

13 October 2016

The Manager
ASX Market Announcements
Australian Securities Exchange
Exchange Centre
Level 4, 20 Bridge Street
SYDNEY NSW 2000

NTA and fund update

The Directors of Arowana Australasian Value Opportunities Fund Limited (ASX: AWQ) are pleased to announce the 30 September Net Tangible Asset backing per share in the attached fund update which also highlights portfolio news.

The attached 30 September monthly update incorporates the NTA per share information required under Listing Rule 4.12. This calculation has been made in accordance with the definition of net tangible asset backing in Chapter 19 of the Listing Rules and is subject to review by the Company's external auditor.

On behalf of the Board of AWQ,



Tom Bloomfield
Company Secretary

AROWANA AUSTRALASIAN VALUE OPPORTUNITIES FUND LIMITED

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Net performance

At 30 September 2016	1 Mth	3 Mths	6 Mths	1 year	Since Inception (5-Jan-15)
AAVOF (AWQ) Investment Portfolio*	0.6%	(1.1)%	8.7%	12.5%	17.4%
S&P/ASX 200 Accumulation Index	0.5%	5.1%	9.3%	13.2%	9.0%
Outperformance	0.1%	(6.2)%	(0.6)%	(0.7)%	8.4%

* Net return after all fees, costs and company tax and before providing for estimated tax on unrealised gains.

Net Tangible Assets (NTA) per Share

At 30 September 2016	Basic NTA per share (\$)
NTA after tax and before estimated tax on unrealised gains	1.04
NTA after tax and after estimated tax on unrealised gains*	1.01

* The Company is required to estimate the tax that may arise should the entire portfolio be disposed of on the above date and show the result per share after deducting this theoretical provision. Any such tax would generate franking credits, whose value would not be lost but rather transferred to shareholders on payment of franked dividends

About Arowana Australasian Value Opportunities Fund Limited (AAVOF)

AAVOF (ASX ticker: AWQ) offers investors an opportunity to gain exposure to a concentrated portfolio of securities built from a bottom up research process. Whilst the majority of the portfolio is built around Australian listed securities, AAVOF is able to invest in overseas listed securities and to hedge its portfolio.

The core objectives of the fund are to:

1. Generate superior returns over the medium to long term,
2. Provide shareholders a rising stream of dividends, and
3. Grow Net Tangible Assets per share

Ordinary Shares	
ASX ticker	AWQ
Last price	\$0.985
Number on issue	69,002,079
Pre-tax NTA per share	\$1.04
Market capitalisation	A\$68.0m
Gross portfolio value	A\$72.3m
Year-end dividend*	\$0.04/share

* Paid 29 September 2016 for the year ended 30 June 2016.

Market Commentary

The RBA left its official cash rate unchanged at 1.5%.

Inflation remains at or near historically low levels as measured by the RBA's preferred measures of trimmed mean and weighted median CPI. Most OECD countries have inflation rates below central bank targeted levels. Australia recorded a CPI level of 1.0% (YoY) in 2Q 2016; well below the RBA's through the cycle target of 2.0%-3.0%.

Yet there are signs of life. Commodity prices are stronger. Chinese PPI is also improving strongly; having been negative year over year since 2012, industrial prices are improving rapidly and at their strongest level in four years.

In response long bond rates in most OECD economies are rising. Australia's 10 year bond rate has increased from 1.8% to 2.26% at the time of writing. In turn this is driving a sell-off in bond like equities.

