

APPENDIX 4D HALF-YEAR REPORT

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

Current reporting period	1 July 2020 to 31 December 2020
Previous reporting period	1 July 2019 to 31 December 2019

RESULTS FOR ANNOUNCEMENT TO THE MARKET

PERFORMANCE	31 DECEMBER 2020 \$'000		31 DECEMBER 2019 \$'000
Total investment income/(loss) (Revenue from ordinary activities)	102,291	Up 134.97% from	43,533
Operating profit/(loss) for the half-year	98,551	Up 147.85% from	39,763
Total comprehensive income/(loss) for the half-year	98,551	Up 147.85% from	39,763

DETAILS OF DISTRIBUTIONS

DISTRIBUTIONS ^{(1), (2)}	RECORD DATE	PAYMENT DATE	AMOUNT PER UNIT (CPU)	FRANKED AMOUNT PER UNIT (CPU) ⁽³⁾
July 2020	5 August 2020	12 August 2020	0.6963	-
August 2020	2 September 2020	9 September 2020	0.6963	-
September 2020	2 October 2020	9 October 2020	0.6963	-
October 2020	3 November 2020	10 November 2020	0.6963	-
November 2020	2 December 2020	9 December 2020	0.6963	-
December 2020	5 January 2021	12 January 2021	0.6963	-

(1) Subsequent to the current reporting period, the Fund made a distribution for the month of January 2021 and has announced the details of its distribution for the month of February 2021.

a. The January 2021 monthly distribution had a record date of 2 February 2021 and a payment date of 9 February 2021. The amount distributed was 0.6963 CPU and was unfranked.

b. The February 2021 monthly distribution will have a record date of 2 March 2021 and a payment date of 9 March 2021. The Fund intends on distributing 0.6963 CPU and for the distribution to be unfranked.

(2) All distributions relate to foreign sourced income.

(3) The Fund is a flow through vehicle for tax purposes and thus there is no franked amount per unit.



DETAILS OF DISTRIBUTION REINVESTMENT PLAN

Equity Trustees Limited (ABN 46 004 031 298, AFSL 240975) (the **Responsible Entity**) established the distribution reinvestment plan rules (**DRP Rules**) on 26 September 2018 under which unit holders may elect to receive additional units instead of cash distributions.

Unit holders may elect by electronic DRP election to join the DRP or vary the level of participation in the DRP. The last date for election to participate in the DRP was 6 January 2021.

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 Fund's Constitution, on the record date. The record date is the 2nd business day of each month.

NET TANGIBLE ASSETS

	CURRENT REPORTING PERIOD	PRIOR REPORTING PERIOD
Total net tangible assets attributable to unit holders (\$'000)	906,040	916,780
Units on issue ('000)	445,909	445,416
Net tangible assets attributable to unit holders per unit (\$)	2.03	2.06

CONTROL GAINED OR LOST DURING THE PERIOD

There were no entities over which control has been gained or lost during the current reporting period.

ASSOCIATES AND JOINT VENTURE ENTITIES

There were no holdings in associates or joint venture entities during the current reporting period.

STATUTORY REVIEW

The interim report for the half-year ended 31 December 2020 has been reviewed by PricewaterhouseCoopers and an unmodified review report has been issued.

COMMENTARY

Additional Appendix 4D disclosure requirements can be found in the financial report for the half-year ended 31 December 2020 which contains the Directors' report, the condensed financial statements and accompanying notes.

Philip Gentry, Director, Equity Trustees Limited, the Responsible Entity of NB Global Corporate Income Trust, has authorised that this document be given to the ASX.



NB GLOBAL CORPORATE INCOME TRUST

ARSN 627 297 241

CONDENSED FINANCIAL REPORT

For the half-year ended 31 December 2020

NB Global Corporate Income Trust

ARSN 627 297 241

Condensed financial report

For the half-year ended 31 December 2020

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This condensed financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this condensed financial report is to be read in conjunction with the annual report for the year ended 30 June 2020 and any public announcements made in respect of NB Global Corporate Income Trust during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

This condensed financial 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 condensed financial statements of the Fund for the half-year ended 31 December 2020. These condensed financial statements have been prepared as it is a disclosing entity under the *Corporations Act 2001*.

