

ABERDEEN EMERGING MARKETS SMALLER Co OPPORTUNITIES FUND, INC.

Form N-Q

September 25, 2014

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED

MANAGEMENT INVESTMENT COMPANY

| | |
|---|--|
| Investment Company Act file number: | 811-08076 |
| Exact name of registrant as specified in charter: | Aberdeen Emerging Markets Smaller Company Opportunities Fund, Inc. |
| Address of principal executive offices: | 1735 Market Street, 32nd Floor Philadelphia, PA 19103 |
| Name and address of agent for service: | Ms. Andrea Melia Aberdeen Asset Management Inc. c/o 1735 Market Street, 32nd Floor |

Philadelphia, PA 19103

Registrant's telephone number, including area code: 866-839-5205

Date of fiscal year end: October 31

Date of reporting period: July 31, 2014

Item 1. Schedule of Investments

The schedule of investments for the three-month period ended July 31, 2014 is filed herewith.

Portfolio of Investments (unaudited)

As of July 31, 2014

| Shares | Description | Value (US\$) |
|--|---|-------------------|
| LONG-TERM EQUITY SECURITIES IN EMERGING COUNTRIES 97.1% | | |
| COMMON STOCKS 95.1% | | |
| BRAZIL 13.9% | | |
| COMMERCIAL SERVICES & SUPPLIES 1.0% | | |
| 92,000 | Valid Solucoes e Servicos de Seguranca em Meios de Pagamento e Identificacao SA | \$ 1,508,496 |
| HEALTH CARE PROVIDERS & SERVICES 1.8% | | |
| 697,000 | OdontoPrev SA | 2,860,196 |
| REAL ESTATE MANAGEMENT & DEVELOPMENT 3.2% | | |
| 173,155 | Iguatemi Empresa de Shopping Centers SA | 1,850,803 |
| 134,000 | Multiplan Empreendimentos Imobiliarios SA | 3,183,515 |
| | | 5,034,318 |
| ROAD & RAIL 1.7% | | |
| 171,450 | Localiza Rent a Car SA | 2,729,597 |
| SOFTWARE 1.5% | | |
| 140,000 | Totvs SA | 2,418,336 |
| SPECIALTY RETAIL 0.8% | | |
| 140,000 | Cia Hering | 1,303,273 |
| TEXTILES, APPAREL & LUXURY GOODS 2.3% | | |
| 280,413 | Arezzo Industria e Comercio SA | 3,537,375 |
| TRANSPORTATION INFRASTRUCTURE 1.6% | | |
| 161,000 | Wilson Sons Ltd., BDR | 2,503,617 |
| | | 21,895,208 |
| CHILE 3.7% | | |
| INFORMATION TECHNOLOGY SERVICES 1.1% | | |
| 745,000 | Sonda SA | 1,711,326 |
| REAL ESTATE MANAGEMENT & DEVELOPMENT 2.6% | | |
| 2,192,849 | Parque Arauco SA | 4,101,793 |
| | | 5,813,119 |
| CHINA 2.8% | | |
| CHEMICALS 1.5% | | |
| 2,200,000 | Yingde Gases Group Co. Ltd.(a) | 2,401,172 |
| REAL ESTATE MANAGEMENT & DEVELOPMENT 1.3% | | |
| 2,130,000 | Yanlord Land Group Ltd.(a) | 2,056,175 |
| | | 4,457,347 |
| EGYPT 0.1% | | |
| FOOD PRODUCTS 0.1% | | |
| 101,600 | Juhayna Food Industries(b) | 147,639 |
| HONG KONG 6.3% | | |

BANKS 1.1%

| | | |
|-----------|--------------------------------|-----------|
| 1,000,000 | Dah Sing Banking Group Ltd.(a) | 1,788,000 |
|-----------|--------------------------------|-----------|

HOTELS, RESTAURANTS & LEISURE 1.0%

| | | |
|---------|--------------------------------|-----------|
| 450,000 | Cafe de Coral Holdings Ltd.(a) | 1,603,587 |
|---------|--------------------------------|-----------|

MARINE 1.3%

| | | |
|-----------|--------------------------------|-----------|
| 3,300,000 | Pacific Basin Shipping Ltd.(a) | 1,987,800 |
|-----------|--------------------------------|-----------|

SPECIALTY RETAIL 1.0%

| | | |
|-----------|--------------------------------|-----------|
| 2,700,000 | Giordano International Ltd.(a) | 1,579,587 |
|-----------|--------------------------------|-----------|

See Notes to Portfolio of Investments.

