

APPENDIX 4D HALF-YEAR REPORT

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

DETAILS OF REPORTING PERIOD

Current reporting period	1 July 2022 to 31 December 2022
Previous corresponding period	1 July 2021 to 31 December 2021

RESULTS FOR ANNOUNCEMENT TO THE MARKET

PERFORMANCE	HALF-YEAR ENDED 31 DECEMBER 2022 \$'000		HALF-YEAR ENDED 31 DECEMBER 2021 \$'000
Total investment income/(loss) (Revenue from ordinary activities)	22,050	Up 7,803% from	279
Operating profit/(loss) for the half-year	18,976	Up 631% from	(3,571)
Total comprehensive income/(loss) for the half-year	18,976	Up 631% from	(3,571)

DETAILS OF DISTRIBUTIONS

The distributions for the half-year ended 31 December 2022 are as follows:

DISTRIBUTIONS ^{(1), (2), (3)}	RECORD DATE	PAYMENT DATE	AMOUNT PER UNIT (CPU)
July 2022	2 August 2022	15 August 2022	0.7111
August 2022	2 September 2022	14 September 2022	0.7111
September 2022	4 October 2022	17 October 2022	0.7111
October 2022	2 November 2022	14 November 2022	0.7111
November 2022	2 December 2022	14 December 2022	0.7111
December 2022	4 January 2023	16 January 2023	0.7111
Total			4.2666



⁽¹⁾ Subsequent to the current reporting period, the Fund made a distribution for the month of January 2023 and has announced the details of its distribution for the month of February 2023.

- a. The January 2023 monthly distribution had a record date of 2 February 2023 and a payment date of 14 February 2023. The amount distributed was 0.7111 CPU and was unfranked.
- b. The February 2023 monthly distribution will have a record date of 2 March 2023 and a payment date of 14 March 2023. The Fund intends on distributing 0.7111 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 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 Fund's Constitution, on the record date. The record date is the 2nd business day of each month. For each of the distributions during the reporting period, units have been bought on-market equivalent to the number of DRP units issued to unitholders (who have made the DRP election) in accordance with the DRP Rules so that there is a net nil impact on units outstanding from the DRP.

UNITS BUY-BACK PLAN

On 4 March 2022, the Responsible Entity and the Investment Manager have exercised their discretion to commence a buy-back to purchase Fund's units on-market with a view to addressing any unsatisfied liquidity in the units or any material discount in the price at which the units may have been trading to the NAV per unit.

The buy-backs have been in accordance with the Fund's Constitution, ASX Listing Rules and all applicable laws. The number of units bought back will not exceed 10% of the smallest number of units on issue in the Fund during the 12 months prior to the buy-back, unless otherwise approved by ordinary resolution of unit holders. Units purchased by the Responsible Entity on behalf of the Fund under the buy-back are immediately cancelled.

During the half-year ended 31 December 2022, the Fund has purchased on-market and cancelled 6,927,957 units at a cost of \$9,928,111 (2021: nil).

NET TANGIBLE ASSETS

	AS AT 31 DECEMBER 2022	AS AT 31 DECEMBER 2021
Total net tangible assets attributable to unit holders (\$'000)	706,310	882,072
Units on issue ('000)	434,138	446,432
Net tangible assets attributable to unit holders per unit (\$)	1.63	1.98

CONTROL GAINED OR LOST DURING THE PERIOD

There was no control gained or lost over entities by the Fund during the half-year ended 31 December 2022.

ASSOCIATES AND JOINT VENTURE ENTITIES

The Fund did not have any interest in associates and joint venture entities during the half-year ended 31 December 2022.



STATUTORY REVIEW

The interim report for the half-year ended 31 December 2022 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 2022 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 2022

NB Global Corporate Income Trust

ARSN 627 297 241

Condensed financial report

For the half-year ended 31 December 2022

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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 2022 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 2022. 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 2022.

There were no significant changes in the nature of the Fund's activities during the half-year ended 31 December 2022.