Principal activities

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 half-year ended 31 December 2020.

There were no significant changes in the nature of the Fund's activities during the half-year ended 31 December 2020.

The various service providers for the Fund are detailed below:

Service	Provider
Responsible Entity	Equity Trustees Limited
Investment Manager	Neuberger Berman Australia 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 half-year and up to the date of this report:

Philip D Gentry	Chairman
Harvey H Kalman	(resigned 1 September 2020)
Ian C Westley	(resigned 3 July 2020)
Michael J O'Brien	
Russell W Beasley	(appointed 1 September 2020)
Jennifer Currie	Company Secretary

Review and results of operations

During the half-year, 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 for the half-year ended 31 December 2020 was 12.25% (net of fees). The referable index of the Fund, the ICE BofAML Global High Yield Index returned 10.26% for the same period.

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

	Half-year ended	
	31 December 2020	31 December 2019
Operating profit/(loss) for the half-year (\$'000)	98,551	39,763
Distributions paid and payable (\$'000)	18,625	24,023
Distributions (cents per unit)	4.18	5.39

Significant changes in the state of affairs

Ian C Westley resigned as a director of Equity Trustees Limited on 3 July 2020.

Harvey H Kalman resigned as a director of Equity Trustees Limited on 1 September 2020.

Russell W Beasley was appointed as a director of Equity Trustees Limited on 1 September 2020.

In March 2020, the COVID-19 outbreak was declared a pandemic by the World Health Organization. The outbreak and the response of Governments in dealing with the pandemic has seen a corresponding increase in financial market volatility and corresponding fluctuations in the fair value of the Fund's investment portfolio as disclosed in Note 3 to the condensed financial statements.

In the opinion of the directors, there were no other significant changes in the state of affairs of the Fund that occurred during the half-year ended 31 December 2020.

Matters subsequent to the end of the half-year

On 5 January 2021, Directors announced a distribution of 0.6963 cents per ordinary unit. The record date was 5 January 2021 and payment date was 12 January 2021.

On 2 February 2021, Directors announced a distribution of 0.6963 cents per ordinary unit. The record date was 2 February 2021 and payment date was 9 February 2021.

On 22 February 2021, Directors announced an estimated distribution of 0.6963 cents per ordinary unit. The record date is 2 March 2021 and payment date is 9 March 2021.

No other matters or circumstances have arisen since 31 December 2020 that have significantly affected, or may have a significant effect on:

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

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 6.

This report is made in accordance with a resolution of the directors of Equity Trustees Limited.



Philip D Gentry
Chairman

Melbourne
25 February 2021

Investment Manager's Report

PORTFOLIO MANAGERS: Russ Covode, Joe Lind, Vivek Bommi, Nish Popat, Jennifer Gorgoll

Performance Highlights

Over the six months ended December 31, 2020 the Strategy's net return was 12.25%.

Summary

During the six months ended December 31, 2020, security selection within Basic Industry, Media and Leisure was the most beneficial to performance. In contrast, security selection within Insurance and Retail were the largest detractors. Within our ratings' positioning, security selection within the Strategy's BB and B rated issuers were the most beneficial to performance while security selection within CCC and below rated issuers was the largest detractor.

From a sector perspective, over the period, we increased our exposure to the Leisure and Gaming sectors and reduced our positioning within the Banking and Technology sectors.

From a ratings perspective, over the period, we increased our exposure to CCC and below through reductions in BB and BBB and above on relative value considerations.