Aberdeen Emerging Markets Smaller Company Opportunities Fund, Inc.

Portfolio of Investments (unaudited) (continued)

As of July 31, 2014

| | | |
|--|--|--------------|
| TEXTILES, APPAREL & LUXURY GOODS 0.9% | | |
| 1,460,000 | Texwinca Holdings Ltd.(a) | \$ 1,372,730 |
| TRANSPORTATION INFRASTRUCTURE 1.0% | | |
| 136,000 | Hong Kong Aircraft Engineering Co. Ltd.(a) | 1,573,000 |
| INDIA 9.8% | | |
| CHEMICALS 2.4% | | |
| 290,000 | Castrol (India) Ltd.(a) | 1,598,349 |
| 85,000 | Kansai Nerolac Paints Ltd. | 2,223,363 |
| CONSTRUCTION MATERIALS 1.6% | | |
| 526,000 | Ramco Cements Ltd. (The) | 2,481,710 |
| INFORMATION TECHNOLOGY SERVICES 1.4% | | |
| 293,074 | MphasiS Ltd. | 2,205,712 |
| PERSONAL PRODUCTS 1.8% | | |
| 204,372 | Godrej Consumer Products Ltd.(a) | 2,822,058 |
| PHARMACEUTICALS 1.1% | | |
| 154,500 | Piramal Enterprises Ltd. | 1,656,237 |
| ROAD & RAIL 1.5% | | |
| 109,000 | Container Corp. of India(a) | 2,331,279 |
| INDONESIA 7.4% | | |
| BANKS 1.2% | | |
| 15,300,000 | Bank Permata Tbk PT | 1,823,710 |
| CONSTRUCTION MATERIALS 2.1% | | |
| 12,840,000 | Holcim Indonesia Tbk PT(a) | 3,322,355 |
| FOOD PRODUCTS 2.3% | | |
| 1,148,000 | Petra Foods Ltd. | 3,625,747 |
| TRADING COMPANIES & DISTRIBUTORS 1.8% | | |
| 7,665,500 | AKR Corporindo Tbk PT(a) | 2,890,985 |
| JORDAN 1.5% | | |
| PHARMACEUTICALS 1.5% | | |
| 75,806 | Hikma Pharmaceuticals PLC(a) | 2,297,030 |
| KENYA 1.6% | | |
| BEVERAGES 1.6% | | |
| 753,800 | East African Breweries Ltd. | 2,549,870 |
| LEBANON 1.0% | | |
| BANKS 1.0% | | |
| 162,000 | BLOM Bank SAL, GDR | 1,516,320 |

MALAYSIA 7.5%

AUTOMOBILES 1.0%

| | | |
|---------|-----------------------|-----------|
| 640,200 | Oriental Holdings Bhd | 1,566,447 |
|---------|-----------------------|-----------|

BEVERAGES 0.9%

| | | |
|---------|-----------------------------|-----------|
| 32,800 | Fraser & Neave Holdings Bhd | 182,473 |
| 300,000 | Guinness Anchor Bhd(a) | 1,267,194 |

1,449,667

See Notes to Portfolio of Investments.

Aberdeen Emerging Markets Smaller Company Opportunities Fund, Inc.

