

For the period ended
30 September 2018

NB Private Equity Partners Limited

30 September 2018 Quarterly Report



NB PRIVATE EQUITY PARTNERS LIMITED

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NB PRIVATE EQUITY PARTNERS LIMITED

NB PRIVATE EQUITY PARTNERS LIMITED | COMPANY OVERVIEW

ABOUT NBPE

NBPE's objective is to provide investors with the opportunity for capital appreciation (through share price growth) and current income (through a regular dividend). NBPE's strategy is to invest directly into private equity-backed companies, across the capital structure in the best relative value opportunities.

Investment Strategy

NBPE invests in the equity and debt of private equity-backed companies, across the capital structure in the best relative value opportunities. Equity investments are made alongside leading private equity firms. The Company seeks investments across a variety of situations including new buyouts and "mid-life" transactions. The Company also invests in the debt of private equity backed companies, including first and second lien debt and mezzanine. Investments are made both on a primary basis to finance new buyouts and on a secondary basis, typically in credits which may be misunderstood or to take advantage of mispricings or other dislocations.

The Company also has legacy exposure to a mature portfolio of private equity funds which are highly cash generative. Distributions from this portfolio are being reinvested into direct investments over time and NBPE has not made a commitment to a third-party fund since 2011.

About the Company

NBPE is a closed-ended private equity investment company with 48,790,564 class A shares outstanding and 10,000 class B shares outstanding (together, the "Ordinary shares"), 50,000,000 2022 ZDP Shares and 50,000,000 2024 ZDP Shares outstanding. The class A shares are admitted to trading on the Main Market of the London Exchange and Euronext Amsterdam. NBPE has 2022 and 2024 ZDP Shares admitted to trading on the Specialist Fund Segment of the Main Market of the London Stock Exchange ("Specialist Fund Segment").

129

Direct investment
portfolio companies

53

Underlying private
equity sponsors

\$1,031M

Total private equity
assets

NB PRIVATE EQUITY PARTNERS LIMITED

INVESTMENT MANAGER | OVERVIEW

About the Manager

NBPE is managed by NB Alternatives Advisors LLC, the private equity group of Neuberger Berman (the “Manager” or the “Investment Manager”), which manages over \$65 billion of private equity assets across multiple strategies. The Investment Manager has 30 years of investing experience specialising in direct equity investments, income investments, private equity funds and secondary investments and has built relationships with leading private equity fund managers over that time.

The Company is managed by the Investment Manager pursuant to an Investment Management Agreement, dated 2 May 2017. Subject to the Board’s overall strategic direction and instructions, the Investment Manager makes all of the Company’s investment decisions. The Board has delegated to the Investment Manager the day-to-day management and operations of the Company, including sourcing, evaluating and making investment decisions related to the Company and executing the Company’s business plan. The Manager’s Investment Committee is comprised of 12-members, with an average of over 30 years of experience. The 12 members of the Investment Committee average 16 years with the firm and all of the Investment Committee members have been with the Private Equity Team for at least 10 years. The sourcing and evaluation of the Company’s investments are conducted by the Investment Manager’s team of over 150 investment professionals who specialise in direct equity investments, income investments and fund investments. The Investment Manager currently maintains offices in New York, London, Boston, Dallas, Hong Kong, Milan, Zurich and Bogotá.

About Neuberger Berman

Neuberger Berman, founded in 1939, is a private, independent, employee-owned investment manager. The firm manages a range of strategies—including equity, fixed income, quantitative and multi-asset class, private equity and hedge funds—on behalf of institutions, advisors and individual investors globally. With offices in 20 countries, Neuberger Berman’s team is more than 2,000 professionals. For four consecutive years, the company has been named first or second in Pensions & Investments Best Places to Work in Money Management survey (among those with 1,000 employees or more). Tenured, stable and long-term in focus, the firm fosters an investment culture of fundamental research and independent thinking. It manages \$315 billion in client assets as of September 30, 2018. For more information, please visit our website at www.nb.com.

+400

Active fund relationships with private equity firms

\$7_{BN}

Committed annually to private equity over the past three years¹

+\$65_{BN}

Commitments managed²

1. Average committed capital from 2015 to 2017.

2. Committed capital from inception through September 2018, including commitments in the process of documentation.

NB PRIVATE EQUITY PARTNERS LIMITED

QUARTERLY REPORT | FINANCIAL SUMMARY

Financial Highlights

Strong balance sheet with **\$1,031 million** of private equity assets

Financial Summary	At 30 September 2018	At 31 December 2017
Net Asset Value ("NAV") of the Ordinary Shares	\$891.6m	\$851.5m
Direct Equity Investments ¹	\$808.4m	\$698.6m
Income Investments	\$144.3m	\$155.2m
Fund Investments	\$77.8m	\$107.6m
Total Private Equity Fair Value	\$1,030.5m	\$961.4m
Private Equity Investment Level	116%	113%
Cash and Cash Equivalents	\$35.0m	\$25.7m
Credit Facility Borrowings Drawn	(\$30.0m)	(\$60.0m)
2022 & 2024 ZDP Share Liabilities (Dollar equivalent liabilities)	(\$136.7m)	(\$71.1m)
Net Other Liabilities	(\$7.2m)	(\$4.5m)
NAV per Ordinary Share (USD)	\$18.27	\$17.45
NAV per Ordinary Share (GBP)	£14.02	£12.91
NAV per Ordinary Share including dividends paid during financial period	\$18.80	\$17.95
ZDP Shares (2022 / 2024)	£54.2m / £50.7m	£52.6m / -
Net Asset Value per ZDP Share (2022 / 2024)	108.34p / 101.41p	105.21p / -
Dividends per Ordinary Share:		
Dividends paid during financial period	\$0.53	\$0.50
Cumulative dividends paid since inception	\$2.87	\$2.34

Note: Numbers may not sum due to rounding.

1. Includes direct equity investments into companies, co-investment vehicles and investments through NB-managed vehicles.

NB PRIVATE EQUITY PARTNERS LIMITED

QUARTERLY REPORT | FIRST NINE MONTHS OF 2018 KEY HIGHLIGHTS

2018 Total Return Performance7.9% NAV per Share¹13.3% Share price¹**Portfolio** at 30 September 201886% Equity investments²

14% Income investments

Cash Flows during 2018

\$180.3M in Realisations to NBPE

\$160.3M Invested into New Direct Investments and Follow-ons into Existing Investments

Dividends to Shareholders

\$0.53 per Share paid during financial period

3.8% Annualised yield on share price at 30 September 2018

1. Assumes re-investment of dividends at the closing NAV or share price, respectively, on the ex-dividend date. NAV total return figures reflect cumulative returns over the period shown and are based on USD. Share price return data based on London Stock Exchange, based on GBP returns.

2. Includes fund investments, including some which have a credit orientation.

NB PRIVATE EQUITY PARTNERS LIMITED

QUARTERLY REPORT | FIRST NINE MONTHS OF 2018 KEY HIGHLIGHTS

First Nine Months of 2018 Results

Realised gains of \$67.4m or \$1.38 per share

Results	Value in Millions	USD per Share
31 December 2017 Net Asset Value	\$851.5 M	\$17.45
Positive Value Drivers		
+ Unrealised Gains	\$11.2 M	\$0.23
+ Realised Gains	\$67.4 M	\$1.38
+ Yield Income & Dividends	\$13.1 M	\$0.27
Fees / Expenses		
- Management Fees & Operating Costs	(\$18.5) M	(\$0.38)
- Interest & Financing Costs	(\$7.0) M	(\$0.14)
FX Changes		
- Foreign Exchange Movements	(\$0.1) M	-
Dividends Paid to Shareholders		
- Dividends Paid	(\$25.9) M	(\$0.53)
30 September 2018 Net Asset Value	\$891.6 M	\$18.27

Note: Numbers may not sum due to rounding.

NB PRIVATE EQUITY PARTNERS LIMITED

QUARTERLY REPORT | PORTFOLIO OVERVIEW

Portfolio Summary

162 total investments and total private equity value of \$1,030.5m

NBPE's portfolio is comprised of three main types of assets: direct equity investments, income investments and fund investments. NBPE is actively investing in direct equity and income investments and the relative weighting of each may vary over time, as the Manager seeks the best relative value opportunities. Fund investments are increasingly a less material portion of the portfolio and are comprised of mature private equity funds, with exposure to hundreds of underlying companies, in realisation mode.

Portfolio Summary	Investments	Fair Value	Adj.Unfunded ¹	Exposure ¹
Direct Equity Investments	100	\$808.4m	\$51.2	\$859.6m
Income Investments	29	\$144.3m	-	\$144.3m
Fund Investments	33	\$77.8m	-	\$77.8m
Total Private Equity	162	\$1,030.5m	\$51.2m	\$1,081.7m

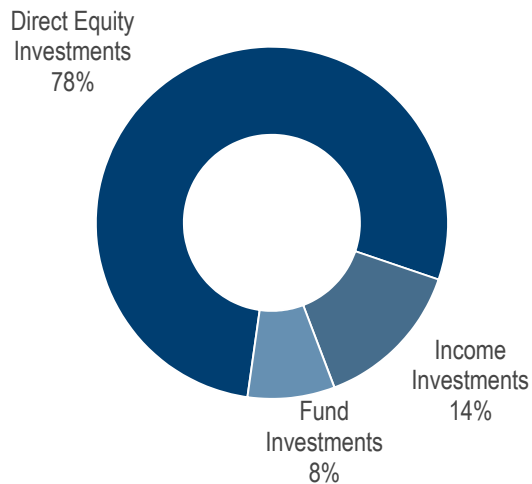
Note: Numbers may not sum due to rounding.