The service providers for the Fund are detailed below:

Service	Provider
Responsible Entity	Equity Trustees Limited
Investment Manager	Neuberger Berman Australia Limited
Custodian and Administrator	JP Morgan 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
Michael J O'Brien	
Russell W Beasley	
Mary A O'Connor	
Samantha Einhart	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 was 3.26% (net of fees) for the half-year ended 31 December 2022. The referable index of the Fund, the ICE BofAML Global High Yield Index returned 3.17% 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 2022	31 December 2021
Profit/(loss) for the half-year (\$'000)	18,976	(3,571)
Distributions paid and payable (\$'000)	18,645	21,555
Distribution (cents per unit)	4.2666	4.8294

Directors' report (continued)

Significant changes in the 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 half-year ended 31 December 2022.

Units buy-back plan

On 4 March 2022, the Responsible Entity and the Investment Manager have exercised their discretion to commence a buy-back to purchase units on-market with a view to addressing any unsatisfied liquidity in the units or any material discount in the price at which the units may have been trading to the NAV per unit.

The buy-backs have been in accordance with the Fund's Constitution, ASX Listing Rules and all applicable laws. The number of units bought back will not exceed 10% of the smallest number of units on issue in the Fund during the 12 months prior to any buy-back, unless otherwise approved by ordinary resolution of unit holders. Units purchased by the Responsible Entity on behalf of the Fund under a buy-back will be immediately cancelled.

During the half-year ended 31 December 2022, the Fund has purchased on-market and cancelled 6,927,957 units at a cost of \$9,928,110.82 (2021: nil).

Matters subsequent to the end of the half-year

Distributions

On 16 January 2023, Directors announced a distribution of 0.7111 cents per ordinary unit. The record date was 4 January 2023, and payment date was 16 January 2023.

On 24 January 2023, Directors announced a distribution of 0.7111 cents per ordinary unit. The record date was 2 February 2023, and payment date was 14 February 2023.

On 22 February 2023, Directors announced an estimated monthly distribution of 0.7111 cents per ordinary unit. The record date will be 2 March 2023 and payment date will be 14 March 2023.

Units buy-back plan

From the reporting date to date of signing the financial statements, the Fund has purchased on market and cancelled 1,712,008 units at a cost of \$2,493,887. (2021: nil).

No other matters or circumstances have arisen since 31 December 2022 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 5.

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



Philip D Gentry
Chairman

Melbourne
27 February 2023

NB GLOBAL CORPORATE INCOME TRUST

Investment Manager's Report

PORTFOLIO MANAGERS: Chris Kocinski, Joe Lind, Jennifer Gorgoll, Nish Popat, Simon Matthews

Performance Highlights

Over the six months ended December 31, 2022, the Strategy's net return was 3.26%.

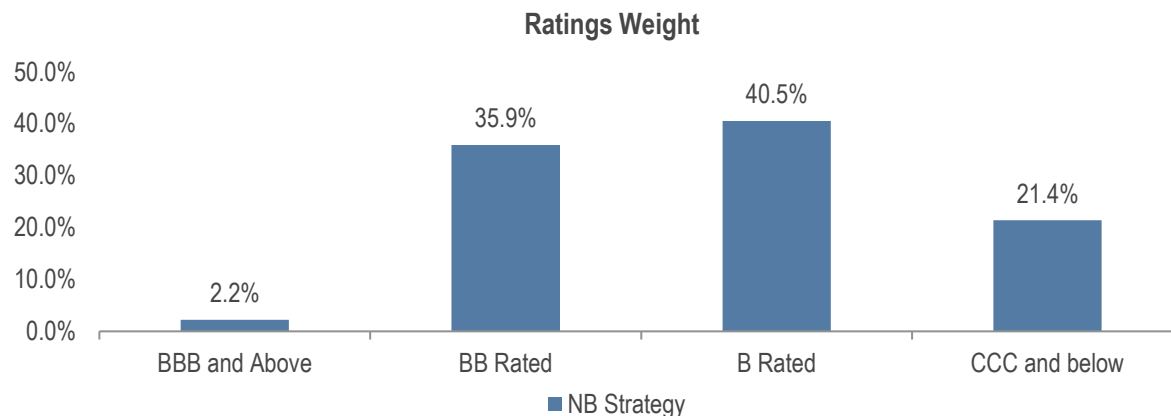
	1 Month	3 Months	6 Months	1 Year	2 Year	3 Year	Since Inception
Total Return (%)	-0.87	4.27	3.26	-12.43	-5.13	-2.12	0.90

Summary

During the six months ended December 31, 2022, security selection within and an overweight to Services, security selection within and an underweight to Retail and security selection within Energy were the most beneficial to performance. In contrast, security selection within Media, security selection within and an overweight to Telecommunications and security selection within Real Estate were the largest detractors from performance. Within the Strategy's ratings positioning, security selection within and an overweight to B, security selection within BBB & above and BB rated issuers were the most beneficial to performance. In contrast, security selection within and an overweight to CCC & below, an overweight to BB & above and an underweight to BB rated issuers were the largest detractors.

