

UTILICO EMERGING MARKETS LIMITED

30 June 2010



OBJECTIVE: To provide long-term capital appreciation by investing predominantly in infrastructure, utility and related companies in emerging markets.

KEY DATES

Launch Date	20 July 2005
Year End	31 March
AGM Date	30 August 2010
Ex-Dividend Dates	June & December
Dividend Paid Dates	June & December
Warrant Exercise Dates	31 January & 31 July
Warrant Expiry	July 2010
Winding up provision	To be proposed at the AGM in 2012

GROSS ASSETS BREAKDOWN

Investments and options	£ 340.9m
Cash less current liabilities	£ 3.9m
Gross Assets less Current Liabilities	£ 344.8m
Investments as a percentage of gross assets less current liabilities	98.9%

CAPITAL STRUCTURE

Gross Assets less Current Liabilities	£ 344.8m
Bank Debt	(£ 9.7m)
Contract For Differences net Debt	£ 0.0m
Shareholders' Funds	£ 335.1m
Effective gearing on Ordinary Shares	1.03x

ORDINARY SHARES

NAV at launch	98.37p
NAV (undiluted, cum income)	166.05p
NAV (diluted, cum income)	156.25p
Share Price	132.00p
(Discount) / Premium to diluted NAV	(15.5%)
Annual average compound return (including dividends)	14.3%
Historic Dividend Yield	4.0%
Shares in issue	201,811,934
Ticker	UEM.L

WARRANTS AND S SHARES

	S Shares	Warrants
Price	32.50p	32.50p
Warrants/S shares in issue	8,073,252	27,118,050
Ticker	UEMS.L	UEMW.L
Exercise Terms	1 ordinary share at a subscription price of 100p	

MANAGEMENT & ADMINISTRATIVE FEES

Investment Adviser Fee	0.5%
Administration Fee	£210k
Performance Fee	15% of the outperformance over benchmark subject to "high water" mark

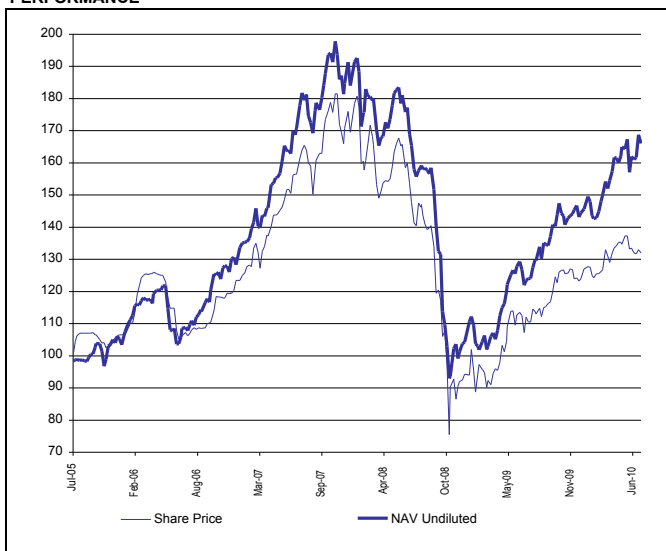
TOP 10 HOLDINGS

1	Malaysia Airport	10.7%
2	Ocean Wilsons Holdings Limited	7.7%
3	Intl Container Terminals	6.9%
4	Eastern Water Resources PCL	5.0%
5	Puncak Niaga Holdings	4.6%
6	AES Tiete SA	4.4%
7	Cia Saneamento Minas Gerais (COPASA)	4.0%
8	Companhia de Concessoes Rodoviaras (CCR)	3.4%
9	My Eg Services	2.6%
10	Sichuan Expressway	2.5%
	Total Top 10	51.8%