1. Please refer to page 21 for more information on unfunded commitments to funds past their investment period. Actual unfunded commitments and total exposure is \$206.0 million and \$1.2 billion, respectively. Actual unfunded commitments is comprised of \$132.9 million, \$39.2, and \$33.8 million to direct equity investments, income investments, and fund investments, respectively. Actual total exposure is \$941.3 million, \$183.5 million, and \$111.6 million to direct equity investments, income investments, and fund investments, respectively.

QUARTERLY REPORT | PORTFOLIO OVERVIEW

Investment Type

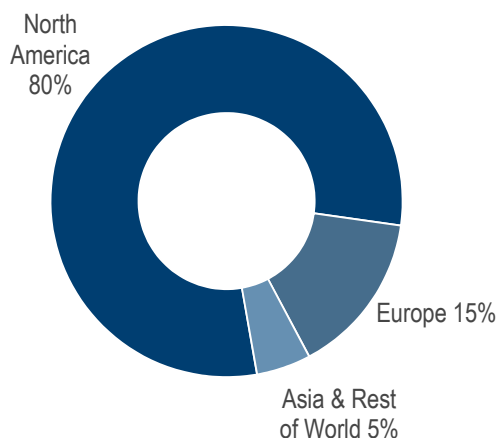
Weighted to Direct Equity Investments



NBPE pursues the securities that the Manager believes present the most attractive risk / return opportunity. Currently the portfolio is weighted to direct equity investments, and 14% of the portfolio is in income investments. Fund investments represent 8% of private equity fair value but the fund portfolio will continue to become a smaller portion of NBPE's private equity fair value as capital is re-deployed into direct investments over time.

Geography

Weighted to North America



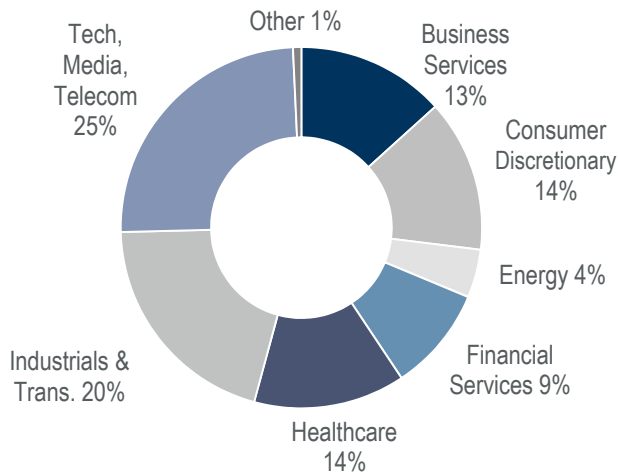
NBPE's portfolio is weighted to North American investments. This is the largest private equity market globally and the Manager believes the overall dynamics in this market relative to other geographies have generally offered the most attractive investment opportunities. The Manager is constantly monitoring and evaluating markets globally and may adjust this strategy over time. Approximately 15% of NBPE's portfolio is invested in European companies and 5% in other parts of the world, primarily Asia and Latin America.

Note: Numbers may not sum due to rounding.

QUARTERLY REPORT | PORTFOLIO OVERVIEW

Industry

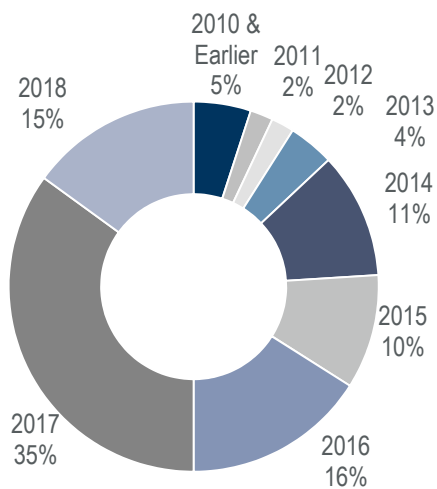
Broadly diversified across industries



NBPE's portfolio is broadly diversified across industries. The Manager does not set specific industry targets, because the Manager believes this could lead to selecting sub-optimal investments to meet a target. Instead the Manager looks for companies backed by high quality general partners with strong business characteristics in favoured sectors that the Manager believes can grow faster than gross domestic product.

Year of Investment

Diversified by vintage year, with limited exposure to older vintages



Approximately 87% of the portfolio fair value relates to investments made since the beginning of 2014 and the portfolio has a limited exposure to older vintages. The Manager believes this is advantageous for a number of reasons. First, older vintages typically contain businesses which underlying sponsors have been unable or unwilling to sell and therefore are often unlikely to be value drivers for a portfolio. Younger vintages in NBPE's portfolio demonstrate the Company's ability to regularly refresh its portfolio into healthier, newer investments. Second, NBPE's portfolio companies in the 2015, 2016 and 2017 vintage years are generally progressing well as GPs execute their investment plans. Given that private equity holding periods are typically in the 3 - 6 year range, the Manager believes that companies from these vintage years can continue to drive value in NBPE's portfolio in the coming years. The Manager is very pleased with the investments made in the first nine months of 2018, but it is too early to assess the execution of the underlying investment theses at this stage.

Note: Numbers may not sum due to rounding.

NB PRIVATE EQUITY PARTNERS LIMITED**QUARTERLY REPORT | PORTFOLIO & PERFORMANCE****NBPE Portfolio by Asset Type Over Time**

As of 30 September 2018, approximately 92% of the private equity fair value was invested in direct equity and direct income investments. The portfolio has been repositioned away from Fund investments and we expect the fund portfolio to continue to wind down towards zero organically and through secondary sales in the relatively short term.

NBPE Performance Measured by Gross IRR

Investment Type	Year to Date	One Year	Three Year	Five Year
Direct Equity Investments	15.8%	20.5%	20.1%	22.8%
Income Investments	6.4%	4.1%	8.5%	9.7%
Fund Investments	2.1%	0.6%	4.1%	6.2%
Total Portfolio	13.0%	15.5%	14.6%	14.8%

As of 30 September 2018, NBPE's portfolio had generated a gross IRR of 13.0% year to date, driven by its direct equity investments. In total, the investment portfolio has performed well over one, three and five year time periods.

Direct Equity Investments

Year to date direct equity investment performance has been strong, driven by mark ups in the 2016, 2017 and 2018 vintage year investments, where a number of large positions are performing well, and also mark ups and exits from 2014 vintage year investments. In total, the direct equity portfolio appreciated in value by \$80.9 million year to date, including realised gains on exits, detailed on page 12, and unrealised gains. As of 30 September 2018, approximately \$82.0 million of NBPE's direct equity portfolio fair value was held in public securities. Subsequent to this reporting period, during the month of October, there was a \$13.1 million unrealised loss on NBPE's public stock positions, as reflected in the October Monthly NAV estimate issued on 19 November 2018.

Income Investments

Year to date and one year returns in the income portfolio are lower than expectations, driven primarily by one income investment which was undergoing a restructuring and has been marked down to its estimated recovery value. Longer term performance in this asset class over five years has been in line with expectations.

Fund Investments

Fund investments are "tail-end" positions and as discussed above are winding down over time, with approximately \$32.3 million of distributions received from the fund portfolio in the first three quarters of 2018 (30% of beginning of year fair value). Excluding Fund Investments the investment portfolio's gross IRR would be 14.2% year to date.

NB PRIVATE EQUITY PARTNERS LIMITED

QUARTERLY REPORT | DIRECT EQUITY INVESTMENTS

Direct Equity Investments

Made alongside leading private equity firms in their core areas of expertise

NBPE seeks to invest in high quality businesses across a variety of transaction types, including capital for new buyouts and “mid-life” transactions, where investments are made into a sponsor’s existing private equity portfolio companies. The Investment Manager’s team of professionals works alongside the general partners throughout the process and often engages with sponsors early on in a transaction. NBPE is able to leverage the deep networks of the Investment Manager’s team to invest alongside numerous private equity sponsors.

INVEST IN NEW DEALS

CO-INVEST “MID-LIFE” INTO EXISTING PRIVATE EQUITY PORTFOLIO COMPANIES

NEW BUYOUTS

New buyouts are made alongside leading private equity firms and can be across a variety of transaction types including take-privates, buyouts of family businesses, carve-outs or divisional sales.

ADD-ON ACQUISITIONS / GROWTH CAPITAL

Add-on or growth capital typically helps finance an existing company’s growth or M&A strategy.

PARTIAL REALISATIONS / RECAPITALISATIONS

Partial realisations can provide liquidity to existing investors. Recapitalisations provide primary equity capital in order to recapitalise a company’s balance sheet.



