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PRESENTATION

Q2 FY15 INVESTOR BRIEFING

NAOS Emerging Opportunities Company Ltd

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CALL DETAILS

NAOS

1. Date	Thursday 22 nd January
2. Time	11.00am AEDST
3. Telephone	1800 857 029
4. Guest Access Code	10842873#
5. Questions	Please email all questions to Anneke Senden (asenden@naos.com.au) prior to the allotted call time

AGENDA

1. NCC REVIEW

- Information about the Company
- Capital Structure
- Option Pricing Information
- Dividend Policy/Schedule
- Dividend, Share Price and Option Price History
- Total Shareholder Return Analysis
- Quarterly Performance & Attribution Analysis
- Portfolio Positioning
- Sample Company Meetings

2. Market Commentary

- December Equity Market Review
- Equity Market Fundamentals
- Support/Risk
- CY2015 Outlook
- Global themes

3. Keeping Up to Date

- Shareholder Communications

1. NCC Review

INFORMATION ABOUT THE COMPANY

NCC

- Listed Investment Company (LIC), which seeks to provide investors with exposure to emerging companies through a concentrated long/short portfolio of ASX listed equities.
- Primary aim of NCC is to provide investors with long term capital appreciation and a consistent franked dividend stream (paid out of company income rather than capital) whilst maintaining a strong focus on protecting investor capital, aided by the Company's ability to hold 100% cash weighting and the ability to short sell stocks.
- NAOS Asset Management, the Manager of NCC, will have a 10 year history of managing assets in the Australian Emerging Companies asset class in February 2015.
- Directors of NCC and NAOS Asset Management Limited hold circa 8,000,000 shares in the Company, demonstrating a close alignment of interests.
- The Competitive Advantage of NCC is threefold:



CAPITAL STRUCTURE

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SHARES ON ISSUE

37,502,835

NTA Analysis

Pre Tax - \$1.18 (\$1.14)*

Pre Tax Pre Unrealised Gains
Tax – \$1.17 (\$1.13)*

Post Tax - \$1.16 (\$1.12)*

*Assumes 100% of remaining NCCO
options are exercised.

OPTIONS ON ISSUE

NCCO

Expiry: 1st February 2015

Price Exercisable: \$1.00

Options Remaining on Issue: 10,619,793

NCCOA

Expiry: 1st August 2015

Price Exercisable: \$1.13

Options Remaining on Issue: 11,789,026

CURRENT DIVIDEND YIELD

6.37% Fully Franked

9.10% Gross

***Includes guided First Half CY15
Dividend of 3.25cps Fully Franked**

OPTION PRICING (INDICATIVE)

NAOS

Option Pricing Information

Option Price	\$0.02		
Exercise Price	\$1.00		
Price Per Share	\$1.02		

NTA Per Share*

Not Diluted

Diluted for NCCO **

Diluted for NCCO***

Pre Tax NTA	\$1.18	\$1.17	\$1.165
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Margin Per Share

Pre Tax NTA	\$0.16	\$0.15	\$0.145
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* NTA as at 31 December 2014 **Assumes 100% of remaining NCCO options are exercised. *** Assumes 50% of outstanding NCCO options are exercised – 5,586,169

DIVIDEND POLICY/SCHEDULE

DIVIDEND POLICY

The board is committed to paying a progressive stream of fully franked dividends to shareholders on a six-monthly basis provided the Company has sufficient franking credits and it is prudent to do so.

The Dividend Reinvestment Plan is in operation and the recommended fully franked final dividend of 3 cents per share qualifies. Participating shareholders will be entitled to be allotted the number of shares (rounded to the nearest whole number) which the cash dividend would purchase at the relevant issue price.