Portfolio of Investments (unaudited) (continued)

As of July 31, 2014

| | | | |
|--|--|----|-------------------|
| FOOD PRODUCTS 1.4% | | | |
| 240,000 | United Plantations Bhd | \$ | 2,170,213 |
| MULTILINE RETAIL 3.0% | | | |
| 3,737,900 | Aeon Co. (M) Bhd | | 4,713,309 |
| REAL ESTATE MANAGEMENT & DEVELOPMENT 1.2% | | | |
| 1,711,848 | SP Setia Bhd(a) | | 1,878,552 |
| | | | 11,778,188 |
| MEXICO 2.9% | | | |
| TRANSPORTATION INFRASTRUCTURE 2.9% | | | |
| 147,000 | Grupo Aeroportuario del Centro Norte SAB de CV, ADR(b) | | 4,631,970 |
| NETHERLANDS 1.3% | | | |
| SEMICONDUCTORS & SEMICONDUCTOR EQUIPMENT 1.3% | | | |
| 55,000 | ASM International NV(a) | | 2,091,391 |
| NIGERIA 1.3% | | | |
| BEVERAGES 1.3% | | | |
| 1,749,000 | Guinness Nigeria PLC | | 2,063,366 |
| OMAN 1.2% | | | |
| BANKS 1.2% | | | |
| 262,000 | Bank Muscat SAOG, GDR | | 1,894,260 |
| PERU 0.9% | | | |
| CONSTRUCTION & ENGINEERING 0.9% | | | |
| 87,999 | Grana y Montero SA, ADR | | 1,469,583 |
| PHILIPPINES 1.8% | | | |
| HOTELS, RESTAURANTS & LEISURE 1.8% | | | |
| 705,660 | Jollibee Foods Corp.(a) | | 2,860,710 |
| POLAND 1.7% | | | |
| FOOD & STAPLES RETAILING 1.7% | | | |
| 215,898 | Eurocash SA(a) | | 2,666,329 |
| REPUBLIC OF SOUTH KOREA 3.5% | | | |
| BANKS 2.2% | | | |
| 214,283 | BS Financial Group, Inc.(a) | | 3,422,246 |
| MULTILINE RETAIL 1.3% | | | |
| 9,000 | Shinsegae Co. Ltd.(a) | | 2,036,114 |
| | | | 5,458,360 |
| ROMANIA 1.6% | | | |
| BANKS 1.6% | | | |
| 905,000 | BRD-Groupe Societe Generale(b) | | 2,463,367 |
| RUSSIA 3.1% | | | |
| BEVERAGES 1.3% | | | |

| | | |
|--|------------------------|------------------|
| 133,150 | Synergy Co.(a)(b) | 2,124,587 |
| FOOD & STAPLES RETAILING 1.8% | | |
| 293,532 | O Key Group SA, GDR(a) | 2,760,529 |
| | | 4,885,116 |
| SOUTH AFRICA 8.7% | | |
| CHEMICALS 1.4% | | |
| 1,303,000 | African Oxygen Ltd. | 2,266,246 |
| DIVERSIFIED FINANCIAL SERVICES 1.6% | | |
| 267,059 | JSE Ltd. | 2,473,091 |

See Notes to Portfolio of Investments.

Aberdeen Emerging Markets Smaller Company Opportunities Fund, Inc.

Portfolio of Investments (unaudited) (continued)