NB PRIVATE EQUITY PARTNERS LIMITED

QUARTERLY REPORT | DIRECT EQUITY INVESTMENTS

Portfolio

The direct equity portfolio is comprised of 100 investments with a fair value of \$808.4 million. The portfolio consists primarily of buyout investments and is diversified across industry, vintage year and sponsor. The portfolio includes investments with unique investment angles and the Manager seeks investments which have multiple value creation levers including: strong sponsors and management teams, industry growth or secular trends, growth of new markets or product offerings, operational enhancements or clear exit paths and the potential for shorter paths to liquidity. The portfolio is weighted towards buyout investments and the average holding period is 2.9 years.

Overview of the First Nine Months of 2018

During the first nine months of 2018, NBPE deployed \$106.5 million into 20 new equity investments and \$8.2 million to a portfolio of 13 mature Italian middle-market buyout companies. The new investments are primarily in industrials, consumer, healthcare and technology companies across North America and Europe. NBPE also completed \$13.1 million into follow-on investments during the first nine months of 2018, including an additional investment in MHS, an e-commerce infrastructure and automation company.

Year to date, the direct equity portfolio has generated a gross IRR of 15.8% driven by strong operating performance at the underlying company level as well as strong exits across the portfolio during the period.

Exit & IPO Activity

During the first nine months of 2018, the direct equity portfolio received distributions of \$98.9 million, NBPE received proceeds from the final sale of Black Knight Financial Services (NYSE: BKI) and ongoing liquidation of public positions including Gardner Denver (NYSE: GDI), Evoqua (NASDAQ: AQUA) and Aruhi (TYO:7198). NBPE also received partial exit proceeds from Warranty Group (in addition to stock consideration in Assurant, NYSE: AIZ) and cash proceeds from Vencore (in addition to shares of the merged company, Perspecta, NYSE: PSRP).

NBPE fully exited five direct equity investments in the first nine months of 2018, which generated total proceeds of \$63.8 million (inclusive of prior realisations). On a combined basis, the investments generated a ~1.9x gross multiple of capital and a ~26% gross IRR (inclusive prior realisations and remaining escrow). The average hold period of the four investments was 3.6 years, while the uplift at exit averaged 42% relative to the valuation one quarter prior to the exit announcement². In addition, Aster DM Healthcare (NSE: ASTERDM), BrightView (NYSE: BV), and Shelf Drilling (SHLF.OL) completed IPOs during the first nine months of 2018.

Key Stats¹

(as of 30 June 2018)

10.5x

EV / EBITDA Valuation
Multiple

4.4x

EBITDA / Net Debt
Multiple

5.7%

LTM Revenue Growth

9.2%

LTM EBITDA Growth

Full Exits / Sales:



Financial Services
Company*



¹Due to confidentiality provisions, company name cannot be disclosed.

1. Analysis based on 83 private companies, representing 79% of direct equity fair value and excludes public companies, equity invested alongside healthcare credits, financial services companies valued on a multiple of book value or other income metrics, E&P companies valued on acreage or reserves and escrow value (ie companies valued on metrics other than EBITDA). Revenue and EBITDA of companies denominated in foreign currency are converted to US Dollars at the average US Dollar exchange rate for the 12 month period from 30/6/17 through 30/6/18; leverage and enterprise value is converted to US Dollars at the year end exchange rate. Companies valued on a revenue multiple are excluded from EV/EBITDA metrics. Portfolio company operating and valuation metrics are based on the most recently available (unaudited) financial information for each company. Where necessary, estimates were used, which include pro forma adjusted EBITDA and revenue, annualised quarterly operating metrics and LTM periods as of 30/6/18 and 31/3/18. Data weighted by private equity fair value as of 30 June 2018.

2. Excluding partial sales of BKI stock.

NB PRIVATE EQUITY PARTNERS LIMITED

QUARTERLY REPORT | DIRECT EQUITY INVESTMENTS

Largest Companies in the Direct Equity Investment Portfolio

The table below shows the largest company exposures in the portfolio. The top ten investments represented approximately 28.9% of NBPE's NAV and no company was larger than 4.5% of NAV.

Investment / Description	Status	Year of Investment	Asset Class	Equity Sponsor	NBPE Fair Value
Staples B2B and retail supplies of office products	Private	2017	Special Situations	Sycamore Partners	\$38.2 million
Material Handling Systems Infrastructure and automation outsourcing	Private	2017	Mid-cap Buyout	Thomas H Lee	\$30.2 million
Business Services Company* Business services company	Private	2017	Large-cap Buyout	Not Disclosed	\$28.1 million
Engineering Italian IT firm	Private	2016	Mid-cap Buyout	NB Renaissance	\$26.7 million
ProAmpac Leading global flexible packaging company	Private	2016	Mid-cap Buyout	Pritzker Group	\$26.5 million
USI Insurance Insurance brokerage & consulting services	Private	2017	Large-cap Buyout	KKR	\$26.0 million
Telxius Telecommunications infrastructure	Private	2017	Large-cap Buyout	KKR	\$23.4 million
QPark European parking services provider	Private	2016	Large-cap Buyout	KKR	\$22.4 million
Extraction Oil & Gas (NASDAQ: XOG) E&P company in the U.S.	Public	2014	Mid-cap Buyout	Yorktown Partners	\$18.4 million
LGC Life science measurement and testing company	Private	2016	Large-cap Buyout	KKR	\$17.3 million
Total Top Ten Largest Exposures					\$257.2 million

Note: Numbers may not sum due to rounding.

*Due to confidentiality provisions, company name cannot be disclosed.

NB PRIVATE EQUITY PARTNERS LIMITED

QUARTERLY REPORT | DIRECT EQUITY INVESTMENTS

New Direct Equity Investments

\$106.5 million invested into 20 new direct equity investments during 2018



Industry: Industrials

Sponsor: New Mountain Capital / Goldman Sachs

Thesis: Mid life, transformative acquisition

Healthcare Services Company*

Industry: Healthcare

Sponsor: Undisclosed

Thesis: Buy and build

BOMGAR™

Industry: Software

Sponsor: Francisco Partners

Thesis: Market leading enterprise solution

MedPlast

Industry: Healthcare

Sponsor: JLL Partners

Thesis: Platform Add-on

RENAISSANCE®

Industry: Education Software

Sponsor: Francisco Partners

Thesis: Organic and M&A growth opportunities

Healthcare Company – In-home Devices*

Industry: Healthcare

Sponsor: Undisclosed

Thesis: Market leader with strong organic growth prospects

MILANI

Industry: Consumer

Sponsor: Gryphon

Thesis: Strong organic growth prospects and operational improvements

C.H. GUENTHER & SON, INC.

Industry: Manufacturing

Sponsor: Pritzker Private Capital

Thesis: Market leader with strong customer base

UNIASELVI

Industry: Education

Sponsor: Vinci Partners

Thesis: Industry tailwinds & organic growth opportunities

SAFE FLEET
Emergency & Industrial

Industry: Industrials

Sponsor: Oak Hill

Thesis: Buy and build

CLEARANT™
INTELLIGENT PROCESSING

Industry: Financial Services

Sponsor: FTV Capital

Thesis: Platform Add-on

CrownRock Minerals

Industry: Energy

Sponsor: Lime Rock Partners

Thesis: Buy and build

*Due to confidentiality provisions, company name cannot be disclosed.

NB PRIVATE EQUITY PARTNERS LIMITED

QUARTERLY REPORT | DIRECT EQUITY INVESTMENTS

New Direct Equity Investments (Cont.)

\$106.5 million invested into 20 new direct equity investments during 2018



Industry: Financials

Sponsor: Hellman & Friedman

Thesis: Transformative acquisition



Industry: Consumer

Sponsor: Blue Point

Thesis: Leading position and multiple growth initiatives

Undisclosed Consumer Technology Company*

Industry: Technology

Sponsor: Not disclosed

Thesis: Strong market share and growth



Industry: Technology

Sponsor: Silver Lake

Thesis: Well-positioned market leader



Industry: Waste Management

Sponsor: BC Partners

Thesis: Strong platform, favourable market dynamics



Industry: Industrials

Sponsor: Platinum Equity

Thesis: Market leader, high recurring revenue and strong financial profile



Industry: Technology

Sponsor: Francisco Partners

Thesis: Unique asset with large global install base



Industry: Consumer

Sponsor: Cartesian Capital Group

Thesis: Large, growing market with established brand and footprint

*Due to confidentiality provisions, company name cannot be disclosed.

NB PRIVATE EQUITY PARTNERS LIMITED

QUARTERLY REPORT | INCOME INVESTMENTS

Income Investments

Debt in private equity backed companies including first and second lien debt

The portfolio is broadly diversified across industry sectors in leading businesses with strong cash flow generation and defensible market positions. Income investments are made in established and stable private equity-backed companies with high quality private equity sponsorship.

NBPE invests both on a primary basis – to finance new buyouts – as well as on secondary basis, when mispricings or market dislocations exist or a credit is misunderstood.

