

NB GLOBAL CORPORATE INCOME TRUST – APPENDIX 4E

For the period 26 September 2018 to 30 June 2019

DETAILS OF REPORTING PERIOD

Current: 26 September 2018 to 30 June 2019 (the “Period”)

Previous corresponding*: N/A

* This is the first period of operations of the Fund and hence there are no prior period comparatives.

The directors of Equity Trustees Limited (ABN 46 004 031 298, AFSL 240975), the **Responsible Entity** of the NB Global Corporate Income Trust (ARSN 627 297 241) (the **Fund**), announce the results of the Fund for the Period as follows:

RESULTS FOR ANNOUNCEMENT TO THE MARKET

Extracted from Annual Report for the Period.

	\$'000
Revenue from ordinary activities	32,514
Profit/(loss)	29,808
Total comprehensive income/(loss)	29,808

REVIEW AND RESULTS OF OPERATIONS

During the Period, the Fund continued to invest its funds in accordance with the Product Disclosure Statements dated 6 August 2018 and 14 May 2019 respectively and the provisions of the constitution of the Fund (the “Constitution”).

The Fund’s performance was 7.38% (net of fees) for the Period. The referable index of the Fund, the ICE BofAML Global High Yield (AUD Hedged) Index returned 7.40% for the same period.

STATEMENT OF FINANCIAL PERFORMANCE

Refer to the Annual Report for the period ended 30 June 2019 attached to this Appendix 4E for further information.

STATEMENT OF FINANCIAL POSITION

Refer to the Annual Report for the period ended 30 June 2019 attached to this Appendix 4E for further information.



STATEMENT OF CASH FLOWS AND CHANGES IN EQUITY

Refer to the Annual Report for the period ended 30 June 2019 attached to this Appendix 4E for further information.

DETAILS OF DISTRIBUTIONS

The distributions for the Period are:

	RECORD DATE	DATE PAID	\$'000	CPU
October	02/11/2018	09/11/2018	1,812	0.875
November	04/12/2018	11/12/2018	1,811	0.875
December	03/01/2019	10/01/2019	1,811	0.875
January	04/02/2019	11/02/2019	1,811	0.875
February	04/03/2019	08/03/2019	1,811	0.875
March	02/04/2019	09/04/2019	1,812	0.875
April	02/05/2019	09/05/2019	1,812	0.875
May	04/06/2019	11/06/2019	1,812	0.875
June	02/07/2019	09/07/2019	5,112	2.469
Total			19,604	9.47

On 2 August 2019, the Directors declared a July distribution of 0.8991 cents per ordinary unit. The record date was 2 August 2019, and this was paid on 9 August 2019.

On 26 August 2019, the Directors announced a distribution of 0.8991 cents per share with an Ex Date of 2 September 2019, and a record date of 3 September 2019 which will be paid on 10 September 2019.

DETAILS OF DISTRIBUTION REINVESTMENT PLAN

The Responsible Entity established distribution reinvestment plan rules (**DRP Rules**) on 26 September 2018 under which unitholders may elect to receive additional units instead of cash distributions. The **DRP Rules** were activated prior to the distribution in respect of the half year ended 31 December 2018. Unitholders may elect by electronic **DRP** election to join the **DRP** or vary the level of participation in the **DRP**. The last day for electing into the **DRP** in respect of a distribution is 5.00pm (Sydney time) on the first business day after the record date.

The Responsible Entity makes distributions on a monthly basis. In accordance with the **DRP Rules**, units are issued at the net asset value of a unit or other unit application price determined under the Constitution, as determined in accordance with the Constitution, on the record date. The record date is the 2nd day of each month.

NET TANGIBLE ASSETS

	AS AT 30 JUNE 2019
Total Net Tangible Assets attributable to unitholders (\$'000)	424,517
Units on issue ('000)	207,082
Net Tangible Assets attributable to unitholders per unit (\$)	2.05



CONTROL GAINED OR LOST OVER ENTITIES DURING THE PERIOD

There was no control gained or lost over entities by the Fund during the Period.

DETAILS OF ASSOCIATES AND JOINT VENTURE ENTITIES

The Fund did not have any interest in associates and joint venture entities during the Period.

SIGNIFICANT INFORMATION

Refer to the attached Annual Report for a detailed discussion on the performance and financial position of the Fund for the Period.

COMMENTARY ON RESULTS FOR THE PERIOD

Refer to the Annual Report for the period ended 30 June 2019 attached to this Appendix 4E for further information.

INDEPENDENT AUDIT REPORT

This report is based on the Annual Report which has been audited by the Fund's auditor. All the documents comprise the information required by ASX Listing Rule 4.3A.



NB GLOBAL CORPORATE INCOME TRUST

ARSN 627 297 241

ANNUAL REPORT

For the period 26 September 2018 to 30 June 2019

NB Global Corporate Income Trust

ARSN 627 297 241

Annual report

For the period 26 September 2018 to 30 June 2019

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This annual report covers NB Global Corporate Income Trust as an individual entity.

The Responsible Entity of NB Global Corporate Income Trust is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975).

The Responsible Entity's registered office is:

Level 1, 575 Bourke Street

Melbourne, VIC 3000.

Directors' Report

The directors of Equity Trustees Limited, the Responsible Entity of NB Global Corporate Income Trust (the "Fund"), present their report together with the financial statements of the Fund for the period 26 September 2018 to 30 June 2019.

Principal activities

The Fund was constituted on 4 July 2018, registered with the Australian Securities and Investments Commission (ASIC) on 17 July 2018, and commenced operations on 26 September 2018. There was no investment activity in the period 17 July 2018 to 25 September 2018. The Fund was listed on the Australian Securities Exchange (ASX) on 26 September 2018 and is quoted under ticker code: NBI.

The Fund invests in corporate debt securities in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution. The Fund also uses derivatives for hedging purposes.

The Fund did not have any employees during the period.

There were no significant changes in the nature of the Fund's activities during the period.

The various service providers for the Fund are detailed below:

Service	Provider
Responsible Entity	Equity Trustees Limited
Investment Manager	Neuberger Berman Australia Pty Limited
Custodian and Administrator	JPMorgan Chase Bank, N.A.
Statutory Auditor	PricewaterhouseCoopers

Directors

The following persons held office as directors of Equity Trustees Limited during or since the end of the period and up to the date of this report:

Philip D Gentry	(Chairman)
Harvey H Kalman	
Ian C Westley	
Michael J O'Brien	
Carmen Lunderstedt	(Company Secretary)

Review and results of operations

During the period, the Fund continued to invest its funds in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution.

The Fund's performance was 7.38% (net of fees) for the period ended 30 June 2019. The referable index of the Fund, the ICE BofAML Global High Yield Index returned 7.40% for the same period.

The performance of the Fund, as represented by the results of its operations, was as follows:

	For the period 26 September 2018 to 30 June 2019
Operating profit/(loss) for the period (\$'000)	29,808
Distributions paid and payable (\$'000)	19,604
Distributions (cents per unit)	9.47

Significant changes in state of affairs

In the opinion of the directors, there were no significant changes in the state of affairs of the Fund that occurred during the financial period.

Matters subsequent to the end of the financial period

The Fund declared distributions on both 2 July and 2 August 2019, and announced on 26 August 2019, a distribution for 2 September 2019.

On 2 July 2019, the Fund also completed a \$476 million capital raising at an offer price of \$2 per new ordinary unit issued. Please refer to note 20 for further information,

No other matters or circumstances have arisen since 30 June 2019 that have significantly affected, or may have a significant effect on:

- (i) the operations of the Fund in future financial years;
- (ii) the results of those operations in future financial years; or
- (iii) the state of affairs of the Fund in future financial years.

Likely developments and expected results of operations

The Fund will continue to be managed in accordance with the investment objectives and guidelines as set out in the Product Disclosure Statement and the provisions of the Fund's Constitution.

The results of the Fund's operations will be affected by a number of factors, including the performance of investment markets in which the Fund invests. Investment performance is not guaranteed, and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Indemnification and insurance of officers

No insurance premiums are paid for out of the assets of the Fund in regards to insurance cover provided to the officers of Equity Trustees Limited. So long as the officers of Equity Trustees Limited act in accordance with the Fund's Constitution and the Law, the officers remain indemnified out of the assets of the Fund against losses incurred while acting on behalf of the Fund.

Indemnification of auditor

The auditor of the Fund is in no way indemnified out of the assets of the Fund.

Fees paid to and interests held in the Fund by the Responsible Entity and its associates

Fees paid to the Responsible Entity and its associates out of Fund property during the period are disclosed in Note 18 to the financial statements.

No fees were paid out of Fund property to the directors of the Responsible Entity during the period.

The number of interests in the Fund held by the Responsible Entity or its associates as at the end of the financial period are also disclosed in Note 18 to the financial statements.

Interests in the Fund

The movement in units on issue in the Fund during the period is disclosed in Note 9 of the financial statements.

The value of the Fund's assets and liabilities is disclosed on the statement of financial position and derived using the basis set out in Note 2 of the financial statements.

Environmental regulation

The operations of the Fund are not subject to any particular or significant environmental regulations under either Commonwealth, State or Territory law.

Rounding of amounts to the nearest thousand dollars

Amounts in the Directors' report have been rounded to the nearest thousand dollars in accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, unless otherwise indicated.

Auditor's independence declaration

A copy of the Auditor's independence declaration as required under Section 307C of the Corporations Act 2001 is set out on page 10.

This report is made in accordance with a resolution of the directors of Equity Trustees Limited through a delegated authority given by Equity Trustees Limited's Board.



Philip D Gentry
Chairman

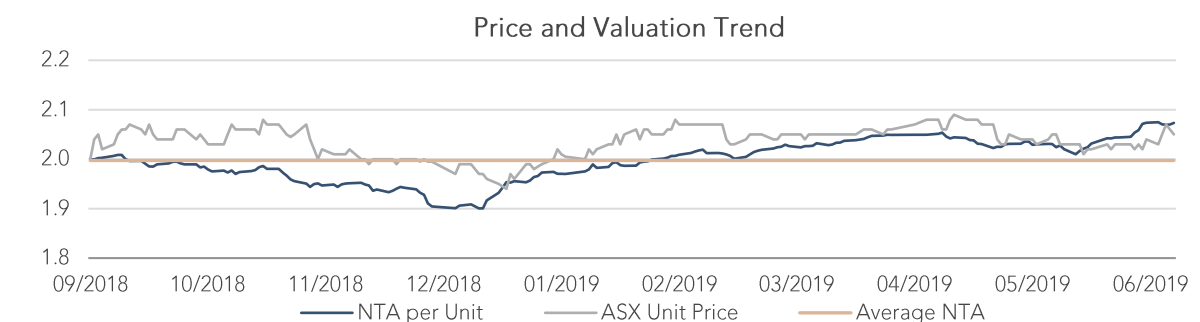
Melbourne
30 August 2019

Investment Managers' Report

PORTFOLIO MANAGERS: Tom O'Reilly*, Russ Covode, Vivek Bommi, Nish Popat, Jennifer Gorgoll

Performance Highlights – Inception – 30 June 2019

The net return of NBI Strategy was 3.07% in June, 3.34% for the quarter ended 30 June 2019 and 7.39% since inception.

