

NB GLOBAL CORPORATE INCOME TRUST (ASX: NBI)

Global • Income • Diversification

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MONTHLY INVESTMENT REPORT – AS OF 30 JUNE 2019

INVESTMENT OBJECTIVE & STRATEGY

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

Market Review and Outlook

Market sentiment recovered in June as U.S-China and U.S-Mexico trade talks showed signs of progress. The dovish tone from the Federal Reserve and ECB meetings in June indicated that the primary objective of the monetary policies in the near term is to support growth. Against this backdrop, the Global high yield market[#] returned 2.4% in June.

Fundamentals supporting the Global high yield universe continue to be constructive as revenue and cash flow are growing modestly while leverage is declining. Operating performance of underlying issuers has been stable; revenue and EBITDA growth remain in positive territory; and, refinancing activity has significantly reduced the amount of bonds maturing in the near term.

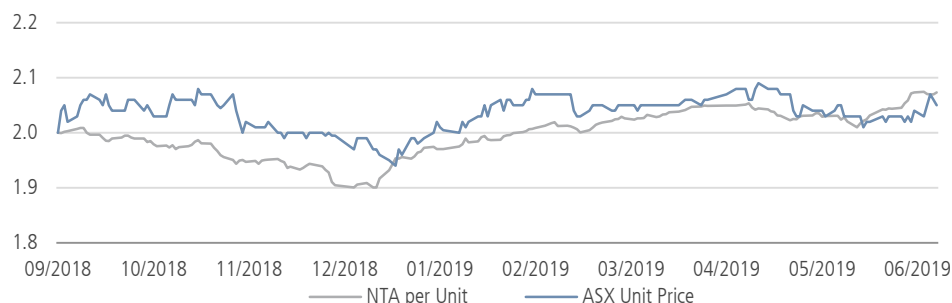
NBI Review

NBI holds a diversified portfolio of corporate high yield bonds issued by large, liquid global companies. In this environment, the portfolio has been positioned in higher quality bonds with a small opportunistic allocation to select CCC securities where we see attractive relative value. We believe the portfolio is well-positioned to provide downside protection if market volatility increases.

For June, NBI returned 3.07% and announced a monthly distribution of 2.469 cents per Unit. This brings the total distribution to 9.469 cents per Unit for FY2019, which equates to an annualized distribution rate of 6.24% (net of fees and expenses).

[#] ICE BofAML Global High Yield Index (AUD Hedged)

NTA PER UNIT / ASX UNIT PRICE PERFORMANCE



PERFORMANCE (NET)²

30 JUNE 2019	1 Month	3 Months	6 Months	1 Year	Since Inception ³
Total Return (%) ⁴	3.07%	3.34%	11.51%	–	7.38%
Distribution (%) *	0.44%	1.32%	2.64%	–	3.52%

* Distribution return calculated based on payment date of distribution. (June distribution announced on 24 June 2019, and distributed in July 2019.)

Past Performance is not a reliable indicator of future performance.

RESEARCH



BondAdviser
Invest Intelligently

INDEPENDENT
INVESTMENT RESEARCH

PLATFORMS

Asgard
BT Panorama
BT Wrap
CFS First Wrap

Hub 24
IOOF
Macquarie Wrap
MLC Wrap

MLC Navigator
Netwealth

TRUST FACTS

Listing Date	26 September 2018
Market Cap	\$424.52 million
Net Tangible Assets (NTA)	\$429.37 million
ASX Unit Price	\$2.05
NTA per Unit	\$2.07 (cum)
Target Distribution ¹	5.25% (net)
Distributions	Monthly
Management costs	0.85% p.a.
Responsible Entity	Equity Trustees Limited
Manager	Neuberger Berman Australia Pty Limited

ABOUT NEUBERGER BERMAN

- Founded in 1939; a private, independent, employee-owned investment manager
- US\$323 billion in AUM as of March 31, 2019
- Located in 35 cities with 18 portfolio management centers across 22 countries
- The firm has considered ESG in investment processes as far back as the 1940s. For more information, please visit www.nb.com/esg