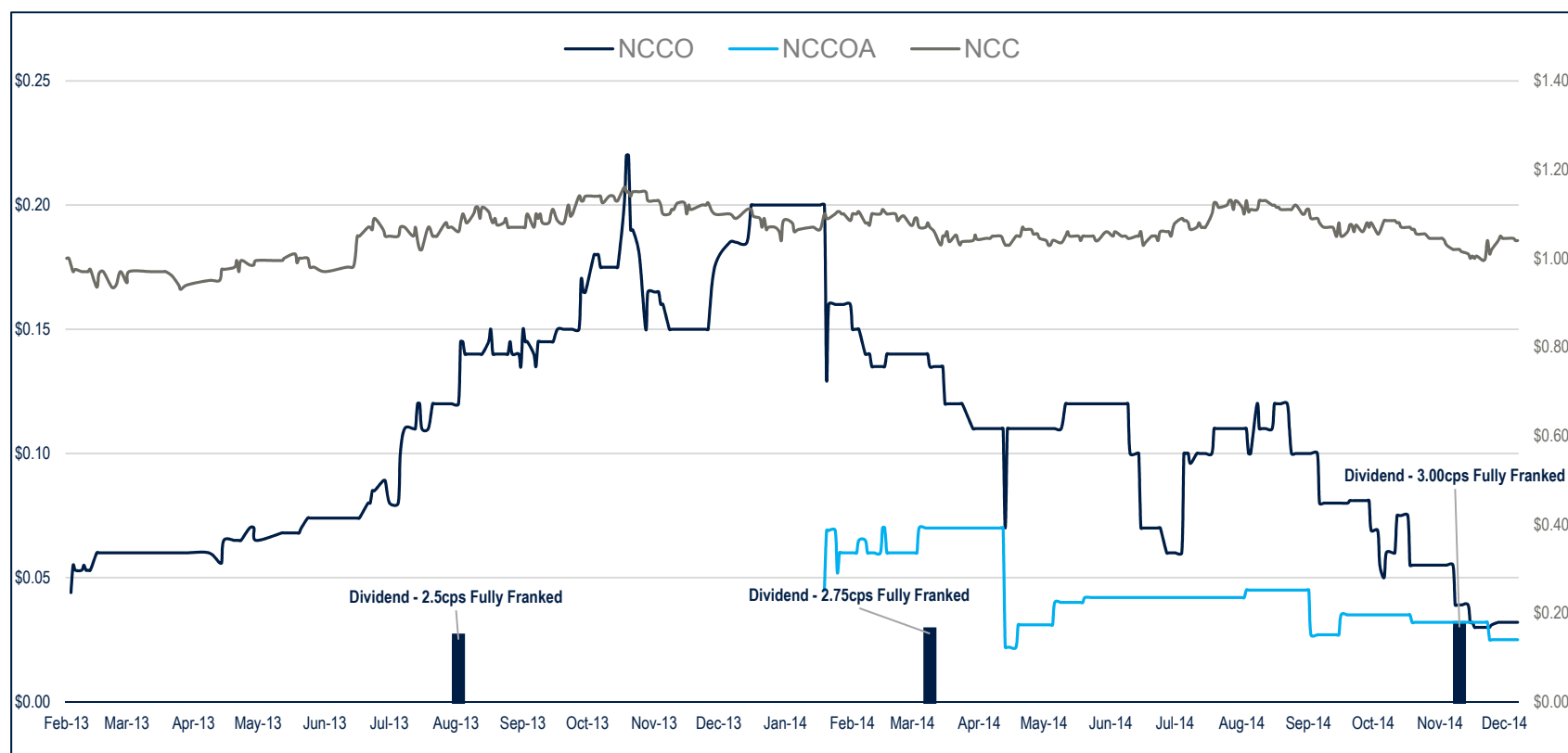
The relevant issue price will be at a 1% discount to the price (calculated as the weighted average market price of shares sold on the ASX on the books closing date, 'record date', for the relevant dividend and the 3 trading days preceding that date) less the discount.