As of July 31, 2014

| | | | |
|---|---|----|--------------------|
| FOOD & STAPLES RETAILING 4.3% | | | |
| 555,832 | Clicks Group Ltd. | \$ | 3,404,555 |
| 290,735 | SPAR Group Ltd.(a) | | 3,355,469 |
| | | | 6,760,024 |
| HOTELS, RESTAURANTS & LEISURE 1.4% | | | |
| 196,384 | City Lodge Hotels Ltd. | | 2,142,771 |
| | | | 13,642,132 |
| SRI LANKA 1.2% | | | |
| INDUSTRIAL CONGLOMERATES 1.2% | | | |
| 1,023,076 | John Keells Holdings PLC(a) | | 1,859,058 |
| THAILAND 5.8% | | | |
| CONSTRUCTION MATERIALS 1.2% | | | |
| 134,000 | Siam City Cement PCL, Foreign Shares(a) | | 1,837,828 |
| ELECTRONIC EQUIPMENT INSTRUMENTS & COMPONENTS 1.4% | | | |
| 1,854,000 | Hana Microelectronics PCL, Foreign Shares(a) | | 2,136,344 |
| HEALTH CARE PROVIDERS & SERVICES 1.2% | | | |
| 520,000 | Bumrungrad Hospital PCL, Foreign Shares(a) | | 1,941,882 |
| MEDIA 1.1% | | | |
| 1,086,100 | BEC World PCL, Foreign Shares(a) | | 1,666,248 |
| REAL ESTATE MANAGEMENT & DEVELOPMENT 0.9% | | | |
| 1,020,000 | Central Pattana PCL, Foreign Shares(a) | | 1,502,512 |
| | | | 9,084,814 |
| TURKEY 4.5% | | | |
| BANKS 0.9% | | | |
| 1,627,000 | Turk Ekonomi Bankasi AS(a)(b) | | 1,533,480 |
| CONSTRUCTION MATERIALS 2.2% | | | |
| 501,702 | Cimsa Cimento Sanayi VE Tica(a) | | 3,435,610 |
| INSURANCE 1.4% | | | |
| 1,593,000 | Aksigorta AS(a) | | 2,167,829 |
| | | | 7,136,919 |
| Total Common Stocks | | | 149,548,305 |
| PRIVATE EQUITY 1.9% | | | |
| GLOBAL 1.0% | | | |
| 7,248,829(c) | Emerging Markets Ventures I, L.P.(b)(d)(e)(f) | | 265,887 |
| 2,400,000(c) | Telesoft Partners II QP, L.P.(b)(e)(f) | | 1,233,744 |
| | | | 1,499,631 |
| ISRAEL 0.9% | | | |
| 1,674,587(c) | BPA Israel Ventures, LLC(b)(d)(e)(f) | | 390,262 |
| 2,000,000(c) | Concord Fund I Liquidating Main Trust(b)(e)(f) | | 79,400 |
| 2,750,000(c) | Giza GE Venture Fund III, L.P.(b)(e)(f) | | 255,007 |
| 761,184(c) | Neurone Ventures II, L.P.(b)(e)(f) | | 497,731 |
| 1,280,969(c) | SVE Star Ventures Enterprises GmbH & Co. No. IX KG(b)(e)(f) | | 94,715 |

| | | |
|-----------------------------|---|------------------|
| 720,501(c) | Vidyo, Inc. Trust(b)(e)(f) | 90,668 |
| 1,375,001(c) | Walden-Israel Ventures III, L.P.(b)(e)(f) | 50,408 |
| | | 1,458,191 |
| Total Private Equity | | 2,957,822 |

See Notes to Portfolio of Investments.

Aberdeen Emerging Markets Smaller Company Opportunities Fund, Inc.

Portfolio of Investments (unaudited) (concluded)

As of July 31, 2014

| | | | |
|---|--|----|-----------------------|
| WARRANTS 0.1% | | | |
| SRI LANKA 0.1% | | | |
| INDUSTRIAL CONGLOMERATES 0.1% | | | |
| 81,028 | John Keells Holdings PLC, expires 11/11/16(b) | \$ | 44,924 |
| 81,028 | John Keells Holdings PLC, expires 11/12/15(b) | | 39,822 |
| Total Warrants | | | 84,746 |
| Total Long-Term Equity Securities in Emerging Countries 97.1% (cost \$164,595,175) | | | 152,590,873 |
| LONG-TERM EQUITY SECURITIES IN DEVELOPED COUNTRIES 1.5% | | | |
| COMMON STOCK 1.5% | | | |
| UNITED STATES 1.5% | | | |
| INFORMATION TECHNOLOGY SERVICES 1.5% | | | |
| 61,562 | EPAM Systems, Inc.(b) | | 2,379,987 |
| Total Common Stocks | | | 2,379,987 |
| PRIVATE EQUITY 0.0% | | | |
| UNITED STATES 0.0% | | | |
| 1,952,000(c) | Technology Crossover Ventures IV, L.P.(b)(d)(e)(f) | | 8,042 |
| Total Private Equity | | | 8,042 |
| Total Long-Term Equity Securities in Developed Countries 1.5% (cost \$2,570,757) | | | 2,388,029 |
| Total Investments 98.6% (cost \$167,165,932) (g) | | | 154,978,902 |
| Other Assets in Excess of Liabilities 1.4% | | | 2,140,777 |
| Net Assets 100.0% | | | \$ 157,119,679 |