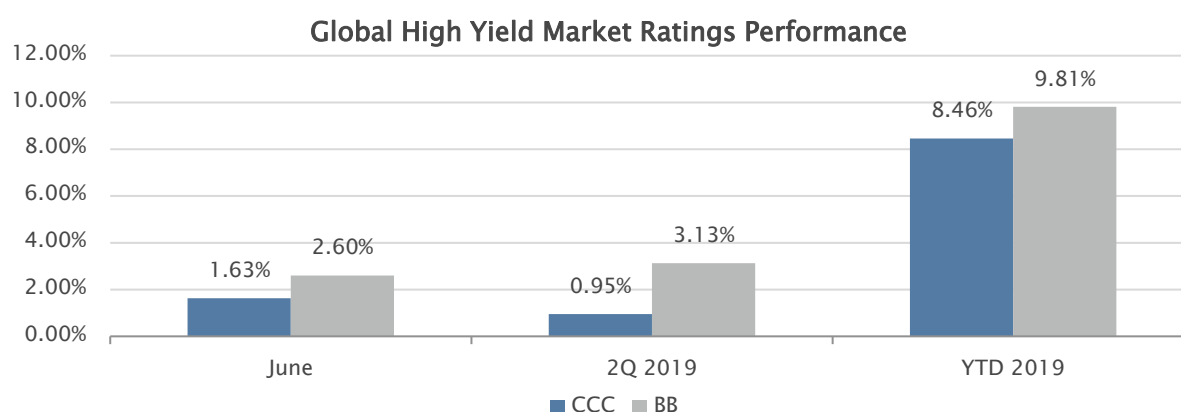
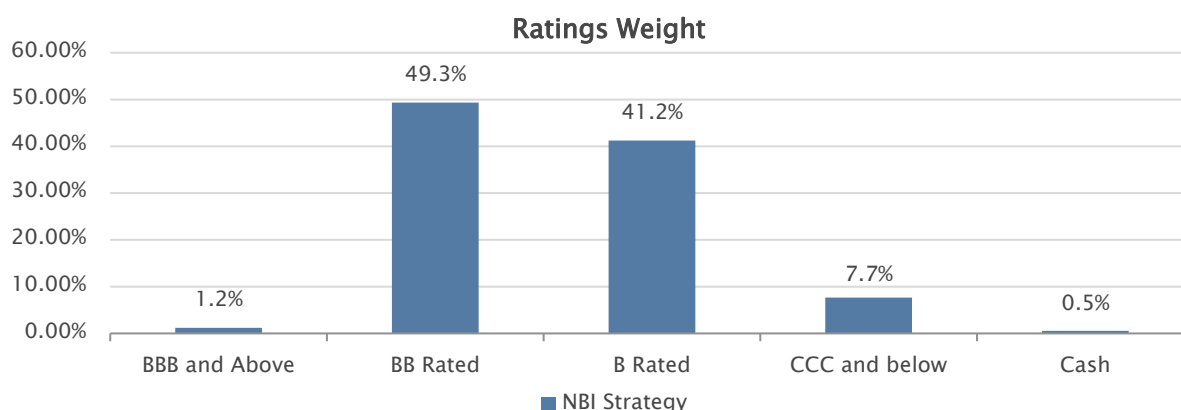


Summary

- Since the Strategy inception, security selection within Basic Industry, Media and Utility were the most beneficial to performance. In contrast, our modest exposure within Insurance, Transportation, and Automotive contributed the least to performance. Within our ratings' positioning, security selection within the Strategy's BB rated issuers was the most beneficial to performance while the modest allocation to BBB and above contributed the least to performance.
- Year-to-date, the Strategy's positioning within Media, Basic Industry, and Energy were the most beneficial. Positioning within Insurance, Transportation, and Automotive were the least beneficial.
- During the six-month period ending 30 June, we modestly increased our exposure to the Energy and Capital Goods sectors and reduced our positioning within the Financial Services and Media sectors.
- The Strategy has maintained the majority of its exposure to BB and B rated investments.

Market Context

- The Global high yield market rose 2.35% in June, and 2.56% over the quarter. The U.S. high yield market returned 2.32% during the month and 2.29% over the quarter. The European high yield market returned 2.56% for the month and 2.96% over the quarter. The Emerging Markets corporate market returned 2.27% for the month and 2.96% over the quarter.¹
- While global trade tensions continued, this was largely offset by indications from the Fed and several other central banks that they would pursue more accommodative monetary policies, perhaps including rate cuts during the second half of the year. Such actions could help prolong the lengthy economic expansion. Meanwhile, the market's credit quality remains stable as fundamental trends continue to be supportive.
- High yield new-issue activity in June was US\$28.5 billion, a 17-month high. Year-to-date gross new issue volume of US\$140.5 billion is 11% higher year-over-year.
- European new issuance decreased in June with total volumes amounting to €4.3bn. Year-to-date gross new issue volume now stands at €35.3bn, 20% lower than this time last year.
- The continued positive sentiment for risk assets at the beginning of the quarter came to a halt early May on the back of escalating trade tensions. An increase in tariffs by the US on \$200Bn of Chinese imports and the announcement of potential tariffs on all Mexican exports roiled markets and drove outflows from EM assets. Risk assets then recovered in June, supported by more dovish language by both the Fed and the ECB and by the anticipation of multiple rate cuts in the US this year. Trade tensions also abated ahead of the end June G20 meeting, where ultimately the US and China agreed to restart trade talks and to put further tariffs on hold.
- The global high yield market ended the month with a default rate of 0.40%, marginally above the previous quarter end of 0.39%.²



Performance Highlights

Year-to-date, the largest contribution to performance came from Numericable Group within the Media sector, Freeport McMoRan within the Basic Industry, and Petrobras within the Energy sector. The least contribution to performance came from Assured Partners within Insurance, La Poste SA within Transportation, and Tenneco Inc. within the Automotive sector:

- Numericable Group, a French cable and telecommunications provider within the Media sector, contributed to performance as operating results were better than expected in addition to the company announcing plans to reduce debt with proceeds from expected asset sales.
- Freeport McMoRan, one of the world's leading mining companies within the Basic Industry sector, contributed to performance due to a general rally in cyclical sectors. Additionally, the longer duration nature of the strategies exposure benefited in a declining interest rate environment. There was no material fundamental news reported over the period.
- Petrobras is a semi-public petroleum company based in Brazil. We have been positive on Petrobras in recent years as governance improvements have led to market-driven management of the company. Petrobras is in the midst of a multi-year asset divestiture program that has reduced leverage and given the company flexibility to focus on development of its prolific low-cost offshore "pre-salt" assets with internally generated cash flow. Net debt has fallen by over \$30BN since 2016 and Petrobras remains committed to further reducing leverage to a level in line with global investment grade peers. Given these trends, we see continued potential for outperformance in Petrobras debt.
- Assured Partners, a U.S. based full service insurance broker within the Insurance sector, was added to the strategy during the latter half of the period and thus contributed less on an absolute basis. We have a positive view of the credit due to their scale and consistent client retention, flexible cost structure, and their adequate liquidity and positive free cash flow profile.
- La Poste is 100% owned by the French government (73.68% directly and 26.32% indirectly through state lender Caisse des Depots et Consignations). The group is the second largest operator in Europe behind Deutsche Post DHL Group and its network of over 17,000 retail outlets constitutes the densest in Europe. La Poste maintains leading market positions as the incumbent postal operator in France. While operating revenue increased in 2018, all segments showing growth except for the banking business. The Group EBITDA lowered due to ongoing decline in mail volumes as well as costs linked to the growth of parcel activity in France and Europe-wide pressure on express parcel margins. In spite of that, the dominant positioning in Europe, the continued state support and moderate growth outlook for 2019 keep our investment thesis intact.

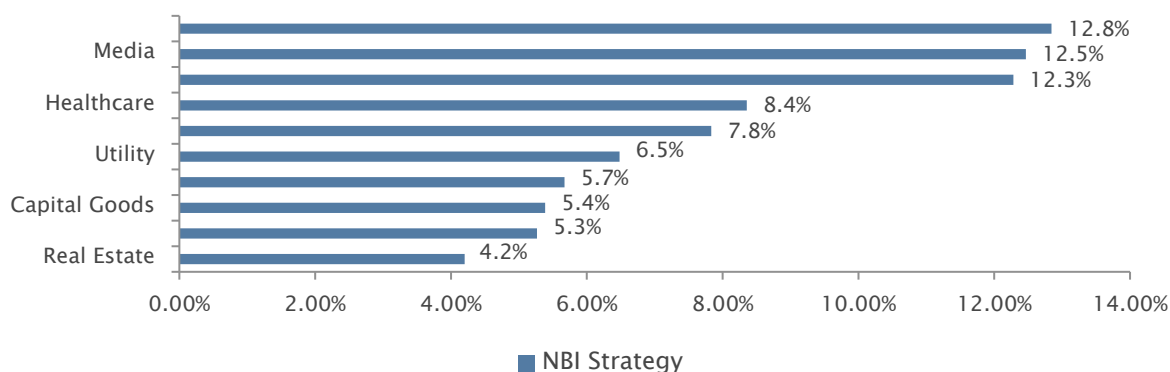
- Tenneco is a designer and producer of emission control (such as mufflers) and ride control products for the automotive industry. While Tenneco was long-viewed as a well-managed and higher quality auto supplier, there was elevated credit risk associated with increasing leverage from the acquisition of Federal-Mogul (FDML) at this point in the auto cycle and further incremental execution risk associated with the future planned split of the combined Tenneco/Federal Mogul into two separate public companies at some point. In spite of that, Tenneco continues to grow revenue organically and reiterates the investment thesis on the name

Top 5 Industry	Since Inception Contribution to Return (%)	Issuer - Top Performer within Sector	Since Inception Contribution to Return (%)
Media	1.66	Numericable Group	0.23
Basic Industry	1.59	Freeport – McMoRan Inc	0.13
Energy	1.33	Petroleo Brasileiro SA	0.31
Telecommunications	0.98	Sprint Corp	0.16
Services	0.94	Hertz Corp	0.26
Bottom 5 Industry	Since Inception Contribution to Return (%)	Issuer - Worst Performer within Sector	Since Inception Contribution to Return (%)
Insurance	0.02	AssuredPartners Inc	0.01
Transportation	0.05	LatAm Airlines Group	0.01
Automotive	0.17	Tenneco Inc	0.00
Retail	0.27	Kirk Beauty One	0.00
Real Estate	0.34	Realty Group LLC	-0.03

Portfolio Strategy & Activity

- The Strategy invests in non-investment grade corporate bonds with a target distribution rate of 5.25%. The portfolio current yield as of the end of June is 5.89%.
- The Strategy currently has larger exposure to securities rated BB and B with lower exposure to bonds rated CCC. The average credit rating for the Strategy is BB-.
- The Strategy has more exposure to less cyclical sectors such as Media, higher quality exposure within Energy and Basic Industry, and a lower weighting to more cyclical sectors such as Transportation and Automotive.
- The Strategy currently has larger positions to bonds from the US and Brazil and less to Kazakhstan and Guatemalan bonds.
- During the six month period ending 30 June, we modestly increased our exposure to the Energy and Capital Goods sectors and reduced our positioning within the Financial Services and Media sectors.
 - Energy: The strategy increased its exposure to Petrobras. We remain optimistic due to the new administration's market-friendly approach to governance and favorable disposition to non-core asset divestiture, deleveraging, and focus on core upstream development.
 - Capital Goods: The strategy initiated a position in Transdigm, a leading global designer, producer and supplier of highly engineered aircraft components, through both primary and secondary markets, due to relative value considerations and our positive fundamental view of the business.
 - Financial Services: We decreased our exposure to Avolon Holdings, an aircraft lessor, due to relative value considerations following the upgrade of their unsecured debt from BB to BBB.
 - Media: During the period, Altice debt was re-classified by the index providers from Media to Telecommunications. We did reduce our exposure to Altice during the period due to relative value considerations

Top 10 Industry Weightings



Investment Manager's Outlook

We continue to believe fundamentals and valuations are compensating investors for a benign default environment. Operating performance of underlying issuers has been stable, revenue growth remains in positive territory, and while leverage has risen modestly, interest coverage remains strong and refinancing activity has significantly reduced the amount of bonds maturing in the near term. While economic growth is expected to slow, the Fed continues to push a more dovish narrative, thus leading to an expectation for even fewer recessionary pressures in the U.S. All told, we believe spreads could continue to tighten over the near term. That being said, risks continue to exist, including uncertainty around global growth expectations, trade policy, government disruptions, and the overall regulatory environment, which could lead to periods of spread volatility. We believe our portfolio is positioned to potentially provide downside protection as market volatility rises and take advantage of future opportunities within lower quality securities.

¹ Global high yield market is represented by ICE BofAML Global High Yield Index (HW00) 100% AUD Hedged; U.S. high yield market is represented by ICE BofAML US High Yield Index (H0A0) 100% AUD Hedged; European high yield market is represented by ICE BofAML European Currency High Yield Index (HP00) 100% AUD Hedged; Emerging markets corporate market is represented by BofA Merrill Lynch High Yield US Emerging Markets Corporate Plus Index (EMUH) 100% AUD Hedged.

² Source: J.P. Morgan; Moody's Investors Service. Historical average is represented by 25-year average and is rounded to the nearest percent. Last twelve month (LTM) default rate. Defaults based on par amounts.

