

NAOS Small Cap Opportunities Company Limited Announces Fully Franked Final Quarterly Dividend for the Financial Year Ending 30 June 2019

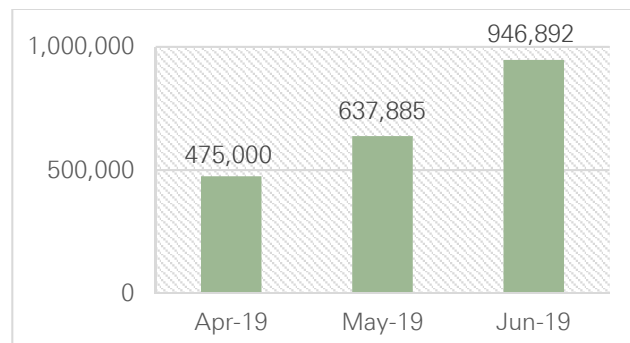
Thursday, 22 August 2019: NAOS Small Cap Opportunities Company Limited (ASX: NSC) today announced its full-year result for the financial year to 30 June 2019, with the second half performance showing a marked improvement over a disappointing first half-year. The Company declared a fully franked final quarterly dividend of 0.50 cents per share for the 3 months ending 30 June 2019, bringing the full-year dividend to 4.00 cents per share, all of which have been fully franked.

The Board remains committed to providing shareholders with income via a regular stream of fully franked dividends, and is also mindful of broader capital management initiatives which can deliver additional shareholder value. Thus, the Board announced an on-market share Buy-Back Program (Buy-Back Program) during March 2019. Chairman Trevor Carroll commented: *'As the buy-back of shares by the Company at a discount is accretive to NTA per share, the Board considers the Buy-Back Program to be an effective use of the Company's capital and in the interest of all shareholders.'* Since the commencement of the Buy-Back Program, the Company has purchased over 2 million shares to 30 June 2019, and a further 1.3 million shares since this time.

Fully Franked Dividend Profile
(cents per share)



Shares Purchased
(Buy-Back Program)



The Company aims to provide investors with genuine, long-term, concentrated exposure to small-cap industrial businesses regardless of their liquidity profile. The Board is disappointed that this year the Company has not provided shareholders with satisfactory returns and that the discount to NTA has endured over the financial year. It has been a difficult year for most small-cap industrial companies, with the market favouring a select number of specialty companies in the technology sector.

The Board continues to believe that the strategy of focusing on a concentrated investment portfolio, providing a regular stream of fully franked dividends, transparent communications plus aligning the Investment Manager and Board with all shareholders of the Company will provide satisfactory returns plus NTA growth over the long term. NAOS Chief Investment Officer and Managing Director, Sebastian Evans stated: *'Clearly over the last year the market has been willing to pay less and less for small and micro-cap industrial companies, but we believe the portfolio is entering FY20 with a bright future, as many of our investments have made significant progress that is yet to flow through to a much-improved financial performance. The NAOS team greatly appreciates the continued support of our shareholders. The Board, management team and I are significant shareholders in NSC; so we are very much aligned and plan to achieve the best outcome for all shareholders over the long term.'*

FY19 Final Quarterly Dividend Dates & Dividend Reinvestment Plan (DRP)

Ex Dividend Date	2 September 2019
Record Date	3 September 2019
Last Date for DRP Election	4 September 2019
Payment Date	16 September 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 assisting with closing the share price discount to NTA. Further information on how to participate in the Company’s DRP can be found at www.naos.com.au.

NAOS National Investor Roadshows

Please join us at our NAOS September Investor Roadshows. For further information and to register please visit www.naos.com.au/roadshow or contact the NAOS team on (02) 9002 1576 or at enquiries@naos.com.au.

- Perth - 11:00am, 10 September 2019
- Melbourne - 11:00am, 12 September 2019
- Brisbane - 11:00am, 17 September 2019
- Sydney - 11:00am, 19 September 2019
- Adelaide - 11:00am, 24 September 2019
- Canberra - 11:00am, 26 September 2019

About NAOS Asset Management Limited: NAOS Asset Management Limited (NAOS) is a specialist fund manager providing genuine long-term, concentrated exposure to Australian listed industrial companies outside of the ASX 50. NAOS manages three Listed Investment Companies being the NAOS Emerging Opportunities Company Limited (ASX: NCC), the NAOS Small Cap Opportunities Company Limited (ASX: NSC) and the NAOS Ex- 50 Opportunities Company Limited (ASX: NAC).

Important Information: This material has been prepared by NAOS Asset Management Limited (ABN 23 107 624 126, AFSL 273529) (NAOS) as investment manager of the listed investment company referred to herein (Company). This material is provided for general information purposes only and must not be construed as investment advice. It does not take into account the investment objectives, financial situation or needs of any particular investor. Before making an investment decision, investors should consider obtaining professional investment advice that is tailored to their specific circumstances. Past performance is not necessarily indicative of future results and neither NAOS nor the Company guarantees the future performance of the Company, the amount or timing of any return from the Company, or that the investment objectives of the Company will be achieved. To the maximum extent permitted by law, NAOS and the Company disclaims all liability to any person relying on the information contained herein in relation to any loss or damage (including consequential loss or damage), however caused, which may be suffered directly or indirectly in respect of such information. This material must not be reproduced or disclosed, in whole or in part, without the prior written consent of NAOS.