Over the reporting period, from a sector perspective, we increased our exposure to Financial Services, Transportation and Basic Industry and reduced our positioning within Services, Leisure and Energy.

From a ratings perspective over the six months, we increased our exposure to BB and BBB & above through reductions in CCC & below and B rated issuers primarily on relative valuation and individual credit considerations.



Market Context

- In December, the global high yield bond market gave back some of the rally from the first two months of the fourth quarter as returns ended the month in slightly negative territory. That said, the fourth quarter and six months as of December 31, 2022, ended up with positive returns to cap off a rather volatile year. The risk-off sentiment in the latter part of December was driven by hawkish comments from the Federal Reserve and the European Central Bank, weaker global economic data and Bank of Japan's surprise monetary policy normalization. U.S. 10-Year Treasury ("UST") yields ended the month at 3.88%, rising 20 basis points since the end of November but down from the highs reached in October 2022. UST 10-year yields ended the year 225 basis points higher compared to the start of 2022. Ten-year UK gilts and German bunds also backed off from 2022 highs ending the year at 3.67% and 2.57%, respectively. There were no high yield defaults in the U.S. in December for the fifth consecutive month. The U.S. default rate, unchanged from the prior month, continues to remain higher than the April 2022 all-time low. Importantly, issuer fundamentals of free cash flow, interest coverage and leverage have remained in relatively favorable ranges with a wider variance depending on region, sector and idiosyncratic factors. Our default outlook—for the U.S., Europe and other Developed Markets in 2023—is still well below the long-term average with EM high yield corporate default rates (excluding Russia, Ukraine and China property sector) also are expected to be in a relatively benign range.
- Default rates in the U.S., Europe and other Developed Markets are expected to remain well below average and have moved up from the all-time lows. While Emerging Markets ("EM") defaults are on the rise, we are focused on select opportunities away from the higher risk regions and sectors. In December, the par weighted last 12-month U.S. high yield default rate was 0.84%, unchanged from the prior month. This was the fifth month in a row with no U.S. high yield bond defaults which is unprecedented. While the default rate has risen off the all-time low of 0.43% reached earlier this year, we expect defaults to remain below average based on our bottom-up assessment of issuers and driven by the higher-quality ratings mix in high yield

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(50% of issuers with credit ratings of BB), less aggressive new issuance, fewer near-term maturities, as well as an energy sector that is far healthier than in the past few cycles. For context, the long-term average default rate is 3.2% (based on annual default rates back to 1980 according to JP Morgan).³ As for EM high yield corporates, the overall default rate is expected to end well into double digits this year due to non-payment by Russian and Ukrainian issuers, and due to the elevated defaults in the China property sector. Excluding those specific areas, the EM high yield corporate default rate was just 1.8% in 2022, as EM corporates entered this slowdown in growth with reasonable liquidity on average. The outlook for 2023 EM defaults excluding Russia, Ukraine and the China property sector is upward but still in a relatively benign range.

- The yield to worst for the global high yield market—as measured by the ICE BofA Global High Yield Constrained 100% AUD Hedge Index—ended the year at 9.04% while the spread to worst ended the period at 531 basis points.

