

NB GLOBAL CORPORATE INCOME TRUST (ASX: NBI)

Global • Income • Diversification

NBI

NEWSLETTER – AS OF 29 MARCH 2019

Dear Unitholders,

We are pleased to provide this March 2019 update for the NB Global Corporate Income Trust (ASX: NBI).

Market Review and Outlook

Global markets advance as U.S. and China trade talks continue to progress. With the unemployment rate remaining at 3.8%, the U.S. economy continues to demonstrate solid growth and is providing a supportive environment for global markets. In Europe, negotiations continue between the UK government and the opposition in order to secure bipartisan agreement for a Brexit deal. The UK is at risk of exiting the EU without an agreement on April 12, but is likely to ask the EU for an extension.

Against this backdrop, the global high yield market has continued to post positive returns, with the ICE BofAML Global High Yield Index (AUD-hedged) gaining 1.0% during the month.

We remain constructive on the fundamentals of high yield credit, which exhibits reasonable leverage levels and strong interest coverage resulting in a benign default outlook for 2019. New-issue supply during 2019 is likely to be similar to 2018. Overall, we believe recent spread-widening and higher absolute levels of yield should bring investors back to the high yield market.

NBI Review

For March, NBI recorded a positive return of 1.1% and announced a monthly distribution of 0.875 cents per Unit, which keeps it firmly on track to achieving its Target Distribution¹ of 5.25% per annum (net of fees and expenses) and maintains its objective of distributing reliable and consistent income.

For more detailed information on NBI, please view the [Monthly Investment Report](#).

For more information about NBI's Top 10 issuers, please view [here](#).

NBI Investment Team

Latest Update



Alternative investing for consistent income

While fixed-income assets can provide income and diversification benefits, traditionally Australian investors have been under-exposed to this asset class. In this educational piece published on ASX.com, Vivek Bommi, Senior Portfolio Manager - Global High Yield, discusses why investors seeking consistent and reliable income should consider global high yield bonds.

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Fixed Income Investment Outlook 2Q 2019: Longer Runway for a Soft Landing

Although we can never be sure what might lurk around the next corner, there are times when the path ahead seems more or less visible. After a first quarter characterized by a healthy global consumer economy, accommodative central bank policy, seeming progress on trade negotiations and a return of risk appetite, the outlook for the coming quarter seems much more stable. The soft landing we'd been expecting has developed, and we expect it to continue.

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Portfolio Construction Forum Markets Summit 2019 – Microsite (For wealth management professionals use)

"Global high yield investing is a long-term income solution." – Adam Grotzinger, Senior Portfolio Manager – Global Fixed Income Neuberger Berman.

View his presentation on Portfolio Construction Forum microsite.

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1. 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

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