

NEUBERGER	BERMAN
-----------	--------

# NB Private Equity Partners

*March 2011*

# Neuberger Berman

## Independent, global investment management firm

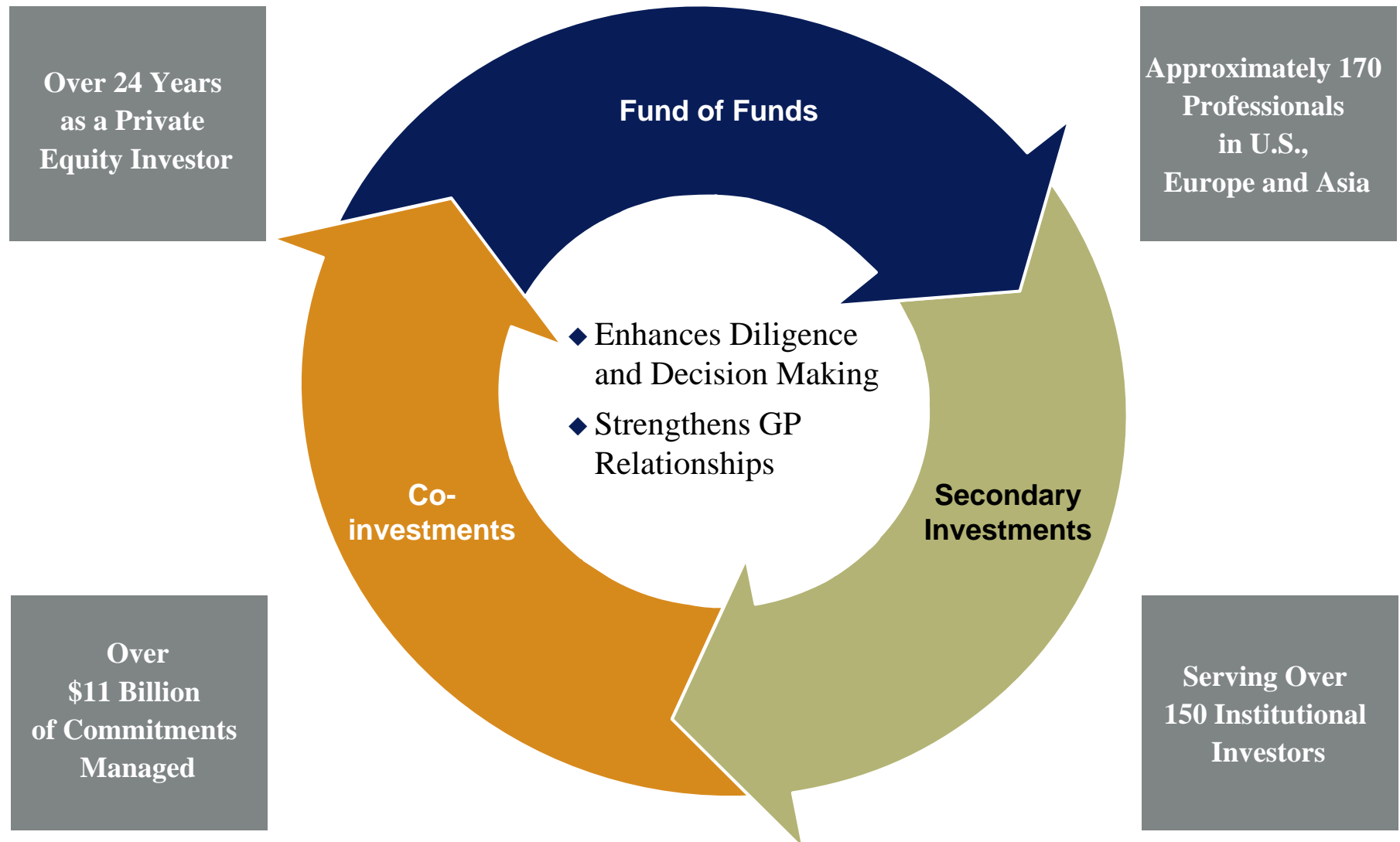
- ◆ \$190 billion in total assets under management
- ◆ Debt-free capital structure
- ◆ ~1,650 employees in U.S., Europe and Asia
- ◆ Majority owned and controlled by ~300 senior professionals

Neuberger Berman		
Equity	Fixed Income	NB Alternatives
<p><b>U.S. Equity</b></p> <p><b>International &amp; Global Equity</b></p> <p><b>Quantitative</b></p>	<p><b>Cash &amp; Short Duration</b></p> <p><b>Tax-exempt</b></p> <p><b>Investment Grade</b></p> <p><b>Non-investment Grade</b></p> <p><b>Specialty</b></p>	<p><b>Private Equity Fund of Funds</b></p> <p><b>Co-investments</b></p> <p><b>Secondaries</b></p> <p><b>Hedge Fund of Funds</b></p> <p><b>Capital Analytics</b></p>

**To partner with our clients to achieve their unique investment objectives**

Source: Neuberger Berman Group LLC.  
 Note: As of 31 December 2010. Reflects collective data for the various affiliated investment advisers that are subsidiaries of Neuberger Berman Group LLC.

# Fully Integrated Approach



Source: NB Alternatives Advisers LLC. As of 1 January 2011.

# NB Private Equity Partners

**NBPE is a closed-end investment company that invests in an actively managed portfolio of private equity fund investments managed by leading sponsors and direct / co-investments alongside leading sponsors**

## Company Overview

- ◆ Listed in July 2007 with >53% cash
- ◆ Current market cap of approximately \$370 million
- ◆ NAV development which outperforms listed private equity fund of funds peer group averages
- ◆ Strongest capital structure of any listed private equity fund of funds (by commitment coverage percentage)
- ◆ Ordinary shares trade on both Euronext Amsterdam (NBPE AS) and the LSE (NBPE LN)
- ◆ ZDP shares trade on the LSE (NBPZ)

## Portfolio Overview

- ◆ Broadly diversified private equity portfolio valued at \$514 million as of 28 February 2011
  - 78% fund investments
  - 22% direct / co-investments
- ◆ Tactical asset allocation approach with 39% of NAV in special situations / distressed
- ◆ Well positioned in the current market environment
  - 55% of NAV was invested in 2008 or later
- ◆ Actively pursuing new investments, particularly direct private equity and yield-oriented investments

### Investment strategy focused on three disciplines:

**Fund of Funds**

**Direct / Co-investments**

**Secondary Investments**

*Note: Financial data as of 28 February 2011 (unaudited). Market data as of 22 March 2011. Past performance is not indicative of future results.*

# Strategic Actions

---

## **NBPE continues to pursue a number of strategic actions in order to enhance shareholder value over the long term**

### **◆ Strategic Asset Sale:**

- NBPE sold its interest in eight large-cap buyout funds at an aggregate 5.1% discount, generating net cash proceeds of \$100.5 million and releasing NBPE from \$22.5 million of related unfunded commitments \*

### **◆ Capital Return Policy:**

- Since launching the Capital Return Policy in October 2010, NBPE repurchased 685,682 shares at 26–31% discounts (accretive to NAV per share by ~\$0.05)
- NBPE expects to use a portion of the Strategic Asset Sale proceeds to repurchase shares throughout 1H 2011
- Going forward, NBPE intends to return 50% of the realized net increase in NAV attributable to the ordinary shares for each preceding six-month period

### **◆ Increased Allocation to Direct Private Equity and Yield-Oriented Investments:**

- Since the beginning of 2010, NBPE committed approximately \$50 million to 17 new direct / co-investments

*Note: Share repurchase data and new investment amounts are as of 22 March 2011.*

*\* Discount based on NBPE's carrying value at 31 August 2010.*

# February 2011 NAV Update

## NBPE's NAV per share has increased by 11.0% since the beginning of 2010

<i>(\$ in millions, except per share values)</i>	<b>28 February 2011 (Unaudited)</b>	<b>31 December 2010 (Pro Forma)</b>	<b>31 December 2009 (Audited)</b>
Fund Investments	\$406.0	\$408.6	\$457.2
Direct / Co-investments	\$107.8	\$99.6	\$77.6
Total Private Equity Fair Value	\$513.8	\$508.2	\$534.8
Private Equity Investment Level	97%	96%	111%
Cash and Cash Equivalents	\$80.9	\$82.0	\$63.9
Credit Facility	-	-	(\$65.8)
ZDP Share Liability, including Forward Currency Contract	(\$59.5)	(\$58.3)	(\$48.9)
Net Other Assets (Liabilities), including Minority Interest	(\$5.5)	(\$5.0)	(\$0.8)
Net Asset Value	\$529.7	\$526.9	\$483.2
<b>Net Asset Value per Share</b>	<b>\$10.50</b>	<b>\$10.38</b>	<b>\$9.46</b>

### Portfolio Activity

- ◆ Significant amount of investment and realization activity in 2010 and YTD 2011
  - Funded capital calls and direct / co-investments of approximately \$94 million in 2010 and YTD 2011
  - Received distributions and sale proceeds of approximately \$189 million in 2010 and YTD 2011

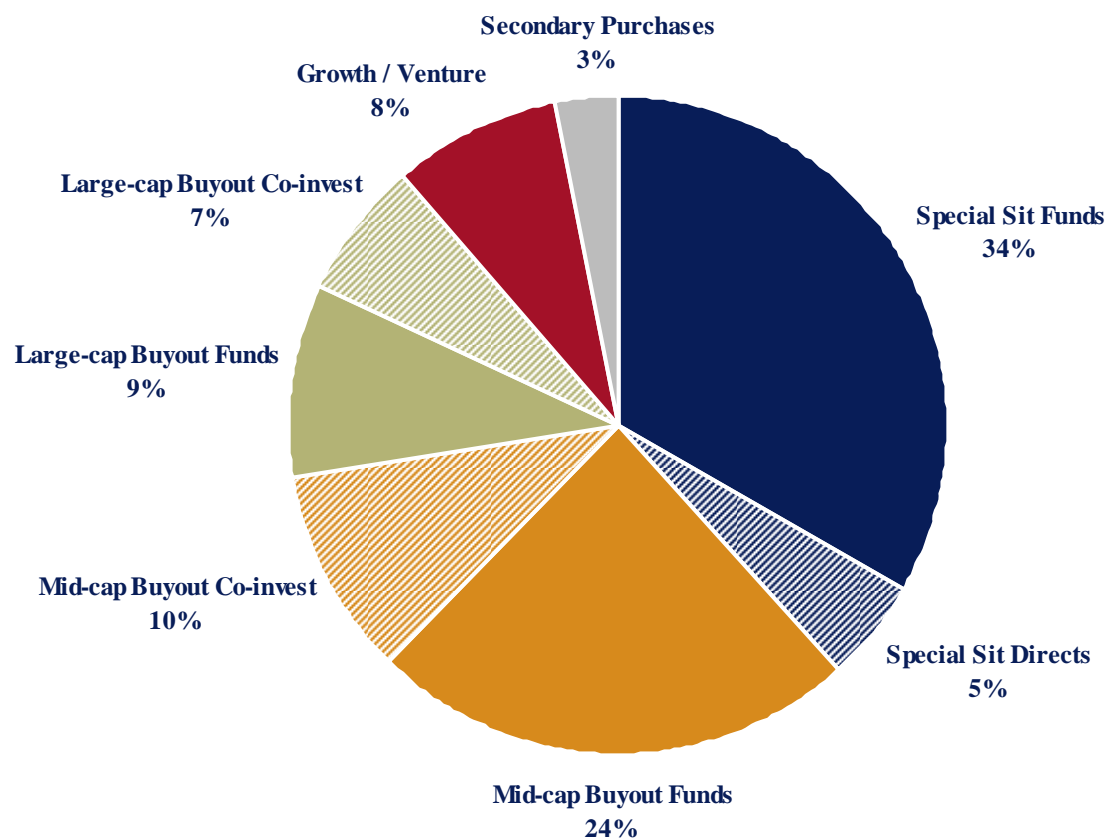
*Note: As of 28 February 2011 (unaudited). Past performance is not indicative of future results.*

# Broadly Diversified Private Equity Portfolio

NBPE's private equity portfolio is broadly diversified by asset class and tactically positioned for the current market environment <sup>1</sup>

## Diversification by Asset Class and Investment Type Based on Fair Value

- ◆ 22% invested in direct / co-investments
- ◆ 39% exposure to special situations / distressed investments



Note: As of 28 February 2011 (unaudited).