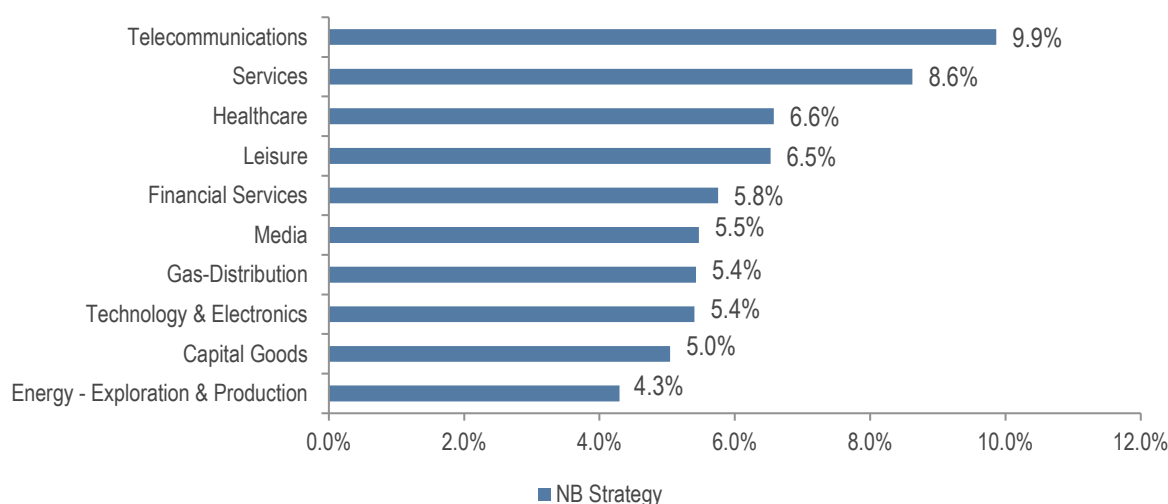
Performance Highlights

- Top contributors to performance during the period included an overweight position in Nielsen Finance within Services, an underweight to Carvana within Retail and an overweight to Blackstone CQP Holdings within Energy.
- Top detractors from performance included an overweight to Radiate Holdco within Media, an overweight to Altice France within Telecommunications and an underweight to Country Garden Holdings within Real Estate.

Portfolio Strategy & Activity

- The Strategy invests in non-investment grade corporate bonds with a current target distribution rate of 5.25%. The yield to worst as of the end of December was 9.82% with a spread to worst of 614 basis points.
- The Strategy currently has larger exposure to securities rated B and CCC & below with lower exposure to bonds rated BB and BBB & above. This is primarily a result of 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 sectors where issuers have less cyclical risk, more durable business models as well as some pricing power in sectors such as Services, Telecommunications and Healthcare. The Strategy has lower weightings to sectors that have been seeing margin pressures from an inability to pass on cost pressures such as Retail and Consumer Goods or where there is less visibility into balance sheets and other areas of risk such as Banking.
- The Strategy currently has larger positions to the bonds in issuers from the US, UK, Germany and France and less to Spanish, Mexican and Dutch bonds.

Top 10 Industry Weightings



Outlook

We believe current valuations in global high yield offer investors an attractive opportunity, especially given our below average default outlook. The tightening of financial conditions has caused real GDP growth to slow and slowing demand has helped inflation come off the boil, but it is still higher than the central banks' target ranges. Normalizing supply chains and changes in consumer behavior, among other factors, are likely to continue to mitigate upward inflationary pressures, which could eventually lead to a less aggressive path for central policy. That said, our analysts remained focused on the specific credit fundamentals of individual issuers in their coverage, assessing the base and downside cases in the event of a soft-landing or recession. Relatively healthy consumer and business balance sheets and growing nominal GDP should remain supportive for issuer fundamentals. While inventories are building as a result of slowing demand, we remain focused on sector-specific dynamics and idiosyncratic risks to individual issuers. Despite short-term volatility resulting from heightened uncertainty on economic growth and central bank tightening, we believe our bottom-up, fundamental credit research that focuses on security selection, avoiding credit deterioration, and putting only our "best ideas" into portfolios, will position us well to take advantage of the increased volatility.



Auditor's Independence Declaration

As lead auditor for the review of NB Global Corporate Income Trust for the half-year ended 31 December 2022, 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 black ink, appearing to read 'CJ Cummins', written over a horizontal line.