*Tom O'Reilly has announced his decision to retire on or about December 31, 2019 and will transition his portfolio management responsibilities to the other named senior portfolio managers in Global Non-Investment Grade.

Corporate Governance Statement

Equity Trustees Limited (ABN 46 004 031 298, AFSL 240975) in its capacity as a responsible entity ("Responsible Entity") of the NB Global Corporate Income Trust ("the Fund"), has established a corporate governance framework which sets out the rules, relationships, systems and processes within which the Responsible Entity operates to promote investor confidence and good corporate governance.

Refer to the URL below for the location of the Statement on the Investment Manager's website:

https://www.nb.com/documents/public/en/au/nb_gcit_corporate_governance_statement.pdf



Auditor's Independence Declaration

As lead auditor for the audit of NB Global Corporate Income Trust for the period 26 September 2018 to 30 June 2019, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in blue ink, appearing to read 'G. Sagonas', with a stylized flourish at the end.

George Sagonas
Partner
PricewaterhouseCoopers

Melbourne
30 August 2019

NB GLOBAL CORPORATE INCOME TRUST

Statement of Comprehensive Income

		For the period 26 September 2018 to 30 June 2019 \$'000
	Notes	
Investment income		
Interest income from financial assets at amortised cost		43
Net gains/(losses) on financial instruments at fair value through profit or loss	6	33,351
Net foreign exchange gain/(loss)		(899)
Other income		<u>19</u>
Total investment income/(loss)		<u>32,514</u>
Expenses		
Management fees	18	2,207
Responsible Entity fees	18	142
Custody and administration fees		346
Other expenses		<u>11</u>
Total expenses		<u>2,706</u>
Operating profit/(loss) for the period		<u>29,808</u>
Other comprehensive income/(loss)		<u>-</u>
Total comprehensive income/(loss) for the period		<u>29,808</u>
Basic and diluted earnings per unit (cents per unit)	10	<u>14.39</u>

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

Statement of Financial Position

	Notes	As at 30 June 2019 \$'000
Assets		
Cash and cash equivalents	13	3,941
Receivables	15	54
Due from brokers - receivable for securities sold		342
Financial assets at fair value through profit or loss	7	<u>441,194</u>
Total assets		<u>445,531</u>
Liabilities		
Distributions payable	12	5,112
Payables	16	611
Due to brokers - payable for securities purchased		1,878
Financial liabilities at fair value through profit or loss	8	<u>13,563</u>
Total liabilities		<u>21,164</u>
	9	
Net assets attributable to unit holders - equity		<u>424,367</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

NB GLOBAL CORPORATE INCOME TRUST

Statement of Changes in Equity

	Note	For the period 26 September 2018 to 30 June 2019 \$'000
Total equity at the beginning of the financial period		-
Profit/(loss) for the period		29,808
Other comprehensive income		-
Total comprehensive income		<u>29,808</u>
Transactions with unit holders		
Applications	9	413,978
Reinvestment of distributions	9	185
Distributions paid and payable	9	<u>(19,604)</u>
Total transactions with unit holders		<u>394,559</u>
Total equity at the end of the financial period		<u>424,367</u>

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Statement of Cash Flows

		For the period 26 September 2018 to 30 June 2019 \$'000
	Notes	
Cash flows from operating activities		
Proceeds from sale of financial instruments at fair value through profit or loss		193,329
Purchase of financial instruments at fair value through profit or loss		(586,084)
Interest income received from financial assets at amortised cost		40
Other income received		19
GST (paid)/received		(40)
Management fees paid		(1,712)
Responsible Entity fees paid		(54)
Custody and administration fees paid		(318)
Other expenses paid		(11)
Net cash inflow/(outflow) from operating activities	14(a)	(394,831)
Cash flows from financing activities		
Proceeds from applications by unit holders		413,978
Distributions paid to unit holders		(14,307)
Net cash inflow/(outflow) from financing activities		399,671
Net increase/(decrease) in cash and cash equivalents		4,840
Cash and cash equivalents at the beginning of the period		-
Effects of foreign currency exchange rate changes on cash and cash equivalents		(899)
Cash and cash equivalents at the end of the period	13	3,941
Non-cash operating and financing activities		
Issue of units under the distribution reinvestment plan	14(b)	185

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

Notes to Financial Statements

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1 General information

These financial statements cover NB Global Corporate Income Trust (the "Fund") as an individual entity. The Fund is an Australian registered managed investment scheme, was constituted on 4 July 2018, registered with Australian Securities and Investment Commission on 17 July 2018 and commenced investment operations on 26 September 2018. There was no investment activity in the period 17 July 2018 to 25 September 2018. The Fund will terminate in accordance with the provisions of the Fund's Constitution or by Law.

The Fund was listed on the Australian Securities Exchange (ASX) on 26 September 2018 and is quoted under ticker code: NBI.

The Responsible Entity of the Fund is Equity Trustees Limited (ABN 46 004 031 298) (AFSL 240975) (the "Responsible Entity"). The Responsible Entity's registered office is Level 1, 575 Bourke Street, Melbourne, VIC 3000. The financial statements are presented in the Australian currency unless otherwise noted.

The Fund invests in corporate fixed interest securities managed by Neuberger Berman Australia Pty Limited in accordance with the Product Disclosure Statement and the provisions of the Fund's Constitution. The Fund also uses derivatives for hedging purposes.

The financial statements were authorised for issue by the directors on the date the Directors' declaration was signed. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

2 Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all periods presented, unless otherwise stated in the following text.

(a) Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issues by the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001* in Australia. The Fund is a for profit entity for the purpose of preparing the financial statements.

The financial statements have been prepared on a historical cost basis, except for financial assets and liabilities measured at fair value through profit or loss.

The statement of financial position is prepared on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and do not distinguish between current and non current. All balances are expected to be recovered or settled within 12 months, except for investments in financial assets and liabilities at fair value through profit or loss and net assets attributable to unit holders.

The Fund manages financial assets at fair value through profit or loss based on the economic circumstances at any given point in time, as well as to meet any liquidity requirements. As such, it is expected that a portion of the portfolio will be realised within 12 months, however, an estimate of that amount cannot be determined as at reporting date.

(i) Compliance with International Financial Reporting Standards (IFRS)

The financial statements of the Fund also comply with IFRS as issued by the International Accounting Standards Board (IASB).

(ii) New and amended standards adopted by the Fund

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial period that have a material impact on the Fund.

(iii) New standard and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. The directors are assessing the impact these new standards are expected to have on the financial statements of the Fund.

2 Summary of significant accounting policies (continued)

(b) Financial instruments

(i) Classification

• Financial assets

The Fund classifies its financial assets in the following measurement categories:

- those to be measured at fair value through profit or loss; and
- those to be measured at amortised cost.

The Fund classifies its assets based on its business model for managing those financial assets and the contractual cash flow characteristics of the financial assets.

The Fund's portfolio of financial assets is managed, and performance is evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Responsible Entity to evaluate the information about these financial assets on a fair value basis together with other related financial information.

For derivatives, the contractual cash flows of these instruments do not represent solely payments of principal and interest. Consequently, these investments are measured at fair value through profit or loss.

For debt securities, the contractual cash flows are solely payments of principal and interest, however they are neither held for collecting contractual cash flows nor held both for collecting contractual cashflows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, the debt securities are measured at fair value through profit or loss.

For cash and cash equivalents, due from brokers and receivables, these assets are held in order to collect the contractual cash flows and the contractual terms of these assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Consequently, these are measured at amortised cost.

• Financial liabilities

Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss.

For financial liabilities that are not classified and measured at fair value through profit or loss, these are classified as financial liabilities at amortised cost (due to brokers, distributions payable, management fees payable, custody and administration fees payable and other payables).

(ii) Recognition and derecognition

The Fund recognises financial assets and financial liabilities on the date it becomes party to the contractual agreement (trade date) and recognises changes in fair value of the financial assets or financial liabilities from this date.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or the Fund has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised when the obligation under the liabilities are discharged.

(iii) Measurement

At initial recognition, the Fund measures financial assets and financial liabilities at its fair value. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets and liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of 'financial assets or liabilities at fair value through profit or loss' category are presented in the statement of comprehensive income within 'net gains/(losses) on financial instruments at fair value through profit or loss' in the period in which they arise.

For financial assets and financial liabilities at amortised cost, they are initially measured at fair value including directly attributable costs and are subsequently measured according to their classification.

For further details on how the fair value of financial instruments is determined please see Note 5 to the financial statements.

2 Summary of significant accounting policies (continued)

(b) Financial instruments (continued)

(iv) Impairment

At each reporting date, the Fund shall measure the loss allowance on financial assets at amortised cost (cash, due from brokers and receivables) at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12 month expected credit losses. Significant financial difficulties of the counter party, probability that the counter party will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

(v) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the statement of financial position when the Fund has a legally enforceable right to offset the recognised amounts, and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

Financial assets and liabilities that have been offset are disclosed in Note 4.

(c) Net assets attributable to unit holders

Units are classified as equity when they satisfy the following criteria under AASB 132 Financial Instruments: Presentation:

- the puttable financial instrument entitles the holder to a pro rata share of net assets in the event of the Fund's liquidation;
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical;
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavourable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The Fund's units have been classified as equity as they satisfied all the above criteria.

The units can be traded on the ASX at any time for cash based on listed price. While the Fund is a listed investment trust and liquidity is generally expected to exist in the secondary market (ASX), there are no guarantees that an active trading market with sufficient liquidity will be available. In addition to being traded, request for redemption to the Responsible Entity may be made, however redemption is dependent on the Responsible Entity's discretion.

(d) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include cash on hand, deposits held at call with financial institutions and other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities, as trading of these securities represent the Fund's main income generating activity.

(e) Investment income

(i) Interest income

Interest income from financial assets at amortised cost is recognised on a time proportionate basis using the effective interest method and includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

The effective interest method is a method of calculating the amortised cost of a financial asset or liability and of allocating the interest income or expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instruments (for example, prepayment options) but does not consider future credit losses. The calculation includes all fees paid or received between the parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

2 Summary of significant accounting policies (continued)

Interest income on financial assets at fair value through profit or loss is also recognised in the statement of comprehensive income, included in the net gains/(losses) on financial instruments at fair value through profit or loss. Changes in fair value of financial instruments held at fair value through profit or loss are recorded in accordance with the policies described in Note 2(b) to the financial statements.

(ii) Net gains/(losses) on financial instruments

Net gains/(losses) on financial instruments arising on a change in fair value are calculated as the difference between the fair value at the end of the reporting period and the fair value at the previous valuation point. Realised and unrealised gains/(losses) are shown in the notes to the financial statements.

Changes in fair value of financial instruments held at fair value through profit or loss are recorded in accordance with the policies described in Note 2(b) to the financial statements.

(f) Expenses

All expenses are recognised in the statement of comprehensive income on an accruals basis.

(g) Income tax

Under current legislation, the Fund is not subject to income tax provided it attributes the entirety of its taxable income to its unit holders.

(h) Distributions

The Fund is an Attribution Managed Investment Trust (AMIT) regime. The units in the Fund have been classified as equity. Under the Constitution, the Fund does not have an obligation to make distributions to unit holders by cash and/or reinvestment in accordance with AASB 132 Financial Instruments: Presentation (AASB 132).

Distribution to unit holders are recognised directly in equity, and presented in the statement of changes in equity. A distribution payable is recognised in the statement of financial position where the amount remains unpaid at reporting date.

(i) Foreign currency translation

(i) Functional and presentation currency

Balances included in the Fund's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). This is the Australian dollar, which reflects the currency of the economy in which the Fund competes for funds and is regulated. The Australian dollar is also the Fund's presentation currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translations at period end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

The Fund does not isolate that portion of unrealised gains or losses on financial instruments that are measured at fair value through profit or loss and which is due to changes in foreign exchange rates. Such fluctuations are included with the net gains/(losses) on financial instruments at fair value through profit or loss.

(j) Due from/to brokers

Amounts due from/to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet delivered by period end. The due from brokers balance is held for collection and are recognised initially at fair value and subsequently measured at amortised cost.

2 Summary of significant accounting policies (continued)**(k) Receivables**

Receivables may include amounts for interest. Where applicable, interest is accrued on a daily basis. Amounts are generally received within 30 days of being recorded as receivables.