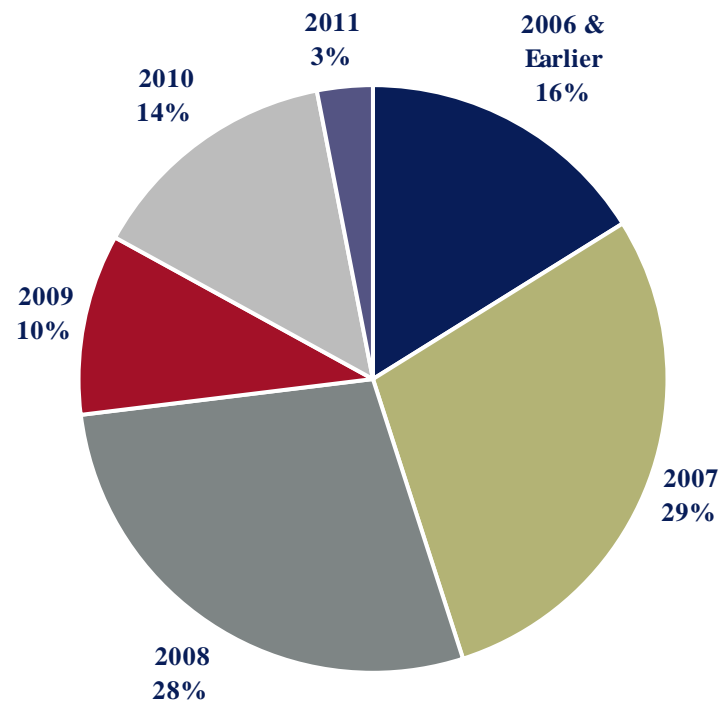
1. Please refer to the endnotes for certain important information related to this diversification information.

# Attractively Positioned for Growth and Liquidity

Approximately 55% of NBPE's private equity fair value is attributable to investments completed in 2008 or later

## Private Equity Fair Value by Year of Investment

- ◆ The investment environment in 2008, 2009 and 2010 was particularly attractive for distressed / special situations investing



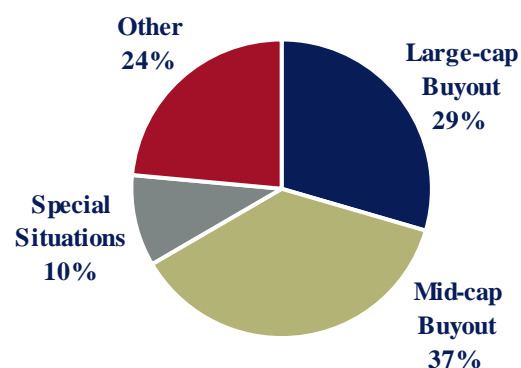
*Note: Year of investment is calculated at the portfolio company level and is defined as the date of capital deployment into a particular underlying investment. This differs from diversification by vintage year as vintage year shows when a fund was formed rather than when the capital was deployed. Data is based on private equity fair value as of 28 February 2011 (unaudited).*



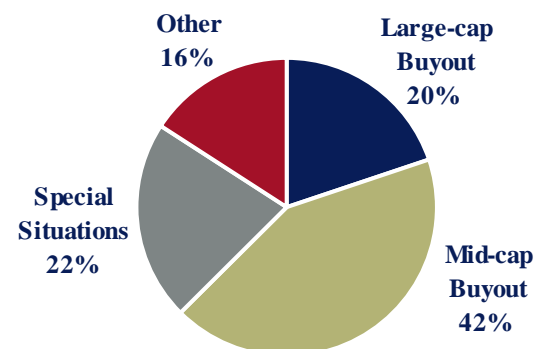
# Tactical Approach to Asset Allocation

NBPE has shifted its asset allocation over time in order to tactically allocate the portfolio. Over 78% of the current fair value that was deployed in 2008 through 2011 was invested in special situations and mid-cap buyout

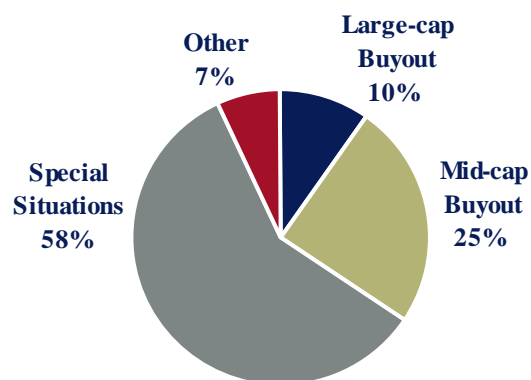
Deployed in 2006 & Earlier (16% of Fair Value)



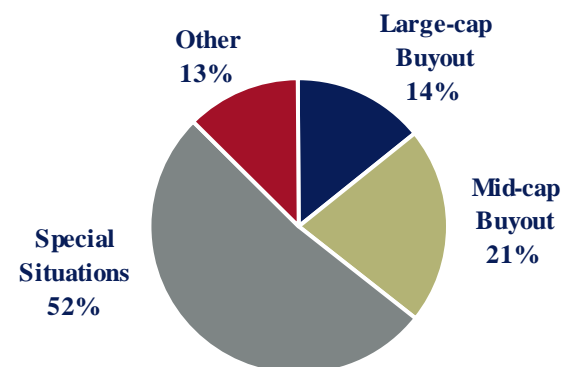
Deployed in 2007 (29% of Fair Value)



Deployed in 2008 (28% of Fair Value)



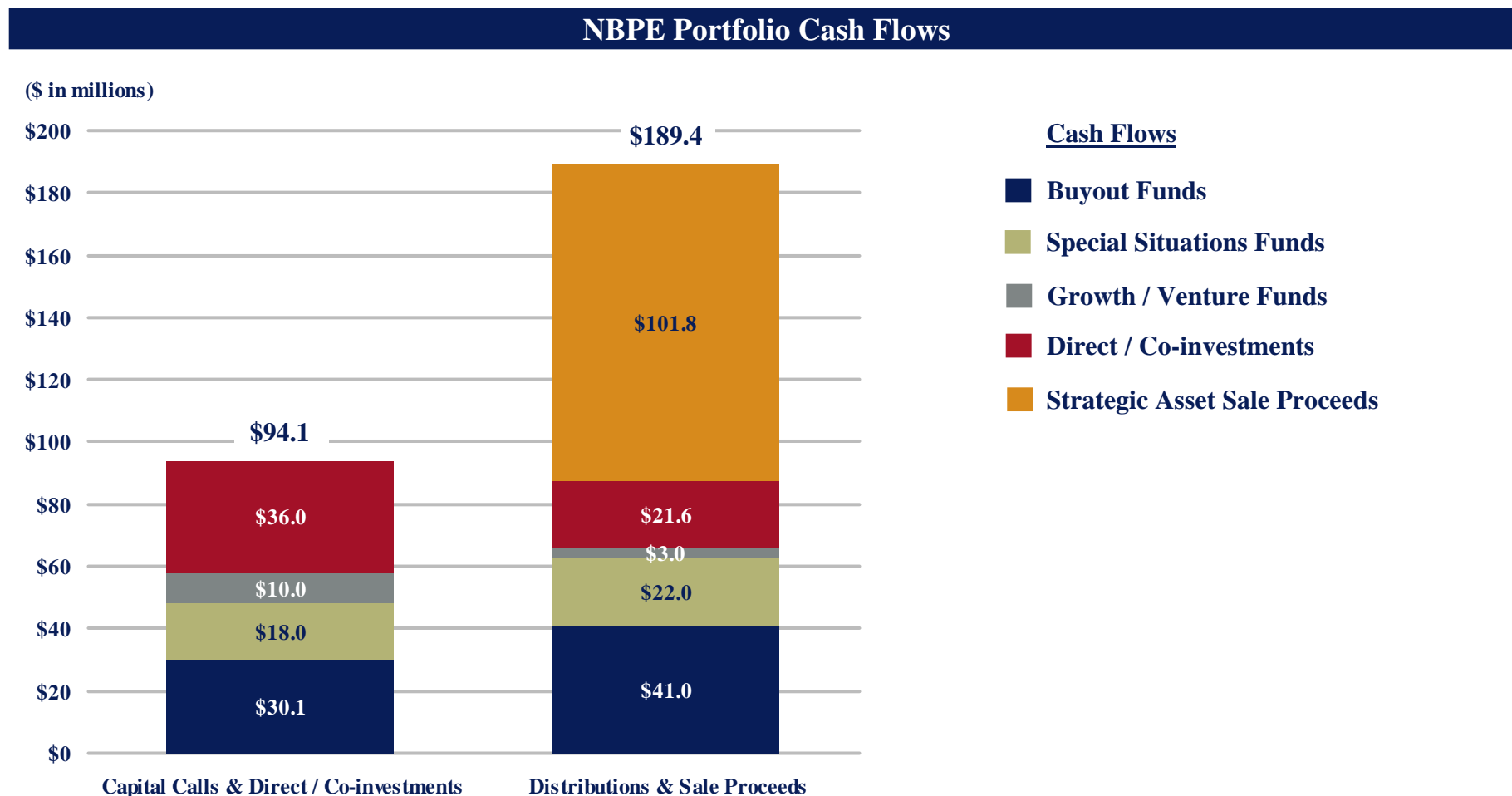
Deployed in 2009 – 2011 (27% of Fair Value)



Note: Other includes NB Crossroads Fund XVII, Growth / Venture and Secondaries. Based on private equity fair value as of 28 February 2011 (unaudited).

# Recent Portfolio Activity

Since the beginning of 2010, NBPE deployed \$94 million into new investments and received \$189 million of distributions and sale proceeds



*Note: As of 28 February 2011 (unaudited). Past performance is not indicative of future results.*

# Increased Allocation to Direct / Yield-Oriented Investments

---

## **NBPE is executing on its strategy to provide investors with a higher allocation to direct private equity and yield-oriented investments**

- ◆ NB Alternatives has an experienced senior co-investment team with 75 years of combined experience which includes former lead investors at small and middle market private equity firms
- ◆ What NB Alternatives does differently:
  - Focus on strategic, minority investments rather than large, syndicated transactions
  - Look for opportunistic investments such as add-ons, restructurings, and recapitalizations
  - Bottoms-up analysis on every investment and assessments of early exit opportunities
- ◆ Substantial deal flow of actionable opportunities with over 790 deals reviewed in the last five years\*
- ◆ Compelling market opportunity and economics
  - Direct / co-investment capital is needed, competition is limited
  - Substantially lower fees and carry than a traditional private equity fund

---

\* Deal flow data from 2006 through 31 December 2010.

