ASX:NSC

ABN 47 107 617 381

FY21 RESULTS ANNOUNCEMENT

NAOS Small Cap Opportunities Company Limited Announces Record Profit and Declares Increased Full Year Fully Franked Dividend

The Board of NAOS Small Cap Opportunities Company Limited (ASX: NSC) (Company) is pleased to announce that it has declared a fully franked final quarterly dividend of 1.25 cents per share for the year ended 30 June 2021, bringing the FY21 full-year fully franked dividend to 5.0 cents per share, an increase of 25% on the prior year. This represents a 5.32% dividend yield^ and brings total dividends declared since inception of the investment portfolio to 18.50 cents per share, all of which have been fully franked.

The Company also announced its results for the financial year to 30 June 2021, reporting a record after-tax profit of $51.53 million, which was driven by the strong performance of the NSC investment portfolio which produced a return of +58.40%.

Investment Portfolio Performance Monthly and FY Returns*

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	FY Total Return
FY21	+1.53%	+3.17%	-0.09%	+2.38%	+6.19%	+4.25%	+1.05%	+11.30%	+4.51%	6.33%	+6.52%	+0.32%	**+58.40%**
FY20	-0.18%	+12.91%	+8.10%	+0.17%	-1.80%	-0.57%	+2.50%	-10.15%	-18.50%	-1.65%	+8.22%	+7.77%	**+2.59%**
FY19	-0.60%	+4.07%	-1.34%	-7.61%	-3.04%	-3.21%	+4.16%	-3.88%	+1.14%	+0.69%	-5.17%	+1.33%	**-13.29%**
FY18						+1.11%	-0.93%	-0.57%	+0.25%	-3.35%	-1.16%	+1.24%	**-3.44%**

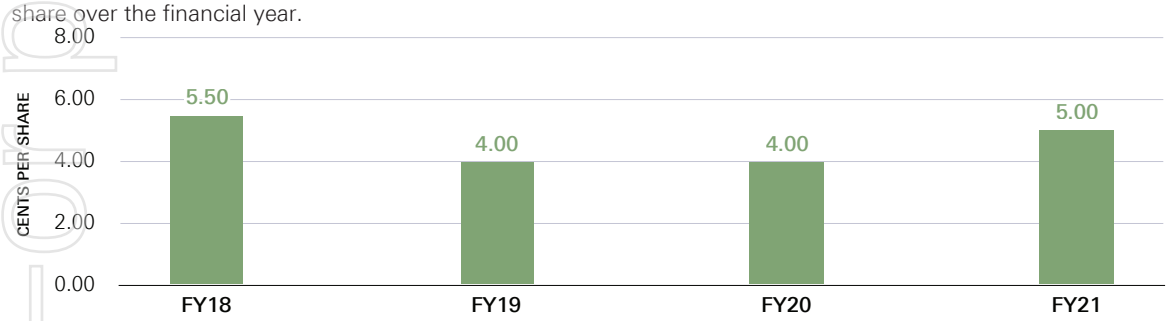
* Investment Portfolio Performance is post all operating expenses, before fees, interest, taxes and capital raising costs. Performance has not been grossed up for franking credits received by shareholders. Inception date is 1 December 2017. ^ Dividend yield as at 18 August 2021.

Chief Investment Officer and Managing Director of NAOS Asset Management Limited, Sebastian Evans stated: *"Pleasingly, FY21 proved to be an exceptionally strong year for the NSC investment portfolio. The majority of the returns were generated from core long-term investments, some that NSC has held for over 3 years, and it was pleasing to see the progress these businesses have made being reflected in significant valuation increases across many of the portfolio holdings. Looking forward, we believe that the current investment portfolio has a significant amount of unrealised value with a number of potential catalysts that could drive portfolio returns over the course of FY22."*

Fully Franked Dividends

The Company is pleased to declare a fully franked final quarterly dividend of 1.25 cents per share for the year ended 30 June 2021, which brings the full-year dividend to a 5.0 cents per share and represents a 25% increase on the prior year dividend. It is the Board's aim to continue to be mindful of providing shareholders with a sustainable, growing stream dividends, franked to the maximum extent possible. Commenting on the increased FY21 dividend, NSC Chairman Trevor Carroll stated: *"We are pleased to deliver shareholders a 25% increase on the prior year dividend following a pleasing financial year for the Company"*.

Total Shareholder Return (TSR), which measures the change in share price and dividends paid during the period, was +132.64% for the year-ended 30 June 2021. This is reflective of both the strong performance of the NSC investment portfolio and a significant narrowing of the share price discount to net tangible assets (NTA) per share over the financial year.



Shareholders can elect to participate in the Company's Dividend Reinvestment Plan (DRP). To participate in the DRP, shareholders will need to submit their DRP election by 5:00pm Thursday, 2 September 2021 to Boardroom Pty Limited, either online at www.investorserve.com.au or by email to enquiries@boardroomlimited.com.au.

Share Buyback

The share buyback remains active, with over 5.7 million shares bought back in the financial year to 30 June 2021. Since the commencement of the buyback in April 2019, over 16.9 million shares, or 10% of shares on issue, have been bought back on market, which has been significantly accretive for shareholders.

Thank you for your continued support, we look forward to providing an update at the upcoming Q1 FY22 NAOS Investor Webinar on Tuesday, 26 October 2021. Shareholders and guests are invited to register. CLICK HERE to register for the event.

Important Information: This material has been prepared by NAOS Asset Management Limited (ABN 23 107 624 126, AFSL 273529) (NAOS) as investment manager of NAOS Small Cap Opportunities Company Limited (Company). This material is provided for general information purposes only and must not be construed as investment advice. It does not take into account the investment objectives, financial situation or needs of any particular investor. Investors should consider obtaining professional investment advice that is tailored to their specific circumstances. Past performance is not necessarily indicative of future results and neither NAOS nor the Company guarantees the future performance of the Company, the amount or timing of any return from the Company, or that the investment objectives of the Company will be achieved. This announcement has been authorised for release to the ASX by the Board of the Company.

NAOS

Long Term Portfolio Performance

Inception (P.A.) Portfolio Investment Performance*

+8.98%

Fully Franked Dividend Yield^

5.32%

Franking

100%

Cumulative Fully Franked Dividends

18.50CPS

Dividend Dates

Ex-Dividend Date
31 August 2021

Record Date
1 September 2021

Last Date for DRP Election
2 September 2021

Payment Date
20 September 2021

Enquiries

(02) 9002 1576
enquiries@naos.com.au

www.naos.com.au