

31 January 2011

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

ORDINARY SHARES

NAV at launch	98.37p
NAV (cum income)	174.71p
Share Price	163.00p
(Discount) / Premium to diluted NAV	(6.7%)
Annual average compound return (including dividends)	14.1%
Historic Dividend Yield	2.9%
Shares in issue	218,772,234
Ticker	UEM.L

GROSS ASSETS BREAKDOWN

Investments and options	£ 403.6m
Cash less current liabilities	(£ 9.0m)
Gross Assets less Current Liabilities	£ 394.6m
Investments as a percentage of gross assets less current liabilities	102.3%

CAPITAL STRUCTURE

Gross Assets less Current Liabilities	£ 394.6m
Bank Debt	(£ 12.4m)
Contract For Differences net Debt	£ 0.0m
Shareholders' Funds	£ 382.2m
Effective gearing on Ordinary Shares	1.03x

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
Winding up provision	To be proposed at the AGM in 2012

MANAGEMENT & ADMINISTRATIVE FEES

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

FURTHER INFORMATION

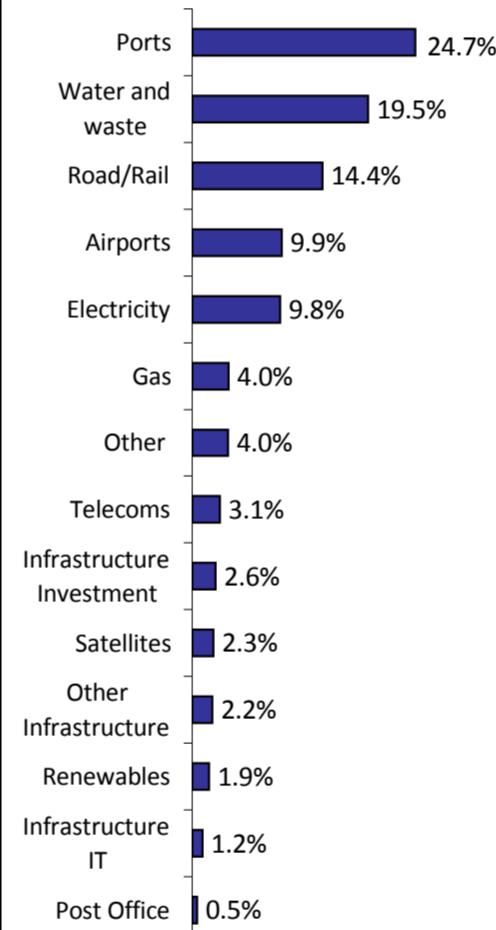
Further information regarding Utilico Emerging Markets Limited (including copies of the company's admission document and weekly NAV releases) is available on the company's website at www.uem.bm

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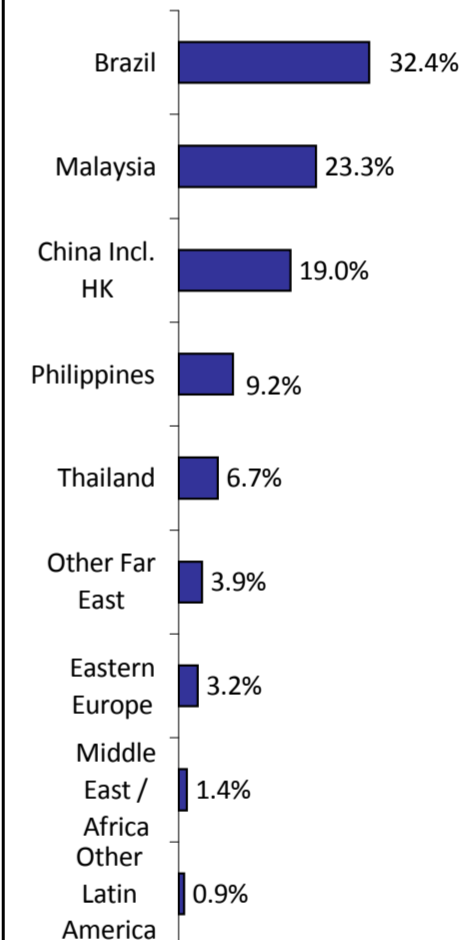
PERFORMANCE



SECTORAL SPLIT OF INVESTMENTS



GEOGRAPHICAL SPLIT OF INVESTMENTS



TOP TEN HOLDINGS

1	Ocean Wilsons Holdings Limited	10.7%
2	Malaysia Airport	9.9%
3	Intl Container Terminals	8.0%
4	Eastern Water Resources PCL	5.3%
5	Cia Saneamento Minas Gerais (COPASA)	3.9%
6	Puncak Niaga Holdings	3.6%
7	Companhia de Concessoes Rodoviaras (CCR)	3.6%
8	AES Tiete SA	3.4%
9	Santos Brasil Part	2.4%
10	Sichuan Expressway	2.3%
Total Top 10		53.1%



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MONTHLY COMMENT

INVESTMENT TEAM

PERFORMANCE

UEM's NAV increased by 2.9% (ex income), outperforming a weaker market as the MSCI EMF Index (GBP adjusted) fell by 5.0%.

In the first month of 2011 Sterling has strengthened against most emerging market currencies, up 2.4% against the Malaysian Ringgit, 2.7% against the Chinese Renminbi, 3.1% against the Brazilian Real and 5.6% against Thai Baht.

The markets are increasingly focused on rising inflation with particular regard for the emerging markets. The political unrest in Egypt has been brought on, in part, by rising food inflation and Asian markets witnessed a sharp decline during the month over concerns that the third interest rate hike in China, in an attempt to slow rising inflation, may stall its momentum.

PORTFOLIO

During January the majority of UEM's top ten fell in value with the notable exceptions of Puncak Niaga up 10.9%, due in part to the third takeover offer, which was rejected as inadequate, from the state government made on January 6th 2011, and Santos Brazil up 7.6% as a result of strong Q3 results driving up the forecasts for the full year financials (released February 2011). The biggest faller of the month was International Container Terminal Services down 5.8% due to a correction in the Philippine markets caused by concerns surrounding emerging economies rising inflation and tightening monetary policies.

Investments of £6.2 million were made in the month and realisations of £7.5 million, the largest of these being the sale of £2.9 million China Mobile ordinary shares.

DEBT & CASH

Bank debt increased marginally to £12.4 million and cash balances decreased to £1.7 million. The 3.75p interim dividend was paid on 7th January at a cost of £8.2 million utilising the December 2010 month end cash balance.

OTHER

UEM's Ordinary share price fell by 0.8% during January to 163.00p, and at the end of the month stood at a 6.7% discount to NAV (cum income).

The investment manager ICM 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 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 1999. Mr Smith is a barrister and a member of the Institute of Chartered Accountants in England and Wales.

MR MARK LEBBELL

Mark Lebell, 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 Lebell is an associate member of the Institute of Electrical Engineering and Technology.

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.

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