INVEST IN THE DEBT OF PRIVATE EQUITY-BACKED COMPANIES

CORPORATE DEBT - PRIMARY

First /
Second Lien

Mezzanine

CORPORATE DEBT - SECONDARY

Mispricings or
dislocations

Misunderstood
credits



- Target smaller, less liquid issuers
- Rigorous fundamental private equity due diligence
- Long-term investment capabilities
- Target equity-like returns in fixed income

NB PRIVATE EQUITY PARTNERS LIMITED

QUARTERLY REPORT | INCOME INVESTMENTS

Portfolio

The income portfolio is comprised of 29 investments with \$144.3 million of fair value. The investments are well diversified and have a reasonable average level of total leverage. Total leverage and senior leverage to NBPE's security are both reasonable at 5.8x and 4.2x, respectively. The portfolio's current cash yield is 6.8% with a 13.6% estimated yield to maturity, based on the current fair value of the debt and the amount of future expected cash flow and principal payment at maturity. As of 30 September 2018, one investment in the debt portfolio with approximately \$15 million of cost was undergoing a restructuring and was marked down to its estimated recovery value and was no longer included in the portfolio's estimated yield to maturity or cash yield. In general, underlying companies are well-capitalised with approximately 97% of the portfolio invested in companies with an equity cushion greater than 20%. The average holding period of the debt investments in the income portfolio was 1.6 years as of 30 September 2018.

After adjusting for the one investment marked to recovery value as described above, the remaining income portfolio generates approximately \$9.9 million of run-rate cash income as of 30 September 2018, which covers 36% of the annualised dividend.

Overview of 2018

During 2018, NBPE contributed \$31.5 million to income investments and received \$49.1 million in cash distributions. Distributions were made up of principal repayments equaling \$37.7 million and interest income of \$11.4 million. Year to date, the income portfolio has generated a gross IRR of 6.4%.

Exit Activity

NBPE fully exited nine investments during the first three quarters of 2018. These investments generated \$49.8 million of total proceeds to NBPE and an aggregated 1.4x multiple (inclusive of prior realisations and income).

**6.8% /
13.6%**

Cash Yield / Estimated
yield to maturity

**5.8x /
4.2x**

Total leverage / Senior
leverage

58%

Fair value invested in
floating rate debt

36%

Dividend Coverage¹

Note: Statistics exclude small business loan programs, credit opportunities and healthcare credit investments. Based on portfolio company data as of 30 September 2018. Small business loan programs are excluded from yield calculations but are at an interest rate at least at the rate stated above. Numbers may not sum due to rounding.

NB PRIVATE EQUITY PARTNERS LIMITED

QUARTERLY REPORT | INCOME INVESTMENTS

Largest Companies in the Income Investment Portfolio

The table below shows the largest company exposures in the income investment portfolio. The top ten investments represented approximately 6.7% of NBPE's NAV and no company was larger than 1.1% of NAV.

Investment / Description	Year of Investment	Security Terms	Cash Yield	NBPE Fair Value
Schumacher Group Provider of outsourced medical clinical staffing	2015	Second Lien (L+8.5% Cash, 1.0% L Floor)	11.0%	\$9.7 million
Carestream Dental Dental imaging and software	2017	Second Lien (L+8.0% Cash, 1.0% L Floor)	10.7%	\$9.2 million
Dubois Chemical Specialty chemical company	2017	Second Lien (L+8.0% Cash, 1.0% L Floor)	10.5%	\$9.0 million
ProAmpac Leading global flexible packaging company	2016	Second Lien (L+8.5% Cash, 1.0% L Floor)	10.9%	\$6.0 million
Central Security Group Security and home automation systems	2014	Second Lien (L+9.0% Cash, 1.0% L Floor)	11.7%	\$5.9 million
Galco Industrial Electronics Distributor of electronic parts	2014	Second Lien (L+10.75% Cash, 1.25% PIK)	10.2%	\$5.4 million
Optiv Provider of cyber security solutions	2017	Second Lien (L+7.25% Cash, 1.0% L Floor)	8.7%	\$4.1 million
OB Hospitalist Provider of OB/GYN hospitalist programs	2017	Second Lien (L+8.5% Cash, 1.0% L Floor)	12.2%	\$3.5 million
Epic Insurance Insurance brokerage	2017	Second Lien (L+9.3% Cash, 1.0% L Floor)	12.1%	\$3.4 million
Blue Nile Online jewelry retailer	2017	First Lien (L+6.5% Cash, 1.0% L Floor)	9.2%	\$3.4 million

Total Top Ten Largest Exposures

\$59.6 million

Note: Numbers may not sum due to rounding. Excludes credit opportunities investments.

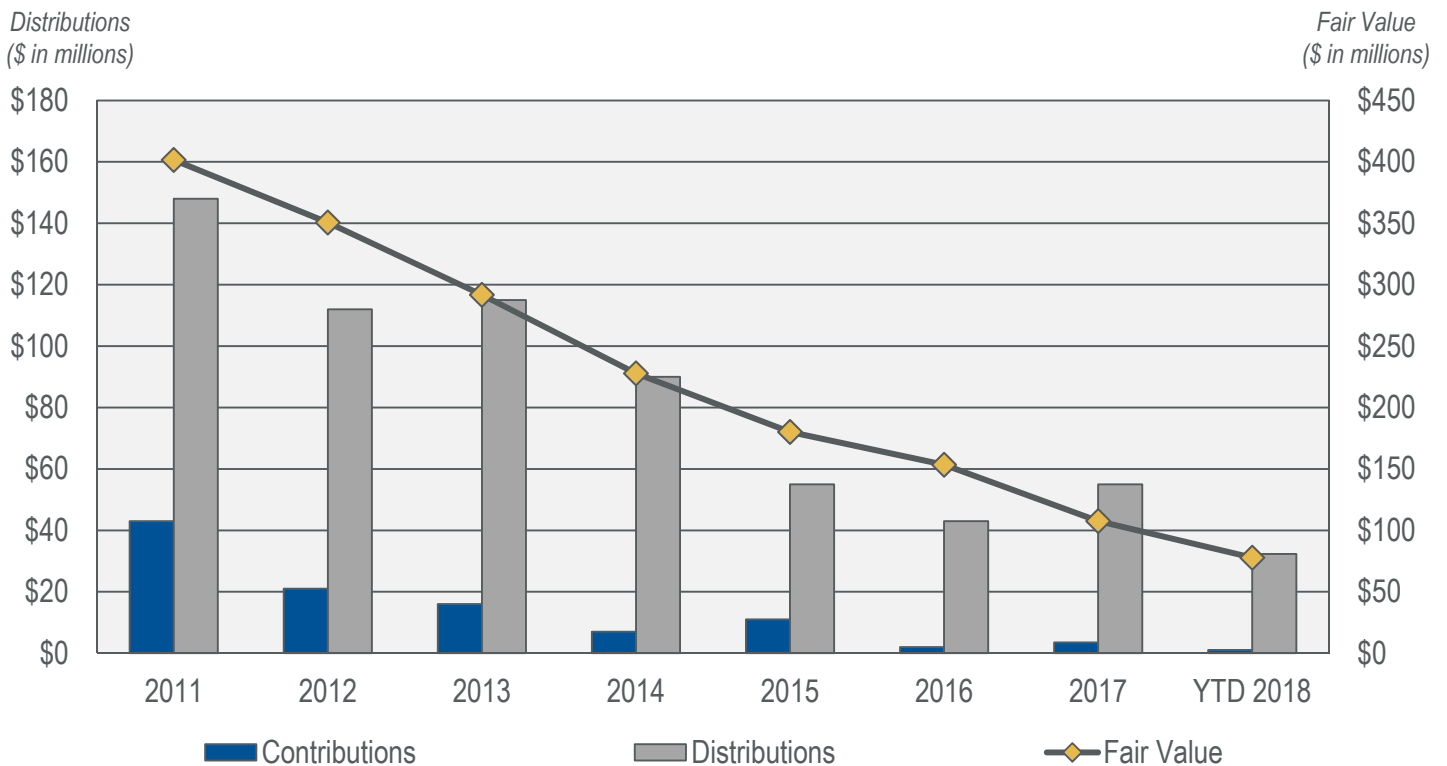
QUARTERLY REPORT | FUND INVESTMENTS

Fund Portfolio

NBPE’s portfolio includes approximately \$77.8 million of fair value in a portfolio of legacy fund investments. The portfolio of 33 funds contains exposure to a large number of mature underlying companies. Over time, these mature companies are being sold, leading to distributions to NBPE. Over the last several years this portfolio has been highly cash generative and a source of strong distribution activity as underlying companies have been sold and portfolios wind down. During the first nine months of 2018, NBPE received \$32.3 million in distributions from fund investments. Year to date, the Fund Portfolio has generated a gross IRR of 2.1%.

Fund Portfolio Liquidity and Fair Value Over Time

The table below shows the fund portfolio over time, fair value and cash flows since 2011. Since then, the fund fair value has declined from over \$400 million to approximately \$77.8 million as of 30 September 2018, driven by strong distribution activity. Since 2011, funds have distributed approximately \$650 million to NBPE, proceeds which have been re-invested into direct investments over time.