Dividend Information	Cents per share	Franking amount per share
2013 Final	2.50	100%
2014 Interim	2.75	100%
2014 Final	3.00	100%
2015 Guided CY15 H1	3.25	100%

DIVIDEND, SHARE PRICE & OPTION PRICE PERFORMANCE

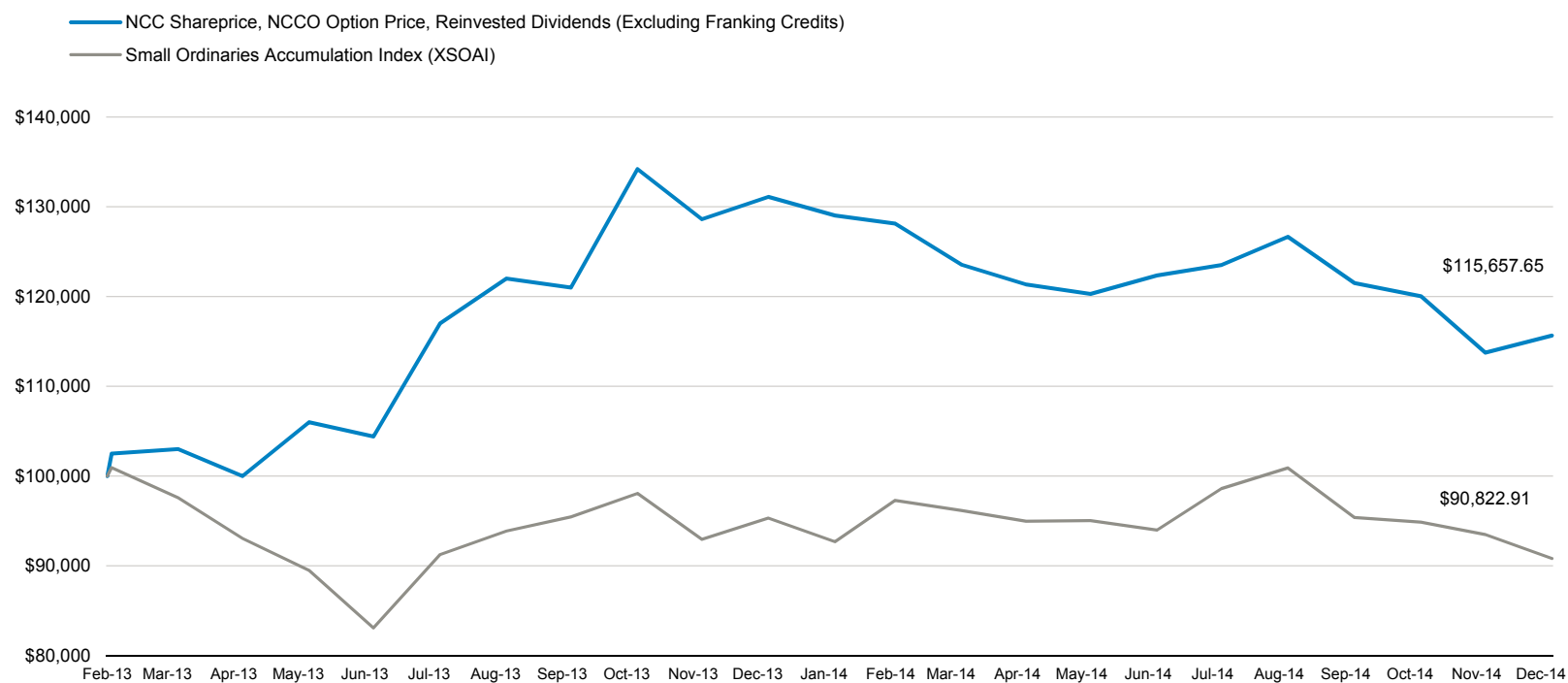
AS AT 31ST DECEMBER 2014

NAOS



TOTAL SHAREHOLDER RETURN ANALYSIS SINCE IPO AS AT 31ST DECEMBER 2014

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PERFORMANCE SUMMARY

PRE FEES & FRANKING, NET OF OPERATING EXPENSES
AS AT 31ST DECEMBER 2014

	1 Month (%)	3 Months (%)	6 Months (%)	1 Year (%)	Inception (% p.a.)	Inception% (Nom.)
NCC	+0.46	-1.37	+2.94	+16.20	+24.55	+49.85
S&P/ASX Small Ordinaries Accumulation Index (XSOAI)	+0.47	-3.89	-2.45	-3.81	-4.60	-8.32
Performance vs Benchmark	-0.01	+2.52	+5.39	+20.01	+29.15	+58.17