# Actively Pursuing Buyout Co-investments

Since the beginning of 2010, NBPE has committed \$25 million to 12 new buyout co-investments

## New Buyout Co-investments

 <p><b><u>Equity Co-investment</u></b> Containment, pumping, filtration and shoring equipment rental solutions</p>	 <p><b><u>Equity Co-investment</u></b> Leading distributor of oil country tubular goods to oil and gas companies</p>	 <p><b><u>Equity Co-investment</u></b> Solutions provider of communications and wireless infrastructure</p>	 <p><b><u>Equity Co-investment</u></b> Leading producer of high purity sand for a broad range of industrial applications</p>	 <p><b><u>Equity Co-investment</u></b> Specialty retailer of women's, men's, and children's apparel and accessories</p>
 <p><b><u>Equity Co-investment</u></b> Germany's 5<sup>th</sup> largest cable operator with more than 630,000 subscribers</p>	 <p><b><u>Equity Co-investment</u></b> Federal IT and engineering services company</p>	 <p><b><u>Equity Co-investment</u></b> Leading provider of mission-focused systems engineering and integration services</p>	 <p><b><u>Equity Co-investment</u></b> Provider of advanced intelligent network security and data protection solutions</p>	 <p><b><u>Equity Co-investment</u></b> Provider of ramp, passenger and cargo ground services to airlines</p>
 <p><b><u>Equity Co-investment</u></b> Business and technology services for wireless telecommunications</p>	 <p><b><u>Equity Co-investment</u></b> Leading global distributor of commodity and specialty chemicals</p>			

Note: As of 22 March 2011 (unaudited).

# Actively Pursuing Yield-Oriented Direct Investments

Since the beginning of 2010, NBPE committed \$24 million to five new yield-oriented direct investments with a weighted average yield to maturity of 14%

## New Yield-Oriented Direct Investments

### HIV Medication Royalty Notes

Royalty notes backed by the worldwide sales of a leading HIV medication that is marketed globally by a premier pharmaceutical company

### Hormone Therapy Royalty Notes

Royalty notes backed by sales of a hormone replacement therapy medication used to improve low hormone levels

### Neuropathic Pain Medication Royalty Notes

Royalty notes backed by sales of a leading neuropathic pain medication marketed globally by a premier pharmaceutical company



### Second Lien Debt

Provider of advanced intelligent network security and data protection solutions



### PIK Preferred Shares

Cable broadband company in the United States

*Note: As of 28 February 2011 (unaudited).*

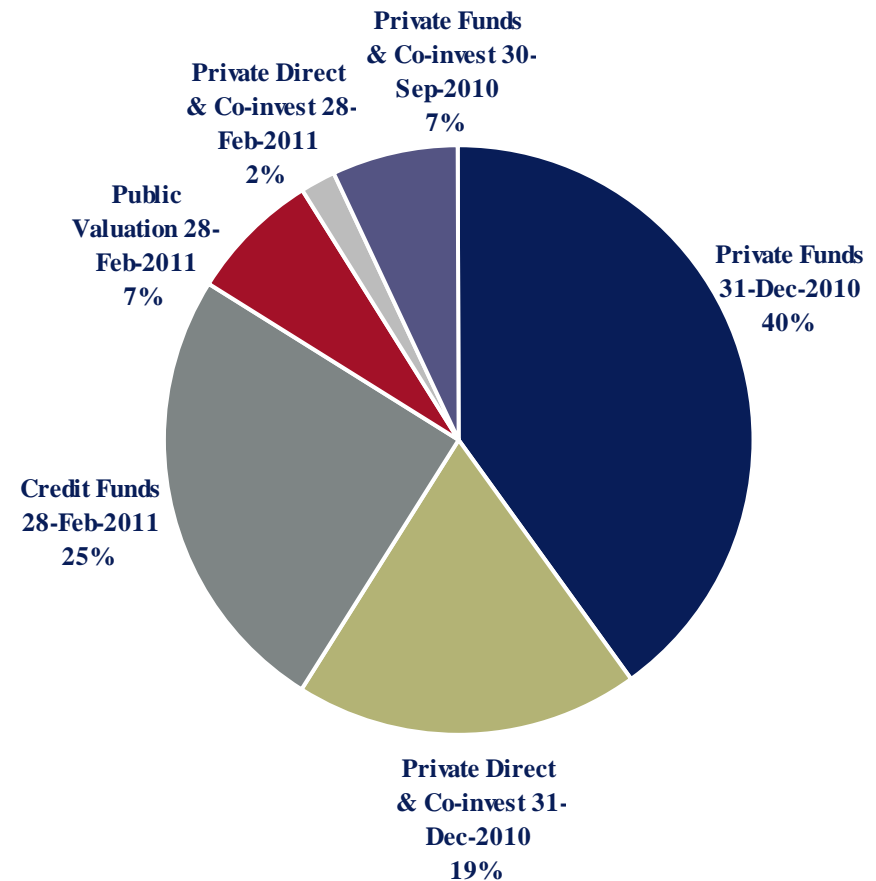
# Timely & Transparent Approach to Valuations

**NBPE provides monthly valuation updates and conducts quarterly conference calls for investors and research analysts**

## Valuation Commentary

- ◆ Proactive and conservative approach to valuations
- ◆ Approximately 32% of the private equity fair value is marked-to-market on a monthly basis through credit funds and public securities
- ◆ Private company valuations are adjusted each month/quarter as new information is received

## Fair Value by Date of Most Recent Information



*Note: As of 28 February 2011 (unaudited).*

# Portfolio Company Performance Metrics

**We analyzed the operational performance and valuation metrics of the 50 largest buyout companies based upon fair value at 31 December 2010**

## Traditional Buyout Investments

- ◆ Traditional buyout investments that were valued based on a multiple of cash flow (total enterprise value as a multiple of EBITDA)
  - 33 companies with approximately \$108 million of fair value, representing 20% of private equity fair value and 38% of buyout fair value
- ◆ Summary metrics for the traditional buyout investments:
  - Weighted average valuation multiple of 10.0x LTM EBITDA
  - Weighted average leverage multiple of 5.3x LTM EBITDA
  - Weighted average LTM revenue growth of 12%
  - Weighted average LTM EBITDA growth of 19%

## Other Buyout Investments

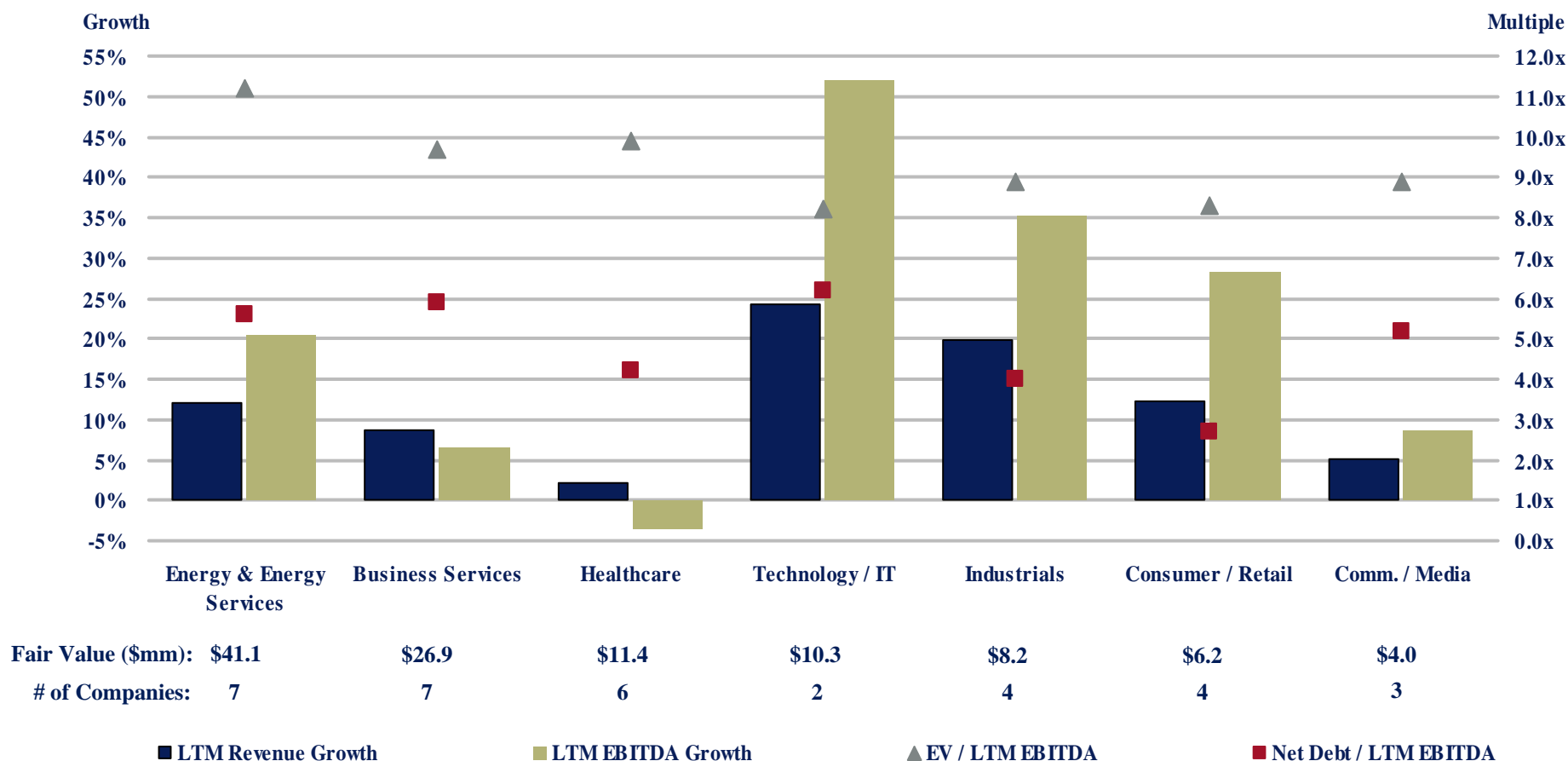
- ◆ Power generation and utility companies, financial institutions and publicly traded companies
  - 17 companies with approximately \$57 million of fair value, representing 11% of private equity fair value and 20% of buyout fair value
- ◆ Seven privately held financial institutions (\$25 million of fair value) grew book value by 16% over the last twelve months and were valued at 1.27x book value on a weighted average basis
- ◆ Four power generation and utility companies (\$18 million of fair value) were valued based on a variety of metrics, including price per kilowatt hour of generation capacity
- ◆ Six publicly traded companies (\$13 million of fair value) generated a weighted average total return of 20% during the calendar year 2010

*Note: As of 31 December 2010 (unaudited). Portfolio company operating and valuation metrics are based on the most recently available information. Pro forma private equity fair value as of 31 December 2010. Pro forma for the closing of the Strategic Asset Sale. Past performance is not indicative of future results.*

# Traditional Buyout Performance Metrics

The 33 traditional buyout investments had weighted average LTM revenue growth of 12% and weighted average LTM EBITDA growth of 19%

Weighted Average Performance & Valuation Metrics by Industry Sector: Traditional Buyout



Note: As of 31 December 2010 (unaudited). Portfolio company operating and valuation metrics are based on the most recently available information. Private equity fair value as of 31 December 2010, pro forma for the closing of the Strategic Asset Sale. Past performance is not indicative of future results.