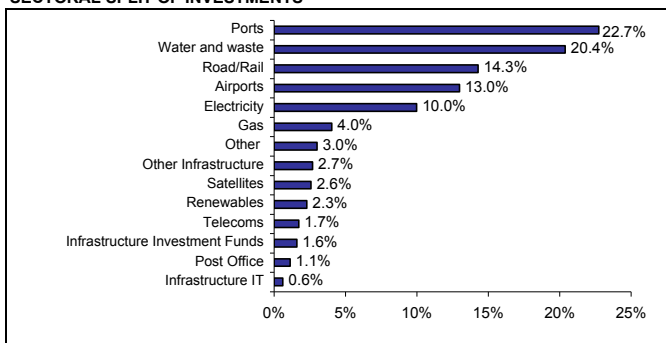
FURTHER INFORMATION

Further information regarding Utilico Emerging Markets Limited (including copies of the company's admission document and weekly NAV releases) is available on the company's website at www.uem.bm

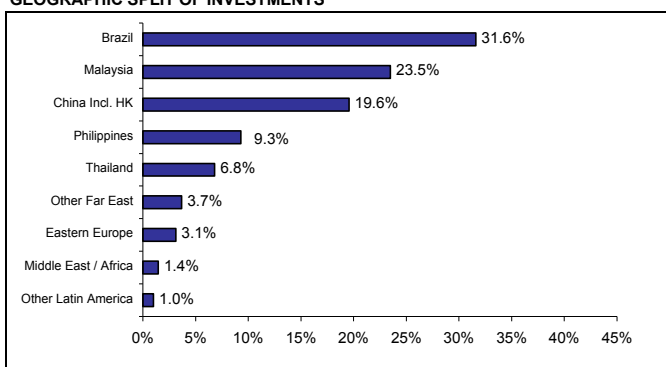
PERFORMANCE



SECTORAL SPLIT OF INVESTMENTS



GEOGRAPHIC SPLIT OF INVESTMENTS



Utilico Emerging Markets Limited
 Registered Office: Canon's Court, 22 Victoria St, Hamilton HM12, Bermuda
 Contact Office: PO Box 208, Epsom, Surrey KT18 7YF Telephone: 01372 271486 Fax: 01372 271495

www.uem.bm



MONTHLY COMMENT

INVESTMENT TEAM

PERFORMANCE

UEM's NAV showed a strong performance during June with the NAV (cum-income undiluted) rising to 166.05p up 2.5%. In June 2010, the payment of UEM's final 1.05p dividend resulted in UEM's adjusted NAV showing a gain of 3.1%. This compared favourably to the MSCI Emerging Markets Index (GBP adjusted) which fell by 3.8% over the month. In the 3 months since year end UEM's adjusted NAV has increased by 6.2% compared with the MSCI Emerging Markets Index (GBP adjusted) which has fallen by 7.9%.

Developed markets were also weak in June with the FTSE All Share, FTSE 100 and Dow Jones World Utilities (GBP adjusted) indices falling by 4.9%, 5.2% and 3.5% respectively during the month.

Concerns over the sustainability of government finances in the developed world, especially Greece and others in Europe, are still the major threat to global recovery and during June, a number of governments announced austerity measures to cut deficit levels. However, there are fears that these intended measures, just as global economies begin to emerge from recession, could affect growth or even cause a double-dip recession.

During the month, the US treasury released its delayed currency report, stating that the Chinese Renminbi is undervalued. This caused the Chinese Central Bank to say they would loosen their currency controls. As expected, the Renminbi strengthened slightly against the US Dollar during the month, rising 0.7%, however, a strong pound negated this strengthening resulting in a fall of 1.9% against Sterling.

Of UEM's other key currencies, the Malaysian Ringgit, Thai Baht and Brazilian Real all weakened against Sterling during the month, falling 2.0%, 2.4% and 1.8% respectively.

PORTFOLIO

Investments of £1.1m were made during June into the portfolio while realisations amounted to £9.1m. £4.5m of which was from the sale of Malaysia Airports ordinary shares.