CJ Cummins
Partner
PricewaterhouseCoopers

Sydney
27 February 2023

Condensed statement of comprehensive income

		Half-year ended		
		31 December	31 December	
		2022	2021	
Note		\$'000	\$'000	
Investment income				
	Interest income from financial assets at fair value through profit or loss	3	23,484	25,642
	Net gains/(losses) on financial instruments at fair value through profit or loss		5,146	(26,387)
	Net foreign exchange gain/(loss)		(6,620)	1,008
	Other income		40	16
	Total investment income/(loss)		22,050	279
Expenses				
	Management fees	13	2,553	3,156
	Responsible Entity fees	13	96	103
	Custody and administration fees		413	565
	Interest expense		-	14
	Other expenses		12	12
	Total expenses		3,074	3,850
	Profit/(loss) for the half-year		18,976	(3,571)
	Other comprehensive income		-	-
	Total comprehensive income for the half-year		18,976	(3,571)
	Basic and Diluted Earnings per unit (cents per unit)	8	4.34	(0.80)

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

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Condensed statement of financial position

		As at	
		31 December	30 June
		2022	2022
	Note	\$'000	\$'000
Assets			
Cash and cash equivalents		25,838	66,895
Cash held on collateral		1,000	1,000
Receivables	11	290	289
Financial assets at fair value through profit or loss	5	<u>696,519</u>	<u>713,144</u>
Total assets		<u>723,647</u>	<u>781,328</u>
Liabilities			
Distributions payable	10	3,087	4,466
Payables	12	1,726	596
Financial liabilities at fair value through profit or loss	6	<u>12,524</u>	<u>60,358</u>
Total liabilities		<u>17,337</u>	<u>65,420</u>
Net assets attributable to unit holders - equity		<u>706,310</u>	<u>715,908</u>

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

Condensed statement of changes in equity

	Note	Half-year ended	
		31 December	31 December
		2022 \$'000	2021 \$'000
Total equity at the beginning of the half-year		715,908	906,606
Comprehensive income for the half-year			
Profit/(loss) for the half-year		18,976	(3,571)
Other comprehensive income		-	-
Total comprehensive income		<u>18,976</u>	<u>(3,571)</u>
Transactions with unit holders			
Units buy-back	7	(9,928)	-
On-market buy-back for Distribution Re-Investment Plan (DRP)	7	(302)	-
Reinvestment of distributions	7	301	592
Distributions paid and payable	7	<u>(18,645)</u>	<u>(21,555)</u>
Total transactions with unit holders		<u>(28,574)</u>	<u>(20,963)</u>
Total equity at the end of the half-year		<u>706,310</u>	<u>882,072</u>

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

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Condensed statement of cash flows

	Half-year ended	
	31 December	31 December
	2022	2021
	\$'000	\$'000
Cash flows from operating activities		
Proceeds from sale of financial instruments at fair value through profit or loss	110,106	355,867
Payments for purchase of financial instruments at fair value through profit or loss	(146,665)	(368,553)
Interest income received from financial assets at fair value through profit and loss	24,513	26,347
Other income received	40	16
Interest expense from financial assets at amortised cost	-	(14)
GST (paid)/received	30	564
Management fees paid	(1,698)	(3,157)
Responsible Entity fees paid	(110)	(86)
Custody and administration fees paid	(262)	(565)
Other expenses paid	(11)	(9)
Net cash inflow/(outflow) from operating activities	(14,057)	10,410
Cash flows from financing activities		
Payments for units buy-back	(9,791)	-
Payments for on-market buy-back for DRP	(302)	-
Distributions paid to unit holders	(19,723)	(26,225)
Net cash inflow/(outflow) from financing activities	(29,816)	(26,225)
Net increase/(decrease) in cash and cash equivalents	(43,873)	(15,815)
Cash and cash equivalents at the beginning of the half-year	66,895	38,915
Effects of foreign currency exchange rate changes on cash and cash equivalents	2,816	1,008
Cash and cash equivalents at the end of the half-year	25,838	24,108
Non-cash operating and financing activities		
Issue of units under the distribution reinvestment plan	301	592

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 Ltd. (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 Ltd. 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 2022 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 2022.

(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 2022 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 2023 and have not been early adopted in preparing these condensed financial statements.

