

NAOS Absolute Opportunities Company Limited Announces Record Half Year Profit for Period Ending 31st December 2015

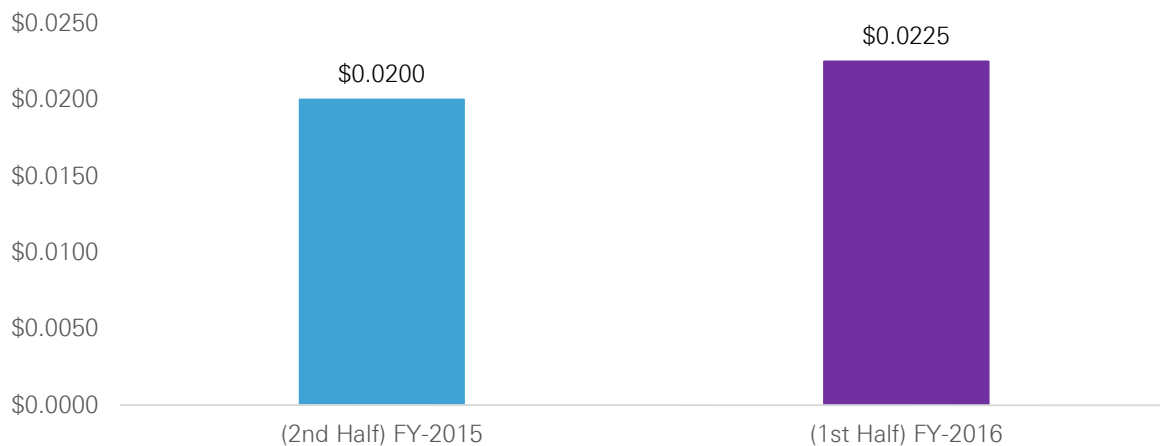
For Immediate Release

Highlights:

- Record after tax profit of \$2,250,520 for half year to 31st December 2015.
- Declared \$0.0225 fully franked dividend an increase of +12.50% from inaugural dividend bringing total fully franked dividends declared since inception to \$0.0425 or \$0.0607 in gross terms.
- Investment portfolio performance of +16.67% for the half year period.

Wednesday 17th February, 2016: NAOS Absolute Opportunities Company Limited (NAC) today announced a record half yearly after tax profit of \$2,205,520. The investment portfolio performance for the period was +16.67% which outperformed its benchmark by +14.30% and also compared favourably to both the All Ordinaries Accumulation Index (XAOAI) and the MSCI All Countries Weighted Index in AUD which returned +0.45% and +0.30% respectively. This brings the performance of NAC since inception (12th November 2014) to +21.76%, with has been generated with a downside deviation risk of just +2.17%, comparing favourably to both the equity indices mentioned previously.

Fully Franked Dividend History



Sebastian Evans, NAOS Managing Director and Chief Investment Officer, said he was very pleased with the results generated as they 'reflect the team's ability not only to protect shareholder's capital when equity markets globally are selling off but also to source attractive, value generating, investment opportunities both in Australia and offshore'. He went on to state: 'The NAOS Absolute Opportunities Company is one-of-a-kind in its ability to invest across multi asset classes, both domestically and offshore. Ultimately our goal is to construct a portfolio that has the greatest potential to generate the best risk adjusted returns for investors.'

NAC has delivered investors a fully franked dividend stream since it was listed on the ASX in November 2014, with a total of \$0.0425 cents per share, fully franked, being paid out to investors. The Company's ability to provide investors with international exposure and provide a fully franked income stream by way of dividends to investors is unique' according to Evans. 'Whilst there are many investment vehicles that provide international exposure to investors there are not too many that can provide a fully franked dividend, that is without a doubt one of NAC's competitive advantages.'

Investors who participated in the Company's Initial Public Offering (IPO) may choose to exercise their options (ASX: NACO) prior to the expiry date (30th November 2016) to take advantage of any future dividends declared by the Company in addition to those they are already eligible for. Shareholders may also 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 are purchased on market and allocated to shareholders effectively eliminating any dilution of the Company's NTA.

Investment Portfolio Performance (to 31st December 2015)

	3 Month (%)	6 Month (%)	1 year (%)	Since Inception (Nom. %)
NAC Portfolio Performance*	+15.62%	+16.67%	+28.87%	+27.41%
Benchmark (RBA Cash Rate + 250Bps)	+1.18%	+2.37%	+4.91%	+5.65%
S&P/ASX All Ordinaries Accumulation Index (XAOAI)	+6.62%	+0.45%	+3.78%	+3.00%
MSCI ACWI All Cap Index	+1.04%	+0.3%	+9.78%	+16.11%

*Past performance is not an indicator of future returns. Performance is shown is post all operating expenses but before fees and taxes.
Inception date 12/11/2014

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About Naos Asset Management Limited: Naos Asset Management Limited (NAOS) is a boutique investment firm specialising in providing investment vehicles/strategies to clients in areas where they typically lack the resources or expertise to invest in themselves. NAOS manage two Listed Investment Companies being the Naos Emerging Opportunities Company Limited (ASX: NCC) and the Naos Absolute Opportunities Company Limited (ASX: NAC). Naos employs a team of eight people and currently have ~\$85 million funds under management.