

NAOS Absolute Opportunities Company Announces Maiden Dividend, After Tax Profit of \$1,111,350

For Immediate Release

Highlights:

- **NAC reports its maiden fully franked dividend of two cents per share, from seven months of operations**
- **Company posts an after tax profit of \$1,111,350**
- **Investment portfolio significantly outperforms its benchmark by +6.03% since inception (12th November 2014), with low volatility**

Thursday, August 27, 2015: NAOS Absolute Opportunities Company (NAC) today announced it had outperformed its benchmark by +6.03% since it launched on the ASX in November 2014. The Company's investment portfolio returned +9.24% and made its maiden dividend to investors of two cents per share, fully franked. The dividend is from seven months of operation and represents an annualised yield to IPO investors of 4.44% p.a.

Sebastian Evans, NAOS Managing Director and Chief Investment Officer, said he was very pleased with NAC's performance. "Naos' Absolute Opportunities Company is one-of-a-kind in its ability to invest across multi asset classes, both domestically and offshore, in a manner which provides investors with potentially limited downside volatility and a fully franked dividend."

"We are very pleased to announce such a solid result for the portfolio's first Financial Year of operation, and to be paying shareholders a maiden dividend of 2 cents per share, which is in line with expectations," he said.

"Notable contributors to performance over the Financial Year included our holding of US dollars as well as equity holdings in Sirtex Medical, Iselect and Amalgamated Holdings."

Shareholders may elect to participate in the Company's Dividend Reinvestment Plan (DRP), the details of which can be found at www.naos.com.au. All shares for the DRP will be purchased on market and allocated to shareholders effectively eliminating any dilution of the Company's NTA and creating liquidity for the vehicle.

Post Tax Profit of \$1,111,350

NAC also contributed a post tax profit of \$1,111,350 for the Financial Year to 30th June 2015. Profits were generated over the seven months since the inception of the investment portfolio in November 2014.

Evans said: "We have a high conviction rate and only invest in a small number of securities we believe will increase in value over the long-term. With this in mind, we seek out opportunities that, on a stand-alone basis, make for attractive investment opportunities. Whilst this means the portfolio may not participate as strongly in any significant upswing in market movements, it should result in a portfolio that provides investors with attractive risk adjusted returns and enhanced market risk protection".

Portfolio Performance

	1 Month (%)	3 Month (%)	6 Month (%)	Since Inception (Nom. %)
NAC Portfolio Performance	-1.51	+3.74	+10.49	+9.24
RBA Cash Rate + 250bps	+0.39	+1.18	+2.49	+3.21
S&P/ASX All Ordinaries Accumulation Index (XAOAI)	-5.40	-6.25	+3.32	+2.54

*Past performance is not an indicator of future returns. Performance is shown is post all operating expenses but before fees and taxes.

For more information please contact:

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About Naos Asset Management: Naos Asset Management is a fully funded, award-winning boutique investment firm specialising in investing in undervalued smaller companies. Its investment vehicles include two Listed Investment Companies and two funds. These include Naos Emerging Companies Fund, Naos Long/ Short Equity Fund, Naos Emerging Opportunities Company (ASX: NCC), and Naos Absolute Opportunities Company (ASX: NAC). Naos employs a team of eight people. It currently has \$80M under management (June 2015).