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

3 Interest income from financial assets at fair value through profit or loss

The following table details the interest income earned by the Fund:

	Half-year ended	
	31 December 2022	31 December 2021
	\$'000	\$'000
Interest Income	23,484	25,642
Total	23,484	25,642

4 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 Note 6)
- Derivative financial instruments (see Note 9)

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 2022 and 30 June 2022.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2022				
Financial assets				
Forward currency contracts	-	35,372	-	35,372
International other public sector bonds	-	14,292	-	14,292
International corporate bonds	-	597,753	-	597,753
International floating rate notes	-	47,148	-	47,148
International convertible notes	-	1,954	-	1,954
Total financial assets	-	696,519	-	696,519
Financial liabilities				
Forward currency contracts	-	12,524	-	12,524
Total financial liabilities	-	12,524	-	12,524

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4 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 2022				
Financial assets				
Forward currency contracts	-	6,197	-	6,197
International other public sector bonds	-	11,835	-	11,835
International corporate bonds	-	652,460	-	652,460
International floating rate notes	-	40,578	-	40,578
International convertible notes	-	2,074	-	2,074
Total financial assets	-	713,144	-	713,144
Financial liabilities				
Forward currency contracts	-	60,358	-	60,358
Total financial liabilities	-	60,358	-	60,358

(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 2022: nil).

(d) Financial instruments not carried at fair value

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

5 Financial assets at fair value through profit or loss

	As at	
	31 December 2022 \$'000	30 June 2022 \$'000
Forward currency contracts	35,372	6,197
International other public sector bonds	14,292	11,835
International corporate bonds	597,753	652,460
International floating rate notes	47,148	40,578
International convertible notes	1,954	2,074
Total financial assets at fair value through profit or loss	696,519	713,144

6 Financial liabilities at fair value through profit or loss

	As at	
	31 December 2022 \$'000	30 June 2022 \$'000
Forward currency contracts	12,524	60,358
Total financial liabilities at fair value through profit or loss	12,524	60,358

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	31 December	31 December	31 December
	2022	2022	2021	2021
	Units '000	\$'000	Units '000	\$'000
Opening balance	441,066	715,908	446,114	906,606
Units buy-back	(6,928)	(9,928)	-	-
On-market buy-back for DRP	(209)	(302)	-	-
Reinvestment of distributions	209	301	318	592
Distributions paid and payable	-	(18,645)	-	(21,555)
Profit/(loss) for the half-year	-	18,976	-	(3,571)
Closing balance	434,138	706,310	446,432	882,072

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	31 December
	2022	2021
Profit/(loss) attributable to unit holders (\$'000)	18,976	(3,571)
Weighted average number of units on issue ('000)	437,124	446,320
Basic and diluted earnings per unit (cents)	4.34	(0.80)

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.

9 Derivative Financial Instruments (continued)

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:

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 2022	Contractual/notional \$'000	Assets \$'000	Liabilities \$'000
Forward currency contracts	<u>993,873</u>	<u>35,372</u>	<u>12,524</u>
Total derivatives	<u>993,873</u>	<u>35,372</u>	<u>12,524</u>
As at 30 June 2022			
Forward currency contracts	<u>1,053,576</u>	<u>6,197</u>	<u>60,358</u>
Total derivatives	<u>1,053,576</u>	<u>6,197</u>	<u>60,358</u>

10 Distributions to unit holders

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

	Half-year ended 31 December 2022		Half-year ended 31 December 2021	
	\$'000	CPU	\$'000	CPU
Distributions				
July	3,129	0.7111	3,592	0.8049
August	3,118	0.7111	3,592	0.8049
September	3,111	0.7111	3,592	0.8049
October	3,105	0.7111	3,593	0.8049
November	3,095	0.7111	3,593	0.8049
December (payable)	<u>3,087</u>	<u>0.7111</u>	<u>3,593</u>	<u>0.8049</u>
Total distributions	<u>18,645</u>	<u>4.2666</u>	<u>21,555</u>	<u>4.8294</u>

11 Receivables

	As at	
	31 December 2022 \$'000	30 June 2022 \$'000
Withholding tax receivable	167	136
GST receivable	<u>123</u>	<u>153</u>
Total receivables	<u>290</u>	<u>289</u>

12 Payables

	As at	
	31 December 2022	30 June 2022
	\$'000	\$'000
Units buy-back payable	137	-
Management fees payable	1,238	383
Responsible Entity fees payable	131	69
Custody and administration fees payable	220	144
Total payables	1,726	596

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 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
Michael J O'Brien	
Russell W Beasley	
Mary A O'Connor	
Samantha Einhart	Company Secretary

(ii) Responsible Entity

Other than the fees paid to the Responsible Entity, there were no other transactions.

(iii) 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

No transactions occurred with key management personnel during the reporting period.