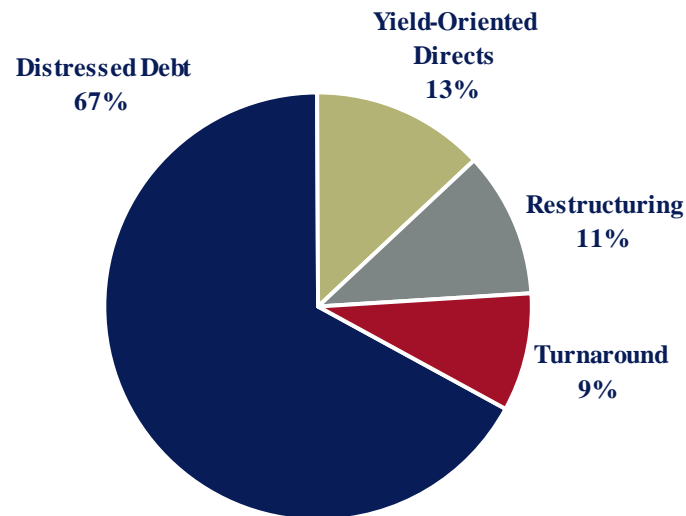


# Special Situations Portfolio Overview

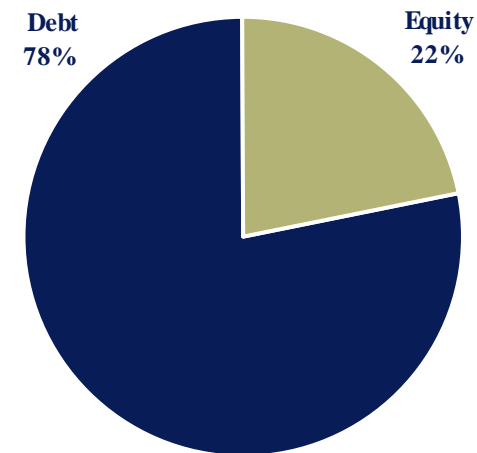
The fair value of NBPE's special situations portfolio was approximately \$198.0 million as of 28 February 2011, or 39% of total private equity fair value

- ◆ Within this 39% of the portfolio, 30% of total fair value was held in yield-oriented direct investments or credit related funds that provide a monthly estimate of the mark-to-market fair value of their debt investments
- ◆ The special situations portfolio is mostly comprised of debt securities, but over time we expect the equity component to increase as restructuring activity progresses within the distressed funds

Strategy Diversification by Fair Value



Estimated Security Type by Fair Value



Note: NBPE special situations diversification statistics are based on most recently available quarterly information and the Investment Manager's estimates as of 28 February 2011.

# Largest Underlying Special Situations Investments

**As of 28 February 2011, the 25 largest special situations companies had an aggregate fair value of approximately \$63.0 million, representing 32% of special situations fair value and 12% of total private equity fair value**

- ◆ Each of NBPE's yield-oriented direct investments is in a mezzanine or debt security that is senior to the common equity and generates a meaningful amount of current income through either cash or PIK interest

Investment Stage	# of Companies	Fair Value (\$mm)	Commentary
Yield-Oriented Direct Investments	5	\$24.8	Second lien debt securities, royalty notes, and PIK preferred shares with a weighted average yield to maturity of 13.6% and a weighted average leverage multiple of 2.9x based on debt that is senior to the security held by NBPE
Undervalued / Distressed Debt	8	\$20.0	Debt securities purchased at a discount to par that generate a meaningful current yield within the sponsor's portfolio
Influential Restructuring	5	\$7.0	Companies that are currently undergoing or are expected to undergo a financial restructuring; exposure to an influential portion of the capital structure where the manager is in position to lead the restructuring process
Post-Restructuring	4	\$6.8	Targeted distressed positions where the special situations manager led the restructuring process; investments now have exposure to new debt securities as well as equity that was acquired during the restructuring process
Operational Turnaround	3	\$4.4	Acquisition of underperforming businesses at a low valuation to enhance value and improve operations; predominantly invested in equity securities but also some downside protection with debt securities and warrants
<b>Total</b>	<b>25</b>	<b>\$63.0</b>	

*Note: As of 28 February 2011 (unaudited).*

# Strong Capital Position

## NBPE has \$218 million of excess capital resources and 294% of unfunded commitments backstopped by cash and the undrawn credit facility

- ◆ As of 28 February 2011, NBPE had unfunded commitments of \$112.8 million
  - Total capital resources were \$330.9 million, including cash and cash equivalents plus the undrawn credit facility
  - Excess capital resources over unfunded commitments of \$218.2 million – a 294% commitment coverage level
- ◆ NBPE has a \$250 million revolving credit facility with a term expiring in August 2014
  - In January 2011, NBPE repaid all outstanding borrowings under the credit facility

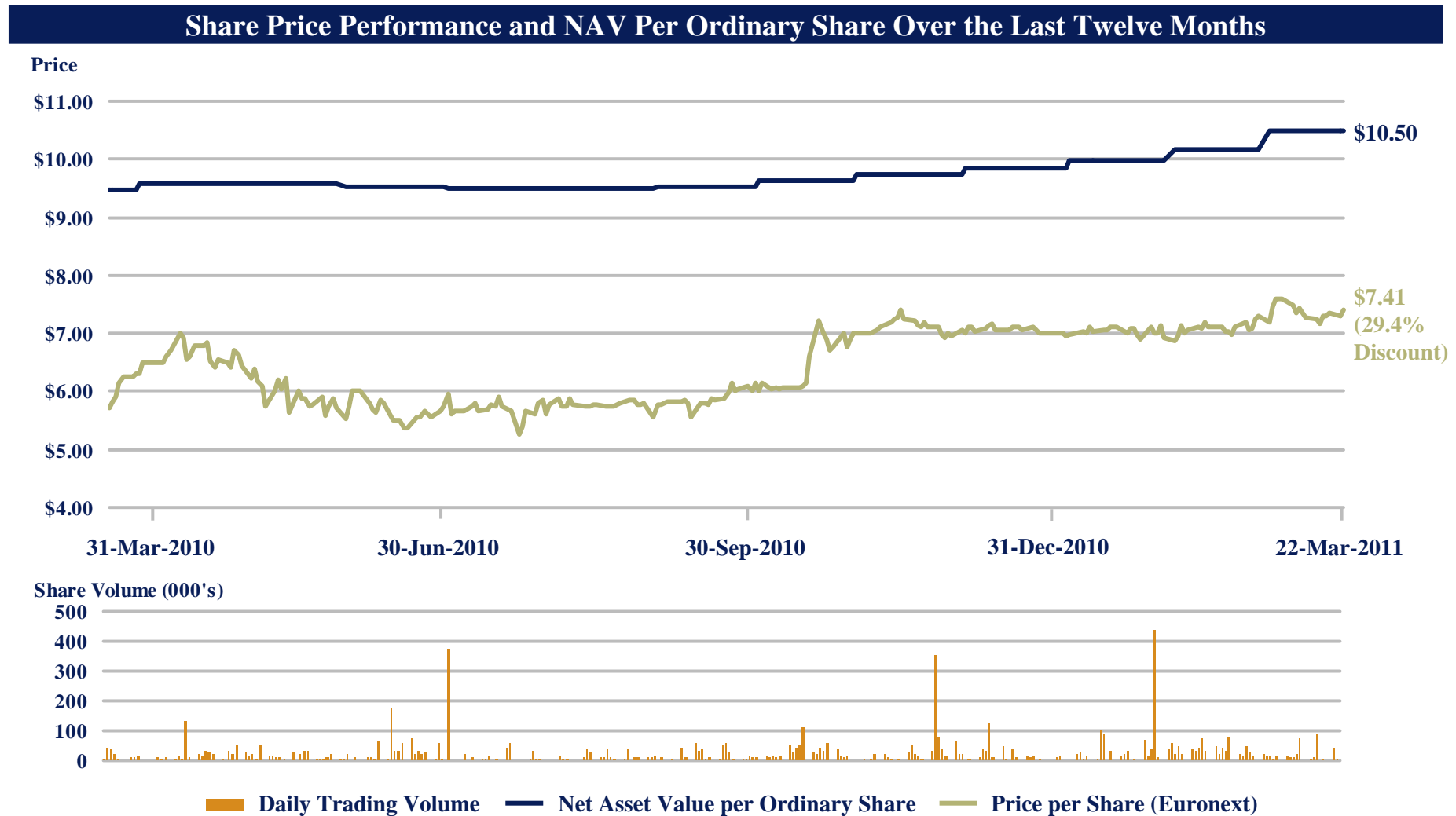
### NBPE Financial Position & Liquidity Metrics - 28 February 2011

Unfunded Private Equity Commitments	\$112.8	Fair Value of Private Equity Investments	\$513.8
		Net Asset Value	\$529.7
Cash and Cash Equivalents	\$80.9		
Undrawn Credit Facility	250.0	Private Equity Investment Level	97%
Total Capital Resources	\$330.9	Commitment Level	118%
<b>Excess Capital Resources</b>	<b>\$218.2</b>	<b>Commitment Coverage Level</b>	<b>294%</b>

*Note: As of 28 February 2011 (unaudited).*

# Share Price and NAV per Ordinary Share

NBPE's share price increased by approximately 30% over the last twelve months



Source: NYSE Euronext, Bloomberg and Oriel Securities. Market data as of 22 March 2011. Past performance is not indicative of future results.

Note: Daily Trading Volume includes the combined volume of ordinary shares traded on NYSE Euronext and the London Stock Exchange as well as over-the-counter trades reported via Markit BOAT.

# Trading Liquidity

---

## **NBPE's ordinary shares have generated greater liquidity than reported by NYSE Euronext and the London Stock Exchange**

- ◆ During 2010 and YTD 2011, NBPE's cumulative trading volume on NYSE Euronext and the London Stock Exchange was approximately 7.6 million shares
- ◆ However, there was an additional 2.0 million shares of volume represented by over-the-counter trades
  - This supplemental trading volume was not reported by the exchanges but instead was reported via the Markit BOAT platform

*Note: As of 22 March 2011 (unaudited).*

*Source: NYSE Euronext, Bloomberg and Oriel Securities. Past performance is not indicative of future results.*

---

# Ordinary Share Repurchases

---

**Since inception, NBPE has repurchased 3.8 million shares, or 7.1% of the originally issued shares, including 685,682 shares since the new buy-back program was launched in October 2010**

- ◆ Share repurchases through 22 March 2011 have been accretive to NAV per share by approximately \$0.48
- ◆ Since launching the Capital Return Policy in October 2010, NBPE has repurchased 685,682 shares at a weighted average price per share of \$7.05 (accretive to NAV per share by ~\$0.05)
  - NBPE expects to use a portion of the Strategic Asset Sale proceeds to repurchase shares throughout 1H 2011
  - Going forward, NBPE intends to return 50% of the realized net increase in NAV attributable to the ordinary shares for each preceding six-month period