Market Context

- The year 2020 was a tale of two extremes with a large indiscriminate, high velocity drawdown early in the year from COVID-19 mandated shutdowns followed by a significant risk-on rally as a result of massive global fiscal and monetary stimulus announced in April. The second half of the year saw some pockets of volatility but the trillions in global monetary accommodation and fiscal support put in place before mid-year had worked well to remove extreme tail risk. Furthermore, capital markets were wide open in the second half of the year and companies had been cutting costs aggressively in the second quarter, so many issuers were better positioned and able to bridge the challenging operating environment until the economy was in recovery mode.
- The economic recovery did play out in most regions in the world, led by China. China's early coronavirus recovery allowed it to produce and export when many developed economies were still closing down large parts of their economies. Eventually, Europe and the U.S. also saw a recovery unfold in the second half of the year as restrictions replaced shutdowns. The global recovery has been uneven and varied depending on the country, region or sector of the economy. In the 4th quarter, markets got another boost from the news in early November of two viable vaccines and investors started looking through the latest increases in COVID-19 cases toward the eventual full reopening of the global economy and the risk-on rallies continued.
- Over the six months ended December 31, 2020, the global high yield market as measured by the ICE BofA Global High Yield Constrained Index (AUD Hedged) returned 10.26%. The U.S. high yield market represented by the ICE Bank of America U.S. High Yield Constrained Index returned 10.81%. The European Market high yield market represented by the ICE Bank of America European Non-Financial High Yield 3% Constrained Index (AUD Hedged), returned 8.46%. The Emerging Market high yield market represented by the ICE Bank of America High Yield US Emerging Markets Corporate Plus Index (AUD Hedged), returned 10.72%. Generally, over the six months ended December 31, 2020, lower quality securities saw better returns than their higher quality counterparts given the strong rallies in more distressed issuers in the last two months of the period.
- The global high yield market's yield to worst ended the year at 4.27%.
- The global high yield LTM default rate¹, at 6.64% as of December 2020, while elevated compared to the long-run average, was moderating in the later part of the period.

Performance Highlights

- Top contributors to relative returns during the period included CSN Resources within Basic Industry, Nielsen Finance within Media and Merlin Entertainment within Leisure.
- Top detractors from relative returns included Hub International within Insurance, a zero weight to American Airlines within Transportation and Vivion Investments within Real Estate.

Portfolio Strategy & Activity

- The Strategy invests in non-investment grade corporate bonds with a current target distribution rate of 4.50%. The yield to worst as of the end of December was 4.72%.

- The Strategy currently has larger exposure to securities rated B with lower exposure to bonds rated single BB. This is primarily on relative valuation considerations and based on bottom-up credit selection. The average credit rating for the Strategy is B+.
- The Strategy has more exposure to cyclical sectors such as Services and Basic Industry as well as those positioned to benefit from the reopening of the economy and normalization of activities such as Leisure. The Strategy has lower weightings to sectors that have done well in a COVID environment where valuations are no longer compelling.
- The Strategy currently has larger positions to bonds from the US, Luxembourg, UK, Brazil and China and less to Italian, Mexican and Argentine bonds.

Outlook

While corporate credit spreads tightened materially over the period, we believe spread levels and yields are compensating investors for any potential defaults remaining which are likely to come from the same areas such as the longer-term COVID impaired and secularly declining industries. In our view, the vaccine roll-out is likely to start normalizing economic and social activity in 2021. Progress against the spread of the virus, combined with pent-up demand, a very high savings rate, strong fiscal support and highly accommodative central banks should deliver improving economic global growth in 2021, in our view. While we continue to monitor the developments of the pandemic, the global economic recovery, changes in policy as a result of the elections and trade relations, we are finding ample investment opportunities in non-investment grade corporate credit across the rating spectrum. The recent resurgence of COVID-19 cases and any delays in vaccine delivery could result in pockets of short-term volatility. However, we believe our deep fundamental credit research, focus on relative valuations, seeking to avoid defaults, emphasis on durable income and "best ideas" portfolio construction approach position us well to tactically take advantage of any volatility.

1 Source: Moody's. Data as of December 31, 2020.

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 corporate governance 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 review of NB Global Corporate Income Trust for the half-year ended 31 December 2020, 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 review; and
- (b) no contraventions of any applicable code of professional conduct in relation to the review.

