assets plus Company Secretarial Fee
Performance Fee	15% of the outperformance of the higher of (i) benchmark plus 2% and (ii) 8%, subject to high watermark, with a cap on the performance fee of 1.85% of average net assets for that financial year

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 and www.icmim.limited

ORDINARY SHARES PERFORMANCE



PERFORMANCE (Total return*)

	1 month	3 months	1 year	3 years	Inception
Share Price	(3.2%)	(1.7%)	1.3%	26.3%	243.8%
Net Asset Value	(3.5%)	(6.6%)	0.4%	27.3%	287.8%

ROLLING 12 MONTH PERFORMANCE (Total return*)

12 Months to	MAY 18	MAY 17	MAY 16	MAY 15	MAY 14
Share Price	1.3%	33.6%	(6.7%)	7.8%	(0.9%)
Net Asset Value	0.4%	33.8%	(5.2%)	14.7%	(3.1%)

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 declined 3.5% in May, trailing the MSCI Emerging Markets Total Return Index which was down 0.2% in Sterling terms over the same period.

Rising global trade uncertainty and a stronger US Dollar, supported by higher US interest-rate expectations, has dented demand for key emerging markets already impacted by political uncertainty. Mexico was hard-hit as Donald Trump stymied NAFTA talks with the introduction of controversial steel and aluminium tariffs. At the same time, polls showed an extended lead for Mexico's far-left presidential candidate, Andres Manuel Lopez Obrador (often referred to as AMLO), leaving the Mexico Bolsa IPC down 7.6% year-on-year, its steepest decline since February 2009.

Malaysia was the worst performing Asian bourse as equities reacted negatively to news of a shock opposition victory in the country's 14th general election, with the FTSE Bursa Malaysia declining 6.9% year-on-year. And, in Europe, Romania's BET racked up declines of 7.3% over the period, returning gains recorded at the start of the year.

In Latin America, Brazil was crippled by national strikes as truck drivers blocked access to key roads in protest to higher fuel prices, forcing concessions from the government. Strong national support for the protests signalled waning confidence for the current administration, culminating in a 10.9% decline in the Bovespa. Meanwhile, in Argentina, protests followed president Macri's decision to seek IMF assistance to defend a run on the Peso, despite the central bank's decision to raise rates to 40%. The MERVAL closed the month down 4.8% year-on-year as inflation woes continued to press markets.

May's negative market performance was partly offset by a weaker Sterling, which declined 3.4% against the US Dollar. Top performing emerging market currencies included the Hong Kong Dollar, the Indonesian Rupiah and the Indian Rupee, recording gains against Sterling of 3.6%, 3.6% and 2.2%, respectively.

PORTFOLIO

There was only one change to the top twenty holdings in May, with Chilean distribution company, Enel Chile, replaced by Chinese biomass-energy producer, China Everbright Greentech.

Within the top 20, just five companies posted gains. China Everbright Greentech, Shanghai Airport and Yuexiu Transport were the top performers, rising 18.9%, 7.1% and 4.0%, respectively. China Everbright Greentech rose strongly as the Chinese government reaffirmed its commitment to investment in the environmental sector.

Meanwhile, the steepest declines came from Enel Americas, Tranelectrica and TGS, which fell 13.5%, 13.2% and 12.3%, respectively. Risk to utility price hikes in Argentina was behind the decline in TGS, while Enel Americas was also impacted by the turmoil in Brazil.

Purchases during the month measured £12.0m while realisations totalled £6.1m.

DEBT

Borrowings at month-end totalled £5.0m, drawn down in Sterling.

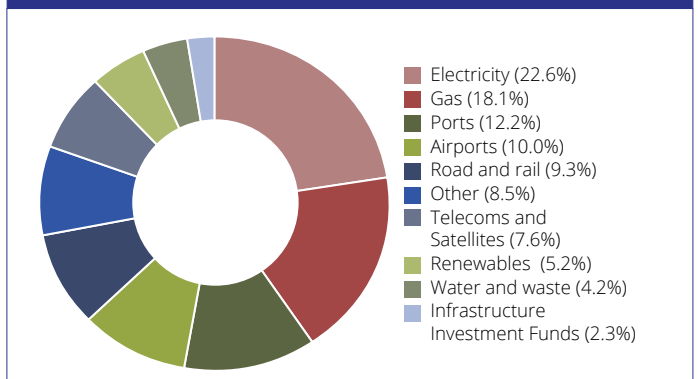
OTHER

UEM's share price ended the month at 207.05p, a decline of 3.2% over the period, with the discount to NAV narrowing slightly to 12.4%.

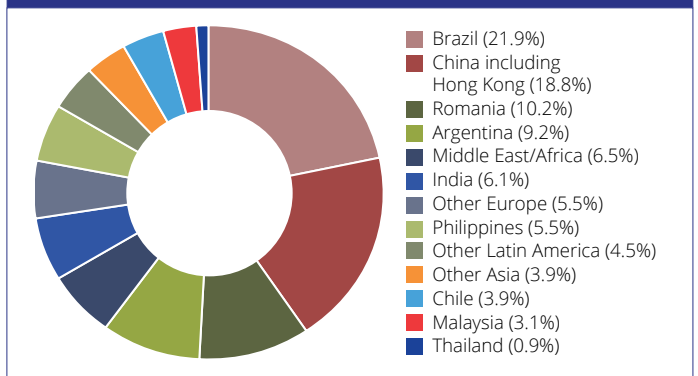
TOP TWENTY HOLDINGS

	% of gross assets
1. International Container Terminal Services Inc.	4.0%
2. Ocean Wilsons Holdings Limited	3.7%
3. Yuexiu Transport Infrastructure Limited	3.5%
4. Transgaz S.A.	3.1%
5. China Resources Gas Group Ltd	3.0%
6. Companhia de Gas de Sao Paulo (Comgas)	2.8%
7. Alupar Investimento S.A.	2.8%
8. Energisa S.A.	2.6%
9. Transportadora de Gas del Sur S.A.	2.5%
10. Conpet S.A.	2.4%
11. APT Satellite Holdings Limited	2.4%
12. Rumo S.A.	2.4%
13. Malaysia Airport Holdings Berhad	2.3%
14. Bolsas Y Mercados Argentinos	2.3%
15. Engie Energia Chile S.A.	2.2%
16. Tranelectrica SA	2.2%
17. Shanghai International Airport Co Ltd	2.2%
18. Power Grid Corporation of India	1.9%
19. China Everbright Greentech Limited	1.9%
20. Enel Americas S.A	1.8%
Total Top 20	52.0%

SECTOR SPLIT OF INVESTMENTS



GEOGRAPHICAL SPLIT OF INVESTMENTS



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Charles Jillings
ICM Investment Management Limited and ICM Limited