(l) Payables

Payables include liabilities, accrued expenses owed by the Fund and any distributions declared which are unpaid as at the end of the reporting period.

A separate distribution payable is recognised in the statement of financial position.

Distributions declared effective 30 June in relation to unit holders who have previously elected to reinvest distributions are recognised as reinvested effective 1 July of the following financial period.

(m) Earnings per Unit

Earnings per Unit are calculated by dividing the profit or loss of the Fund by the weighted average number of Units outstanding during the financial period.

(n) Applications and redemptions

Applications received for units in the Fund are recorded net of any entry fees payable prior to the issue of units in the Fund. Units are not able to be redeemed while the fund is listed on ASX. However, the Responsible Entity may undertake a buy back of units which satisfies the requirements of the Corporations Act and the Listing Rules.

(o) Goods and services tax (GST)

The GST incurred on the costs of various services provided to the Fund by third parties such as management, administration and custodian services where applicable, have been passed on to the Fund. The Fund qualifies for Reduced Input Tax Credits (RITC) at a rate of at least 95.5%. Hence, fees for these services and any other expenses have been recognised in the statement of comprehensive income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Amounts payable are inclusive of GST. The net amount of GST recoverable from the ATO is included in receivables in the statement of financial position. Cash flows relating to GST are included in the statement of cash flows on a gross basis.

(p) Operating segment

An operating segment is a distinguishable component of the Fund that is engaged in business activity from which the Fund earns revenues and incurs expenses, whose operating results are regularly reviewed by the Fund's Investment Manager in order to make decisions about the allocation of resources to the segment and assess its performance, and for which discrete financial information is available.

(q) Use of estimates

The Fund makes estimates and assumptions that affect the reported amounts of assets and liabilities within the current period and next financial year. Estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

For the majority of the Fund's financial instruments, quoted market prices are readily available. However, certain financial instruments, for example over the counter derivatives or unquoted securities, are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and periodically reviewed by experienced personnel of the Investment Manager.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations, require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

For more information on how fair value is calculated refer to Note 5 to the financial statements.

The Fund estimates the expected credit loss (ECL) using impairment model, which has not materially impacted the Fund. Please see Note 3 for more information on credit risk.

2 Summary of significant accounting policies (continued)

(r) Comparative period

The Fund was constituted on 4 July 2018, registered with the Australian Securities and Investment Commission on 17 July 2018 and commenced investment operations on 26 September 2018. There was no investment activity in the period 17 July 2018 to 25 September 2018. The reporting period covers the period 17 July 2018, being the registration date to 30 June 2019, hence there is no comparative information.

(s) Rounding of amounts

The Fund is an entity of a kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* relating to the "rounding off" of amounts in the financial statements. Amounts in the financial statements have been rounded to the nearest thousand dollars unless otherwise indicated.

3 Financial risk management

The Fund's activities expose it to a variety of financial risks including market risk (which incorporates price risk, foreign exchange risk and interest rate risk), credit risk and liquidity risk.

The Fund's overall risk management programme focuses on ensuring compliance with the Fund's Product Disclosure Statement and the investment guidelines of the Fund. It also seeks to maximise the returns derived for the level of risk to which the Fund is exposed and seeks to minimise potential adverse effects on the Fund's financial performance.

The investments of the Fund, and associated risks, are managed by a Specialist Investment Manager, Neuberger Berman Australia Pty Limited under an Investment Management Agreement (IMA) approved by the Responsible Entity, and containing the investment strategy and guidelines of the Fund, consistent with those stated in the Product Disclosure Statement.

The Fund uses different methods to measure different types of risk to which it is exposed. These methods include Value at Risk ("VaR") analysis in the case of interest rate, foreign exchange and other price risks, and ratings analysis for credit risk. VaR analysis is explained in note 3(b).

(a) Market risk

(i) Price risk

Price risk arises from investments held by the Fund for which prices in the future are uncertain. Where non-monetary financial instruments are denominated in currencies other than the Australian Dollar, the price in the future will also fluctuate because of changes in foreign exchange rates which are considered a component of price risk.

The Investment Manager uses research and analysis to monitor variables that elevate price risk and to minimize the downside impact of these variables on the Fund's investments. Additionally, the Investment Manager performs regular reviews of both large security positions held across all portfolios and large market exposures for the Fund.

(ii) Foreign exchange risk

The Fund operates internationally and holds both monetary and non-monetary assets dominated in currencies other than the Australian dollar. Foreign exchange risk arises as the value of monetary securities denominated in other currencies fluctuate due to changes in exchange rates. The foreign exchange risk relating to non-monetary assets and liabilities is a component of price risk and not foreign exchange risk. However, the Investment Manager monitors the exposure of all foreign currency denominated assets and liabilities.

The Investment Manager performs regular reviews of currency exposure within the Fund. The Fund does not use forward currency contracts for speculative purposes. The Investment Manager intends to mitigate the Fund's exposure to all foreign currencies through the use of forward currency contracts hedged back to the Australian dollar.

The table below summarises the Fund's financial assets and financial liabilities, monetary and non-monetary, which are denominated in a currency other than the Australian dollar.

3 Financial risk management (continued)

As at 30 June 2019	US Dollar A\$'000	Euro A\$'000	British Pounds A\$'000
Cash and cash equivalents	3,750	115	21
Receivables	3	11	-
Due from brokers - receivable for securities sold	342	-	-
Financial assets at fair value through profit or loss	348,041	75,201	17,629
Due to brokers - payable for securities purchased	(779)	-	(1,099)
Financial liabilities at fair value through profit or loss	<u>(11,803)</u>	<u>(1,713)</u>	<u>-</u>
Net exposure	<u>339,554</u>	<u>73,614</u>	<u>16,551</u>
Net increase/(decrease) in exposure from forward currency contracts	<u>(338,482)</u>	<u>(72,705)</u>	<u>(15,807)</u>
Net exposure including forward currency contracts	<u>1,072</u>	<u>909</u>	<u>744</u>

(iii) Interest rate risk

The Fund's interest bearing financial assets expose it to risks associated with the effects of fluctuation in the prevailing levels of market interest rate on its financial positions and cash flows.

The Fund's main interest rate risk arises from its investments in fixed interest and floating interest securities.

Interest rate risk is managed by the Investment Manager. The Investment Manager manages interest rate risk through the active selection of international corporate bonds and international floating rate notes to increase or decrease the total interest rate risk (also called duration) of the Fund.

The table summarises the Fund's exposure to interest rate risks at the end of reporting period.

As at 30 June 2019	Floating interest rate \$'000	Fixed interest rate \$'000	Non-interest bearing \$'000	Total \$'000
Assets				
Cash and cash equivalents	3,941	-	-	3,941
Receivables	-	-	54	54
Due from brokers - receivable for securities sold	-	-	342	342
Financial assets at fair value through profit or loss	<u>23,391</u>	<u>417,316</u>	<u>487</u>	<u>441,194</u>
Total assets	<u>27,332</u>	<u>417,316</u>	<u>883</u>	<u>445,531</u>
Liabilities				
Distributions payable	-	-	(5,112)	(5,112)
Payables	-	-	(611)	(611)
Due to brokers - payable for securities purchased	-	-	(1,878)	(1,878)
Financial liabilities at fair value through profit or loss	<u>-</u>	<u>-</u>	<u>(13,563)</u>	<u>(13,563)</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>(21,164)</u>	<u>(21,164)</u>
Net exposure	<u>27,332</u>	<u>417,316</u>	<u>(20,281)</u>	<u>424,367</u>

3 Financial risk management (continued)

(b) Summarised VaR analysis

Value at risk ("VaR") VaR is a statistical technique that attempts to summarise the exposure of a given portfolio to market risk by making assumptions about the expected probability distribution of future portfolio returns. VaR represents the maximum reasonable loss that an investor could expect during a time period, with a given probability. In order to estimate this future market risk, VaR assumes a normal or "bell shaped" curve of future portfolio returns and uses the unique characteristics of the normal distribution primarily symmetry of future returns both higher and lower than the average future return to estimate the amount of the possible future losses.

To calculate VaR, the Investment Manager uses the historic price volatility and correlations of current portfolio holdings to calculate both the historic average return and the historic standard deviation of returns around the average. These statistics are then extrapolated into the future using the assumption of normal distribution to calculate an expected loss if the future portfolio return volatility behaves according to these assumptions. The VaR calculation presented here for the Fund use a 99% confidence interval and assumes a 1 month holding period.

Assumptions and limitations of VaR

The calculation process involves gathering the historical price volatility and correlations of the current portfolio holdings to arrive at an estimate of predicted future volatility and expected risk of loss. These limitations and the nature of the VaR measures mean that the Fund can neither guarantee that losses will not exceed the VaR amounts indicated nor that losses in excess of the VaR amounts will not occur more frequently than is stipulated by the model. VaR represents the probable expected loss that could be experienced during a given period - not the maximum loss that an investor could experience. It must be noted however that while the VaR model is an important and valuable risk management tool, it cannot and does not take account of all possible market conditions and extremities that may impact market price risk. For further information regarding market price risk and other risk factors please refer to the Fund's Product Disclosure Statement.

The following table summarises the estimated market risk impact to the profitability of the Fund. The estimated impact has been calculated on the basis of a VaR number incorporating market price, currency and interest rate factors into an overall return risk.

	VaR Factor %	Net assets attributable to unit holders	Estimated impact of net assets attributable to unit holders
		\$'000	\$'000
30 June 2019	3.92%	424,367	16,635

Not all risks to which the portfolio may be exposed are intended to be captured by the VaR and, in particular, the framework does not seek to capture liquidity risk, counterparty credit risk, or extreme credit events such as an issuer default. In practice, the actual trading results will differ from the VaR and may not provide a meaningful indication of profits and losses in stressed market conditions. To determine the reliability of the VaR models, actual outcomes are monitored to test the validity of the assumptions and parameters used in the VaR calculation. Market risk positions are also subject to regular stress tests to ensure that the Fund would withstand an extreme market event.

(c) Credit risk

The Fund is exposed to credit risk, which is the risk that a counterparty will be unable to pay its obligations in full when they fall due, causing a financial loss to the Fund.

The Fund does not have a significant concentration of credit risk that arises from an exposure to a single counterparty or group of counterparties having similar characteristics.

The main concentration of credit risk, to which the Fund is exposed, arises from the Fund's investments in debt securities. The Fund is also exposed to counterparty credit risk on cash and cash equivalents, amounts due from brokers and other receivables.

The Fund determines credit risk and measures expected credit losses for financial assets measured at amortised cost using probability of default, exposure at default and loss given default. Management consider both historical analysis and forward looking information in determining any expected credit loss. At 30 June 2019, all receivables, amounts due from brokers, cash and short term deposits are held with counterparties with a credit rating of A+ or higher and are either callable on demand or due to be settled within 1 week.

Management consider the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12 month expected credit losses as any such impairment would be wholly insignificant to the Fund.

Credit risk is managed through the use of multiple, highly rated counterparties.

3 Financial risk management (continued)**(c) Credit risk (continued)***Concentration of credit risk*

The Fund also manages its exposure to credit risk by analysing the investment portfolio by industrial sector. The table below is a summary of the significant sector concentrations within the Fund.

Sector	As at 30 June 2019	
	Fair value \$'000	% of portfolio
Energy	56,410	12.8
Media	55,088	12.5
Basic Industry	54,207	12.3
Healthcare	37,019	8.4
Telecommunications	34,375	7.8
Utility	28,646	6.5
Services	25,120	5.7
Capital Goods	23,798	5.4
Leisure	23,357	5.3
Real Estate	18,510	4.2
Other	84,177	19.1
Total	440,707	100

(i) Debt securities

The Fund invests into debt securities subject to its limits as set out in the Product Disclosure Statement. The overall credit risk of the debt securities held is actively monitored by the Investment Manager. The credit rating used for debt securities is based on the following order, where available: Standard & Poor's Rating Services, Moody's Investors Service and Fitch Ratings. Where credit rating is not provided by any of those credit rating agencies, the security issuer's own credit rating may be used, or otherwise the security is treated as unrated. Investment into unrated debt securities is decided within the context of the overall risk of the portfolio. The Fund may require collateral or other security to support financial instruments with credit risk.

