

NAOS Ex-50 Opportunities Company Limited Announces Fully Franked Quarterly Dividend for Q2 FY19 and Half Year Results to 31 December 2018

Friday, 15 February 2019: The Board of NAOS Ex-50 Opportunities Company Limited (ASX: NAC) (Company) is pleased to announce that it has declared a fully franked quarterly dividend of 1.35 cents for the three month period ending 31 December 2018, bringing the FY19 dividend to date to 2.70 cents per share. The Company also today announced its half year result for the six month period to 31 December 2018, reporting an after-tax loss of \$3.13 million.

Performance

For the half year ended 31 December 2018, the NAC investment portfolio produced a negative return of -8.56%, bringing the inception return over the past 4 years and 1 months to +52.89% in nominal terms*, vs. the benchmark S&P/ASX 300 Industrials Accumulation Index (XKIAI) which has returned +22.97%.

NAOS Chief Investment Officer and Managing Director Sebastian Evans stated:

‘Clearly the first six months of the financial year proved to be a challenging period for the NAC Investment Portfolio, and 2018 was unfortunately the first calendar year that has produced a negative return since NAC’s inception. It is imperative that we continue to adhere to the same investment philosophy that has delivered significant outperformance over the longer term. This entails a high conviction investment approach both on the long and short side with a core focus on investing in industrial type businesses. We will continue to play to our strengths with a portfolio that should remain nimble where opportunities arise to realise profits, whilst protecting our fellow shareholders capital in an equity market that has continued to increase in volatility over the past 12 months.’

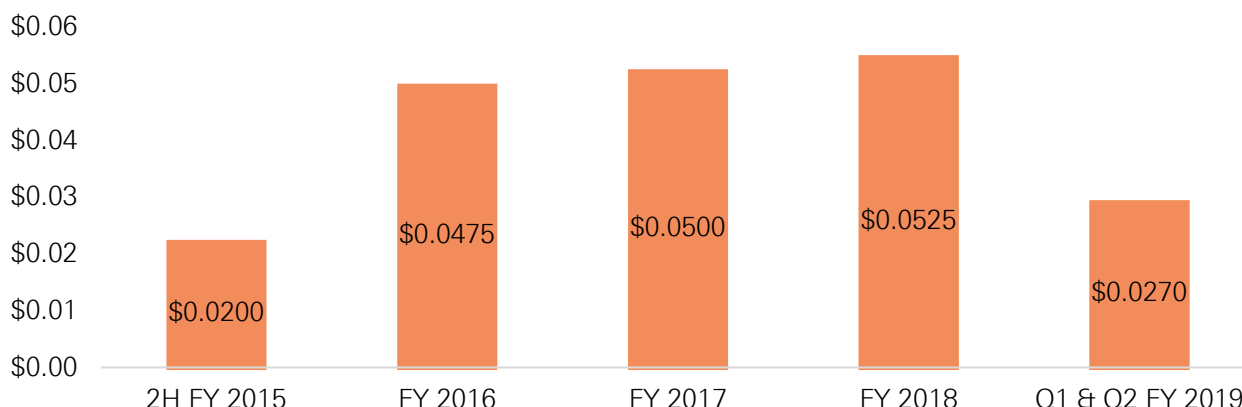
The Company remains focused on protecting investor capital whilst providing long-term capital growth above the relative benchmark index. Since inception the investment portfolio has outperformed its benchmark by +5.69% p.a.* with lower volatility than that of the wider market.

Fully Franked Dividends

Total dividends since inception now total 19.70 cents per share fully franked, and Independent Chairman David Rickards commented *‘a move to quarterly dividends in FY19 brought forward income for shareholders and offered a more frequent income stream, it is the Board’s aim to continue to be mindful of providing shareholders with a sustainable stream of growing fully franked dividends.’*

* Investment Portfolio Performance is post all operating expenses, before fees, taxes and initial IPO and placement commissions. Performance has not been grossed up for franking credits received by shareholders. Since inception (p.a. and nom.) includes part performance for the month of November 2014. Returns compounded for periods greater than 12 months.

Historical Fully Franked Dividend Profile



Q2 FY2019 Dividend Dates & Dividend Reinvestment Plan (DRP)

Ex-Dividend Date	25 February 2019
Record Date	26 February 2019
Last Date for DRP Election	27 February 2019
Payment Date	11 March 2019

The Dividend Reinvestment Plan (DRP) allows shareholders to elect to receive their dividends in shares rather than cash. **DRP shares will be acquired “on market” when the post-tax net tangible assets (NTA) is greater than the share price as at record date, thereby avoiding any potential dilution to the Company’s NTA and also assisting with closing the share price discount to NTA.**

To participate in the DRP investors will need to submit their DRP election by 5:00pm Wednesday, 27 February 2019 to BoardRoom Pty Limited, the share registry for NAC, either online through InvestorServe, by email to enquiries@boardroomlimited.com.au or fax +61 2 9279 0664. Further information on how to participate in the Company’s DRP can be found at www.naos.com.au.

We appreciate the continued support from all our shareholders over the last six months and welcome all new shareholders.

For more information, please contact the NAOS team:

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About NAOS Asset Management Limited (NAOS): NAOS is a specialist fund manager providing genuine, concentrated exposure to Australian listed industrial companies outside of the ASX-50. NAOS manages three listed Investment Companies, being NAOS Emerging Opportunities Company Limited (ASX: NCC), NAOS Small Cap Opportunities Company Limited (ASX: NSC) and NAOS Ex-50 Opportunities Company Limited (ASX: NAC). NAOS employs a team of eight people and has approximately \$300 million funds under management.