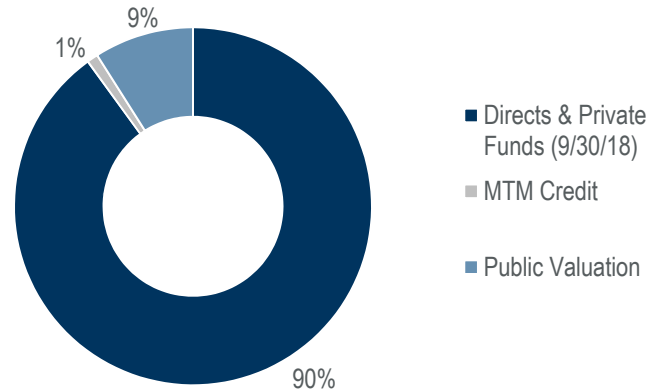
Note: Numbers may not sum due to rounding.

QUARTERLY REPORT | VALUATION

Valuation Information

Following the receipt of additional valuation information after 16 October 2018, the publication date of the September monthly NAV estimate, the NAV per Share of \$18.27 was an increase of \$0.60 from the previously reported estimate.¹

NBPE carries direct equity and fund investments based on the most recently available estimate of fair value using financial information provided by the lead private equity sponsor. Debt investments made on a primary basis are generally carried at cost plus accrued interest, if any; debt investments made through secondary market trades are generally carried at market quotes, to the extent available. The chart on the right shows the timing of information used to determine fair value.



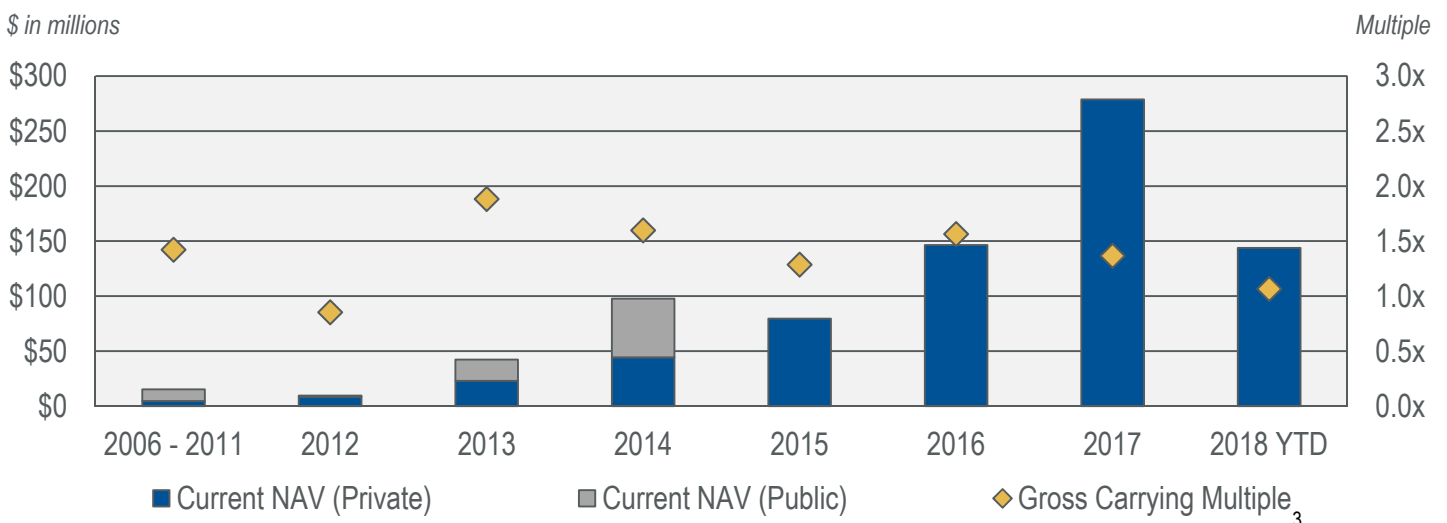
Public Valuation Information

As of 30 September 2018, approximately 9% of fair value was held in public securities. The top five public securities exposures are shown below:

- Extraction Oil & Gas (NASDAQ: XOG): \$18.4 million
- Assurant (NYSE: AIZ): \$11.3 million²
- Gardner Denver (NYSE: GDI): \$10.8 million
- Aruhi (fka Softbank) (TYO: 7198): \$8.8 million
- Evoqua (NYSE: AQUA): \$8.3 million

Direct Equity Portfolio Valuation

The table below shows the private and public fair value and the current carrying multiple by vintage year of the direct equity portfolio. The direct equity portfolio was held at a gross carrying multiple of 1.4x current cost as of 30 September 2018³.



Note: Numbers may not sum due to rounding. Please refer to page 30 for a detailed description of the valuation methodology.

1. As reported in the Monthly NAV estimate.
2. Value represents public stock position only. A portion of the total fair value at 30 September 2018 was undistributed cash to NBPE.
3. Returns are presented on a "gross" basis (i.e. they do not reflect the management fees, carried interest, transaction costs and other expenses that may be paid by investors, which may be significant and may lower returns).

QUARTERLY REPORT | UNFUNDED COMMITMENTS AND CAPITAL RESOURCES

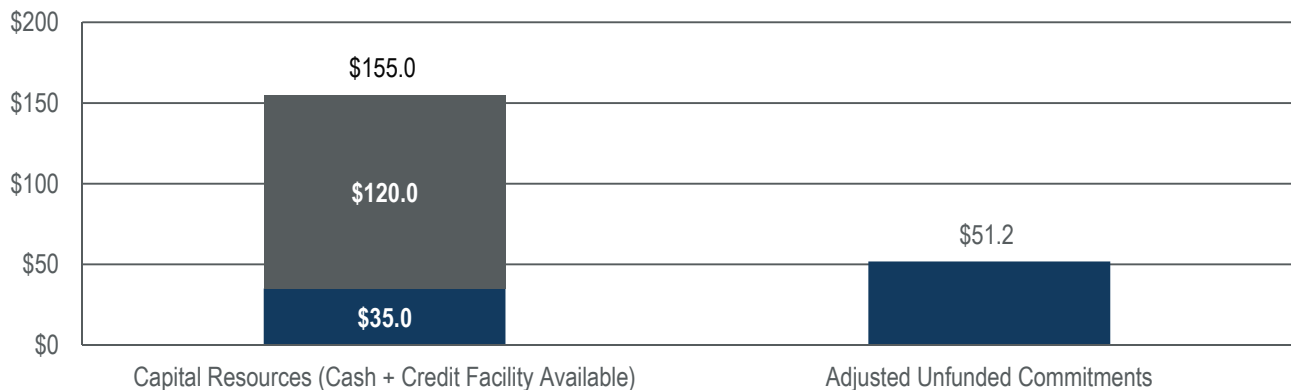
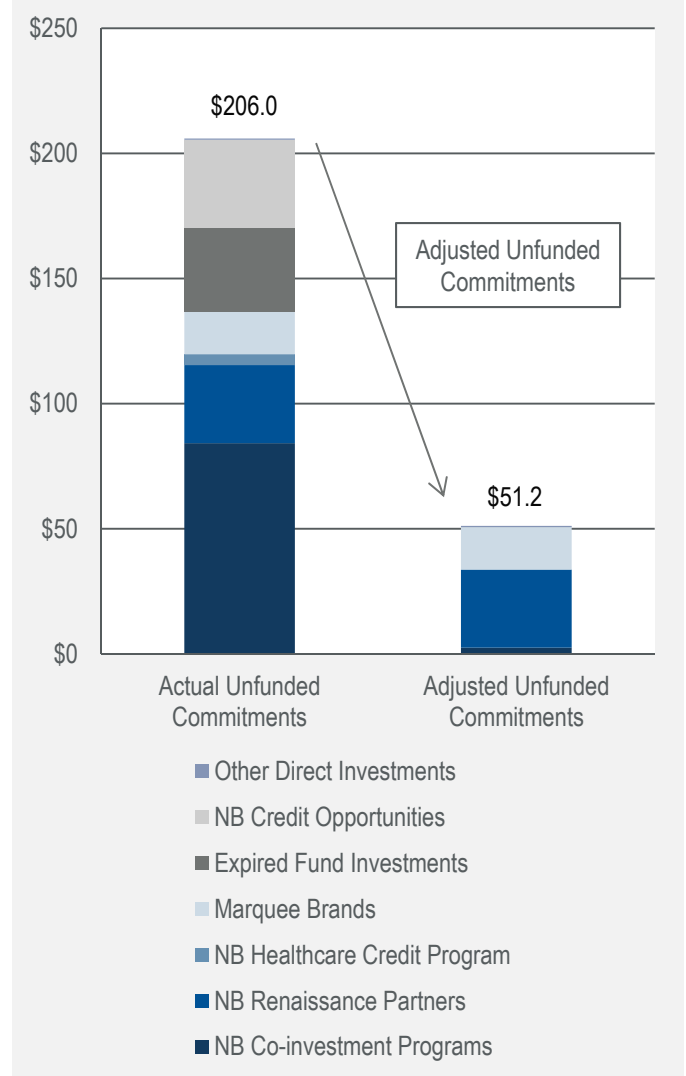
Unfunded Commitments

As of 30 September 2018, NBPE’s unfunded commitments were approximately \$206.0 million. Approximately \$84.2 million, \$31.2 million, \$4.2 million, \$35.0 million, and \$16.9 million were unfunded commitments to the NB Alternatives Co-investment, NB Renaissance Partners, NB Healthcare Credit Programs, NB Credit Opportunities Program and Marquee Brands, respectively. Approximately \$11.9 million of unfunded commitments were to funds of funds managed by the Manager and \$21.9 million of unfunded commitments were to third party direct funds, and all of the \$33.8 million of unfunded commitments were to funds past their investment period. The Manager believes a large portion of this amount is unlikely to be called. However, some amount may be called for fees, expenses and / or follow-on investments.