- (a) Fair Valued Security. Fair Values are determined pursuant to procedures approved by the Board of Directors. See Note (a) of the accompanying Notes to Portfolio of Investments.
- (b) Non-income producing security.
- (c) Represents contributed capital.
- (d) As of July 31, 2014, the aggregate amount of open commitments for the Fund is \$1,524,584.
- (e) Illiquid security.
- (f) Restricted security, not readily marketable. See Note (a) of the accompanying Notes to Portfolio of Investments.
- (g) See Notes to Portfolio of Investments for tax unrealized appreciation/depreciation of securities.

ADR American Depositary Receipt
 BDR Brazilian Depositary Receipt
 GDR Global Depositary Receipt

See Notes to Portfolio of Investments.

Aberdeen Emerging Markets Smaller Company Opportunities Fund, Inc.

Notes to Portfolio of Investments (Unaudited)

July 31, 2014

Summary of Significant Accounting Policies

(a) Security Valuation:

The Fund values its securities at current market value or fair value consistent with regulatory requirements. Fair value is defined in the Fund's valuation and liquidity procedures as the price that could be received to sell an asset or paid to transfer a liability in an orderly transaction between willing market participants without a compulsion to contract at the measurement date.

Equity securities that are traded on an exchange are valued at the last quoted sale price on the principal exchange on which the security is traded at the Valuation Time subject to application, when appropriate, of the valuation factors described in the paragraph below. The Valuation Time is as of the close of regular trading on the New York Stock Exchange (usually 4:00 p.m. Eastern Time). In the absence of a sale price, the security is valued at the mean of the bid/ask quoted at the close on the principal exchange on which the security is traded. Securities traded on NASDAQ are valued at the NASDAQ official closing price. Closed-end funds and exchange-traded funds (ETFs) are valued at the market price of the security at the Valuation Time. A security using any of these pricing methodologies is determined to be a Level 1 investment.

Foreign equity securities that are traded on foreign exchanges that close prior to the Valuation Time are valued by applying valuation factors to the last sale price or the mean price as noted above. Valuation factors are provided by an independent pricing service provider. These valuation factors are used when pricing the Fund's portfolio holdings to estimate market movements between the time foreign markets close and the time the Fund values such foreign securities. These valuation factors are based on inputs such as depositary receipts, indices, futures, sector indices/ETFs, exchange rates, and local exchange opening and closing prices of each security.

When prices with the application of valuation factors are utilized, the value assigned to the foreign securities may not be the same as quoted or published prices of the securities on their primary markets. A security that applies a valuation factor is determined to be a Level 2 investment because the exchange-traded price has been adjusted. Valuation factors are not utilized if the independent pricing service provider is unable to provide a valuation factor or if the valuation factor falls below a predetermined threshold. In such cases, the security is determined to be a Level 1 investment.

In the event that a security's market quotations are not readily available or are deemed unreliable (for reasons other than because the foreign exchange on which it trades closes before the Valuation Time), the security is valued at fair value as determined by the Fund's Pricing Committee, taking into account the relevant factors and surrounding circumstances using valuation policies and procedures approved and established by the Board. A security that has been fair valued by the Pricing Committee may be classified as Level 2 or 3 depending on the nature of the inputs.