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

George Sagonas
Partner
PricewaterhouseCoopers

Melbourne
25 February 2021

Condensed Statement of Comprehensive Income

	Note	Half-year ended	
		31 December 2020 \$'000	31 December 2019 \$'000
Investment income			
Interest income from financial assets at amortised cost		232	58
Net gains/(losses) on financial instruments at fair value through profit or loss	4	102,690	42,288
Net foreign exchange gain/(loss)		(681)	1,147
Other income		50	40
Total investment income/(loss)		102,291	43,533
Expenses			
Management fees	13	3,071	3,113
Responsible Entity fees	13	101	101
Custody and administration fees		549	556
Other expenses		19	-
Total expenses		3,740	3,770
Operating profit/(loss) for the half-year		98,551	39,763
Other comprehensive income/(loss)		-	-
Total comprehensive income/(loss) for the half-year		98,551	39,763
Basic and diluted earnings per unit (cents per unit)	8	22.11	8.93

The above condensed statement of comprehensive income should be read in conjunction with the accompanying notes.

NB GLOBAL CORPORATE INCOME TRUST

Condensed Statement of Financial Position

		As at	
		31 December 2020	30 June 2020
	Note	\$'000	\$'000
Assets			
Cash and cash equivalents		10,491	10,073
Receivables	11	533	306
Financial assets at fair value through profit or loss	5	<u>964,796</u>	<u>872,423</u>
Total assets		<u>975,820</u>	<u>882,802</u>
Liabilities			
Distributions payable	10	3,105	4,327
Payables	12	700	651
Due to brokers - payable for securities purchased		-	2,137
Financial liabilities at fair value through profit or loss	6	<u>65,975</u>	<u>49,974</u>
Total liabilities		<u>69,780</u>	<u>57,089</u>
Net assets attributable to unit holders - equity		<u>906,040</u>	<u>825,713</u>

The above condensed statement of financial position should be read in conjunction with the accompanying notes.

Condensed Statement of Changes in Equity

		Half-year ended	
		31 December 2020	31 December 2019
	Note	\$'000	\$'000
Total equity at the beginning of the half-year		825,713	424,367
Comprehensive income for the half-year			
Profit/(loss) for the half-year		98,551	39,763
Other comprehensive income		-	-
Total comprehensive income		<u>98,551</u>	<u>39,763</u>
Transactions with unit holders			
Applications	7	-	476,256
Reinvestment of distributions	7	401	417
Distributions paid and payable	7	<u>(18,625)</u>	<u>(24,023)</u>
Total transactions with unit holders		<u>(18,224)</u>	<u>452,650</u>
Total equity at the end of the half-year		<u>906,040</u>	<u>916,780</u>

The above condensed statement of changes in equity should be read in conjunction with the accompanying notes.

NB GLOBAL CORPORATE INCOME TRUST

Condensed Statement of Cash Flows

	Half-year ended	
	31 December 2020	31 December 2019
	\$'000	\$'000
Cash flows from operating activities		
Proceeds from sale of financial instruments at fair value through profit or loss	325,041	365,864
Payments for purchase of financial instruments at fair value through profit or loss	(300,872)	(810,927)
Interest income received from financial assets at amortised cost	232	61
Other income received	50	40
GST (paid)/received	(215)	(80)
Management fees paid	(3,047)	(3,047)
Responsible Entity fees paid	(80)	(28)
Custody and administration fees paid	(544)	(544)
Other expenses paid	(20)	-
Net cash inflow/(outflow) from operating activities	20,545	(448,661)
Cash flows from financing activities		
Proceeds from applications by unit holders	-	476,256
Distributions paid to unit holders	(19,446)	(24,713)
Net cash inflow/(outflow) from financing activities	(19,446)	451,543
Net increase/(decrease) in cash and cash equivalents	1,099	2,882
Cash and cash equivalents at the beginning of the half-year	10,073	3,941
Effects of foreign currency exchange rate changes on cash and cash equivalents	(681)	1,147
Cash and cash equivalents at the end of the half-year	10,491	7,970
Non-cash operating and financing activities		
Issue of units under the distribution reinvestment plan	401	417

The above condensed statement of cash flows should be read in conjunction with the accompanying notes.

