

MONTHLY REPORT – AS OF 31 DECEMBER 2018

COMMENTARY

Market Review

Global capital markets took investors on a volatile ride in December. The declines reflected investor worries about the effect of a prolonged trade war between the U.S. and China, slowing global economic growth, rising U.S. interest rates and a decline in oil prices. Risky assets such as the equities have experienced worst year since financial crisis. The S&P 500 was down 9% (AUD Hedged) in December alone.

Major U.S. indexes ended the year making modest gains but still in the red. The global high yield market was down 3.5% (AUD Hedged) which was the third worst quarter in 10 years (Q3 2011 Greek Crisis: -6.4%, Q3 2015 Commodity Collapse: -4.1%).

We view this sell-off as part of a broad-based sell-off of risk assets but not changes in fundamentals that would alter our views. In the Greek Crisis, there was a worry of another banking crisis in Europe, and with the Commodity Collapse, the worry was (and was ultimately true) that defaults would rise as a result of lower commodity prices. Rather than anything that extreme, we believe the recent risk-off is a result of investors worrying about slowing economic growth coupled with high equity valuations.

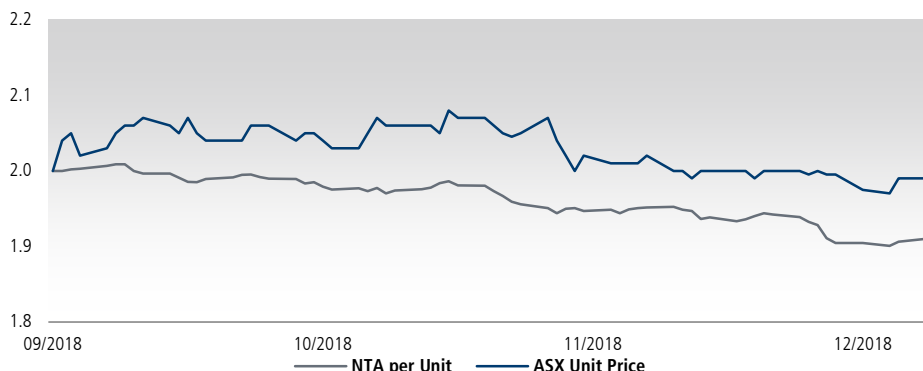
NBI Review

Since NBI inception to end December, NTA of NBI dropped 3.7%. During the same period, S&P 500 (AUD Hedged) fell approximately 14.0% and ASX 200 declined more than 8.8%. The performance of NBI is in-line with our expectation of the defensive characteristic of corporate high yield bonds. The drawdown is reflective of a mark-to-market move in bond pricing. Historically, high yield has provided lesser drawdowns and quicker rebounds as compared to equity in periods of volatility. We are seeing this play out in the current environment.

There are no credit events or defaults in our portfolio. The income stream paid to NBI is intact and thus NBI's ability to achieve the Target Distribution is unaffected. For December 2018, NBI announced a monthly distribution of 0.875 cents per Unit, which puts it firmly on track to achieving its target distribution¹ of 5.25% per annum (net of fees and expenses).

NBI continues investing in a diversified portfolio of corporate bonds issued by large, liquid global companies. We believe the corporate bond market fundamentals are strong and we continue to see a benign default environment looking forward. Overall, we think recent spread-widening and higher absolute levels of yield should present attractive opportunities for high yield corporate bonds.

NTA PER UNIT / ASX UNIT PRICE PERFORMANCE



PERFORMANCE (NET)²

31 December 2018	1 Month	3 Months	6 Months	1 Year	Since Inception ³ (Annualised)
Total Return (%) **	-1.74%	-3.85%	—	—	-3.71%
Distribution (%) ***	0.44%	0.88%	—	—	0.88%

** Total Return is calculated based on the pre-distribution month end NTA and assumes all distributions are reinvested.

*** Distribution return calculated based on payment date of distribution. (December distribution announced on 21 December 2018, and distributed in January 2019.)

Past Performance is not a reliable indicator of future performance.

