

NAOS Absolute Opportunities Company (NAC)

NAOS

FACT SHEET as at 31 July 2017

NAC is a Listed Investment Company providing investors with access to a carefully selected, concentrated group of high quality, undervalued mid-cap companies with an industrial bias in a concentrated structure. Investment opportunities are assessed based on their potential to generate meaningful long term performance with lower downside risk than traditional equity managers. NAC seeks to create and protect investor capital whilst providing a stream of sustainable growing fully franked dividends.

NAC COMPETITIVE ADVANTAGE

- Concentrated mid-cap exposure (market cap generally between \$250m and \$1b) with a long-term value focus and an industrial bias
- Focus on providing investors sustainable and growing fully franked dividends
- Focus on quality of companies not quantity to maximise shareholder returns
- Portfolio flexibility with a benchmark/index unaware approach
- Ability to hold +100% cash in times of poor risk/return opportunities
- Significant management and shareholder alignment

HOLDING EXAMPLES CONTRIBUTING TO NAC POSITIVE PERFORMANCE SINCE INCEPTION

Smartgroup Corporation
(ASX: SIQ)
+4.22%



MNF Group
(ASX: MNF)
+5.29%



BSA Limited
(ASX: BSA)
+5.48%



Event Hospitality
(ASX: EVT)
+4.83%



PERFORMANCE

	1 Month	6 Month	1 Year	2 Year (p.a.)	Inception (p.a.)	Inception (Nom.)
NAC Investment Portfolio Performance*	-0.54%	-3.88%	+2.22%	+17.33%	+16.34%	+50.84%
Benchmark (RBA Cash Rate + 250bps)	+0.36%	+2.13%	+4.36%	+4.84%	+4.72%	+13.35%
Relative Performance	-0.90%	-6.01%	-2.14%	+12.49%	+11.62%	+37.49%
S&P/ASX All Ordinaries Accumulation Index (XAOAI)	+0.18%	+3.87%	+6.62%	+5.31%	+6.46%	+18.54%

* Investment Portfolio Performance is as at 31 July 2017 and is post all operating expenses, before fees, taxes and initial IPO and placement commissions. Performance has not been grossed up for franking credits received by shareholders. Since inception (p.a. and nom.) includes part performance for the month of November 2014. Returns compounded for periods greater than 12 months.

KEY CHARACTERISTICS

Inception Date	12-Nov-14
Investment Universe	Mid-cap domestic focus and the ability to supplement with short positions
NTA	\$1.07 as at 31/07/2017
Shareprice	\$1.05 as at 31/07/2017 Daily Pricing; ASX
Historical Dividend	4.76% p.a. + 100% Franking
Fees	Management Fee 1.75%p.a. (ex. GST) of Fund NTA + 20.0% of outperformance of the benchmark (RBA cash + 2.50% + Management Fee 1.75%)
Investment Team	Sebastian Evans (CIO), Jeffrey Kim, Robert Miller, Ben Rundle (PM's)
Directors Shareholding	6,693,760 shares
Enquiries	enquiries@naos.com.au +61 2 9002 1576

RISK METRICS

	NAC	XAOAI
Standard Deviation	9.54%	11.54%
Downside Deviation	3.02%	6.91%
Performance Since NAC Inception	50.84%	18.54%

HOW TO INVEST

Accessibility	ASX: NAC is traded on the Australian Stock Exchange and can be bought and sold by your broker or financial adviser
Platforms	Macquarie Investment and Super Wrap, MLC Navigator, Netwealth, BT Wrap/Super Wrap, HUB24 and most other platforms.

Disclaimer:

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