The Manager analysed the unfunded commitments on an adjusted basis. Unfunded commitments were adjusted by removing unfunded commitments past their investment period, except for reserves which may be called for follow-ons, and amounts which NBPE has the ability to terminate if it so chooses. Following these adjustments, the unfunded commitments were \$51.2 million.

Capital Resources

As of 30 September 2018, NBPE had \$35.0 million of cash and \$120.0 million of available borrowings under the 2016 Credit Facility (as defined on the following page), totaling \$155.0 million of total capital resources. On an adjusted basis this corresponds to excess capital resources of \$103.8 million and a commitment coverage ratio of 303%.



Note: Numbers may not sum due to rounding.

QUARTERLY REPORT | CREDIT FACILITY OVERVIEW

Credit Facility

On 7 June 2016, the Company entered into an agreement with JP Morgan Chase Bank, N.A. (the "2016 Credit Facility") to refinance the 2012 Credit Facility. The 2016 Credit Facility's availability is up to \$150.0 million (including a \$25.0 million accordion whereby the Company is able to increase available borrowings) that expires on 7 June 2021. Beginning in year four, the 2016 Credit Facility carries mandatory amortisation of outstanding balances of 25% per calendar quarter. The 2016 Credit Facility is guaranteed by the Company (the "Parent Guarantor") as well as all of the Company's subsidiaries (except for NB PEP Investments LP (Incorporated), being the borrower under the 2016 Credit Facility) and secured by substantially all of the assets of the Parent Guarantor and its subsidiaries. At 30 September 2018, there was \$30 million borrowed under the 2016 Credit Facility.

Under the 2016 Credit Facility, the interest rate is calculated as LIBOR (based on 3-month LIBOR) plus 3.75% per annum. In addition, under the 2016 Credit Facility, the Company is required to pay an undrawn revolving fee of 1.25% per annum on the daily balance of the unused facility amount (excluding the \$25.0 million accordion). The Company is also subject to certain minimum draw requirements, which if not met, subjects the Company to an additional utilisation fee on any undrawn amounts that are below the minimum draw requirement.

Under the 2016 Credit Facility, the Company is required to meet a maximum over-commitment test, certain loan-to-value ("LTV") ratios, performance event tests and certain portfolio concentration tests.

The maximum over-commitment test is performed on an adjusted unfunded basis, and is designed to limit the amount of unfunded obligations the Company and its subsidiaries may enter into. Adjusted unfunded obligations cannot exceed the lesser of: 1) \$50 million, plus unrestricted cash, plus the undrawn credit facility and 2) 15% of the adjusted market value of eligible investments.

The Company is subject to a number of LTV ratios in order to be in compliance with the 2016 Credit Facility. The drawdown LTV ratio is 25% and the maximum LTV ratio is 40%. If the LTV ratio exceeds 40%, the Company is subject to certain requirements to lower the LTV ratio to the maintenance margin of 35%, within

certain timeframes. If at any time the LTV ratio exceeds 60%, the Company is forced to make prepayments on the loan balance on an expedited basis. Certain cash distributions, including dividends, are subject to an LTV release ratio of less than 35%, unless a performance event has occurred. The performance event test is measured against the level of the S&P 500 index. If the S&P 500 index value falls by 30% in any 120 day period, certain cash distributions, including dividends, are subject to an LTV release ratio of 20%.

The Company is subject to certain portfolio concentration tests which limit the amount of exposure the Company may have in certain areas.

At 30 September 2018, the Company met all requirements under the 2016 Credit Facility.

QUARTERLY REPORT | ENVIRONMENTAL, SOCIAL AND GOVERNANCE

ESG at Neuberger Berman

Neuberger Berman is highly focused on integrating environmental, social and governance issues across its equity, fixed income and alternatives businesses and is continually striving to deepen its commitment to ESG integration both at the individual strategy level, and as a firm as a whole. Since 2012, Neuberger Berman has coordinated these efforts through the ESG Committee, which is now chaired by the Head of ESG Investing, Jonathan Bailey. This committee includes the firm's President and CIO-Equities, Joe Amato, and also includes senior representatives from across the firm including private equity. In June 2012, with the help of the committee, Neuberger Berman became a signatory of the Principles for Responsible Investment ("PRI"). Neuberger Berman has reported to the PRI since 2014 and found that the process of reporting has increased awareness to areas where the firm can improve to ensure continual development. In addition to being a signatory to the PRI, Neuberger Berman is a signatory to the U.K. Stewardship Code, Japan Stewardship Code, and the U.S. Investor Stewardship Group. Neuberger Berman is an active supporter and funder of a range of industry groups including US SIF, SRI and CDP, and the Coalition for Inclusive Capitalism. Most recently Neuberger Berman became a founding member of the SASB Alliance.

The firm's Environmental Social Governance Policy provides a broad framework for an approach to ESG integration. This policy is reviewed annually by the ESG Committee, which is responsible for overseeing the ESG integration efforts, setting goals, and reporting on the firm's performance. This ESG Policy is the guideline for formalising and focusing on responsible investment efforts, with the recognition that environmental, social and governance issues have a significant impact on delivering investment results for clients. Neuberger Berman measures success through sustained improvement in ESG expertise and building awareness across investment teams and central research capabilities by offering continuing education on ESG issues and access to an array of ESG-related analytical resources.

The firm's policy statement is disclosed to the public on the firm's website www.nb.com/esg and includes the latest white papers, articles and perspectives on ESG topics from investment

professionals across the firm.

ESG Neuberger Berman Private Equity

NB Private Equity believes that mitigating ESG-related risks may reduce overall portfolio risk and that integrating ESG factors into investment due diligence may lead to a more consistent investment outcome.

ESG factors are an integral part of NB Private Equity's rigorous and resource-intensive due diligence process. NB Private Equity has the ability to diligence a single asset and to ensure that the company and sponsor are appropriately managing ESG risks.

The NB Private Equity investment team works closely with Neuberger Berman's dedicated ESG team to ensure implementation of industry best practices.

NB PRIVATE EQUITY PARTNERS LIMITED

GOVERNANCE | BOARD OF DIRECTORS

Directors Biographies

Talmay Morgan (Chairman, Independent Director) / 22 June 2007

Talmay Morgan, a resident of Guernsey, qualified as a barrister in 1976. He holds a MA in Economics and Law from Cambridge University. He moved to Guernsey in 1988 where he worked for Barings and then for the Bank of Bermuda. From 1999 to 2004, he was Director of Fiduciary Services and Enforcement at the Guernsey Financial Services Commission (Guernsey's financial regulatory agency) where he was responsible for the design and subsequent implementation of Guernsey's law relating to the regulation of fiduciaries, administration businesses and company directors. He was also particularly involved in the activities of the Financial Action Task Force and the Offshore Group of Banking Supervisors.

Since leaving financial regulation, Mr Morgan has been the non-executive chairman or a non-executive director of 14 publicly-listed investment companies. He is presently Chairman of NB Private Equity Partners Limited, Sherborne Investors (Guernsey) B Limited and Sherborne Investors (Guernsey) C Limited.

John Falla (Chairman of the Audit Committee, Independent Director) / 21 December 2015

John Falla, a resident of Guernsey, is an Associate of the Institute of Chartered Accountants in England and Wales. He has a degree in Property Valuation and Management from City University London and is a Fellow of the Chartered Institute for Securities and Investment, holding their diploma. He qualified as a Chartered Accountant with Ernst and Young in London, before transferring to their Corporate Finance Department, specialising in the valuation of unquoted shares and securities, including private equity holdings. On his return to Guernsey in 1996 he worked for an International Bank before joining The International Stock Exchange (formerly Channel Islands Stock Exchange) in 1998 on its launch as a member of the Market Authority. In 2000 he joined the Edmond de Rothschild Group. Although based in Guernsey he provided corporate finance advice to international clients including open and closed-ended funds, and institutions with significant

property interests. He was also a director of a number of Edmond de Rothschild operating and investment entities. He has been a non-executive director of London listed companies for a number of years, and is now a full-time non-executive director and consultant.