- The Target Distribution is only a target and may not be achieved. Actual distributions will be monitored against the Target Distribution. The Target Distribution will be formally reviewed at least annually (as at the end of each financial year) and any reduction in Target Distribution will be notified by way of ASX announcement as required. Investors should review the "Risk Factors" set out in Section 8 of the PDS.
- Performance is calculated net of management costs, which includes the Responsible Entity fee, the Management fee, the Administration fee, along with custodian, audit and legal fees and other transactional and operational costs. Investors should review NBI's Product Disclosure Statement ("PDS") for full details of NBI, including, in particular, the "Fees and Other Costs" section of the PDS.
- Inception Date: 26 September 2018. Performance less than 1 year is not annualized.

TRUST FACTS

Listing Date	26 September 2018
Market Cap	\$411.94 million
Net Tangible Assets (NTA)	\$395.41 million
ASX Unit Price	\$1.99
NTA per Unit	\$1.91 (cum)
Distributions	Monthly
Management costs	0.85% p.a.
Manager	Neuberger Berman Australia Pty Limited
Responsible Entity	Equity Trustees Limited

INVESTMENT OBJECTIVE & STRATEGY

- Aims to provide a consistent and stable monthly income stream
- Strong emphasis on capital preservation by focusing on credit quality
- Invests in high yield bonds issued by large, liquid global companies

INVESTMENT TEAM

Thomas O'Reilly 29 years' experience	Patrick Flynn 26 years' experience
Vivek Bommi 20 years' experience	Nish Popat 25 years' experience
Jennifer Gorgoll 20 years' experience	

RESEARCH

BondAdviser
Invest Intelligently

INDEPENDENT
INVESTMENT RESEARCH

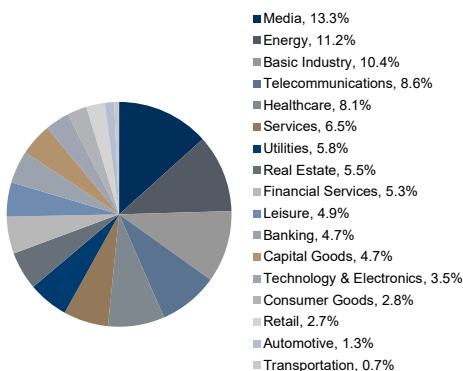
FURTHER INFORMATION AND ENQUIRIES

NB Global Corporate Income Trust
www.nb.com/NBI

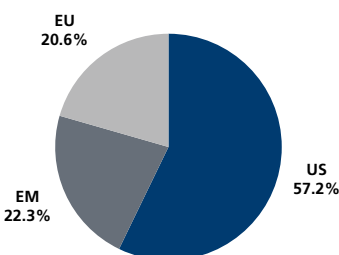
General
Email Info.nbi@nb.com

Boardroom (Unit Registry)
Phone 1300-032-754 (within Australia)
Phone +612-8023-5419 (outside Australia)
www.boardroomlimited.com.au
Email: enquiries@boardroomlimited.com.au

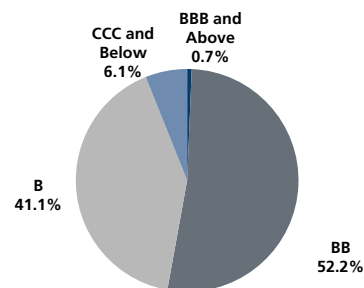
SECTOR ALLOCATION % (MARKET VALUE)



REGIONAL ALLOCATION % (MARKET VALUE)



CREDIT QUALITY⁴ % (MARKET VALUE)



TOTAL RETURNS (NET)⁵

(%)	Jul	Aug	Sep	Oct ⁶	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	YTD
2018	–	–	–	-1.14%	-0.87%	-1.74%	–	–	–	–	–	–	-3.71%

DISTRIBUTIONS

(¢/unit)	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	YTD
2018	–	–	–	0.875	0.875	0.875	–	–	–	–	–	–	2.625
% [*]	–	–	–	0.44	0.44	0.44	–	–	–	–	–	–	1.32

* The initial target distribution¹ amount per Unit, which will be paid monthly by the Trust, is 5.25% per annum (net of fees and expenses) on the Subscription Price.