Notes to the Condensed Financial Statements

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1 General information

These condensed financial statements cover NB Global Corporate Income Trust (the "Fund") as an individual entity. The Fund is an Australian registered managed investment scheme, which 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. 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 condensed financial statements are presented in the Australian currency unless otherwise noted.

The Fund invests in corporate debt securities managed by Neuberger Berman Australia 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 condensed 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 condensed financial statements.

2 Basis of preparation

These condensed financial statements have been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

These condensed financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these condensed financial statements are to be read in conjunction with the annual financial statements for the year ended 30 June 2020 and any public announcements made in respect of the Fund during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The directors are satisfied that the Fund has sufficient resources to continue in operation for the foreseeable future, a period of not less than 12 months from the date of this report. Accordingly, they continue to adopt the going concern basis in preparing these condensed financial statements.

Significant accounting policies

The accounting policies applied in these condensed financial statements are the same as those applied to the Fund's financial statements for the year ended 30 June 2020.

(i) 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 year beginning 1 July 2020 that have a material impact on the amounts recognised in the prior periods or will affect the current or future periods.

(ii) New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2021 and have not been early adopted in preparing these condensed financial statements.

None of these are expected to have a material effect on the financial statements of the Fund.

3 Fair value measurement

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

- Financial assets/liabilities at fair value through profit or loss (see Note 5 and 6)

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).

The Fund values its investments in accordance with the accounting policies set out in Note 2 to the condensed financial statements.

(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.

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 last price at the end of each reporting period.

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 31 December 2020 and 30 June 2020.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2020				
Financial assets				
Forward currency contracts	-	128,459	-	128,459
International corporate bonds	-	790,077	-	790,077
International floating rate notes	-	46,260	-	46,260
Total financial assets	-	964,796	-	964,796
Financial liabilities				
Forward currency contracts	-	65,975	-	65,975
Total financial liabilities	-	65,975	-	65,975

3 Fair value measurement (continued)

(b) Recognised fair value measurements (continued)

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2020				
Financial assets				
Forward currency contracts	-	28,401	-	28,401
International convertible notes	-	4,875	-	4,875
International corporate bonds	-	793,285	-	793,285
International floating rate notes	-	45,862	-	45,862
Total financial assets	-	872,423	-	872,423
Financial liabilities				
Forward currency contracts	-	49,974	-	49,974
Total financial liabilities	-	49,974	-	49,974

(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 (30 June 2020: nil).

(d) Financial instruments not carried at fair value

The carrying value of cash and cash equivalents, receivables and payables approximate their fair values due to their short-term nature.

4 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:

	Half-year ended	
	31 December 2020 \$'000	31 December 2019 \$'000
Financial assets		
Net realised gain/(loss) on financial assets at fair value through profit or loss	4,350	(52,255)
Net unrealised gain/(loss) on financial assets at fair value through profit or loss	184,738	86,957
Net gains/(losses) on financial assets at fair value through profit or loss	189,088	34,702
Financial liabilities		
Net realised gain/(loss) on financial liabilities at fair value through profit or loss	2,356	66,656
Net unrealised gain/(loss) on financial liabilities at fair value through profit or loss	(88,754)	(59,070)
Net gains/(losses) on financial liabilities at fair value through profit or loss	(86,398)	7,586
Total net gains/(losses) on financial instruments at fair value through profit or loss	102,690	42,288

5 Financial assets at fair value through profit or loss

	As at	
	31 December 2020	30 June 2020
	\$'000	\$'000
Forward currency contracts	128,459	28,401
International convertible notes	-	4,875
International corporate bonds	790,077	793,285
International floating rate notes	46,260	45,862
Total financial assets at fair value through profit or loss	964,796	872,423

6 Financial liabilities at fair value through profit or loss

	As at	
	31 December 2020	30 June 2020
	\$'000	\$'000
Forward currency contracts	65,975	49,974
Total financial liabilities at fair value through profit or loss	65,975	49,974

7 Net assets attributable to unit holders – equity

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 conditions.