The Fund also invests in private equity private placement securities, which represented 1.9% of the net assets of the Fund as of July 31, 2014. The private equity private placement securities are deemed to be restricted securities. In the absence of readily ascertainable market values, these securities are valued at fair value as determined in good faith by, or under the direction of the Board, under procedures established by the Board. The Fund's estimate of fair value assumes a willing buyer and a willing seller neither of whom are acting under the compulsion to buy or sell. Although these securities may be resold in privately negotiated transactions, the prices realized on such sales could differ from the prices originally paid by the Fund or the current carrying values, and the difference could be material. These securities are categorized as Level 3 investments. Level 3 investments have significant unobservable inputs, as they trade infrequently. In determining the fair value of these investments, management uses the market approach which includes as the primary input the capital balance reported; however, adjustments to the reported capital balance may be made based on various factors, including, but not limited to, the attributes of the interest held, including the rights and obligations, and any restrictions or illiquidity of such interests, and the fair value of these private equity investments.

In accordance with the authoritative guidance on fair value measurements and disclosures under GAAP, the Fund discloses the fair value of its investments using a three-level hierarchy that classifies the inputs to valuation techniques used to measure the fair value. The hierarchy assigns Level 1 measurements to valuations based upon other significant

Aberdeen Emerging Markets Smaller Company Opportunities Fund, Inc.

Notes to Portfolio of Investments (Unaudited) (continued)

July 31, 2014

observable inputs, including unadjusted quoted prices in active markets for identical assets, Level 2 measurements to valuations based upon other significant observable inputs, including adjusted quoted prices in active markets for identical assets, and Level 3 measurements to valuations based upon unobservable inputs that are significant to the valuation. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability, which are based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. A financial instrument's level within the fair value hierarchy is based upon the lowest level of any input that is significant to the fair value measurement. The three-tier hierarchy of inputs is summarized below:

Level 1 quoted prices in active markets for identical investments;

Level 2 other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, and credit risk); or

Level 3 significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments).

A financial instrument's level within the fair value hierarchy is based upon the lowest level of any input that is significant to the fair value measurement.

The following is a summary of the inputs used as of July 31, 2014 in valuing the Fund's investments at fair value. The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. Please refer to the Portfolio of Investments for a detailed breakout of the security types:

| Investments | Level 1 | Level 2 | Level 3 | Total |
|----------------------------------|--------------|--------------|---------|---------------|
| Long-Term Investments | | | | |
| Banks | \$ 7,697,657 | \$ 6,743,726 | \$ | \$ 14,441,383 |
| Beverages | 4,795,709 | 3,391,781 | | 8,187,490 |
| Chemicals | 4,489,609 | 3,999,521 | | 8,489,130 |
| Construction Materials | 2,481,710 | 8,595,793 | | 11,077,503 |
| Electronic Equipment | | | | |
| Instruments & Components | | 2,136,344 | | 2,136,344 |
| Food & Staples Retailing | 3,404,555 | 8,782,327 | | 12,186,882 |
| Health Care Providers & Services | 2,860,196 | 1,941,882 | | 4,802,078 |
| Hotels, Restaurants & Leisure | 2,142,771 | 4,464,297 | | 6,607,068 |
| Industrial Conglomerates | 84,746 | 1,859,058 | | 1,943,804 |
| Insurance | | 2,167,829 | | 2,167,829 |
| Marine | | 1,987,800 | | 1,987,800 |
| Media | | 1,666,248 | | 1,666,248 |
| Multiline Retail | 4,713,309 | 2,036,114 | | 6,749,423 |

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| | | | | |
|--|----------------------|----------------------|---------------------|-----------------------|
| Personal Products | | 2,822,058 | | 2,822,058 |
| Pharmaceuticals | 1,656,237 | 2,297,030 | | 3,953,267 |
| Real Estate Management & Development | 9,136,111 | 5,437,239 | | 14,573,350 |
| Road & Rail | 2,729,597 | 2,331,279 | | 5,060,876 |
| Semiconductors & Semiconductor Equipment | | 2,091,391 | | 2,091,391 |
| Specialty Retail | 1,303,273 | 1,579,587 | | 2,882,860 |
| Textiles, Apparel & Luxury Goods | 3,537,375 | 1,372,730 | | 4,910,105 |
| Trading Companies & Distributors | | 2,890,985 | | 2,890,985 |
| Transportation Infrastructure | 7,135,587 | 1,573,000 | | 8,708,587 |
| Private Equity | | | 2,965,864 | 2,965,864 |
| Other | 21,676,577 | | | 21,676,577 |
| Total Investments | \$ 79,845,019 | \$ 72,168,019 | \$ 2,965,864 | \$ 154,978,902 |

Amounts listed are \$0 or round to \$0.