Investment Portfolio Performance is **pre fees and franking and post all operating expenses**.
Performance has **not been grossed up for franking credits received by shareholders**.
Inception is 26th February 2013

**PERFORMANCE ATTRIBUTION: TOP CONTRIBUTORS TO
PORTFOLIO RETURNS BY STOCK**

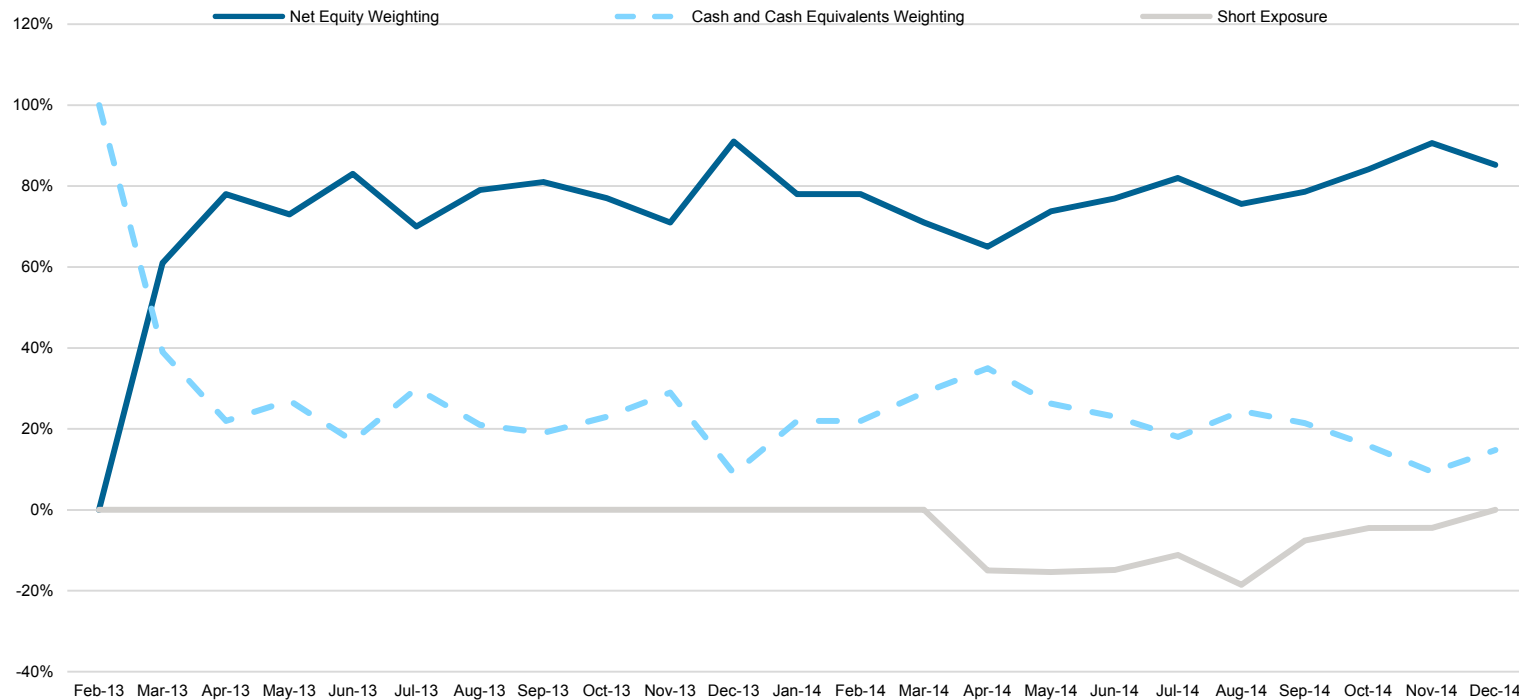
1ST MARCH 2013 TO 31ST DECEMBER 2014

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Investment	Contribution to Return (% NAV)	Investment	Contribution to Return (% NAV)
Calliden Group	13.01%	Investment D	4.46%
Capitol Health	10.14%	Gage Road Breweries	4.35%
Investment C	6.44%	Investment H	4.14%
Village Roadshow	5.48%	Investment I	5.00%
RHG Limited	4.94%	AMA Group	2.71%

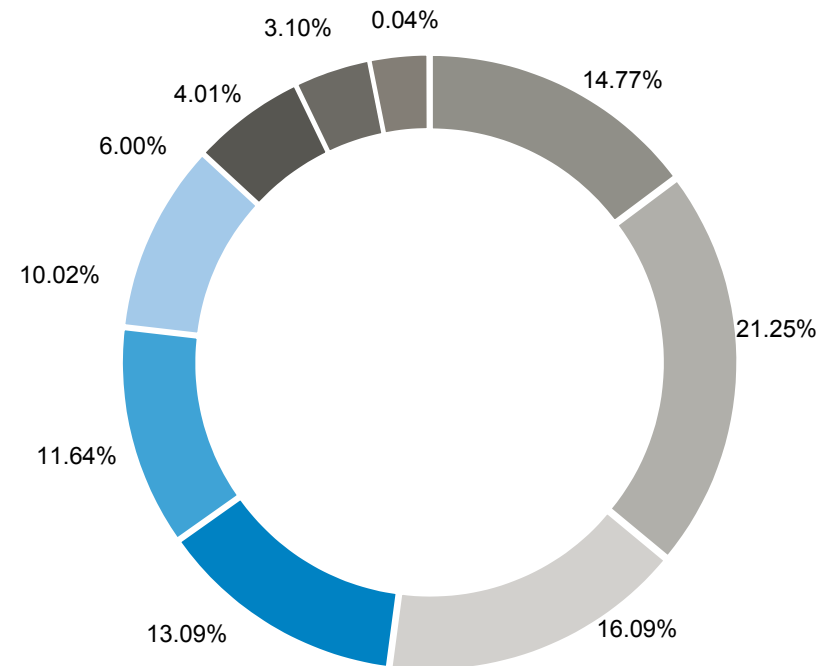
PORTFOLIO STRUCTURE **HISTORICAL NET EQUITY AND CASH WEIGHTINGS** AS AT 31ST DECEMBER 2014

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PORTFOLIO STRUCTURE
ALLOCATION BY INDUSTRY/SECTOR
 AS AT 31ST DECEMBER 2014

- Cash & Cash Equivalents
- Commercial Services & Supplies
- Media
- Transportation
- Diversified Financials
- Healthcare
- Consumer Durables & Apparel
- Consumer Services
- Materials
- Capital Goods



COMPANY MEETINGS

The NAOS investment philosophy is based around the belief that for a company to succeed and generate strong returns for shareholders it must be led by a motivated, proven and experienced management team. NAOS' Investment Team has direct contact with many listed and unlisted companies across a wide range of industries. The table below provides an insight into the types of companies visited.

• Technology One Limited (TNE)	• Altium Limited (ALU)	• Smartgroup Corporation Limited (SIQ)
• BSA Limited (BSA)	• Commodities Group Limited (COZ)	• Mastermyne Group Limited (MYE)
• ISelect Limited (ISU)	• Sirtex Medical Limited (SRX)	• Money3 Corporation Limited (MNY)
• Estia Health Limited (EHE)	• Redify (Unlisted)	• Blue Sky Alternative Investments Limited (BLA)

2. Market Outlook/Commentary

December Australian Equity Market Review

- The S&P ASX200 Accumulation Index finished the year with a total return of +5.7% or just +1.1% in capital growth when dividends are removed. The local bond market on the other hand produced its best gain since 2002.