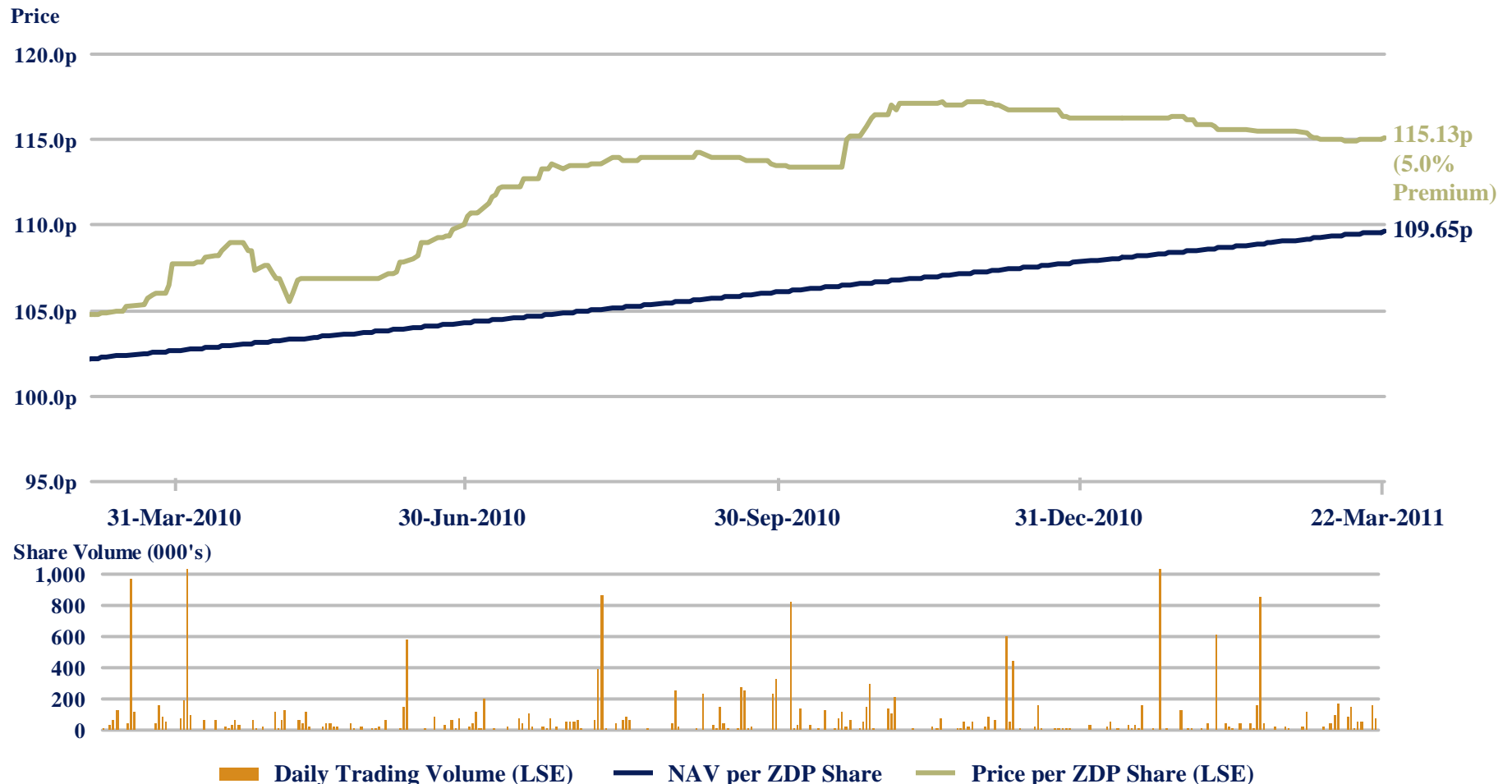
---

*Note: As of 22 March 2011 (unaudited).*

# ZDP Price and NAV per ZDP Share

NBPE's ZDP shares have consistently traded at a premium to accreted value since they were issued in late 2009. The GRY is currently 6.5% at the prevailing market price

**ZDP Price Performance and NAV Per ZDP Share Over the Last Twelve Months**



Source: Bloomberg. Market data as of 22 March 2011. Past performance is not indicative of future results.

Note: NAV per ZDP share is defined as the accreted value of the ZDP shares.

# Attractive Value Proposition

---

## **We believe that NBPE offers a compelling investment opportunity**

- ◆ Experienced Investment Manager with a strong long-term track record
- ◆ High quality private equity portfolio
  - Top-tier managers with proven success
  - Robust allocation to special situations / distressed investments
  - Dedicated co-investment and secondary platforms with proprietary access
- ◆ Strong financial position with capital available for new investments
  - Cash and available credit facility exceed unfunded private equity commitments
  - Actively seeking new investments
- ◆ Dual share class with ordinary shares and ZDP shares
  - Ordinary shares admitted to trading on both Euronext Amsterdam and the LSE
  - ZDP shares admitted to trading on the LSE



# Trading Information

## Ordinary Share Information

<b>Trading Symbol:</b>	NBPE
<b>Exchanges:</b>	Euronext Amsterdam & London Stock Exchange
<b>Base Currency:</b>	USD
<b>Bloomberg:</b>	NBPE NA, NBPE LN
<b>Reuters:</b>	NBPE.AS, NBPE.L
<b>ISIN:</b>	GG00B1ZBD492
<b>COMMON:</b>	030991001

## ZDP Share Information

<b>Trading Symbol:</b>	NBPZ
<b>Exchanges:</b>	London Stock Exchange & Channel Islands Stock Exchange
<b>Base Currency:</b>	GBP
<b>Bloomberg:</b>	NBPEGBP LN
<b>Reuters:</b>	NBPEO.L
<b>ISIN:</b>	GG00B4ZXGJ22
<b>SEDOL:</b>	B4ZXGJ2
<b>Gross Redemption Yield:</b>	7.30% at issuance
<b>Share Life:</b>	7.5 years to 31 May 2017
<b>Final Capital Entitlement:</b>	169.73 pence per share at maturity

# Contact Information

---

---

**Registered Office:** NB Private Equity Partners Limited  
P.O. Box 225  
Heritage Hall, Le Marchant Street  
St. Peter Port, Guernsey GY1 4HY  
Channel Islands  
Tel: +44.(0).1481.716.000

---

**Investment Manager:** NB Alternatives Advisers LLC  
325 N. Saint Paul Street  
Suite 4900  
Dallas, TX 75201  
United States of America

---

**Investor Relations:** Web: [www.nbprivateequitypartners.com](http://www.nbprivateequitypartners.com)  
Email: [IR\\_NBPE@nb.com](mailto:IR_NBPE@nb.com)  
Tel: +1.214.647.9593

---

**Media Relations:** Financial Dynamics  
Nick Henderson / Edward Berry  
Tel: +44.20.7269.7114

---

---

**Corporate Brokers:** Oriel Securities  
Joe Winkley  
Tel: +44.20.7710.7600  
  
Royal Bank of Scotland  
Gary Gould / Stuart Klein  
Tel: +44.20.7678.0605

---

**Research Analysts:** Oriel Securities – Iain Scouller  
Email: [iain.scouller@orielsecurities.com](mailto:iain.scouller@orielsecurities.com)

RBS – Louisa Symington-Mills  
Email: [louisa.symington-mills@rbs.com](mailto:louisa.symington-mills@rbs.com)

Cazenove – Christopher Brown  
Email: [christopher.brown@cazenove.com](mailto:christopher.brown@cazenove.com)

Collins Stewart – Alan Brierley  
Email: [abrierley@collinsstewart.com](mailto:abrierley@collinsstewart.com)

Liberum Capital – Henry Freeman  
Email: [henry.freeman@liberumcapital.com](mailto:henry.freeman@liberumcapital.com)

Numis – Charles Cade & James Glass  
Email: [j.glass@numiscorp.com](mailto:j.glass@numiscorp.com)

Winterflood – Simon Elliott  
Email: [simon.elliott@wins.co.uk](mailto:simon.elliott@wins.co.uk)

---

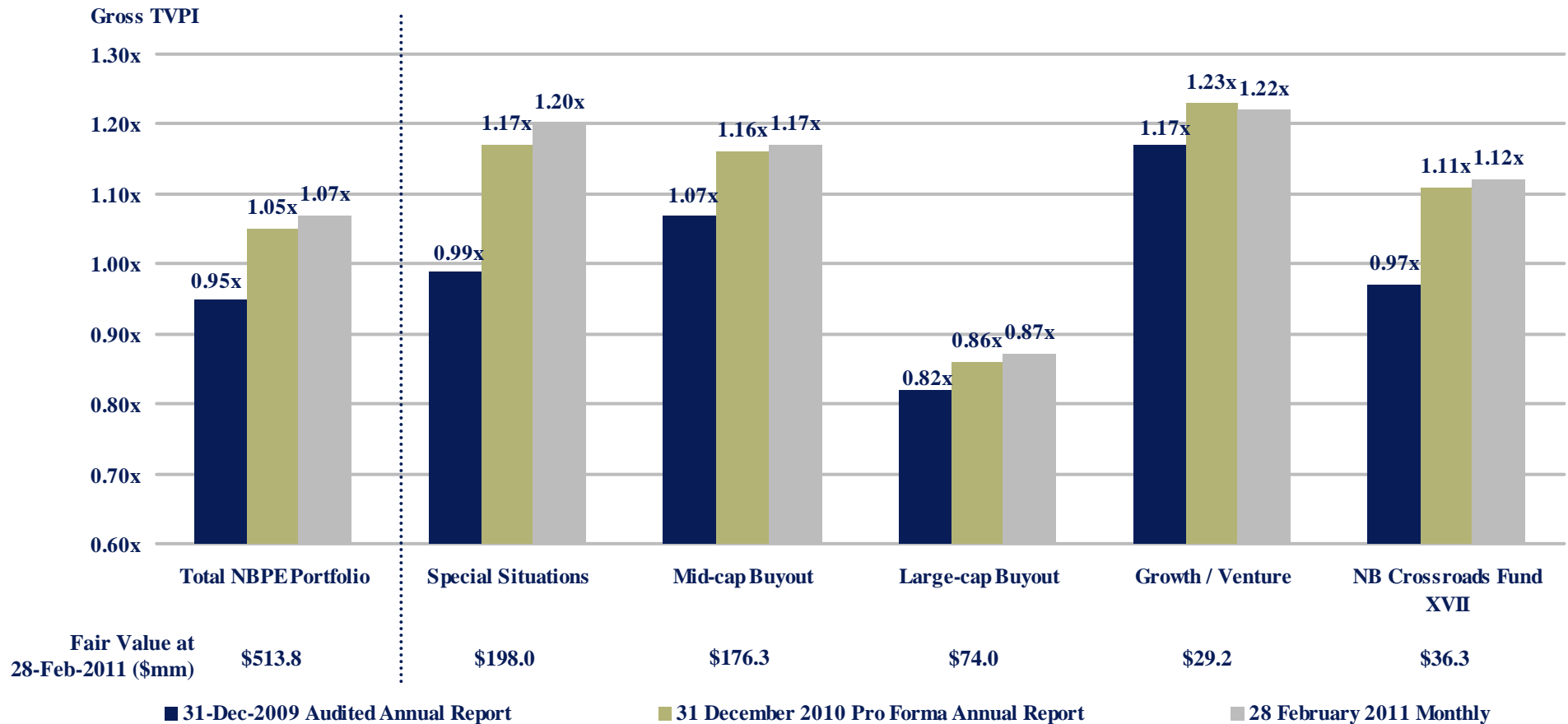
---

## **Additional Company Information**

# Portfolio Performance by Asset Class

Since the beginning of 2010, NBPE's private equity portfolio increased in value by approximately 15%