An analysis of debt by rating is set out in the table below.

Rating	As at 30 June 2019 \$'000
BBB-	13,304
BB+	41,249
BB	81,747
BB-	104,100
B+	57,217
B	77,829
B-	39,158
CCC+	24,026
CCC	1,759
CCC-	318
Total	440,707

3 Financial risk management (continued)

(c) Credit risk (continued)

(ii) Derivative financial instruments

The Fund restricts its exposure to credit losses on the trading of derivative instruments it holds by entering into master netting arrangements with counterparties (approved brokers) with whom it undertakes a significant volume of transactions. Master netting arrangements do not result in an offset of financial assets and liabilities, as transactions are usually settled on a gross basis. However, the credit risk associated with favourable contracts is reduced by master netting arrangement to the extent that if an event of default occurs, all amounts with the counterparty are closed and settled on a net basis. The Fund's overall exposure to credit risk on derivative instruments subject to a master netting arrangement can change substantially within a short period, as it is affected by each transaction subject to the arrangements. Refer to Note 4 to the financial statements for further analysis of the Fund's master netting arrangements.

(iii) Other

The Fund is not materially exposed to credit risk on other financial assets.

(iv) Maximum exposure to credit risk

The maximum exposure to credit risk before any credit enhancements at the end of each reporting period is the carrying amount of the financial assets. None of these assets are impaired.

(d) Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

Exposure to liquidity risk for the Fund may arise from the requirement to meet daily unit holder redemption requests or to fund foreign exchange related cash flow requirements.

The Investment Manager mitigates liquidity risk by investing in a diversified portfolio of liquid and illiquid securities. The Fund also maintains a cache of funds and financial assets which can easily be converted to cash as an additional source of liquidity.

(i) Maturities of non-derivative financial liabilities

The table below analyses the Fund's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. However, for net assets attributable to unit holders, the Responsible Entity does not envisage that the contractual maturity will be representative of the actual cash outflows, as holders of these instruments typically retain them for the medium to long term.

	Less than 1 month \$'000	1 to 6 months \$'000	6 to 12 months \$'000	Over 12 months \$'000	Total \$'000
At 30 June 2019					
Distributions payable	5,112	-	-	-	5,112
Payables	611	-	-	-	611
Due to brokers - payable for securities purchased	1,878	-	-	-	1,878
Contractual cash flows (excluding derivatives)	7,601	-	-	-	7,601

(ii) Maturities of gross settled derivative financial instruments

The table below analyses the Fund's gross settled derivative financial instruments based on their contractual maturity. The Fund may, at its discretion, settle financial instruments prior to their original contractual settlement date, in accordance with its investment strategy, where permitted by the terms and conditions of the relevant instruments.

3 Financial risk management (continued)

(ii) Maturities of gross settled derivative financial instruments (continued)

	Less than 1 month \$'000	1 to 6 months \$'000	6 to 12 months \$'000	Over 12 months \$'000	Total \$'000
At 30 June 2019					
Forward currency contracts					
Inflows	425,884	-	-	-	425,884
(Outflows)	(439,447)	-	-	-	(439,447)
Total gross settled derivatives	(13,563)	-	-	-	(13,563)

4 Offsetting financial assets and financial liabilities

Financial assets and liabilities are offset, and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The gross and net positions of financial assets and liabilities that have been offset in the statement of financial position are disclosed in the first three columns of the tables below.

	Effects of offsetting on the statement of financial position			Related amounts not offset		
	Gross amounts of financial instruments	Gross amounts set off in the statement of financial position	Net amount of financial instruments presented in the statement of financial position	Amounts subject to master netting arrangements	Collateral received/ pledged	Net amount
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
As at 30 June 2019						
Financial assets						
Forward currency contracts	487	-	487	(369)	-	118
Total	487	-	487	(369)	-	118
Financial liabilities						
Forward currency contracts	(13,563)	-	(13,563)	369	-	(13,194)
Total	(13,563)	-	(13,563)	369	-	(13,194)

(i) Master netting arrangement - not currently enforceable

Agreements with derivative counterparties are based on the International Swaps and Derivatives Association (ISDA) Master Agreement. Under the terms of these arrangements, only where certain credit events occur (such as default), that the net position owing/receivable to a single counterparty in the same currency will be taken as owing and all the relevant arrangements terminated.

5 Fair value measurement

The Fund measures and recognises financial assets and liabilities at fair value through profit or loss on a recurring basis.

The Fund has no assets or liabilities measured at fair value on a non-recurring basis in the current reporting period.

AASB 13 Fair Value Measurement requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

(a) Fair value in an inactive or unquoted market (level 2)

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Fund would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. Forward currency contracts are valued at the prevailing bid price at the end of each reporting period. The fair value of an option contract is determined by applying the Black Scholes option valuation model.

Some of the inputs to these models may not be market observable and are therefore estimated based on assumptions. The output of a model is always an estimate or approximation of a value that cannot be determined with certainty, and valuation techniques employed may not fully reflect all factors relevant to the positions the Fund holds. Valuations are therefore adjusted, where appropriate, to allow for additional factors including liquidity risk and counterparty risk.

(b) Recognised fair value measurements

The table below presents the Fund's financial assets and financial liabilities measured and recognised at fair value as at 30 June 2019.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2019				
Financial assets				
Forward currency contracts	-	487	-	487
Fixed interest securities	-	417,316	-	417,316
Floating interest securities	-	23,391	-	23,391
Total financial assets	-	441,194	-	441,194
Financial liabilities				
Forward currency contracts	-	13,563	-	13,563
Total financial liabilities	-	13,563	-	13,563

5 Fair value measurement (continued)**(c) Transfer between levels**

Management's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between levels in the fair value hierarchy at the end of the reporting period.

(d) Financial instruments not carried at fair value

The carrying value of financial assets and liabilities carried at amortised cost are assumed to approximate their fair value due to their short term nature.

6 Net gains/(losses) on financial instruments at fair value through profit or loss

Net gains/(losses) recognised in relation to financial assets and financial liabilities at fair value through profit or loss:

	For the period 26 September 2018 to 30 June 2019 \$'000
Financial assets	
Net realised gain/(loss) on financial assets at fair value through profit or loss	12,425
Net unrealised gain/(loss) on financial assets at fair value through profit or loss	<u>30,848</u>
Net gains/(losses) on financial assets at fair value through profit or loss	<u>43,273</u>
Financial liabilities	
Net realised gain/(loss) on financial liabilities at fair value through profit or loss	3,641
Net unrealised gain/(loss) on financial liabilities at fair value through profit or loss	<u>(13,563)</u>
Net gains/(losses) on financial liabilities at fair value through profit or loss	<u>(9,922)</u>
Total net gains/(losses) on financial instruments at fair value through profit or loss	<u>33,351</u>

7 Financial assets at fair value through profit or loss

	As at 30 June 2019 \$'000
Derivatives	
Forward currency contracts	<u>487</u>
Total derivatives	<u>487</u>
Interest bearing securities	
International corporate bonds	417,316
International floating rate notes	<u>23,391</u>
Total interest bearing securities	<u>440,707</u>
Total financial assets at fair value through profit or loss	<u>441,194</u>

A breakdown of interest bearing securities per sector is detailed in Note 3 (c).

8 Financial liabilities at fair value through profit or loss

	As at 30 June 2019 \$'000
Forward currency contracts	<u>13,563</u>
Total financial liabilities at fair value through profit or loss	<u>13,563</u>

9 Net assets attributable to unit holders

Under AASB 132 Financial Instruments: Presentation, puttable financial instruments meet the definition of a financial liability to be classified as equity where certain strict criteria are met. The Fund shall classify a financial instrument as an equity instrument from the date when the instrument has all the features and meets the following conditions:

- the puttable financial instrument entitles the holder to a pro rata share of net assets in the event of the Fund's liquidation;
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical;
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavourable conditions to the Fund, and it is not a contract settled in the Fund's own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

Movements in the number of units and net assets attributable to unit holders during the period were as follows:

	For the period 26 September 2018 to 30 June 2019	
	Units '000	\$'000
Opening balance	-	-
Applications	206,989	413,978
Reinvestment of distributions	93	185
Distributions paid and payable	-	(19,604)
Profit/(loss) for the period	<u>-</u>	<u>29,808</u>
Closing balance	<u>207,082</u>	<u>424,367</u>

As stipulated within the Fund's Constitution, each unit represents a right to an individual share in the Fund and does not extend to a right in the underlying assets of the Fund. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Fund.

10 Basic and diluted earnings per unit

For the period
26 September 2018
to
30 June 2019

Operating profit/(loss) attributable to unit holders (\$'000)	29,808
Weighted average number of units on issue ('000)	<u>207,082</u>
Basic and diluted earnings per unit (cents per unit)	<u>14.39</u>

The basic and diluted earnings per unit have been calculated using the profit attributable to unit holders of the Fund as the numerator. There is no difference between basic and diluted earnings per unit as no units are dilutive in nature.

11 Derivative financial instruments

In the normal course of business, the Fund enters into transactions in various derivative financial instruments which have certain risks. A derivative is a financial instrument or other contract which is settled at a future date and whose value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index or other variables.

Derivative financial instruments require no initial net investment or an initial net investment that is smaller than would be required for other types of contracts that would be expected to have a similar response to changes in market factors.

Derivative transactions include many different instruments such as forwards, futures and options. Derivatives are considered to be part of the investment process and the use of derivatives is an essential part of the Fund's portfolio management. Derivatives are not managed in isolation. Consequently, the use of derivatives is multifaceted and includes:

- hedging to protect an asset or liability of the Fund against a fluctuation in market values, foreign exchange risk or to reduce volatility;
- a substitution for trading of physical securities; and
- adjusting asset exposures within the parameters set in the investment strategy and adjusting the duration of fixed interest portfolios or the weighted average maturity of cash portfolios.

While derivatives are used for trading purposes, they are not used to gear (leverage) a portfolio. Gearing a portfolio would occur if the level of exposure to the markets exceeds the underlying value of the Fund.

The Fund holds the following derivative instruments:

(a) Forward currency contracts

Forward currency contracts are primarily used by the Fund to economically hedge against foreign currency exchange rate risks on its non-Australian dollar denominated securities. The Fund agrees to receive or deliver a fixed quantity of foreign currency for an agreed upon price on an agreed future date. Forward currency contracts are valued at the prevailing bid price at the end of each reporting period. The Fund recognises a gain or loss equal to the change in fair value at the end of each reporting period.

The Fund's derivative financial instruments at period end are detailed below:

As at 30 June 2019	Contractual/notional \$'000	Assets \$'000	Liabilities \$'000
Forward currency contracts	<u>459,252</u>	<u>487</u>	<u>13,563</u>
Total derivatives	<u>459,252</u>	<u>487</u>	<u>13,563</u>

12 Distributions to unit holders

The distributions declared during the period were as follows:

	For the period 26 September 2018 to 30 June 2019 \$'000	For the period 26 September 2018 to 30 June 2019 CPU
Distributions		
October	1,812	0.8750
November	1,811	0.8750
December	1,811	0.8750
January	1,811	0.8750
February	1,811	0.8750
March	1,812	0.8750
April	1,812	0.8750
May	1,812	0.8750
June (payable)	5,112	2.4687
Total distributions	19,604	9.4687

13 Cash and cash equivalents

	As at 30 June 2019 \$'000
Cash at bank	3,941
Total cash and cash equivalents	3,941

These accounts are earning a floating interest rate of between -0.5% and 0.47% as at 30 June 2019.