Equity Market Fundamentals

- Looking forward into CY2015, equity market valuations remain elevated with the FY15 P/E for the ASX-200 currently at 15.27 with EPS growth of 8.39% over the same period. As the previous 2-3 years of EPS growth have been driven by margin expansion through cost cutting, any EPS growth over FY15 and FY16 will need to be driven by revenue growth.

Support/Risk

- We expect an increase in consumer confidence and business confidence over the medium term on the basis of record low interest rates, significant growth in residential real estate valuations, low oil/petrol prices and a sharp devaluation of the AUD/USD. Some impediments to growth and confidence still remain, such as uncertainty with regard to government policy especially with regards to issues affecting the general population such as child care rebates, increases in GST or changes to the taxation of self-managed super fund earnings.

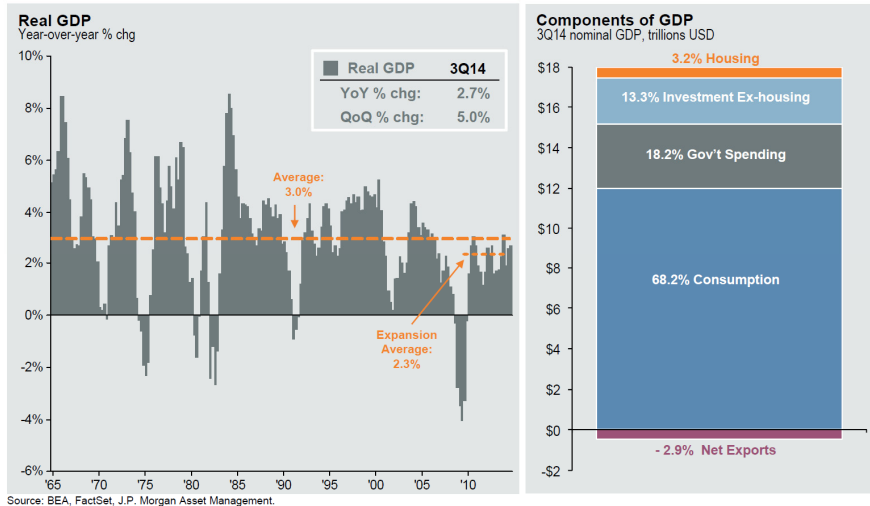
CY2015 Outlook

- CY2015 is shaping up as a year that will benefit stock pickers as opposed to index mirroring strategies where one tide lifts all. Companies that have a sustainable competitive advantage and pricing power will continue to benefit, along with those companies that are clear beneficiaries from thematic such as a lower AUD and/or lower oil prices.