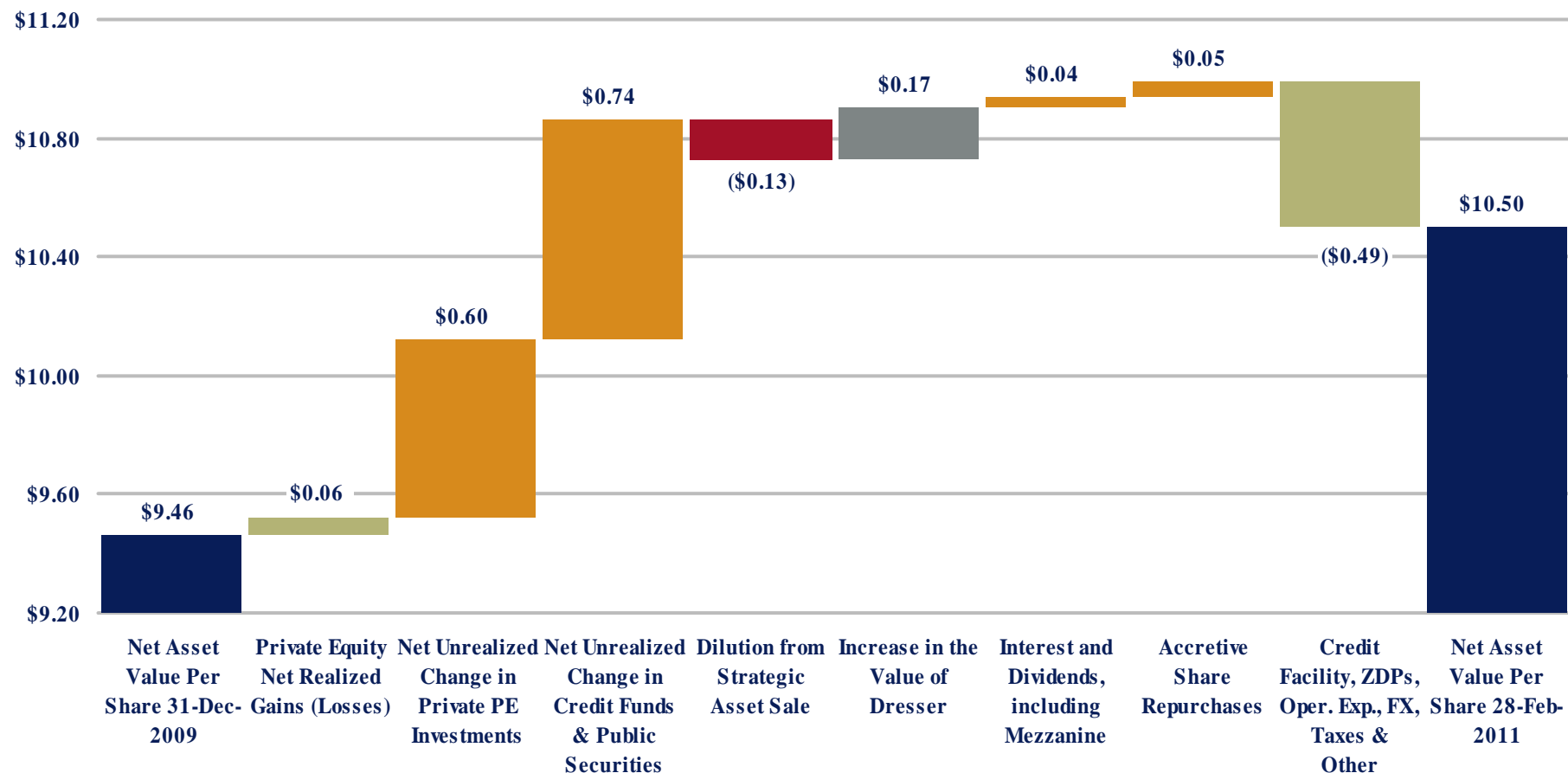
## NBPE Portfolio Performance Since Inception by Asset Class



Note: As of 28 February 2011 (unaudited). Past performance is not indicative of future results. Gross TVPI represents the total value to paid-in multiple.

# Net Asset Value Development

Positive portfolio performance, including the sale of Dresser, led to an increase in NAV over the past 14 months



Note: As of 28 February 2011 (unaudited). Past performance is not indicative of future results.

# Private Equity Investment Portfolio

The following is a list of NBPE's private equity investments as of 22 March 2011

<b>Investment Name</b>	<b>Principal Geography</b>	<b>Vintage Year</b>	<b>Investment Name</b>	<b>Principal Geography</b>	<b>Vintage Year</b>
<b><i>Special Situations Funds</i></b>			<b><i>Mid-cap Buyout Funds</i></b>		
Catalyst Fund III	Canada	2009	American Capital Equity II	U.S.	2005
Centerbridge Credit Partners	U.S.	2008	Aquiline Financial Services Fund	U.S.	2005
CVI Global Value Fund	Global	2006	ArcLight Energy Partners Fund IV	U.S.	2007
Oaktree Opportunities Fund VIII	U.S.	2009	Avista Capital Partners	U.S.	2006
OCM Opportunities Fund VIIb	U.S.	2008	Clessidra Capital Partners	Europe	2004
Platinum Equity Capital Partners II	U.S.	2007	Corsair III Financial Services Partners	Global	2007
Prospect Harbor Credit Partners	U.S.	2007	Highstar Capital II	U.S.	2004
Sankaty Credit Opportunities III	U.S.	2007	Investitori Associati III	Europe	2000
Strategic Value Global Opportunities Fund I	Global	2010	Lightyear Fund II	U.S.	2006
Strategic Value Special Situations Fund	Global	2010	OCM Principal Opportunities Fund IV	U.S.	2006
Sun Capital Partners V	U.S.	2007	Trident IV	U.S.	2007
Wayzata Opportunities Fund II	U.S.	2007			
<b><i>Special Situations Direct Investments</i></b>			<b><i>Mid-cap Buyout Co-investments</i></b>		
Firth Rixson (Second Lien Debt)	Europe	2008	BakerCorp	U.S.	2010
Royalty Notes (HIV Medication)	Global	2010	Bourland & Leverich Supply Co.	U.S.	2010
Royalty Notes (Neuropathic Pain Medication)	Global	2011	Dresser	U.S.	2007
Royalty Notes (Hormone Therapy Drug)	Global	2011	Edgen Murray	U.S.	2007
SonicWALL (Second Lien Debt)	U.S.	2010	Fairmount Minerals	U.S.	2010
Suddenlink Comm. (PIK Preferred Shares)	U.S.	2010	Firth Rixson	Europe	2007-09
			GazTransport & Technigaz (GTT)	Europe	2008
			Group Ark Insurance	Global	2007
			Kyobo Life Insurance	Asia	2007
			Pepcom	Europe	2011
			Press Ganey	U.S.	2008
			Salient Federal Solutions	U.S.	2010
			SonicWALL	U.S.	2010
			Swissport	Europe	2011
			The SI Organization	U.S.	2010
			TPF Genco	U.S.	2006

# Private Equity Investment Portfolio (Cont'd)

The following is a list of NBPE's private equity investments as of 22 March 2011

<u>Investment Name</u>	<u>Principal Geography</u>	<u>Vintage Year</u>	<u>Investment Name</u>	<u>Principal Geography</u>	<u>Vintage Year</u>
<i>Large-cap Buyout Funds</i>			<i>Growth Equity Investments</i>		
Carlyle Europe Partners II	Europe	2003	Bertram Growth Capital I	U.S.	2007
Doughty Hanson & Co IV	Europe	2003	Bertram Growth Capital II	U.S.	2010
First Reserve Fund XI	U.S.	2006	Seventh Generation (Co-investment)	U.S.	2008
J.C. Flowers II	Global	2006	Summit Partners Europe Private Equity Fund	Europe	2010
<i>Large-cap Buyout Co-investments</i>			<i>Fund of Funds Investments</i>		
Avaya	U.S.	2007	NB Crossroads Fund XVII	Global	2002-06
Commscope	U.S.	2011	NB Crossroads Fund XVIII Mid-cap Buyout	Global	2005-09
Energy Future Holdings (TXU)	U.S.	2007	NB Crossroads Fund XVIII Large-cap Buyout	Global	2005-09
First Data	U.S.	2007	NB Crossroads Fund XVIII Special Situations	Global	2005-09
Freescale Semiconductor	U.S.	2006	NB Crossroads Fund XVIII Venture Capital	U.S.	2006-09
J. Crew	U.S.	2011	NB Fund of Funds Secondary 2009	Global	2009
Sabre	U.S.	2007			
Syniverse	U.S.	2011			
Univar	Global	2010			

# Largest Underlying Companies

As of 28 February 2011, the estimated fair value of the twenty largest portfolio company investments was approximately \$119 million, representing 23% of total private equity fair value. No individual company accounted for more than 3.5% of the total private equity portfolio. Listed below are the twenty largest portfolio company investments by fair market value in alphabetical order:

Company Name	Company Status
Author Solutions, Inc.	Privately-Held
Avaya, Inc.	Privately-Held
Bourland & Leverich Supply Co.	Privately-Held
Clear Channel Communications, Inc. (Debt)	Privately-Held
Cobalt International Energy	Publicly-Traded
Edgen Murray Corporation	Privately-Held
Firth Rixson plc (Second Lien Debt)	Privately-Held
Freescale Semiconductor, Inc.	Privately-Held
Group Ark Insurance Holdings Limited	Privately-Held
Harrah's Entertainment, Inc. (Debt)	Privately-Held

Company Name	Company Status
HIV Medication Royalty Bonds	Privately-Held
Kyobo Life Insurance Co., Ltd.	Privately-Held
Lantheus Medical Imaging	Privately-Held
Power Holdings Inc.	Privately-Held
Sabre Holdings Corporation	Privately-Held
SonicWALL, Inc. (Second Lien Debt)	Privately-Held
Terra-Gen Power Holdings, LLC	Privately-Held
The SI Organization, Inc.	Privately-Held
TPF Genco Holdings, LLC	Privately-Held
TydenBrooks	Privately-Held

Approximately \$40 million of private equity fair value was comprised of companies with publicly-traded securities as of 28 February 2011, representing 8% of total private equity fair value

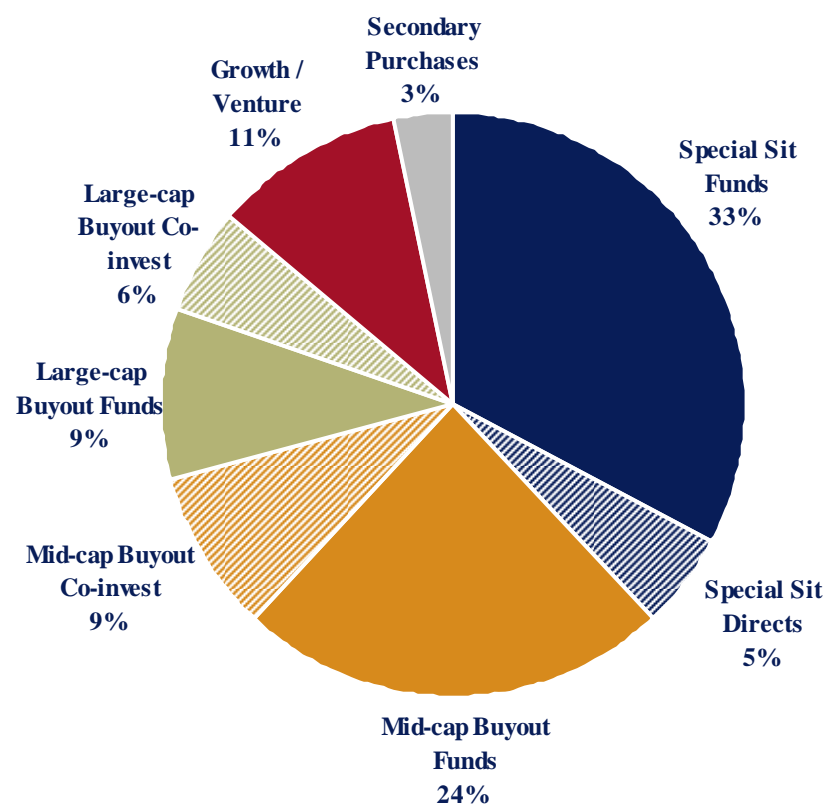
*Note: As of 28 February 2011 (unaudited). The estimated fair value of the ten largest portfolio company investments was approximately \$79 million, representing 15% of total private equity fair value.*