14 Reconciliation of profit/(loss) to net cash inflow/(outflow) from operating activities

	For the period 26 September 2018 to 30 June 2019 \$'000
(a) Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities	
Profit/(loss) for the period	29,808
Net (gains)/losses on financial instruments at fair value through profit or loss	(33,351)
Net foreign exchange (gain)/loss	899
Proceeds from sale of financial instruments at fair value through profit or loss	193,329
Purchases of financial instruments at fair value through profit or loss	(586,084)
Net change in receivables	(43)
Net change in payables	611
Net cash inflow/(outflow) from operating activities	(394,831)
(b) Non-cash operating and financing activities	
The following distribution payments were satisfied by the issue of units under the distribution reinvestment plan.	185
Total non-cash financing and operating activities	185

15 Receivables

	As at 30 June 2019 \$'000
Interest receivable	3
Withholding tax receivable	11
GST receivables	40
Total receivables	54

16 Payables

	As at 30 June 2019 \$'000
Management fees payable	495
Responsible Entity fees payable	88
Custody and administration fees payable	28
Total payables	611

17 Remuneration of auditor

During the period the following fees were paid or payable for services provided by the auditor of the Fund:

	For the period 26 September 2018 to 30 June 2019 \$
PricewaterhouseCoopers	
<i>Audit and other assurance services</i>	
Audit and review of the financial statements	27,500
Audit of compliance plan	3,500
Total remuneration for audit and other assurance services	31,000
<i>Taxation services</i>	
Tax compliance services	9,890
Total remuneration for taxation services	9,890
Total remuneration of PricewaterhouseCoopers	40,890

The auditor's remuneration is borne by the Investment Manager. Fees are stated exclusive of GST.

18 Related party transactions

The Responsible Entity of the NB Global Corporate Income Trust is Equity Trustees Limited (ABN 46 004 031 298, AFSL 240975). Accordingly, transactions with entities related to Equity Trustees Limited are disclosed below.

The Responsible Entity has contracted services to Neuberger Berman Australia Pty Limited, to act as Investment Manager for the Fund, and JPMorgan Bank, N.A. to act as Custodian and Administrator for the Fund. The contracts are on normal commercial terms and conditions.

(a) Key management personnel

(i) Directors

Key management personnel include persons who were directors of Equity Trustees Limited at any time during or since the end of the financial period and up to the date of this report.

Philip D Gentry	(Chairman)
Harvey H Kalman	
Ian C Westley	
Michael J O'Brien	
Carmen Lunderstedt	(Company Secretary)

(ii) Other key management personnel

There were no other key management personnel with responsibility for planning, directing and controlling activities of the Fund, directly or indirectly during the reporting period.

(b) Transactions with key management personnel

There were no transactions with key management personnel during the reporting period.

(c) Key management personnel unit holdings

Key management personnel held units in the Fund as at 30 June 2019. Please refer to note 18(h).

(d) Key management personnel compensation

Key management personnel are paid by EQT Services Pty Ltd. Payments made from the Fund to Responsible Entity do not include any amounts directly attributable to the compensation of key management personnel.

(e) Key management personnel loans

The Fund has not made, guaranteed or secured, directly or indirectly, any loans to the key management personnel or their personally related entities at any time during the reporting period.

(f) Other transactions within the Fund

Apart from those details disclosed in this note, no key management personnel have entered into a material contract with the Fund during the reporting period and there were no material contracts involving management personnel's interests existing at period end.

(g) Responsible Entity's and Investment Manager's fees and other transactions

Under the terms of the Fund's Constitution and the Product Disclosure Statement for the Fund, the Responsible Entity and the Investment Manager are entitled to receive management fees, calculated by reference to the average daily net assets (excluding net assets attributable to unit holders) of the Fund as follows:

- (i) 0.70% per annum of the net asset value of the Fund for Management fees
- (ii) 0.025% per annum of the net asset value of the Fund for Responsible Entity fees

(g) Responsible Entity's and Investment Manager's fees and other transactions (continued)

The transactions during the reporting period and amounts payable at period end between the Fund, and the Responsible Entity and the Investment Manager were as follows:

	Period ended 30 June 2019
	\$
Management fees for the period	2,206,801
Responsible Entity fees for the period	141,756
Management fees payable at period end	494,809
Responsible Entity fees payable at period end	88,288

For information on how management fees are calculated please refer to the Fund's Product Disclosure Statement.

(h) Related party unit holdings

Parties related to the Fund (including Equity Trustees Limited, its related parties and other schemes managed by Equity Trustees Limited and the Investment Manager) hold units in the Fund as follows:

Unit holder	Number of units held opening	Number of units held closing	Fair value of investment \$	Interest held %	Number of units acquired	Number of units disposed	Distributions paid/payable by the Fund \$
As at 30 June 2019							
ETSL ATF AMG Super Members	-	1,406,742	2,883,821	0.68	1,406,742	-	121,629
The Glenleith Super Fund A/C*	-	75,000	153,750	0.04	75,000	-	7,102
Alice J M Williams**	-	13,500	27,675	0.01	13,500	-	1,278

* Glenn Sedgwick who is a director of EQT Holdings Limited, the parent entity of Equity Trustees Limited, is a member of the Glenleith Super Fund.

** Alice J M Williams is a director of EQT Holdings Limited, the parent entity of Equity Trustees Limited.

(i) Investments

The Fund did not hold any investments in Equity Trustees Limited or its related parties during the reporting period.

19 Operating segments

The Fund is organised into one main operating segment with only one key function, being the investment of funds internationally. It operates predominantly in Australia and in the securities industry. It earns revenue from interest income and other returns from the investment portfolio. The Fund continues to have foreign exposures as it invests in companies which operate internationally. The Company invests in different types of securities, as detailed at Note 5 Fair Value Measurement.

20 Events occurring after the reporting period**Dividend Declarations**

On 2 July 2019, the Directors declared a distribution for 30 June 2019 of 2.4687 cents per share, which was paid on 9 July 2019. On 4 July 2019, it was announced the total distribution paid to unitholders since inception was 9.469 cents per unit, equating to an annualised distribution rate of 6.24% (net of fees and expenses).

20 Events occurring after the reporting period (continued)

Dividend Declarations (continued)

On 2 August 2019, the Directors declared a distribution of 0.8991 cents per share and was paid on 9 August 2019.

On 26 August 2019, the Directors announced a distribution of 0.8991 cents per share with an Ex Date of 2 September 2019, and a record date of 3 September 2019 which will be paid on 10 September 2019.

Secondary capital raise by way of an entitlements offer

On 14 May 2019, the Responsible Entity announced a 1 for 1 non renounceable entitlement and shortfall offer of new fully paid ordinary units in the Fund to raise up to \$476 million. The offer was made available to institutional and retail investors in Australia and New Zealand under a Product Disclosure Statement.

On 2 July 2019, it was announced that the offer raised approximately \$476 million in total at an offer price of \$2.00 per new ordinary unit issued. New fully paid ordinary units were allotted to participating unitholders.

No other significant events have occurred since the end of the period which would impact on the financial position of the Fund as disclosed in the statement of financial position as at 30 June 2019 or on the results and cash flows of the Fund for the period ended on that date.

21 Contingent assets and liabilities and commitments

There are no outstanding contingent assets, liabilities or commitments as at 30 June 2019.

Directors' Declaration

In the opinion of the directors of the Responsible Entity:

- (a) The financial statements and notes set out on pages 10 to 34 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Australian Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the Fund's financial position as at 30 June 2019 and of its performance for the period ended on that date.
- (b) There are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable and
- (c) Note 2(a) confirms that the Financial Statements also comply with the International Financial Reporting Standards as issued by the International Accounting Standards Board.

This declaration is made in accordance with a resolution of the directors of Equity Trustees Limited through a delegated authority given by Equity Trustees Limited's Board.



Philip D Gentry
Chairman

Melbourne
30 August 2019



Independent auditor's report

To the unit holders of NB Global Corporate Income Trust

Report on the audit of the financial report

Our opinion

In our opinion:

The accompanying financial report of NB Global Corporate Income Trust (the Fund) is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Fund's financial position as at 30 June 2019 and of its financial performance for the period 26 September 2018 to 30 June 2019
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

What we have audited

The financial report comprises:

- the statement of financial position as at 30 June 2019
- the statement of comprehensive income for the period 26 September 2018 to 30 June 2019
- the statement of changes in equity for the period 26 September 2018 to 30 June 2019
- the statement of cash flows for the period 26 September 2018 to 30 June 2019
- the notes to the financial statements, which include a summary of significant accounting policies
- the directors' declaration.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial report* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Fund in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

PricewaterhouseCoopers, ABN 52 780 433 757
2 Riverside Quay, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
T: 61 3 8603 1000, F: 61 3 8603 1999, www.pwc.com.au

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Our audit approach

An audit is designed to provide reasonable assurance about whether the financial report is free from material misstatement. Misstatements may arise due to fraud or error. They are considered material if individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

We tailored the scope of our audit to ensure that we performed enough work to be able to give an opinion on the financial report as a whole, taking into account the geographic and management structure of the Fund, its accounting processes and controls and the industry in which it operates.

NB Global Corporate Income Trust is a listed investment trust on the ASX. The Fund primarily makes investments in debt securities.



Materiality

- For the purpose of our audit we used overall materiality of \$4.2 million, which represents approximately 1% of the Fund's net assets attributable to unit holders.
- We applied this threshold, together with qualitative considerations, to determine the scope of our audit and the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements on the financial report as a whole.
- We chose net assets attributable to unit holders because, in our view:
 - it is the metric against which the performance of the Fund is most commonly measured, and
 - a generally accepted benchmark for listed investment trusts.
- We utilised a 1% threshold based on our professional judgement, noting it is within the range of commonly acceptable thresholds.



Audit Scope

- Our audit focused on where the Fund made subjective judgements; for example, significant accounting estimates involving assumptions and inherently uncertain future events.
- The unit registry, custody and administration functions of the Fund are conducted by third party service providers. These third party service providers significantly contribute to the safe-keeping of the Fund's assets, the maintenance of the Fund's financial records and the preparation of the Fund's financial report.
- The Fund's third party service providers engaged independent external auditors to provide assurance reports over the design and operating effectiveness of the third party service providers' key internal controls relevant to the preparation and fair presentation of the Fund's financial report.
- The independent external auditor of the Fund's administrator and custodian provides us with an assurance report over the valuation and existence of the Fund's investments as at 30 June 2019.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report for the current period. The key audit matter was addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on this matter. Further, any commentary on the outcomes of a particular audit procedure is made in that context. We communicated the key audit matter to the board of directors of Equity Trustees Limited as responsible entity (the Responsible Entity) of the Fund.

Key audit matter

How our audit addressed the key audit matter

Investment existence and valuation

Refer to note 2, note 7 and note 8

At 30 June 2019, investments in financial assets and financial liabilities at fair value through profit or loss of \$441,194,000 and \$13,563,000 respectively were comprised primarily of investments in debt instruments including fixed and floating interest securities and forward currency contracts.

The existence and valuation of these investments was a key audit matter because they represent the principal elements of the statement of financial position, accounting for 101% of net assets. A discrepancy in the existence or valuation of investments could cause the net assets attributable to unit holders to be materially misstated which could also impact the Fund's performance as the valuation of financial assets and financial liabilities is the main driver of movements in profit.

We performed the following procedures, amongst others:

We assessed our ability to place reliance on the service organisations' independent auditor assurance reports by considering the auditors' independence, experience, competency and the result of their procedures, which are considered below:

Assurance reports over the design and operating effectiveness of the service provider's relevant controls over the valuation and existence of investments

To assess the design and operating effectiveness of the service provider's relevant controls, we:

- inspected the independent assurance reports provided to the Fund by the third party service provider's independent auditors, and
- considered the Fund's analysis of the potential impact of reported exceptions identified in the third party service provider's assurance reports.



Key audit matter

How our audit addressed the key audit matter

Assurance report over the valuation and existence of the Fund's investments

We obtained an independent assurance report from the third party service provider's external auditor over the valuation and existence of the Fund's investments as at balance date.

We agreed the number and value of the investments at 30 June 2019 as recorded in the Fund's financial report and underlying accounting records to the independent assurance report provided by the external auditor of the third party service provider.

Having done this, and after our consideration of the service provider's auditor as described above, we were satisfied that we could rely on their independent assurance report for the purposes of our audit.

We assessed the adequacy of the disclosures in Note 2, Note 7 and Note 8 to the financial report in light of the requirements of Australian Accounting Standards.

Other information

The directors of the Responsible Entity of the Fund (the directors) are responsible for the other information. The other information comprises the information included in the annual report for the period ended 30 June 2019, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Responsibilities of the directors for the financial report

The directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Fund to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

http://www.auasb.gov.au/auditors_responsibilities/ar2.pdf. This description forms part of our auditor's report.

A handwritten signature in blue ink that reads 'PricewaterhouseCoopers'.

PricewaterhouseCoopers

A handwritten signature in blue ink, appearing to be 'George Sagonas'.