For movements between the levels within the fair value hierarchy, the Fund has adopted a policy of recognizing transfers at the end of each period. For the period ended July 31, 2014, the securities issued by Castrol (India) Ltd., Container Corp. of India, Godrej Consumer Products Ltd., Hana Microelectronics PCL, O Key Group SA and SP Setia Bhd in the amounts of \$2,136,344, \$2,331,279, \$2,822,058, \$1,267,194, \$2,760,529 and \$1,878,552, respectively, transferred from

Aberdeen Emerging Markets Smaller Company Opportunities Fund, Inc.

Notes to Portfolio of Investments (Unaudited) (concluded)

July 31, 2014

Level 1 to Level 2 because there was a valuation factor applied at July 31, 2014. The securities issued by Bank Permata Tbk PT, Clicks Group Ltd., Fraser & Neave Holdings Bhd, Oriental Holdings Bhd, Petra Foods Ltd., Piramal Enterprises Ltd. and The Ramco Cements Ltd., in the amounts of \$1,823,710, \$3,404,555, \$182,473, \$1,566,447, \$3,625,747, \$1,656,237 and \$2,481,710, respectively, transferred from Level 2 to Level 1 because there was not a valuation factor applied at July 31, 2014.

The significant unobservable inputs used in the fair value measurement of the Fund's private equity holdings are audited financial statements, interim financial statements, capital calls, and distributions. These unobservable inputs are used by taking the most recent quarterly valuation statements and adjusting the value using the unobservable inputs mentioned above. Significant increases (decreases) in any of those inputs in isolation would result in a significantly lower (higher) fair value measurement.

| | Fair Value at 7/31/14 | Valuation Technique | Unobservable Inputs | Range |
|----------------|--------------------------|--|----------------------------------|------------------|
| Private Equity | \$ 2,965,864 | Partner Capital Value/Net Asset Value | Capital Calls & Distributions | \$0 - \$(91,802) |

The following is a reconciliation of investments in which significant unobservable inputs (Level 3) were used in determining value:

| Investments, at value | Balance as of 10/31/13 | Accrued Discounts (Premiums) | Realized Gain (Loss) | Change in Unrealized Appreciation (Depreciation) | Capital Contributed | Distributions /Net Sales | Net Transfers to Level 3 | Net Transfers out of Level 3 | Balance as of 7/31/14 |
|-----------------------|---------------------------|------------------------------------|-------------------------|---|------------------------|-----------------------------|-----------------------------|---------------------------------|--------------------------|
| Venture Capital | \$ 2,802,568 | | \$ (625,157) | \$ 1,025,387 | | \$ (236,934) | | | \$ 2,965,864 |
| Total | \$ 2,802,568 | \$ | \$ (625,157) | \$ 1,025,387 | \$ | \$ (236,934) | \$ | \$ | \$ 2,965,864 |

Change in unrealized appreciation/depreciation relating to investments still held at July 31, 2014 is \$436,611.

Below is a chart of the Venture Capital Securities, which as noted above are also considered restricted securities.

| Security | Acquisition Date(s) | Cost | Fair Value At 7/31/14 | Percent of Net Assets | Distributions Received | Open Commitments |
|------------------------------------|---------------------|-----------|--------------------------|-----------------------------|---------------------------|---------------------|
| BPA Israel Ventures, LLC | 10/05/00 12/09/05 | 989,431 | 390,262 | 0.25 | 268,344 | 625,413 |
| Concord Fund I Liquidating Main | 12/08/97 09/29/00 | 1,194,943 | 79,400 | 0.05 | 1,386,405 | |