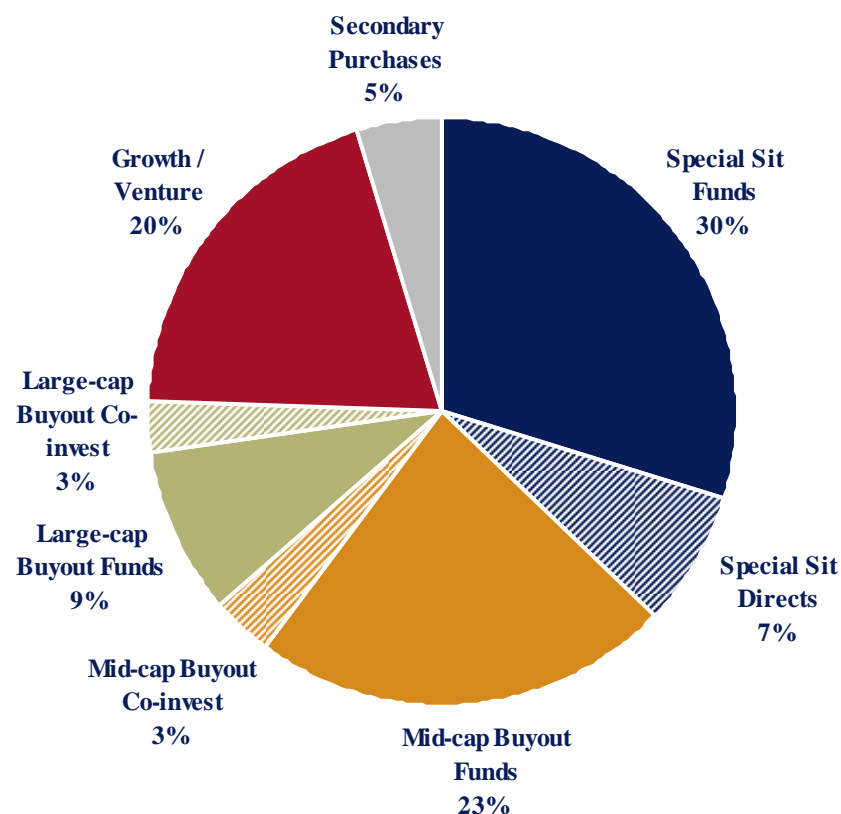
# Diversification by Asset Class & Investment Type

The graphs below illustrate the diversification of NBPE's private equity portfolio by asset class and investment type based on total exposure and unfunded commitments as of 28 February 2011 <sup>1</sup>

By Total Exposure



By Unfunded Commitments

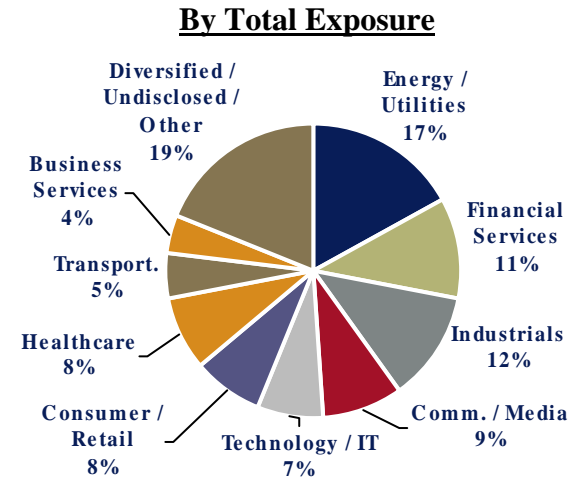
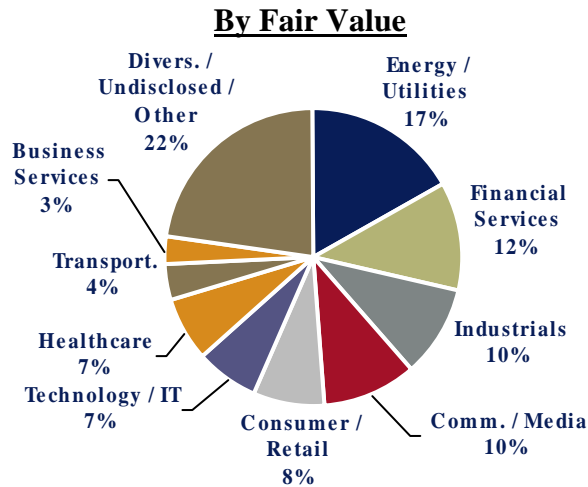


Note: As of 28 February 2011 (unaudited). Total exposure represents fair value plus unfunded commitments.  
1. Please refer to the endnotes for certain important information related to this diversification information.

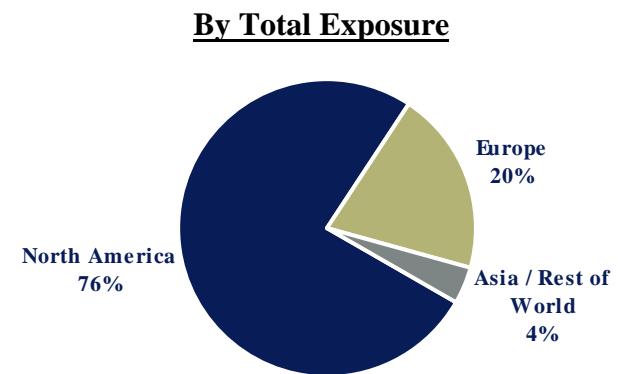
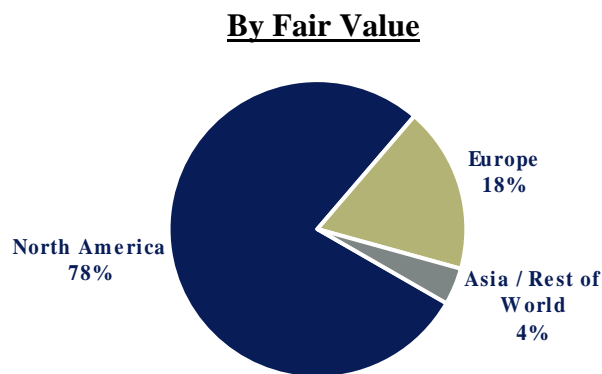
# Industry & Geography Diversification

Illustrated below is the diversification of NBPE's portfolio by industry and geography based on private equity fair value and total exposure at 28 February 2011 <sup>2</sup>

## Industry



## Geography



Note: As of 28 February 2011 (unaudited). Total exposure represents fair value plus unfunded commitments.  
 2. Please refer to the endnotes for certain important information related to this diversification information.

# Vintage Year Diversification

The following table illustrates NBPE's vintage year diversification by asset class and investment type as of 28 February 2011

(\$ in millions)

	Vintage Year								Total
	<=2004	2005	2006	2007	2008	2009	2010	2011	
Special Situations Funds	\$0.3	\$2.1	\$20.8	\$73.3	\$68.1	\$6.2	\$0.6	-	\$171.4
Special Situations Directs	-	-	-	-	10.1	-	12.5	\$3.0	25.6
Mid-cap Buyout Funds	9.0	10.9	56.3	44.9	2.0	-	-	-	123.2
Mid-cap Buyout Co-investments	-	0.8	9.5	25.2	3.2	-	13.9	-	52.7
Large-cap Buyout Funds	14.2	2.9	28.7	2.1	-	-	-	-	47.8
Large-cap Buyout Co-investments	-	-	4.5	19.9	-	0.1	1.0	8.8	34.2
Growth / Venture	2.7	8.6	8.0	19.6	1.4	-	3.2	-	43.5
Secondary Purchases	0.1	0.1	1.5	4.2	0.5	7.0	2.0	-	15.4
<b>Total</b>	<b>\$26.3</b>	<b>\$25.6</b>	<b>\$129.3</b>	<b>\$189.2</b>	<b>\$85.2</b>	<b>\$13.3</b>	<b>\$33.1</b>	<b>\$11.8</b>	<b>\$513.8</b>

	Vintage Year								Total
	<=2004	2005	2006	2007	2008	2009	2010	2011	
Special Situations Funds	0%	0%	4%	14%	13%	1%	0%	-	33%
Special Situations Directs	-	-	-	-	2%	-	2%	1%	5%
Mid-cap Buyout Funds	2%	2%	11%	9%	0%	-	-	-	24%
Mid-cap Buyout Co-investments	-	0%	2%	5%	1%	-	3%	-	10%
Large-cap Buyout Funds	3%	1%	6%	0%	-	-	-	-	9%
Large-cap Buyout Co-investments	-	-	1%	4%	-	0%	0%	2%	7%
Growth / Venture	1%	2%	2%	4%	0%	-	1%	-	8%
Secondary Purchases	0%	0%	0%	1%	0%	1%	0%	-	3%
<b>Total</b>	<b>5%</b>	<b>5%</b>	<b>25%</b>	<b>37%</b>	<b>17%</b>	<b>3%</b>	<b>6%</b>	<b>2%</b>	<b>100%</b>

Note: As of 28 February 2011 (unaudited). Certain figures may not total due to rounding.

# Liquidity Enhancement & Buy-Back Programs

Since inception, NBPE has repurchased 3.8 million shares, or 7.1% of the originally issued shares, including 685,682 shares since the new buy-back program was launched in October 2010

◆ Cumulative share repurchases through 22 March 2011 have been accretive to NAV per share by approximately \$0.48

## Liquidity Enhancement Contract & Buy-Back Program Activity

Time Period	# of Shares Repurchased	Weighted Average Repurchase Price per Share
July 2008 - May 2009 (Liquidity Enhancement Contract)	3,150,408	\$2.93
November 2010	123,482	\$7.01
December 2010	203,285	\$7.05
January 2011	276,011	\$7.04
February 2011	-	-
March 2011 (Month to Date)	82,904	\$7.27
<b>Total / Weighted Average</b>	<b>3,836,090</b>	<b>\$3.67</b>

*Note: As of 22 March 2011 (unaudited).*

# NBPE Credit Facility & Covenants

**NBPE continues to have access to its favorable credit facility. In January 2011, NBPE paid off all its borrowings and currently has no debt outstanding under the credit facility**

- ◆ NBPE has a revolving credit facility with Bank of Scotland for up to \$250 million with a term expiring in August 2014
  - Borrowings under the credit facility bear interest at LIBOR plus 1.35% per annum
  - The key financial covenant is a maximum debt to value ratio of 50.0%

## Total Asset Ratio (Debt to Value)

- ◆ Defined as total debt and current liabilities divided by Restricted NAV
  - Restricted NAV is defined as the value of private equity investments (less any excluded value) plus cash and cash equivalents
- ◆ The total asset ratio is not to exceed 50.0%
- ◆ At 28 February 2011, the total asset ratio was 1.7%

## Secured Asset Ratio

- ◆ Defined as total debt and current liabilities divided by Secured Assets
  - Secured Assets are defined as the value of secured private equity investments plus cash and cash equivalents
- ◆ The secured asset ratio is not to exceed 80.0%
- ◆ At 28 February 2011, the secured asset ratio was 1.9%

## Commitment Ratio

- ◆ Defined as Restricted Total Exposure divided by the aggregate of shareholder's equity and the total amount of the credit facility
  - Restricted Total Exposure is defined as the value of private equity investments (less any excluded value) plus unfunded private equity commitments
- ◆ If the total asset ratio is greater than 25.0% and the commitment ratio is greater than 130.0%, then NBPE is restricted from making new private equity investments
- ◆ At 28 February 2011, the commitment ratio was 66.5%

*Note: As of 28 February 2011 (unaudited).*

# Endnotes

---

1. The diversification analysis by asset class and investment type is based on the fair value of underlying fund investments and direct / co-investments. Determinations regarding asset class and investment type represent the Investment Manager's estimates. Accordingly, the actual diversification of our investment portfolio and the diversification of our investment portfolio on an ongoing basis may vary from the foregoing information.
2. The diversification analysis by geography and industry is based on the diversification of underlying portfolio company investments at fair value as estimated by the Investment Manager. Determinations regarding geography and industry also represent the Investment Manager's estimates. Accordingly, the actual diversification of our investment portfolio and the diversification of our investment portfolio on an ongoing basis may vary from the foregoing information.