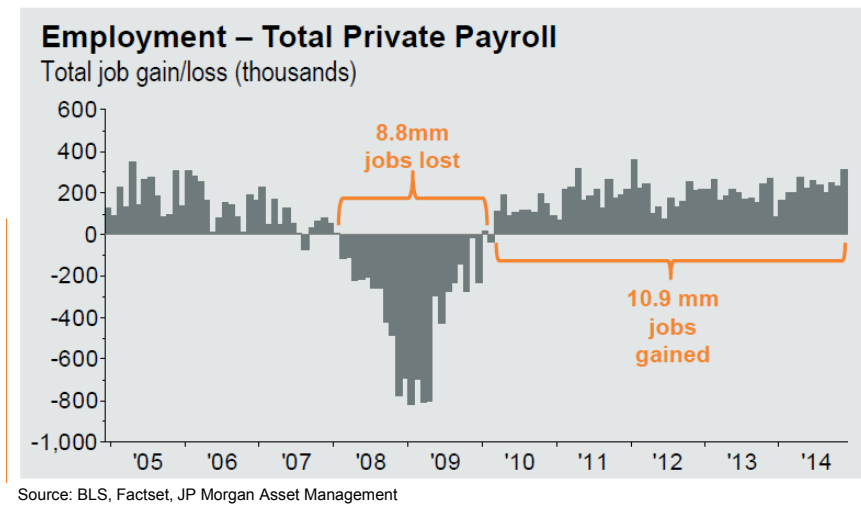
Global Themes

- There were a number of notable events and key themes that shaped both global and domestic equity market movements over the period, the most prominent of which was the continued strength of the US economy, which has seen the best growth in over 11 years (a 5% annualised rate in 3Q14)

Economic Growth and Composition of GDP (US)



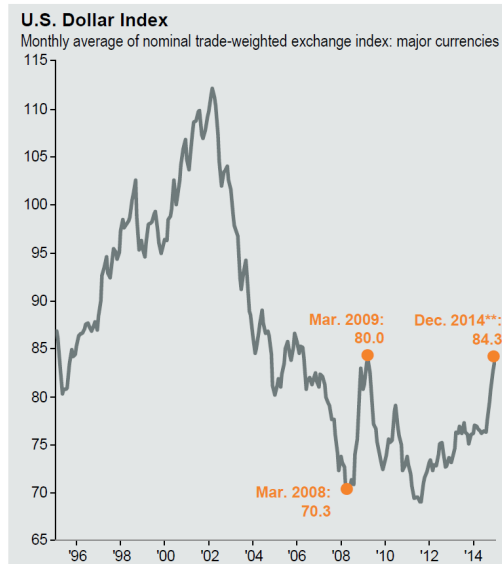
Employment Growth (US)



Global Themes Cont.

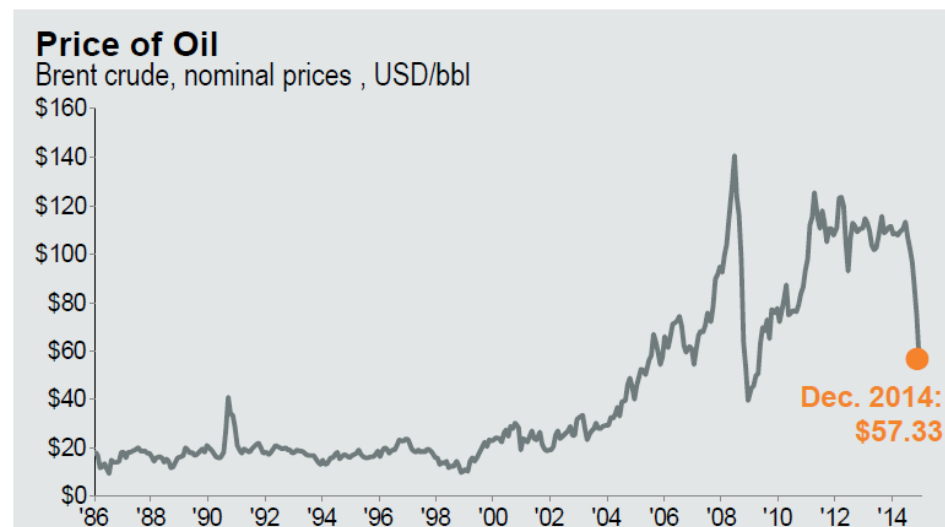
- We have seen a strengthening of the USD against the AUD (the AUD fell by over 21% in CY2014) and many other major currencies. We have also seen a significant fall in commodity prices, both in bulks and metals alike. Since June the crude oil price has fallen by over 50% together with Iron Ore, Thermal Coal, Coking Coal, Gold and Copper also falling significantly over CY2014. The primary driver of such significant movements is the Chinese economy moving gradually from investment in large one off capital expenditure items to being more consumption based.