Of the top ten stocks in UEM, My Eg was the strongest performer, up 36.9% over the month on the back of its introduction of a new online service, which should enhance its growth significantly and good first half 2010 results. We reduced our holding by £1.6m into this strength. Puncak performed well, with its ordinary shares up 13.6% during the month, in part due to the parties involved in the proposed consolidation of water assets coming close to agreeing on pricing and resolving other issues.

All other stocks within the top ten were up, with gains ranging between 1.0% and 12.5%.

DEBT & CASH

Bank debt was reduced significantly to £9.7m from £19.9m in May whilst cash reduced to £8.0m from £14.5m.

OTHER

UEM's Ordinary share price decreased by 1.1% during June and at the end of June stood at a discount of 15.5% to the diluted NAV. The S Shares and Warrants both decreased by 4.4% during the month.

During June UEM bought back 2.5m warrants and S shares and 1.5m ordinary shares for cancellation at a cost of £2.7m, an average of 30.5p per warrant/S share and 130.0p per ordinary share.

The investment manager Ingot Capital Management Pty Limited ("ICM") is primarily responsible for running the investment portfolio in conjunction with the advice received from the Executive Director.

ICM represented by Mr Duncan Saville

Mr Saville, aged 53, is a director of UEM's investment manager, ICM. He is a chartered accountant. He is a non-executive director of Infracore Limited and Vix-ERG Limited and was formerly a non-executive director of Utilico Investment Trust plc, The Special Utilities Investment Trust PLC, East Surrey Holdings plc, Dee Valley Group plc, Glasgow Prestwick International Airport Limited and Wellington International Airport Limited.

MR CHARLES JILLINGS (Executive Director)

Mr Jillings, aged 54, is a Director of the Company. He is responsible for the day-to-day running of the Company and the investment portfolio in conjunction with the Investment Manager. Mr Jillings is qualified as a chartered accountant and previously worked in corporate finance at Hill Samuel for 10 years. He set up The Analysis & Research Company Limited in 1995 and has been a director of a number of listed companies. He is a director of Equest Balkan Properties plc (former Chairman) and Global Equity Risk Protection Limited. He was also until recently a director of Newtel Limited.

Assisting them are:

MR JAMES SMITH

Mr Smith, aged 37, has been involved in the running of UEM and Utilico Limited since their inception and before that with Utilico Investment Trust plc and The Special Utilities Investment Trust PLC since 1999. Mr Smith is a barrister and a member of the Institute of Chartered Accountants in England and Wales.

MR MARK LEBBELL

Mark Lebbell, aged 38, has been involved in the running of UEM and Utilico Limited since their inception and before that with Utilico Investment Trust plc and The Special Utilities Investment Trust PLC since 2000. Mr Lebbell is an associate member of the Institute of Electrical Engineering and Technology.

MR ITTAN ALI

Ittan Ali, aged 38, has been employed by The Analysis & Research Company Ltd since March 2008 and was previously employed at TRW Investment Management as a Pan European fund manager. Prior to that he was employed for six years as a fund manager with Majedie Investments plc. Mr Ali is an associate of the UK Society of Investment Professionals

The information presented on this factsheet is solely for information purposes and is not intended to be, and should not be construed as, an offer or recommendation to buy and sell investments. If you are in any doubt as to the appropriate course of action, we would recommend that you consult your own independent financial adviser, stockbroker, solicitor, accountant or other professional adviser.

Past performance is no guide to the future. The value of investments and the income from them may go down as well as up and investors may not get back the full amount they originally invested. 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.

Further information (including copies of the company's admission document and weekly NAV releases) is available from the company's website at www.uem.bm

Utilico Emerging Markets Limited

Registered Office: Canon's Court, 22 Victoria St, Hamilton HM12, Bermuda

Contact Office: PO Box 208, Epsom, Surrey KT18 7YF Telephone: 01372 271486 Fax: 01372 271495

www.uem.bm