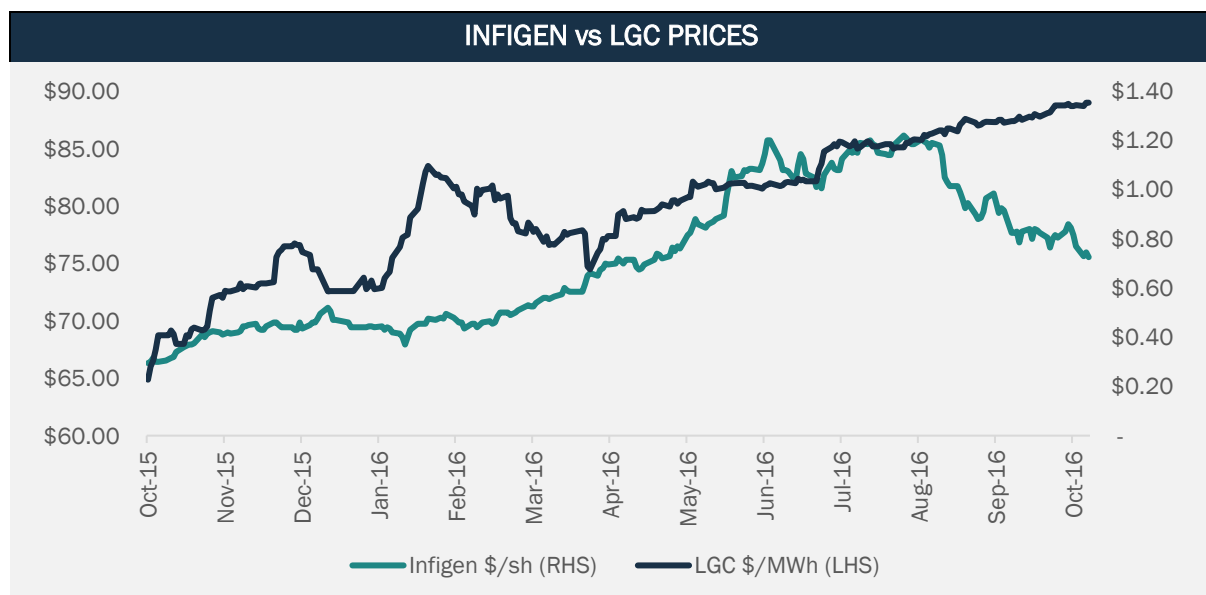
Change brings opportunities and we are now seeing a few come our way.

Portfolio Notes

The portfolio in total did little during the month. Infigen was the largest detractor and Silver Chef the strongest performer.

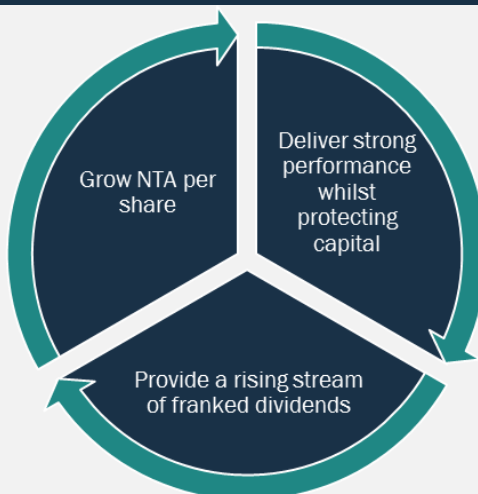
Infigen has borne the brunt of a sell-off in bond like equities, the end of an M&A process and fears of the outcome from an inquiry into the South Australian power failure of late September 2016.

Yet despite this, the price of LGCs or large-scale generation certificates, is rock solid and continues to increase. This is a major part of Infigen's revenue. LGC prices stand in contrast to the price performance of Infigen; highlighting what we think is an opportunity.



Elsewhere we are working on several new ideas that should make their way into the portfolio in the near future.

AAVOF CORE OBJECTIVES



AAVOF Asset Allocation

Asset class	A\$m	%**
Australian Equities	32.2	45%
AUD cash and equivalent	32.5	45%
USD cash and equivalent	1.0	1%
Australian Hybrids & Bonds	-	0%
International Equities	6.6	9%
Hedges	-	0%
Portfolio Value*	72.3	100%

* Totals may not sum due to rounding

** Percentage of gross portfolio value

Top 5 Holdings

Ticker		%**
IFN	Infigen Energy	14%
SIV	Silver Chef Limited	11%
HLF.US	Herbalife Limited	9%
USD	USD ETF	6%
ELD	Elders Limited	6%
Top 5 as % of Gross Portfolio		46%

During September AWQ paid a maiden interim dividend of 4 cents per share. Subject to performance, the Board's desire is to direct a steady stream of dividends to shareholders.

It was pleasing to see that 25% of shareholders took part in the Dividend Reinvestment Plan (DRP), thereby increasing their investment in the Company. Shareholders may elect to have future dividends included in the DRP by contacting the company's share registry, Boardroom Limited and completing the appropriate form.

http://boardroomlimited.com.au/forms/DIVIDEND_REINVESTMENT_PLAN_FORM.pdf