

NAOS Emerging Opportunities Company Limited Announces Record Profit and Increased Fully Franked Final Dividend for the Financial Year Ended 30th June 2016

For Immediate Release

Result Highlights:

- After Tax Profit for the financial year of \$8,063,747.
- Declared \$0.035 fully franked dividend, an increase of 8% year on year, bringing total fully franked dividends declared since inception to \$0.22 per share or \$0.314 in gross terms.
- Investment portfolio performance of +84.22% since inception on 26th February 2013.

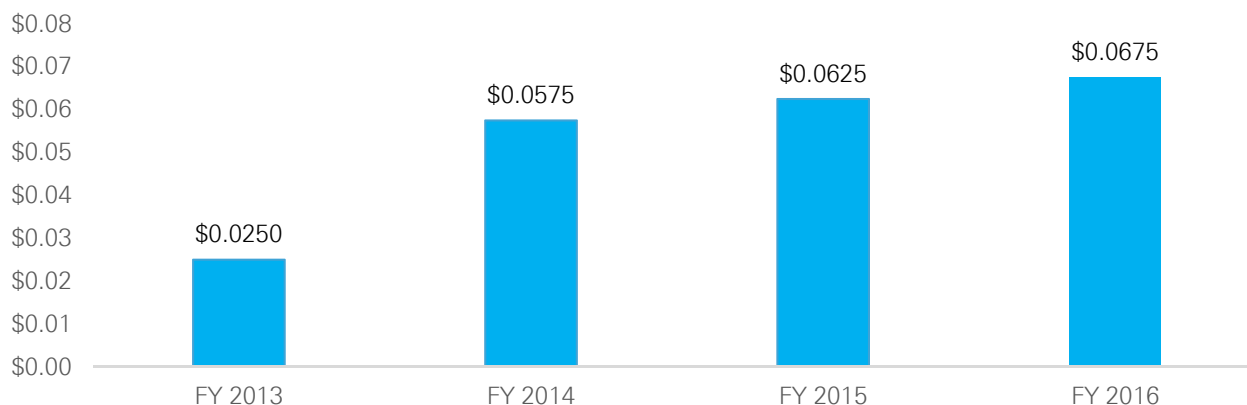
Thursday 25th August, 2016: NAOS Emerging Opportunities Company (ASX: NCC) today announced its full year result for the period to 30th June 2016 with an after tax profit of \$8,063,747. NCC also declared a fully franked dividend of \$0.035 per share, bringing total dividends in respect of FY16 to 6.75c, an increase of 8% year on year, bringing the gross dividend yield up to 8.39% p.a.

Investment Portfolio Performance (to 30th June 2016)

	1 Month (%)	6 Month (%)	1 year (%)	3 Years (p.a. %)	Since Inception (p.a. %)	Since Inception (Norm. %)
NCC Portfolio Performance*	+2.97%	+17.07%	+24.77%	+18.51%	+20.07%	+84.22%
S&P/ASX All Ordinaries Accumulation Index (XSOAI)	-1.31%	+6.94%	+14.40%	+9.13%	+2.33%	+8.00%
Relative Performance	+4.28%	+10.13%	+10.37%	+9.38%	+17.74%	+76.22%

*Past performance is not an indicator of future returns. Performance is shown is post all operating expenses but before fees and taxes. Inception date 26th February 2013.

Fully Franked Dividend History



The company, which specialises in investing in undervalued quality Australian emerging companies, many of which are not well covered by major research houses and brokers, focuses on providing investors with concentrated exposure whilst maintaining a focus on long term capital protection. Sebastian Evans, NAOS Managing Director and Chief Investment Officer, said 'Pleasingly, almost all of the nine investments held at the beginning of the financial year produced positive absolute returns, and all of these investments remained in the portfolio at the end of Financial Year 2016. More importantly, the worst detractor to the portfolio returned just -1.25%.' Evans also notes 'It is the core of the NAOS philosophy to focus on the controllable. A NAOS investment should have characteristics that allow for a substantial share price re-rating to occur over the long term but with less company specific risk than most investment opportunities.'

NCC has delivered investors a growing fully franked dividend stream since it was listed on the ASX in February 2013, with a total of \$0.22 per share, fully franked, being paid out to investors. This result is significant given the Company's focus on investing in emerging companies, which typically do not pay out large fully franked dividends to investors.

Investors can elect to participate in the Company's Dividend Reinvestment Plan (DRP) which acquires shares on behalf of investors 'on market', thereby eliminating any dilution of the NTA through new share issuance. Details of the DRP can be found at www.naos.com.au.

During the period, each of the NCC directors demonstrated their confidence in the strategy by increasing their personal shareholdings, bringing the total shares held across the three directors to over 3.4 million.

NAOS National Investor Presentations

The NAOS Investment Team encourage existing and prospective shareholders to join NAOS for our inaugural Listed Investment Company Investor Presentations commencing at 10:30am in Brisbane on Monday 29th August followed by Sydney Tuesday 30th August, Melbourne Thursday 1st September, Canberra Monday 5th September and finally in Adelaide Thursday 7th September. Attendees must register for the event via the website naos.com.au/investor-event-registration/ or by contacting the NAOS team on (02) 9002 1576 or at enquiries@naos.com.au.

For more information, please contact:

Julia Stanistreet (jstanistreet@naos.com.au or enquiries@naos.com.au)

Business Development Manager

(02) 9002 1576 or 0497 968 329

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 has ~\$110 million funds under management.