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

	Half-year ended		Half-year ended	
	31 December 2020	31 December 2020	31 December 2019	31 December 2019
	Units '000	\$'000	Units '000	\$'000
Opening balance	445,682	825,713	207,082	424,367
Applications	-	-	238,128	476,256
Redemptions	-	-	-	-
Reinvestment of distributions	227	401	206	417
Distributions paid and payable	-	(18,625)	-	(24,023)
Profit/(loss) for the half-year	-	98,551	-	39,763
Closing balance	445,909	906,040	445,416	916,780

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.

8 Basic and diluted earnings per unit

	Half-year ended	
	31 December 2020	31 December 2019
Operating profit/(loss) attributable to unit holders (\$'000)	98,551	39,763
Weighted average number of units on issue ('000)	445,821	445,328
Basic and diluted earnings per unit (cents)	22.11	8.93

9 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 last 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 31 December 2020	Contractual/notional \$'000	Assets \$'000	Liabilities \$'000
Forward currency contracts	3,543,729	128,459	65,975
Total derivatives	3,543,729	128,459	65,975

As at 30 June 2020			
Forward currency contracts	1,408,222	28,401	49,974
Total derivatives	1,408,222	28,401	49,974

10 Distributions to unit holders

The distributions declared during the half-year were as follows:

	Half-year ended 31 December 2020		Half-year ended 31 December 2019	
	\$'000	CPU	\$'000	CPU
Distributions				
July	3,104	0.6963	4,003	0.8991
August	3,104	0.6963	4,003	0.8991
September	3,104	0.6963	4,004	0.8991
October	3,104	0.6963	4,004	0.8991
November	3,104	0.6963	4,004	0.8991
December (payable)	3,105	0.6963	4,005	0.8991
Total distributions	18,625	4.1778	24,023	5.3946

11 Receivables

	As at	
	31 December 2020	30 June 2020
	\$'000	\$'000
Withholding tax receivable	68	56
GST receivable	465	250
Total receivables	533	306

12 Payables

	As at	
	31 December 2020	30 June 2020
	\$'000	\$'000
Management fees payable	537	513
Responsible Entity fees payable	67	46
Custody and administration fees payable	96	91
Other payable	-	1
Total payables	700	651

13 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 half-year and up to the date of this report.

Philip D Gentry	Chairman
Harvey H Kalman	(resigned 1 September 2020)
Ian C Westley	(resigned 3 July 2020)
Michael J O'Brien	
Russell W Beasley	(appointed 1 September 2020)
Jennifer Currie	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.

13 Related party transactions (continued)

(b) Transactions with key management personnel

The following transactions occurred with key management personnel during the reporting period:

	Half-year ended	
	31 December 2020 \$	31 December 2019 \$
Applications for units	-	18,079
Total	-	18,079

(c) Key management personnel unit holdings

Key management personnel held units in the Fund, as follows:

Unit holder	Number of units held opening	Number of units held closing	Interest held %	Number of units acquired	Number of units disposed	Distributions paid/payable by the Fund \$
As at 31 December 2020						
Platinum Cat Pty Ltd ATF for Platinum Cat Superfund*	8,912	8,912	0.002	-	-	372
As at 30 June 2020						
Platinum Cat Pty Ltd ATF for Platinum Cat Superfund*	-	8,912	0.002	8,912	-	865

*Philip D Gentry is a member of the Platinum Cat Superfund.

The other key management personnel did not hold units in the Fund as at 31 December 2020 and 30 June 2020.

(d) Key management personnel compensation

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

(e) Key management personnel loan disclosures

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.