FURTHER INFORMATION AND ENQUIRIES

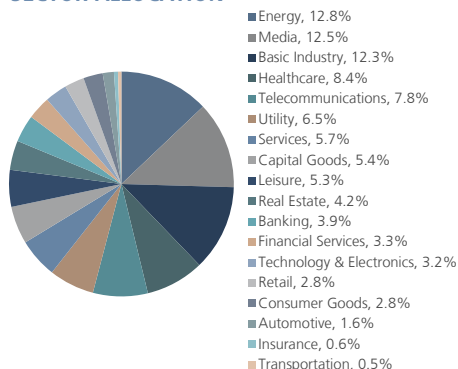
General

Email Info.nbi@nb.com

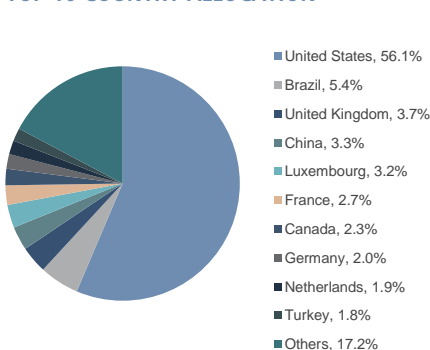
Boardroom (Unit Registry)

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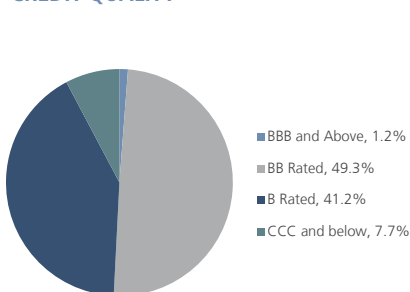
SECTOR ALLOCATION



TOP 10 COUNTRY ALLOCATION



CREDIT QUALITY⁵



TOTAL RETURNS (NET) (%)^{2, 4}

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Total ³
FY2019	—	—	—	-1.14 ⁶	-0.87	-1.74	4.71	1.94	1.09	1.48	-1.20	3.07	7.38

Past Performance is not a reliable indicator of future performance.

DISTRIBUTIONS(¢/unit)⁷

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Total	Annualized Distribution Rate
FY2019	—	—	—	0.875	0.875	0.875	0.875	0.875	0.875	0.875	0.875	2.47	9.47	6.24% ⁸

TOP 10 ISSUERS

	Sector	%
Petrobras	Energy	2.31
Cablevision Systems Corporation	Media	1.84
Bausch Health Companies	Healthcare	1.82
Numericable Group	Media	1.61
Vistra Energy Corp	Utility	1.40
Virgin Media Inc	Media	1.32
Charter Communications	Media	1.30
Hertz Corp	Services	1.15
Iron Mountain Inc	Services	1.13
ARD Finance Holdings SA	Capital Goods	1.09

BOND PORTFOLIO SUMMARY

Number of Holdings	474
Number of Issuers	313
Yield to Worst (%) ⁹	5.34
Weighted Average Duration (years)	3.88
Average Credit Quality	BB-

- For FY2019, NBI set the initial target distribution amount per Unit, which is paid monthly by NBI, at 5.25% p.a. (net of fees and expenses) on the initial public offer subscription price of \$2.00 per Unit ("Target Distribution"). 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 NBI's product disclosure statement dated 14 May 2019 ("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 the PDS for full details of NBI, including, in particular, the "Fees and Other Costs" section of the PDS.
- Listing Date: 26 September 2018. Performance less than 1 year is not annualized.
- Total Return is calculated based on the pre-distribution month end NTA and assumes all distributions are reinvested.
- 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.
- Calculated from the listing date of 26 September 2018 to 31 October 2018.
- 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. The most recent distribution amount has been announced, but not yet paid.
- Based on the Initial Public Offer Subscription Price of \$2.00
- 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).

DISCLAIMERS

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