George Sagonas
Partner

Melbourne
30 August 2019

ASX ADDITIONAL INFORMATION

NB Global Corporate Income Trust (ARSN 627 297 241) (the Fund)

Additional information required by the Australian Securities Exchange Limited ("ASX") Listing Rules and not disclosed elsewhere in this report is as follows. The information is current as at 15 August 2019 unless otherwise indicated.

A. CORPORATE GOVERNANCE STATEMENT

Refer to the Annual Report, page 8.

B. SUBSTANTIAL UNIT HOLDERS

There are no unit holders that have a substantial holding.

C. CLASSES OF UNITS

Refer to the Annual Report, Note 9, page 28.

D. VOTING RIGHTS

Voting at a general meeting is by a show of hands unless a poll is validly demanded. On a show of hands each unit holder (and each proxy, attorney or representative) has one vote, and on a poll, each unit holder (and each proxy, attorney or representative) has one vote for each dollar value of units held. For voting purposes, the value of a unit in the Fund is the last sale price on the ASX on the trading day immediately before the day on which the poll is taken

E. DISTRIBUTION OF UNITS

Analysis of numbers of unit holders by size of holding as at 15 August 2019:

	SIZE OF HOLDING	NO. OF HOLDERS	TOTAL UNITS	PERCENTAGE
RANGES	1 – 1,000	87	51,702	0.012
	1,001 – 5,000	1,220	4,843,210	1.088
	5,001 – 10,000	2,281	19,456,228	4.369
	10,001 – 100,000	8,187	267,339,250	60.039
	100,001 and over	548	153,586,022	34.492
		12,323	445,276,412	100.00

There are 12 unit holders each with an unmarketable parcel of units being a holding of 243 or less, for a combined total of 456 units. This is based on a closing price of \$2.06 per unit as at 15 August 2019.



F. LARGEST UNIT HOLDERS

The names of the twenty largest holders of quoted units as at 15 August 2019 are listed below:

NO.	UNIT HOLDER NAME	NO. OF UNITS	PERCENTAGE
1	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	12,805,730	2.876%
2	BNP PARIBAS NOMINEES PTY LTD HUB24 CUSTODIAL SERV LTD DRP	7,234,460	1.625%
3	R F THOMPSON (QLD) PTY LTD <THOMPSON (QLD) FAM NO2 A/C>	5,000,000	1.123%
4	NAVIGATOR AUSTRALIA LTD <MLC INVESTMENT SETT A/C>	4,266,899	0.958%
5	J P MORGAN NOMINEES AUSTRALIA PTY LIMITED	4,088,805	0.918%
6	NETWEALTH INVESTMENTS LIMITED <WRAP SERVICES A/C>	2,877,217	0.646%
7	HARBREN PTY LIMITED <THE HARBREN A/C>	2,000,000	0.449%
8	FRANED PTY LIMITED <THE FRANED A/C>	1,650,000	0.371%
9	LANDCHARM PTY LTD	1,250,000	0.281%
10	THE POLICE ASSOCIATION	1,100,000	0.247%
11	HAMILTON EQUITIES PTY LTD	1,087,500	0.244%
12	ASIA UNION INVESTMENTS PTY LTD	1,000,000	0.225%
13	SEIDLER ARCHITECTURAL FOUNDATION PTY LTD <SEIDLER ARCHITECTURAL A/C>	867,150	0.195%
14	DIAMONDFIRE PTY LTD <WHEATLEY EXECUTIVE S/F A/C>	835,000	0.188%
15	GEAT INCORPORATED <GEAT-PRESERVATION FUND A/C>	800,000	0.180%
16	NETWEALTH INVESTMENTS LIMITED <SUPER SERVICES A/C>	767,501	0.172%
17	THE CORPORATION OF THE TRUSTEES OF THE ORDER OF THE SISTERS OF MERCY IN QLD <CONGREGATION A/C>	750,000	0.168%
18	NASAKE PTY LTD	739,750	0.166%
19	WILLOWBROOK HOLDINGS PTY LTD	739,656	0.166%
20	AUSTRALIAN EXECUTOR TRUSTEES LIMITED <NO 1 ACCOUNT>	735,300	0.165%



G. UNQUOTED EQUITY SECURITIES

There were no unquoted equity securities for the period 26 September 2018 to 30 June 2019 ("Reporting Period").

H. REVIEW OF OPERATIONS AND ACTIVITIES FOR THE REPORTING PERIOD

Refer to the Directors' report at page 1 of the Annual Report.

I. ON-MARKET BUY-BACKS

There have been no current on-market buy-backs.

J. CASH AND ASSETS USED

During the Reporting Period, the Fund invested in accordance with the investment objective and guidelines as set out in the latest Product Disclosure Statement of the Fund dated 14 May 2019 and in accordance with the Fund's Constitution.

K. LIST OF ALL INVESTMENTS HELD BY THE FUND AT THE BALANCE DATE

Investments held as at 30 June 2019				
ACFP VAR PERP	ACHC 6.50% 01MAR24	CSNABZ 7.00% 23DEC49	LIGTBZ 7.25% 03MAY23	SBKSJ VAR 31MAY29
ADRBID 4.87% 01JUL24	ADIBUH VAR PERP	CSNABZ 7.62% 13FEB23	LINTA 8.50% 15JUL29	SCI 5.37% 15MAY24
ADRBID 9.00% 15NOV25	ADT 4.87% 15JUL32	CSNABZ 7.62% 17APR26	LIQTEL 8.50% 13JUL22	SEMG 5.62% 15NOV23
ADRBID FLT 15MAY25	AESGEN 4.56% 30APR25	CSTM 6.62% 01MAR25	LPLA 5.75% 15SEP25	SFRFP 7.37% 01MAY26
ALTICE 4.75% 15JAN28	AGUSAN 6.62% 01FEB23	CTL 6.87% 15SEP33	LTMCI 7.00% 01MAR26	SFRFP 8.12% 01FEB27
ALTICE 9.00% 15JUN23	AKBNK 5.00% 24OCT22	CWCLN 6.87% 15SEP27	LVL 5.37% 15JAN24	SGMS 8.25% 15MAR26
ANTOLN 3.37% 30APR26	ALTICE 7.50% 15MAY26	DAR 5.25% 15APR27	LYV 4.87% 01NOV24	SHIMAO 6.12% 21FEB24
ARDFIN 6.62% 15SEP23	AM 5.37% 15SEP24	DCP 5.37% 15JUL25	MD 6.25% 15JAN27	SIRI 5.00% 01AUG27
ATCNA 6.25% 15FEB25	AMC 5.75% 15JUN25	DCP 5.60% 01APR44	MEDCIJ 8.50% 17AUG22	SIRI 5.37% 15JUL26
ATCNA 8.00% 15MAY27	AMC 6.12% 15MAY27	DCP VAR 21MAY43	MGM 5.50% 15APR27	SIRI 5.50% 01JUL29
AVTR 4.75% 01OCT24	AMCX 4.75% 01AUG25	DELL 6.02% 15JUN26	MGM 5.75% 15JUN25	SISSETI 6.95% 14MAR26
BDC 3.87% 15MAR28	AMGFN 6.12% 15MAR24	DISH 7.75% 01JUL26	MGMCHI 5.87% 15MAY26	SIX 4.87% 31JUL24
BHCCN 4.50% 15MAY23	AMGFN 6.62% 15JAN28	DOOR 5.75% 15SEP26	MHPSA 6.95% 03APR26	SM 6.12% 15NOV22



BWY 4.75% 15APR24	AMGFIN 7.12% 15MAR26	DRXLN 6.62% 01NOV25	MLTPLN 7.12% 01JUN24	SM 6.62% 15JAN27
CAR 4.75% 30JAN26	AMKR 6.62% 15SEP27	ELMTIA 5.50% 15JAN25	MPW 5.00% 15OCT27	SM 6.75% 15SEP26
CEMEX 2.75% 05DEC24	ARDFIN 7.12% 15SEP23	ENDP 6.00% 01FEB25	MPW 5.25% 01AUG26	SOIAZ 6.95% 18MAR30
CFX 3.25% 15MAY25	ARGID 4.25% 15SEP22	ENDP 6.00% 15JUL23	MPW 5.50% 01MAY24	SPB 5.75% 15JUL25
CSTM 4.25% 15FEB26	ARGID 6.00% 15FEB25	ENR 6.37% 15JUL26	MRFGZ 6.87% 19JAN25	SPB 6.12% 15DEC24
CTCBON 5.25% 15DEC25	ARMK 5.00% 01FEB28	ENR 7.75% 15JAN27	MRFGZ 7.00% 14MAY26	SPLS 10.75% 15APR27
DAR 3.62% 15MAY26	ASCRES 7.00% 01NOV26	EQIX 5.87% 15JAN26	MSUNRG 6.87% 01FEB25	SPLS 7.50% 15APR26
DOUGR 6.25% 15JUL22	ASSPAR 7.00% 15AUG25	ERI 6.00% 15SEP26	MTDR 5.87% 15SEP26	ST 6.25% 15FEB26
EIRCOM 3.50% 15MAY26	ASSPAR 8.00% 15MAY27	ESI 5.87% 01DEC25	MTH 5.12% 06JUN27	STAY 5.25% 01MAY25
ENR 4.62% 15JUL26	ATCNA 10.50% 15MAY27	ESKOM 8.45% 10AUG28	NAVI 6.62% 26JUL21	STCITY 7.25% 11FEB24
EOFP 2.62% 15JUN25	ATCNA 7.62% 15FEB25	EVERRE 8.25% 23MAR22	NAVI 6.75% 15JUN26	SUMMPL 5.75% 15APR25
EUROCA 4.00% 30APR26	AZUPOE 5.50% 03NOV22	EVERRE 8.75% 28JUN25	NCX 4.87% 01JUN24	SUNAC 8.35% 19APR23
GCLIM FLT 15APR24	BANBOG 6.25% 12MAY26	EVRAZ 5.37% 20MAR23	NCX 5.00% 01MAY25	TATAIN 5.45% 24JAN28
GESTSM 3.25% 30APR26	BANBRA 4.75% 20MAR24	EXIMUK 9.62% 27APR22	NCX 5.25% 01AUG23	TCKBCN 6.25% 15JUL41
GT 3.75% 15DEC23	BANBRA VAR PERP	FCX 5.40% 14NOV34	NCX 5.25% 01JUN27	TDG 6.25% 15MAR26
HTZ 5.50% 30MAR23	BANORT VAR PERP	FCX 5.45% 15MAR43	NEP 4.25% 15SEP24	TECPET 4.87% 12DEC22
IGT 3.50% 15JUL24	BBALN 5.37% 01MAY26	FMCN 7.25% 01APR23	NEXA 5.37% 04MAY27	TEVA 3.15% 01OCT26
INEGRP 2.12% 15NOV25	BBVASM VAR 18JAN33	FMGAU 4.75% 15MAY22	NFLX 4.37% 15NOV26	TEVA 4.10% 01OCT46
INEGRP 5.37% 01AUG24	BCOLO VAR 18OCT27	FMGAU 5.12% 15MAY24	NFLX 4.875% 15APR28	THC 4.62% 15JUL24
INTERN 3.37% 15NOV25	BCULC 4.25% 15MAY24	FTDR 6.75% 15AUG26	NFLX 5.37% 15NOV29	THC 6.25% 01FEB27
INXN 4.75% 15JUN25	BCULC 5.00% 15OCT25	FTLNHD 6.50% 23APR21	NFLX 5.87% 15NOV28	THC 6.75% 15JUN23
IQV 2.87% 15SEP25	BECN 4.87% 01NOV25	FTR 8.50% 01APR26	NFLX 6.37% 15MAY29	THC 6.87% 15NOV31