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| Trust | | | | | | | | |
|----------------------|----------|----------|----------------------|---------------------|-------------|----------------------|---------------------|--|
| Emerging Markets | | | | | | | | |
| Ventures I, L.P. | 01/22/98 | 01/10/06 | 2,509,231 | 265,887 | 0.17 | 7,540,283 | 851,171 | |
| Giza GE Venture | | | | | | | | |
| Fund III, L.P. | 01/31/00 | 11/23/06 | 1,717,032 | 255,007 | 0.16 | 885,262 | | |
| Neurone Ventures II, | | | | | | | | |
| L.P. | 11/24/00 | 12/21/10 | 223,817 | 497,731 | 0.32 | 497,731 | | |
| SVE Star Ventures | | | | | | | | |
| Enterprises GmbH & | | | | | | | | |
| Co. No. IX KG | 12/21/00 | 08/12/08 | 820,820 | 94,715 | 0.06 | 804,759 | | |
| Technology | | | | | | | | |
| Crossover Ventures | | | | | | | | |
| IV, L.P. | 03/08/00 | 09/27/10 | 359,691 | 8,042 | 0.01 | 3,036,050 | 48,000 | |
| Telesoft Partners II | | | | | | | | |
| QP, L.P. | 07/14/00 | 03/01/10 | 1,285,581 | 1,233,744 | 0.79 | 1,109,561 | | |
| Vidyo, Inc. Trust | | 10/24/12 | 461,682 | 90,668 | 0.06 | | | |
| Walden-Israel | | | | | | | | |
| Ventures III, L.P. | 02/23/01 | 10/20/10 | 692,703 | 50,408 | 0.03 | 1,295,126 | | |
| Total | | | \$ 10,254,931 | \$ 2,965,864 | 1.90 | \$ 16,823,521 | \$ 1,524,584 | |

The Fund may incur certain costs in connection with the disposition of the above securities.

(b) Federal Income Taxes:

The U.S. federal income tax basis of the Fund's investments and the net unrealized depreciation as of July 31, 2014 were as follows:

| Cost | Appreciation | Depreciation | Net Unrealized Depreciation |
|---------------|--------------|----------------|-----------------------------------|
| \$167,165,932 | \$11,934,091 | \$(24,121,121) | \$(12,187,030) |

Aberdeen Emerging Markets Smaller Company Opportunities Fund, Inc.

Item 2. Controls and Procedures

a) The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Act (17 CFR 270.30a-3(c)) are effective, as of a date within 90 days of the filing date of the report that includes the disclosure required by this paragraph, based on the evaluation of these controls and procedures required by Rule 30a-3(b) under the Act (17 CFR 270.30a-3(b)) and Rule 13a-15(b) or 15d-15(b) under the Exchange Act (17 CFR 240.13a-15(b) or 240.15d-15(b)).

b) There were no changes in the Registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940 (17 CFR 270.30a-3(d)) that occurred during the Registrant's last fiscal quarter that has materially affected, or is reasonably likely to materially affect, the Registrant's internal control over financial reporting.

Item 3. Exhibits

a) Certification of Principal Executive Officer and Principal Financial Officer of the Registrant as required by Rule 30a-2(a) under the Investment Company Act of 1940 (17 CFR 270.30a-2(a)) is attached hereto as Exhibit 99.302CERT.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Aberdeen Emerging Markets Smaller Company Opportunities Fund, Inc.

By: */s/ Christian Pittard*
Christian Pittard,
Principal Executive Officer of
Aberdeen Emerging Markets Smaller Company Opportunities Fund, Inc.

Date: September 25, 2014

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the Registrant and in the capacities and on the dates indicated.

By: */s/ Christian Pittard*
Christian Pittard,
Principal Executive Officer of
Aberdeen Emerging Markets Smaller Company Opportunities Fund, Inc.

Date: September 25, 2014

By: */s/ Andrea Melia*
Andrea Melia,
Principal Financial Officer of
Aberdeen Emerging Markets Smaller Company Opportunities Fund, Inc.

Date: September 25, 2014