# Legal Disclaimer

---

**THE CONTENTS OF THIS DOCUMENT AND THE PRESENTATION ARE STRICTLY CONFIDENTIAL AND MAY NOT BE COPIED, DISTRIBUTED, PUBLISHED OR REPRODUCED IN WHOLE OR IN PART, OR DISCLOSED OR DISTRIBUTED BY RECIPIENTS TO ANY OTHER PERSON. ANY RECIPIENT OF THIS DOCUMENT AGREES TO KEEP PERMANENTLY CONFIDENTIAL ALL INFORMATION HEREIN NOT ALREADY IN THE PUBLIC DOMAIN.**

This document and the presentation are not for release, publication or distribution (directly or indirectly) in or into the United States, Canada, Australia or Japan or to any "US person" as defined in Regulation S under the United States Securities Act of 1933, as amended (the "**Securities Act**") or into any other jurisdiction where applicable laws prohibit its release, distribution or publication. It does not constitute an offer of securities for sale anywhere in the world, including in or into the United States, Canada, Australia or Japan. No recipient may distribute, or make available, this document or the presentation (directly or indirectly) to any other person. Recipients of this document and the presentation should inform themselves about and observe any applicable legal requirements in their jurisdictions. In particular, the distribution of this document and the presentation may in certain jurisdictions be restricted by law. Accordingly, recipients represent that they are able to receive this document and relating presentation without contravention of any applicable legal or regulatory restrictions in the jurisdiction in which they reside or conduct business.

This document and the presentation have been prepared by NB Private Equity Partners Limited ("**NBPE**") and NB Alternatives Advisers LLC (the "**Investment Manager**"). No member of the Neuberger Berman Group nor any of their respective directors, officers, employees, advisors, representatives, or other agents makes or has been authorised to make any representation or warranties (express or implied) in relation to NBPE or as to the truth, accuracy or completeness of this document or the presentation, or any other written or oral statement provided. In particular, no representation or warranty is given as to the achievement or reasonableness of, and no reliance should be placed on any projections, targets, estimates or forecasts contained in this document or the presentation and nothing in this document or the presentation is or should be relied on as a promise or representation as to the future. The name "Neuberger Berman" is used interchangeably throughout these materials for a number of entities that are part of, or are associated with, the Neuberger Berman Group and when used in this notice includes all such entities.

**This document does not constitute a prospectus or offering memorandum or an offer in respect of any securities and is not intended to provide the basis for any decision in respect of NBPE or other evaluation of any securities of NBPE or any other entity and should not be considered as a recommendation that any investor should subscribe for or purchase any such securities. Neither the issue of this document nor the presentation nor any part of their contents constitutes an offer to sell or invitation to purchase any securities of NBPE or any other entity or any persons holding securities of NBPE and no information set out in this document or the presentation or referred to in other written or oral information is intended to form the basis of any contract of sale, investment decision or any decision to purchase any securities referred to in it.**

The information contained in this document is given at the date of its publication (unless otherwise marked) and is subject to updating, revision and amendment. No reliance may be placed for any purpose whatsoever on the information of opinions contained in this document or on its completeness, accuracy or fairness. The contents of this document have not been approved by any competent regulatory or supervisory authority.

This document, any presentation made in conjunction with this document and any accompanying materials (the "**Information Materials**") are made available for information purposes only. The Information Materials, which are not a prospectus or listing particulars or an admission document, do not contain any representations, do not constitute or form part of any offer or invitation to sell or transfer, or to underwrite, subscribe for or acquire, any shares or other securities, and do not constitute or form any part of any solicitation of any such offer or invitation, nor shall they be or any part of them or the fact of their distribution form the basis of or be relied upon in connection with any contract therefore, and do not constitute a recommendation regarding the securities of NBPE.

Neither NBPE nor Neuberger Berman gives any undertaking to provide the recipient with access to any additional information, or to update this document, the presentation or any additional information, or to correct any inaccuracies in it which may become apparent and the distribution of this document and the presentation shall not be deemed to be any form of commitment on the part of NBPE, the Investment Manager or Neuberger Berman to proceed with any transaction.

The promotion of NBPE and the distribution of this document and the presentation in the United Kingdom is restricted by law. Accordingly, this communication is directed only at (i) persons outside the United Kingdom to whom it is lawful to communicate to, or (ii) persons having professional experience in matters relating to investments who fall within the definition of "investment professionals" in Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended), or (iii) high net worth companies, unincorporated associations and partnerships and trustees of high value trusts as described in Article 49(2) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended); provided that in the case of persons falling into categories (ii) or (iii), the communication is only directed at persons who are also "qualified investors" as defined in section 86 of the Financial Services and Markets Act 2000 (each a "**Relevant Person**"). Any investment or investment activity to which this communication relates is available only to and will be engaged in only with such Relevant Persons. Persons within the United Kingdom who receive this communication (other than persons falling within (ii) and (iii) above) should not rely on or act upon this communication. You represent and agree that you are a Relevant Person.

# Legal Disclaimer (Cont'd)

---

NBPE has not been, and has no intention to be, registered under the U.S. Investment Company Act of 1940, as amended (the "**Investment Company Act**") and investors will not be entitled to the benefits of that Act. The securities described in this document have not been and will not be registered under the Securities Act. Consequently, such securities may not be offered or sold in the United States or to U.S. persons (as such term is defined in Regulation S under the Securities Act) unless such securities are registered under the Securities Act or an exemption from the registration requirement of the Securities Act is available. No public offering of the securities is being made in the United States.

Prospective investors should take note that any securities may not be acquired by investors using assets of any retirement plan or pension plan that is subject to Part 4 of Subtitle B of Title I of the United States Employee Retirement Income Security Act of 1974, as amended ("**ERISA**") or section 4975 of the United States Internal Revenue Code of 1986, as amended (the "**Code**"), entities whose underlying assets are considered to include "plan assets" of any such retirement plan or pension plan, or any governmental plan, church plan, non-U.S. plan or other investor subject to any state, local, non-U.S. or other laws or regulations similar to Title I or ERISA or Section 4975 of the Code or that would have the effect of the regulations issued by the United States Department of Labor set forth at 29 CFR Section 2510.3-101, as modified by section 3(42) of ERISA.

The merits or suitability of any securities must be independently determined by the recipient on the basis of its own investigation and evaluation of NBPE, the Investment Manager, and Neuberger Berman. Any such determination should involve, among other things, an assessment of the legal, tax, accounting, regulatory, financial, credit and other related aspects of the securities. Recipients of this document and the presentation are recommended to seek their own independent legal, tax, financial and other advice and should rely solely on their own judgment, review and analysis in evaluating NBPE, the Investment Manager, and Neuberger Berman, and their business and affairs.

This document and the presentation may contain certain forward-looking statements. Forward-looking statements relate to expectations, beliefs, projections, future plans and strategies, anticipated events or trends and similar expressions concerning matters that are not historical facts. In some cases, forward-looking statements can be identified by terms such as "anticipate", "believe", "could", "estimate", "expect", "intend", "may", "plan", "potential", "should", "will", and "would", or the negative of those terms or other comparable terminology. The forward-looking statements are based on NBPE's and/or Neuberger Berman's beliefs, assumptions and expectations of future performance and market developments, taking into account all information currently available. These beliefs, assumptions, and expectations can change as a result of many possible events or factors, not all of which are known or are within NBPE's or Neuberger Berman's control. If a change occurs, NBPE's business, financial condition, liquidity and results of operations may vary materially from those expressed in forward-looking statements. Some of the factors that could cause actual results to vary from those expressed in forward-looking statements, include, but are not limited to: the factors described in this document and the presentation; the rate at which NBPE deploys its capital in investments and achieves expected rates of return; NBPE's and the Investment Manager's ability to execute NBPE's investment strategy, including through the identification of a sufficient number of appropriate investments; the continuation of the Investment Manager as manager of NBPE's investments, the continued affiliation with Neuberger Berman of its key investment professionals; NBPE's financial condition and liquidity; changes in the values of or returns on investments that the NBPE makes; changes in financial markets, interest rates or industry, general economic or political conditions; and the general volatility of the capital markets and the market price of NBPE's shares.

By their nature, forward-looking statements involve known and unknown risks and uncertainties because they relate to events, and depend on circumstances that may or may not occur in the future. Forward-looking statements are not guarantees of future performance. Any forward-looking statements are only made as at the date of this document and the presentation, and neither NBPE nor the Investment Manager assumes any obligation to update forward-looking statements set forth in this document whether as a result of new information, future events, or otherwise, except as required by law or other applicable regulation. In light of these risks, uncertainties, and assumptions, the events described by any such forward-looking statements might not occur. NBPE qualifies any and all of their forward-looking statements by these cautionary factors. Please keep this cautionary note in mind while reading this document.

By attending the presentation to which this document relates you will be deemed to have represented, warranted and undertaken for the benefit of NBPE, the Investment Manager, Neuberger Berman and others that (a) you are outside of the United States and are an "investment professional" (as defined above), (b) you have read and agree to comply with the contents of this notice, you will keep the information in this document and delivered during any accompanying document and all information about Neuberger Berman confidential, and will not reproduce or distribute, in whole or in part, (directly or indirectly) any such information, until such information has been made publicly available and take all reasonable steps to preserve such confidentiality, and (c) you are permitted, in accordance with applicable laws, to receive such information.

NBPE is established as a closed-end investment company in Guernsey and is registered with the Dutch Authority for the Financial Markets as a collective investment scheme which may offer participations in The Netherlands pursuant to article 2:66 of the Financial Markets Supervision Act (Wet op het financieel toezicht). All investments are subject to risk. Past performance is no guarantee of future returns. Prospective investors are advised to seek expert legal, financial, tax and other professional advice before making any investment decision. The value of investments may fluctuate. Results achieved in the past are no guarantee of future results.

This document is issued by NBPE whose registered address is at Heritage Hall, PO Box 225, Le Marchant Street, St. Peter Port, Guernsey GY1 4HY. NB Alternatives Advisers LLC is a registered investment adviser in the United States. Neuberger Berman is a registered trademark. All rights reserved. © 2011 Neuberger Berman.