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:

13 Related party transactions (continued)**(g) Responsible Entity's and Investment Manager's fees and other transactions (continued)**

	Half-year ended	
	31 December 2020	31 December 2019
	\$	\$
Management fees for the half-year	3,071,285	3,112,698
Responsible Entity fees for the half-year	100,768	101,952
Management fees payable at half-year end	536,885	560,821
Responsible Entity fees payable at half-year end	67,084	101,519

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	Interest held	Number of units acquired	Number of units disposed	Distributions paid/payable by the Fund
As at 31 December 2020			%			\$
ETSL ATF AMG Super Members	2,241,903	2,520,934	0.565	219,434	120,403	103,602
The Glenleith Super Fund A/C*	150,000	150,000	0.034	-	-	6,266
As at 30 June 2020						
ETSL ATF AMG Super Members	1,406,742	2,421,903	0.543	1,995,043	979,882	259,423
The Glenleith Super Fund A/C*	75,000	150,000	0.034	75,000	-	16,291
Alice J M Williams**	13,500	14,392	0.003	892	-	1,522

* 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.

** During the half-year Alice J M Williams resigned as 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 half-year (30 June 2020: Nil).

14 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 3 Fair Value Measurement.

15 Events occurring after the reporting period**Distribution declarations**

On 5 January 2021, Directors announced a distribution of 0.6963 cents per ordinary unit. The record date was 5 January 2021 and payment date was 12 January 2021.

On 2 February 2021, Directors announced a distribution of 0.6963 cents per ordinary unit. The record date was 2 February 2021 and payment date was 9 February 2021.

On 22 February 2021, Directors announced an estimated distribution of 0.6963 cents per ordinary unit. The record date is 2 March 2021 and payment date is 9 March 2021.

No other significant events have occurred since the end of the half-year which would impact on the financial position of the Fund as disclosed in the condensed statement of financial position as at 31 December 2020 or on the results and cash flows of the Fund for the half-year ended on that date.

16 Contingent assets, contingent liabilities and commitments

There were no outstanding contingent assets, liabilities or commitments as at 31 December 2020 and 30 June 2020.

Directors' Declaration

In the opinion of the directors of the Responsible Entity:

- (a) The condensed financial statements and notes set out on pages 7 to 19 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 31 December 2020 and of its performance for the half-year 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.

This declaration is made in accordance with a resolution of the directors of Equity Trustees Limited.



Philip D Gentry

Chairman

Melbourne

25 February 2021



Independent auditor's review report to the unitholders of NB Global Corporate Income Trust

Report on the half-year financial report

Conclusion

We have reviewed the half-year financial report of NB Global Corporate Income Trust (the Fund) which comprises the condensed statement of financial position as at 31 December 2020, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, significant accounting policies and explanatory notes and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of NB Global Corporate Income Trust does not comply with the *Corporations Act 2001* including:

1. giving a true and fair view of the Fund's financial position as at 31 December 2020 and of its performance for the half-year ended on that date
2. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report.

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 & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Responsibility of the directors of the responsible entity for the half-year financial report

The directors of Equity Trustees Limited (the Responsible Entity), the responsible entity of the Fund, are responsible for the preparation of the half-year 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 of the Responsible Entity determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement whether due to fraud or error.

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Auditor's responsibility for the review of the half-year financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Fund's financial position as at 31 December 2020 and of its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

A stylized, handwritten signature of the PricewaterhouseCoopers firm, written in a cursive script.

PricewaterhouseCoopers

A stylized, handwritten signature of George Sagonas, written in a cursive script.

George Sagonas
Partner

Melbourne
25 February 2021

Additional Corporate Information

Directors of the Responsible Entity

Philip D Gentry

Michael J O'Brien

Russell W Beasley

Company Secretary of the Responsible Entity

Jennifer Currie

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Neuberger Berman Australia Limited

Auditor and Tax

PricewaterhouseCoopers

Unit Register

Boardroom Pty Limited

Securities Exchange Listing

Australian Securities Exchange
ASX ticker code: NBI

Website

www.nb.com/NBI