KRO 3.75% 15SEP25	BEEFBZ 6.50% 20SEP26	GARAN VAR 24MAY27	NGLS 4.25% 15NOV23	THC 7.00% 01AUG25
LEVI 3.37% 15MAR27	BERY 4.50% 15FEB26	GCLNE 7.10% 30JAN21	NGLS 5.00% 15JAN28	TIGO 6.25% 25MAR29
LHMCFI 4.75% 22MAY25	BERY 5.12% 15JUL23	GEL 6.25% 15MAY26	NGLS 5.12% 01FEB25	TITIM 6.00% 30SEP34
LKQ 4.12% 01APR28	BERY 5.62% 15JUL27	GEL 6.50% 01OCT25	NGLS 6.50% 15JUL27	TLN 10.50% 15JAN26
LOXAM 4.50% 15APR27	BHCCN 5.50% 01NOV25	GEOPAR 6.50% 21SEP24	NGLS 6.87% 15JAN29	TLN 6.50% 01JUN25
LPTY VAR PERP	BHCCN 5.75% 15AUG27	GKOLN 5.25% 24JUL24	NLSN 5.00% 01FEB25	TLN 6.62% 15JAN28
MATTER 4.00% 15NOV27	BHCCN 6.12% 15APR25	GNNEIA 8.75% 20JAN22	NLSN 5.00% 15APR22	TLN 7.25% 15MAY27
MPW 3.32% 24MAR25	BHCCN 7.00% 15JAN28	GRA 5.62% 01OCT24	NRG 5.25% 15JUN29	TLWLN 7.00% 01MAR25
NFLX 3.87% 15NOV29	BHCCN 8.50% 31JAN27	GRNCH VAR PERP	NRG 6.62% 15JAN27	TMH 6.37% 01FEB25
NFLX 4.62% 15MAY29	BIGBRS 7.25% 01SEP25	GRNCH VAR PERP	NRG 7.25% 15MAY26	TMHC 5.62% 01MAR24
ORANOF 4.87% 23SEP24	BNKEA VAR PERP	GT 4.87% 15MAR27	NSUS 4.75% 01FEB22	TMHC 5.87% 15JUN27
PAPREC 4.00% 31MAR25	BRUINE 8.87% 01AUG23	GTE 6.25% 15FEB25	NSUS 5.62% 28APR27	TMUS 4.50% 01FEB26
PAPREC FLT 31MAR25	BTGPBZ 5.50% 31JAN23	GTN 7.00% 15MAY27	NSUS 6.00% 01JUN26	TOL 4.35% 15FEB28
PROGRP 3.00% 31MAR26	BTGPBZ VAR 15FEB29	GZRFPR 5.75% 13JAN22	NUAN 5.62% 15DEC26	TOL 4.37% 15APR23
PTECLN 4.25% 07MAR26	BWY 5.50% 15APR24	GZRFPR 8.12% 27FEB23	NUAN 6.00% 01JUL24	TOL 4.87% 15MAR27
REPSM VAR 25MAR75	BWY 7.25% 15APR25	HBGCN 7.00% 01MAY26	NXST 5.62% 15JUL27	TOL 5.62% 15JAN24
ROSINI FLT 30OCT25	BYD 6.37% 01APR26	HBMCN 7.62% 15JAN25	OAS 6.25% 01MAY26	TPH 5.25% 01JUN27
SAMISA 3.50% 15MAY26	CAMEBO 5.75% 31JAN27	HCA 5.37% 01SEP26	OAS 6.87% 15MAR22	TPH 5.87% 15JUN24
SAZGR 5.00% 30SEP25	CAR 5.25% 15MAR25	HCA 5.62% 01SEP28	ORAZEN 5.62% 28APR27	TRAGAS 6.75% 02MAY25
SCHENC 5.37% 15JUN23	CCK 4.75% 01FEB26	HCA 5.87% 01FEB29	ORTCLI 6.62% 15MAY22	TROX 5.75% 01OCT25
SFRFP 5.87% 01FEB27	CCO 9.25% 15FEB24	HCA 7.50% 15NOV95	OUT 5.62% 15FEB24	TROX 6.50% 15APR26
SGLGR 4.62% 30SEP24	CDK 4.87% 01JUN27	HDSUPP 5.37% 15OCT26	OUT 5.87% 15MAR25	TRUBRU 6.75% 03APR20



SGMS 5.50% 15FEB26	CDK 5.87% 15JUN26	HDSUWA 6.12% 15AUG25	PAMPAR 7.50% 24JAN27	TRWH 6.75% 01JUN27
SHAEFF VAR 15MAY27	CDWC 5.00% 01SEP25	HILDOC 5.12% 01MAY26	PBH 6.37% 01MAR24	TURKTI 4.87% 19JUN24
SMTPLN 2.00% 31JAN25	CEMEX 7.75% 16APR26	HNDLIN 5.87% 30SEP26	PDCE 5.75% 15MAY26	UPCB 5.37% 15JAN25
SOFTBK 5.00% 15APR28	CF 5.37% 15MAR44	HNDLIN 6.25% 15AUG24	PDCN 5.25% 15NOV24	USAC 6.87% 01SEP27
SOLBBB VAR PERP	CFX 6.00% 15FEB24	HNTOL 6.37% 01JUN28	PDCN 7.75% 15DEC23	VEDLN 6.37% 30JUL22
SPB 4.00% 01OCT26	CFX 6.37% 15FEB26	HOLX 4.37% 15OCT25	PDLLN 7.25% 01MAY22	VIP 7.25% 26APR23
TCHEN 6.00% 30JUL26	CGPHLC 5.25% 15OCT25	HTZ 5.50% 15OCT24	PETBRA 5.99% 27JAN28	VIZIEN 6.25% 15MAY27
TDCDC 7.00% 17JUN23	CHALUM VAR PERP	HTZ 7.62% 01JUN22	PETBRA 6.90% 19MAR49	VMED 5.50% 15AUG26
TELEFO VAR PERP	CHCOCH 5.87% 31MAR25	IAASPI 5.50% 15JUN27	PETBRA 7.37% 17JAN27	VMED 6.00% 15OCT24
TEN 4.87% 15APR22	CHINSC 7.45% 17APR21	IGT 6.25% 15JAN27	PGILLN 4.70% 29JAN24	VOLCAN 5.37% 02FEB22
TITIM 3.00% 30SEP25	CHK 8.00% 15JAN25	IHRT 8.37% 01MAY27	PHM 5.50% 01MAR26	VST 5.00% 31JUL27
TNETBB 3.50% 01MAR28	CHK 8.00% 15JUN27	IMHRUS 7.50% 04MAY22	POST 5.50% 01MAR25	VST 5.50% 01SEP26
TPZSM 6.25% 15MAY26	CHTR 5.00% 01FEB28	INDYIJ 5.87% 09NOV24	POST 5.62% 15JAN28	VST 5.62% 15FEB27
TTMTIN 4.50% 15JAN26	CHTR 5.12% 01MAY23	INEGRP 5.62% 01AUG24	POST 5.75% 01MAR27	VTRFIN 6.87% 15JAN24
UGI 3.25% 01NOV25	CHTR 5.75% 15FEB26	INKENE 5.87% 09NOV27	PPDI 7.75% 15MAY22	WCG 5.37% 15AUG26
UPCB 3.62% 15JUN29	CIFIHG 5.50% 23JAN22	INTEL 5.50% 01AUG23	PQCOR 6.75% 15NOV22	WDC 4.75% 15FEB26
WINTRE 3.12% 20JAN25	CLF 5.87% 01JUN27	INTEL 8.12% 01JUN23	PRSESE 9.25% 15MAY23	WINTRE 5.00% 20JAN26
WMG 3.62% 15OCT26	CMIGBZ 9.25% 05DEC24	IQV 5.00% 15OCT26	PRXL 6.37% 01SEP25	WLL 6.25% 01APR23
ZIGGO 4.25% 15JAN27	CMLP 5.62% 01MAY27	IRM 4.87% 15SEP27	QNBFB 4.87% 19MAY22	WLL 6.62% 15JAN26
AMC 6.37% 15NOV24	CMLP 5.75% 01APR25	IRM 5.25% 15MAR28	QNBFB 6.87% 07SEP24	WMG 5.00% 01AUG23
ARGID 4.75% 15JUL27	CMLP 6.25% 01APR23	IRM 5.37% 01JUN26	QVCN 4.85% 01APR24	WOORIB VAR PERP
COOPWH STP 08JUL26	COGARD 8.00% 27JAN24	ISCTR 6.12% 25APR24	QVCN 5.45% 15AUG34	WPX 5.75% 01JUN26



CPKLN 4.87% 28FEB47	COMM 5.00% 15MAR27	JBSSBZ 6.25% 05FEB23	RADIAT 6.62% 15FEB25	WTTINV 5.50% 21NOV22
DRXLN 4.25% 01MAY22	COMM 6.00% 01MAR26	JCOM 6.00% 15JUL25	RAILBZ 7.37% 09FEB24	WYNNLV 5.50% 01MAR25
HTHROW 5.75% 03MAR25	COMM 6.00% 15JUN25	JELD 4.62% 15DEC25	RAIZBZ 5.30% 20JAN27	XOG 5.62% 01FEB26
IRM 3.87% 15NOV25	COMM 8.25% 01MAR27	JELD 4.87% 15DEC27	RAX 8.62% 15NOV24	YKBNK 5.75% 24FEB22
LADLN 5.12% 08SEP23	CPN 5.75% 15JAN25	JSTLIN 5.95% 18APR24	RDEDOR 4.95% 17JAN28	YKBNK 6.10% 16MAR23
MLNHMS 5.50% 15OCT24	CQP 5.25% 01OCT25	KAR 5.12% 01JUN25	REYNOL 5.12% 15JUL23	YKBNK 8.25% 15OCT24
NWENET 5.87% 21JUN21	CRBKMO 5.87% 07NOV21	KCHOL 5.25% 15MAR23	REZI 6.12% 01NOV26	YPFDAR 8.50% 27JUN29
PETBRA 5.37% 01OCT29	CRI 5.62% 15MAR27	KLAB 7.00% 03APR49	RLGY 4.87% 01JUN23	YPFDAR 8.50% 28JUL25
PFDLN 6.25% 15OCT23	CRROCK 5.62% 15OCT25	KOS 7.12% 04APR26	RLGY 5.25% 01DEC21	YPFDAR 8.75% 04APR24
STGATE 4.87% 15MAR22	CSCHL 10.87% 15OCT25	KZOKZ 4.75% 19APR27	RLGY 9.37% 01APR27	YUM 5.25% 01JUN26
STGATE FLT 15MAR22	CSCHLD 5.50% 15APR27	LAMR 5.75% 01FEB26	ROADKG 7.87% 01FEB23	YUZHOU 7.90% 11MAY21
STGATE FLT 15MAR22	CSCHLD 5.50% 15MAY26	LB 5.25% 01FEB28	RRC 5.00% 15MAR23	ZAYOGR 5.75% 15JAN27
TRAVEL FLT 15JUL25	CSCHLD 6.50% 01FEB29	LEN 4.87% 15DEC23	S 7.62% 01MAR26	ZAYOGR 6.00% 01APR23
VMED 5.00% 15APR27	CSCHLD 6.62% 15OCT25	LEN 5.25% 01JUN26	SAKAEI 4.45% 05MAY24	ZAYOGR 6.37% 15MAY25
VMED 5.25% 15MAY29	CSCHLD 7.50% 01APR28	LEN STP 15NOV22	SBGI 5.12% 15FEB27	ZENITH 7.37% 30MAY22
WMH 4.75% 01MAY26	CSCHLD 7.75% 15JUL25	LGF 5.87% 01NOV24	SBGI 5.87% 15MAR26	

L. INVESTMENT TRANSACTIONS

The total number of transactions during the Reporting Period was 1,465, comprising purchases – 1,134 and the sales – 331. The total brokerage paid or accrued was \$Nil.

M. TOTAL MANAGEMENT FEES PAID OR ACCRUED DURING THE REPORTING PERIOD

Refer to the Annual Report, Note 18, page 32.

N. SECURITIES APPROVED

There have been no issues of securities approved which have not yet been completed.



O. STOCK EXCHANGE LISTING

The Fund's units are listed on the ASX and are traded under the code "NBI".

P. UNQUOTED UNITS

There are no unquoted units on issue.

Q. VOLUNTARY ESCROW

There are no restricted units in the Fund or units subject to voluntary escrow

R. REGISTERED OFFICE OF RESPONSIBLE ENTITY

Equity Trustees Limited
Level 1, 575 Bourke Street
Melbourne, VIC 3000
Telephone: 03 8623 5200

S. UNIT REGISTRY

Boardroom Pty Limited
Grosvenor Place
Level 12, 225 George Street
Sydney NSW 2000
Telephone: 02 9290 9600

T. COMPANY SECRETARY OF THE RESPONSIBLE ENTITY

Carmen Lunderstedt