Other public company directorships:

- SQN Asset Finance Income Fund Limited
- Hadrian's Wall Secured Investments Limited
- CIP Merchant Capital Limited
- Marble Point Loan Financing Limited

Trudi Clark (Independent Director) / 24 April 2017

Trudi Clark qualified as a Chartered Accountant with Robson Rhodes in Birmingham, after graduating in Business Studies. Moving to Guernsey in 1987, she joined KPMG where she was responsible for an audit portfolio including some of the major financial institutions in Guernsey. After 10 years in public practice, she was recruited by the Bank of Bermuda as Head of European Internal Audit, later moving into corporate banking. In 1995 she joined Schroders in the Channel Islands as CFO. She was promoted in 2000 to Banking Director and Managing Director in 2003. From 2006 to 2009, Ms Clark established a family office, specialising in alternative investments. From 2009 to 2018, she returned to public practice specialising in corporate restructuring services. Ms Clark has several Non-Executive Director appointments for companies both listed and non-listed investing in property, private equity and other assets. Other public company directorships: F&C Commercial Property Trust Limited, Mercantile UK MicroCap Investment Company Limited and Alcentra European Floating Rate Income Fund.

NB PRIVATE EQUITY PARTNERS LIMITED

GOVERNANCE | BOARD OF DIRECTORS

Directors Biographies (continued)

John Buser (Director) / 22 June 2007

John Buser is the Executive Vice Chairman of NB Alternatives and a Managing Director of Neuberger Berman. He is also a member of the Private Investment Portfolios, Co-Investment, Northbound and Secondary Investment Committees. He is Head of Private Market Client Initiatives and previously Mr. Buser was Global Head of Private Investment Portfolios for 13 years. Before joining Neuberger Berman in 1999, Mr. Buser was a partner at the law firm of Akin, Gump, Strauss, Hauer & Feld, L.L.P., where he had extensive experience in the practice of domestic and international income taxation and complex partnership negotiation during his 17 year tenure. Mr. Buser was admitted to the State Bar of Texas in 1982 after receiving his J.D. from Harvard Law School. Prior to attending law school, Mr. Buser graduated summa cum laude with a B.S. in accounting from Kansas State University.

John Buser has no other public company directorships. Subsequent to this reporting period, on 5 November 2018, John Buser resigned as a director of the Company.

Peter von Lehe (Director) / 22 June 2007

Peter von Lehe is the Head of Investment Solutions and Strategy and is a Managing Director of Neuberger Berman. He is also a member of the Athyrum, Co-Investment, Private Investment Portfolios, Marquee Brands and Renaissance Investment Committees. Mr. von Lehe sits on the Limited Partner Advisory Boards of a number of investment relationships globally on behalf of Neuberger Berman funds. Previously, Mr. von Lehe was a Managing Director and Deputy Head of the Private Equity Fund of Funds unit of Swiss Reinsurance Company. At Swiss Re, Mr. von Lehe was responsible for investment analysis and product structuring and worked in both New York and Zurich. Before that, he was an attorney with the law firm of Willkie Farr & Gallagher LLP in New York focusing on corporate finance and private equity transactions. He began his career as a financial analyst for a utility company, where he was responsible for econometric modeling. Mr. von Lehe received a B.S. with Honors in Economics from the University of Iowa and a J.D. with High Distinction, from the

University of Iowa College of Law. He is a member of the New York Bar.

Peter Von Lehe has no other public company directorships.

APPENDIX | SCHEDULE OF INVESTMENTS (UNAUDITED)

(\$ in millions)				
Direct Equity Investments	Principal Geography	Investment Date	Description	Fair Value
Staples	U.S.	Sep-17	Provider of office supplies through a business to business platform and retail	38.2
Material Handling Systems	U.S.	Apr-17	E-commerce infrastructure and automation company	30.2
Business Services Company*	U.S.	Oct-17	Business services company	28.1
Engineering Ingegneria Informatica	Italy	May-16	Italian IT firm	26.7
ProAmpac	U.S.	Nov-16	Leading global flexible packaging company	26.5
USI	U.S.	Jun-17	Insurance brokerage and consulting services	26.0
Telxius	Europe	Oct-17	Telecommunications infrastructure including fibre-optic cables and telecom towers	23.4
Qpark	Europe	Oct-17	European parking services provider	22.4
Extraction Oil & Gas	U.S.	May-14	E&P company in the U.S.	18.4
LGC	Europe	Mar-16	Life sciences measurement and testing company	17.3
Marquee Brands	Global	Dec-14	Portfolio of consumer branded IP assets, licensed to third parties	17.0
Accedian	U.S.	Apr-17	Network technology company	15.3
Standard Aero	U.S.	Jun-15	Provider of aircraft maintenance, repair and overhaul services	15.3
Final Site	U.S.	Nov-16	Learning management platform for schools	14.7
Branded Cities Network	U.S.	Nov-17	North American advertising media company	14.6
Leaseplan	Europe	Apr-16	Fleet management company	13.9
Excelitas	U.S.	Nov-17	Sensing, optics and illumination technology	13.6
Assurant	Global	Jul-14	Underwriter & administrator of extended warranties	13.0
Grupo Cortefiel	Europe	Oct-17	Spanish apparel retailer	12.5
GFL	U.S.	Jul-18	Waste management services company	12.1
Saguaro	Canada	Jul-13	E&P company pursuing unconventional light oil/liquids-rich gas properties	12.0
Omega Environmental Technologies	U.S.	Feb-17	Leading distributor and assembler of climate control components	11.6
SolarWinds	U.S.	Feb-16	Provider of enterprise-class IT and infrastructure management software	11.2
Gardner Denver, Inc.	U.S.	Jul-13	Maker of industrial equipment	10.8
Branded Toy Company*	U.S.	Jul-17	Specialty toy company	10.6
RiverBed	U.S.	Feb-15	Provider of application performance infrastructure	10.5
Digital River (Equity)	U.S.	Feb-15	Digital eCommerce, payments and marketing solutions	10.0
Lasko Products	U.S.	Nov-16	Manufacturer of portable fans and ceramic heaters	9.9
Hilsinger	U.S. / U.K. / Australia	May-14	Supplier of eye wear and eye care accessories	9.8
Bomgar	U.S.	Jun-18	Cyber security and secure access solutions	9.6
CSC Service Works	U.S.	Mar-15	Provider of outsourced services to laundry & air vending markets	9.4
Italian Middle-market Buyout Portfolio	Italy	Jun-18	Portfolio of Italian mid-market buyout companies	9.0
ARUHI Corporation	Japan	Oct-14	Mortgage company in Japan offering primarily fixed rate mortgages	8.8
Genetic Testing Company - Equity*	U.S.	Jun-13	Genetic testing company	8.6
Looking Glass	U.S.	Feb-15	Cyber security technology company	8.6
Evoqua Equity	U.S.	Jan-14	Water treatment technology, equipment and services	8.3
Uniasselvi	Brazil	Jun-18	Post secondary education company	8.3
Medplast	U.S.	Jun-18	Medical device manufacturer	8.2
Avantor	U.S.	Feb-18	Provider of materials for life sciences and technology industries	7.9
West Marine	U.S.	Sep-17	Specialty retailer of boating supplies	7.9
Fortress	U.S.	Jun-17	Leading hospital provider in Vietnam	7.8
ZPG	Europe	Jul-18	Digital property data and software company	7.5
Solace Systems	U.S.	Apr-16	Enterprise messaging solutions	7.2
Ellucian	Global	Sep-15	Developer of higher education ERP software	7.2

Note: Numbers may not sum due to rounding.

*Due to confidentiality provisions, company name cannot be disclosed.

APPENDIX | SCHEDULE OF INVESTMENTS (UNAUDITED)