USD Gaining Strength Relative to Major Currencies

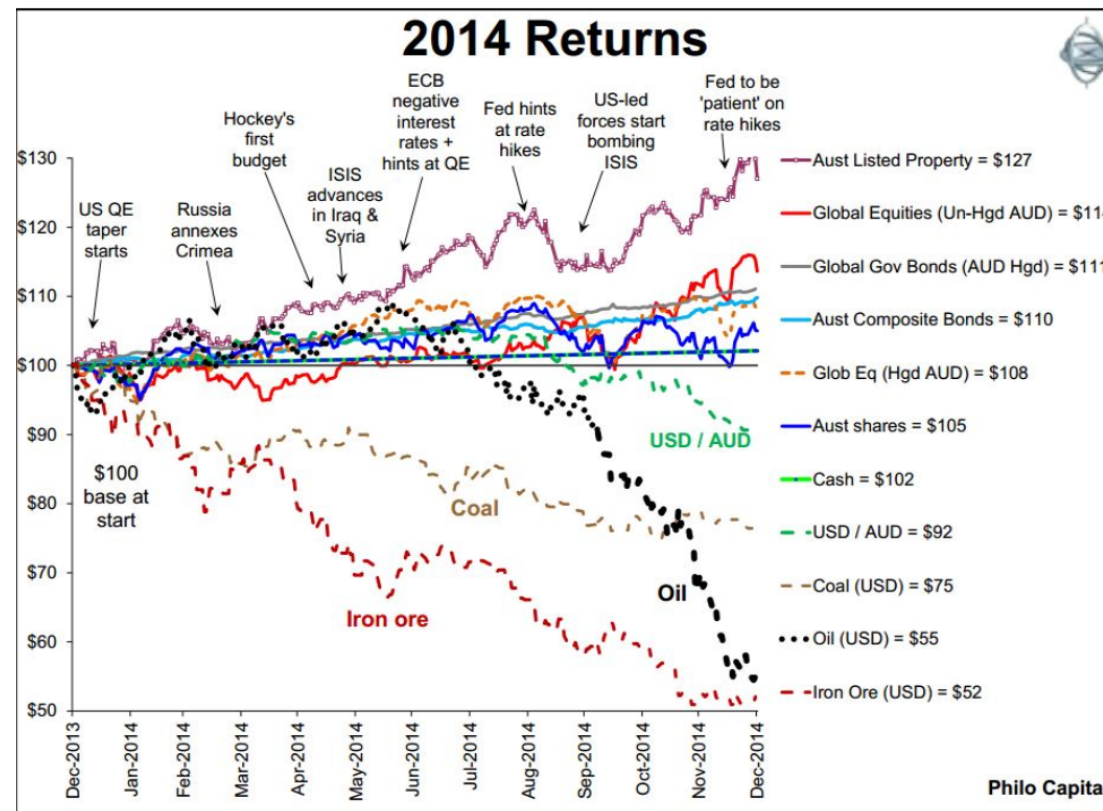


Source: JP Morgan Asset Management ** Estimate

Falling Prices Supporting Net Importers



Source: EIA, IMF, JP Morgan Asset Management



Source: Philo Capital

KEEPING UP TO DATE – SHAREHOLDER COMMUNICATION

WEBSITE

- Shareholders can stay up to date with NAOS news and views, subscription lists and latest share prices via the company website: www.naos.com.au

FORMS

- Notice of exercise form for NCCO options will be distributed by Boardroom Pty Ltd or can be requested via email enquiries@naos.com.au

RESEARCH

- Research by several broking houses is now available. Please refer to the Research & Platforms section of our website for further information.

PLATFORM (WRAP) AVAILABILITY

- NCC is now available to purchase/trade via the following platforms:
 - Macquarie Wrap
 - BT Wrap & Super Wrap
 - MLC Navigator Wrap
 - Netwealth Wrap & Super Wrap
 - HUB-24
 - Australian Executor Trustees (AET) SMSF Platform (IOOF)

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