NB GLOBAL CORPORATE INCOME TRUST

13 Related party transactions (continued)

(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 \$
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As at 31 December 2022

Platinum Cat Pty Ltd ATF						
Platinum Cat Superfund*	8,912	8,912	0.002	-	-	380
Mr Russell Beasley	1	1	-	-	-	-

As at 30 June 2022

Platinum Cat Pty Ltd ATF						
Platinum Cat Superfund*	8,912	8,912	0.002	-	-	879
Mr Russell Beasley	1	1	-	-	-	-

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

(d) Key management personnel compensation

Key management personnel are paid by EQT Services Pty Ltd. Payments made from the Fund to Equity Trustees Limited 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, 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 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

13 Related party transactions (continued)**(g) Responsible Entity's, 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:

	Half-year ended	
	31 December 2022	31 December 2021
	\$	\$
Management fees for the half-year	2,553,285	3,156,372
Responsible Entity fees for the half-year	95,524	102,612
Management fees payable at half-year end	1,237,649	524,187
Responsible Entity fees payable at half-year end	130,773	50,911

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

The management fees borne by the Fund are paid to the Investment Manager, who in turn provides the on-payment of the fees to the respective service providers. Expense recoveries include Custodian and Administrator fees and other expenses.

Responsible Entity fees are paid directly by the Fund to the Responsible Entity.

(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 As at 31 December 2022	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 \$
ETSL ATF AMG Super Members	3,341,432	3,022,202	0.696	141,249	460,479	137,384
ETSL ATF Acclaim Super member	381,026	529,384	0.122	162,803	14,445	21,697
The Glenleith Super Fund A/C*	150,000	150,000	0.035	-	-	6,400
Unit holder As at 30 June 2022						
ETSL ATF AMG Super Members	2,932,444	3,341,432	0.758	1,013,621	604,633	332,908
ETSL ATF Acclaim Super member	-	381,026	0.086	381,026	-	12,904
The Glenleith Super Fund A/C*	150,000	150,000	0.034	-	-	14,800

* 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.

(i) Investments

The Fund did not hold any investments in Equity Trustees Limited or its related parties during the half-year (30 June 2022: 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 Fund invests in different types of securities, as detailed in Note 4 Fair Value Measurement.

15 Events occurring after the reporting period

Distributions

On 16 January 2023, Directors announced a distribution of 0.7111 cents per ordinary unit. The record date was 4 January 2023, and payment date was 16 January 2023.

On 24 January 2023, Directors a distribution of 0.7111 cents per ordinary unit. The record date was 2 February 2023, and payment date was 14 February 2023.

On 22 February 2023, Directors announced an estimated monthly distribution of 0.7111 cents per ordinary unit. The record date will be 2 March 2023 and payment date will be 14 March 2023.

Units buy-back plan

From the reporting date to date of signing the financial statements, the Fund has purchased on market and cancelled 1,712,008 units at a cost of \$2,493,887. (2021: nil).

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 2022 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 2022 and 30 June 2022.

Directors' declaration

In the opinion of the directors of the Responsible Entity:

- (a) The condensed financial statements and notes set out on pages 6 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 2022 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
- (c) Note 2 confirms that the condensed 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 Ltd. through a delegated authority given by Equity Trustees Limited's Board.



Philip D Gentry
Chairman

Melbourne
27 February 2023



Independent auditor's review report

To the unitholder 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 2022, 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 2022 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 the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Responsibilities 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 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.



Auditor's responsibilities 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 2022 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 handwritten signature in black ink, appearing to read 'PricewaterhouseCoopers', written over the printed name.

PricewaterhouseCoopers

A handwritten signature in black ink, appearing to read 'CJ Cummins', written over the printed name.

CJ Cummins
Partner

Sydney
27 February 2023

Additional Corporate Information

Director of the Responsible Entity

Philip D Gentry
Michael J O'Brien
Russell W Beasley
Mary A O'Connor

Company Secretary of the Responsible Entity

Samantha Einhart

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Investment Manager

Neuberger Berman Australia Ltd.

Auditor and Tax

PricewaterhouseCoopers

Unit Register

Boardroom Pty Limited

Securities Exchange Listing

Australian Securities Exchange
ASX ticker code: NBI

Website

www.nb.com/NBI