PORTFOLIO SUMMARY

	TRUST
Number of Holdings	402
Number of Issuers	288
Yield to Worst (%) ⁷	7.25
Weighted Average Duration (years)	4.72
Average Credit Quality	BB-

ABOUT NEUBERGER BERMAN

- Founded in 1939, a private, independent, employee-owned investment manager
- US\$315 billion in AUM as of September 30, 2018
- Located in 32 cities with 17 portfolio management centers across 20 countries
- For more information, please visit www.nb.com

TOP 10 ISSUERS % (MARKET VALUE)

	Sector	%
Petrobras	Energy	1.92
Cablevision Systems Corporation	Media – Cable	1.71
Numericable Group	Media – Cable	1.57
Navient Corp	Diversified Financial Services	1.54
Sprint Corp	Telecommunications	1.39
Virgin Media Inc	Media - Cable	1.35
Bausch Health Companies	Healthcare	1.29
Charter Communications	Media - Cable	1.24
HCA Healthcare Inc	Healthcare	1.23
Altice SA	Media - Cable	1.16

ENVIRONMENTAL, SOCIAL AND GOVERNANCE

- Since our inception in 1939, Neuberger Berman has remained singularly focused on delivering attractive investment results for our clients over the long term.
- The firm has considered ESG characteristics in investment processes as far back as the 1940s for avoidance screens and 1989 for integration into fundamental research in U.S. equities.
- Neuberger Berman has been a signatory in different initiatives worldwide such as UN-backed Principles for Responsible Investment (PRI) since 2012 and has been awarded top scores in the most recent assessment report of ESG integration efforts as of year-end 2017⁸.
- Investors should review the PDS for full details of NBI, including, in particular, the "Overview of the Investment Strategy" section of the PDS.
- For more information, please visit www.nb.com/esg

- Credit quality ratings are based on the Bank of America ("BoFA") Merrill Lynch Master High Yield Index composite ratings. The BoFA Merrill Lynch composite ratings are updated once a month on the last calendar day of the month based on information available up to and including the third business day prior to the last business day of the month. The BoFA Merrill Lynch composite rating algorithm is based on an average of the ratings of three agencies (to the extent rated). Generally the composite is based on an average of Moody's, S&P and Fitch. For holdings that are unrated by the BoFA Merrill Lynch Index composite, credit quality ratings are based on S&P's rating. Holdings that are unrated by S&P may be assigned an equivalent rating by the investment manager. No NRSO has been involved with the calculation of credit quality and the ratings of underlying portfolio holdings should not be viewed as a rating of the portfolio itself. Portfolio holdings, underlying ratings of holdings and credit quality composition may change materially over time.
- Total Return is calculated based on the pre-distribution month end NTA and assumes all distributions are reinvested.
- Calculated from the allotment date of 26 September 2018 to 31 October 2018.
- Yield to Worst — The lowest potential annualised total return that can be received on a bond without the issuer defaulting. This can be different from the yield to maturity because it assumes that the issuer will exercise any option it has to "call" the security at the earliest opportunity (to redeem and repay the principal value to an investor early).
- Neuberger Berman is independent of UN PRI.

DISCLAIMERS

Equity Trustees Limited ("Equity Trustees") (ABN 46 004 031 298, AFSL 240975), is the Responsible Entity for the NB Global Corporate Income Trust ("NBI"). Equity Trustees is a subsidiary of EQT Holdings Limited (ABN 22 607 797 615), a publicly listed company on the Australian Securities Exchange (ASX: EQT). This publication has been prepared by Neuberger Berman Australia Pty Ltd (ACN 146 033 801) ("NB Australia") to provide you with general information only. In preparing this publication, we did not take into account the investment objectives, financial situation or particular needs of any particular person. It is not intended to take the place of professional advice and you should not take action on specific issues in reliance on this publication. Neither NB Australia, Equity Trustees nor any of its related parties, their employees or directors, provide any warranty of accuracy or reliability in relation to such information or accepts any liability to any person who relies on it. Past performance should not be taken as an indicator of future performance. You should obtain a copy of NBI's Product Disclosure Statement before making a decision about whether to invest in this product

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