(\$ in millions)				
Direct Equity Investments	Principal Geography	Investment Date	Description	Fair Value
Renaissance Learning	U.S.	Jun-18	K-12 educational software & learning solutions	7.1
Brightview	U.S.	Dec-13	Commercial landscape and turf maintenance	7.1
Berlin Packaging	U.S.	Oct-14	Supplier of rigid packaging materials and value-added services	6.9
Compliance Solutions Strategies	U.S.	Apr-17	Provider of compliance solutions to the financial services sector	6.7
Vertiv	U.S.	Nov-16	Provider of data center infrastructure	6.7
Verifone	U.S.	Aug-18	Electronic payment technology	6.7
CH Guenther	U.S.	May-18	Supplier of baking mixes, snacks and meals and other value-added food produc	6.6
GC Services	U.S.	Jan-16	Provider of call center management and collection agency services	6.4
Milani	U.S.	Jun-18	Cosmetics and beauty products	6.1
Petsmart	U.S.	Jun-15	Pet supplies retailer	6.0
Wind River Environmental	U.S.	Apr-17	Waste management services provider	5.9
American Dental Partners, Inc.	U.S.	Feb-12	Dental practice management services	5.8
Undisclosed Consumer Technology Company	Global	Jul-18	Undisclosed consumer technology company	5.7
MHS	U.S.	Mar-17	Provider of repair, maintenance and fleet management services	5.6
Bylight	U.S.	Jun-17	Provider of IT and technology infrastructure cyber solutions	5.1
Aster / DM Healthcare	Middle East / India	Jun-14	Operator of hospitals, clinics and pharmacies	4.9
Perspecta	U.S.	Nov-10	High-end systems engineering to US Intelligence Industry	4.9
Nextlevel	U.S.	Aug-18	Designer and supplier of fashion-basic apparel	4.7
Snagajob	U.S.	Jun-16	Job search and human capital management provider	4.5
Edelman	U.S.	Aug-18	Independent financial planning firm	4.4
Mills Fleet Farms	U.S.	Feb-16	Value-based retailer with 35 stores in the Midwest US	4.4
Inflection Energy	U.S.	Oct-14	Dry gas exploration company in the Marcellus Shale	4.1
Connector Company*	U.S.	Oct-15	Producer of embedded solid-state connectors	4.0
Concord Bio	India	Jun-16	Active pharmaceutical ingredients manufacturer	4.0
First Data	Global	Sep-07	Electronic commerce and payments	3.9
Healthcare Services Company	NA	Feb-18	Healthcare services company	3.9
Centro	U.S.	Jun-15	Provider of digital advertising management solutions	3.7
CrownRock Minerals	U.S.	Jun-18	Minerals acquisition platform	3.7
Clearent	U.S.	Jun-18	Credit card payment processing	3.6
Healthcare Company - In-home Devices	U.S.	Jun-18	Provider of pump medications and in-home intravenous infusion	3.6
SafeFleet	U.S.	May-18	Safety and productivity solutions for fleet vehicles	3.5
BK China	China	Aug-18	Franchise of over 800 Burger King locations in mainland China	3.4
Syniverse Technologies	Global	Feb-11	Global telecommunications technology solutions	3.3
Stratus Technologies	U.S.	Apr-14	Technology solutions that prevent downtime of critical applications	3.0
BackOffice	U.S.	Dec-17	Data management solutions provider	3.0
Boa Vista	Brazil	Nov-12	Second largest credit bureau in Brazil	2.7
Prosper	U.S.	Apr-15	Peer-to-peer online lending marketplace for unsecured consumer credit loans	2.5
Husky Injection Molding	U.S.	Sep-18	Leading supplier of molding equipment and services to plastics industry	2.3
Kyobo Life Insurance Co.	Asia	Dec-07	Life insurance in Korea	2.3
Into University Partnerships	U.K./U.S.	Apr-13	Collegiate recruitment, placement and education	2.1
Velocidi	U.S.	Dec-16	Marketing intelligence company	2.0
Corona Industrials	South America	Jun-14	Building materials company	1.5
Galco Industrials Equity	U.S.	May-14	Wholesale distributor of electrical components	1.4
Acteon	Europe	Dec-12	Products & services to offshore energy sector	1.2

Note: Numbers may not sum due to rounding.

*Due to confidentiality provisions, company name cannot be disclosed.

NB PRIVATE EQUITY PARTNERS LIMITED

APPENDIX | SCHEDULE OF INVESTMENTS (UNAUDITED)

(\$ in millions)				
Direct Equity Investments	Principal Geography	Investment Date	Description	Fair Value
Alex & Ani	U.S.	May-15	Designer jewelry company	1.1
Taylor Precision Products	U.S.	Jul-12	Consumer & foodservice measurement products	1.0
Specialty Drug Pharma. Company*	U.S.	Oct-15	Provider of product development and related services to life sciences companies	1.0
Shelf Drilling	Global	Feb-13	Shallow water offshore drilling contractor	0.9
OB Hospitalist Group	U.S.	Aug-17	Hospitalist and related physician support services	0.7
Black Knight Financial Services	U.S.	Dec-13	Mortgage servicing technology and appraisal / origination services	0.6
Univar	Global	Nov-10	Commodity and specialty chemicals distributor	0.4
J.Crew Group	U.S.	Mar-11	Specialty retailer	0.4
Fairmount Minerals	U.S.	Aug-10	Producer of high purity sand / sand based proppants	0.4
Technology Company (Encryption App)*	U.S.	Aug-14	Encryption app for text, audio, picture and video messaging	0.4
Innovation Group	U.K.	Dec-15	Global business process outsourcing provider of insurance claims processing services	0.1
Incipio	U.S.	Feb-16	Designer and developer of smartphone and tablet accessories	0.0
Net Other Assets, incl. Escrow / (Liabilities)				(9.5)
Total Direct Equity Investments				\$808.4

Note: Numbers may not sum due to rounding.

*Due to confidentiality provisions, company name cannot be disclosed.

APPENDIX | SCHEDULE OF INVESTMENTS (UNAUDITED)

Investment Name	Security Details	Investment Date	Maturity Date	Fair Value	Cash + PIK Coupon	Cash Yield	Total Est. YTM ¹
<i>Corporate Private Debt Investments</i>							
<u>2017</u>							
Epic Insurance	Second Lien (L+9.25% Cash, 1% L Floor, 3% OID)	Sep-17	Sep-25	3.4	11.6%	12.1%	13.1%
Carestream Dental	Second Lien (L+8.0% Cash, 1% L Floor, 3% OID)	Sep-17	Sep-25	9.2	10.4%	10.7%	11.5%
OB Hospitalist	Second Lien (L+8.5% Cash, 1% L Floor, 2% OID)	Aug-17	Aug-25	3.5	10.9%	12.2%	14.2%
Dubois Chemical	Second lien (L+8.00% Cash, 1% L Floor, 1% OID)	Mar-17	Mar-25	9.0	10.4%	10.5%	11.1%
Blue Nile	First Lien (L+6.50% Cash, 1% L Floor, 3% OID)	Mar-17	Feb-23	3.4	8.9%	9.2%	10.4%
Optiv	Second Lien (L+7.25%, 1% Floor, 0.5% OID)	Feb-17	Feb-25	4.1	9.6%	8.7%	7.8%
<u>2016</u>							
ProAmpac	Second Lien (L+8.50%, 1% L Floor)	Nov-16	Oct-24	6.0	10.9%	10.9%	11.5%
<u>2015</u>							
Schumacher Group	Second lien (L+8.5% Cash, 1.0% L Floor, 1% OID)	Oct-15	Oct-23	9.7	10.9%	11.0%	11.6%
Funding Circle	Portfolio of small business loans	Jan-15	N/A	1.4	N/A	N/A	N/A
Digital River Debt	First lien (L+5.75% Cash, 1.0% L Floor, 1% OID)	Jan-15	Feb-21	1.0	8.1%	8.7%	11.5%
Digital River Debt	Second lien (L+11.0% Cash, 1.0% L Floor, 1% OID)	Jan-15	Feb-22	1.1	13.4%	15.5%	20.5%
<u>2014</u>							
Central Security Group	Second lien (L+9.0% Cash, 1% L Floor, 5% OID)	Nov-14	Oct-21	5.9	11.4%	11.7%	13.1%
Galco Industrial Electronics	Sr. sub notes (10.75% Cash, 1.25% PIK, 1.5% OID)	May-14	May-21	5.4	12.0%	10.2%	11.9%
Total Corporate Private Debt Investments Fair Value				\$63.1	10.7%	7.8%	12.2%
Total Credit Opportunities Investments				\$79.7	11.9%	5.3%	15.8%
Total Healthcare Credit Investments Fair Value				\$1.5	10.5%	10.5%	N/M
Total Income Portfolio Fair Value				\$144.3	9.3%	6.8%	13.6%

Note: Numbers may not sum due to rounding.

NB PRIVATE EQUITY PARTNERS LIMITED

APPENDIX | VALUATION METHODOLOGY

Equity

It is expected that most of the investments in which the Fund invests will meet the criteria set forth under FASB ASC 820 Fair Value Measurement ("ASC 820") permitting the use of the practical expedient to determine the fair value of the investments. ASC 820 provides that, in valuing alternative investments that do not have quoted market prices, but calculate NAV per share or equivalent, an investor may determine fair value by using the NAV reported to the investor by the underlying investment. To the extent ASC 820 is applicable to an investment, the General Partner will value the Fund's investment based primarily on the value reported to the Fund by the investment or by the lead investor of a direct co-investment as of each quarter-end, as determined by the investments in accordance with its own valuation policies.

The Fund generally uses the NAV reported by the investments as a primary input in its valuation; however, adjustments to the reported NAV may be made based on various factors, including, but not limited to, the attributes of the interest held, including the rights and obligations, any restrictions or illiquidity on such interest, any potential clawbacks by the investments and the fair value of the investments' investment portfolio or other assets and liabilities. The valuation process for investments categorized in Level 3 of the fair value hierarchy is completed on a quarterly basis and is designed to subject the valuation of Level 3 investments to an appropriate level of consistency, oversight and review. The General Partner has ultimate responsibility for the valuation process and the fair value of investments reported in the financial statements. The General Partner performs initial and ongoing investment monitoring and valuation assessments. In determining the fair value of investments, the General Partner reviews periodic investor reports and interim and annual audited financial statements received from the investments, reviews material quarter over quarter changes in valuation, and assess the impact of macro market factors on the performance of the investments.

Debt

Debt investments made on a primary basis are generally carried at cost plus accrued interest, if any. Investments made through the secondary market are generally marked based on market quotations, to the extent available, and the manager will take into

account current pricing and liquidity of the security.

For primary issuance debt investments, the Manager estimates the enterprise value of each portfolio company and compares such amount to the total amount of the company's debt as well as the level of debt senior to the Company's interest. Estimates of enterprise value are based on a specific measure (such as EBITDA, free cash flow, net income, book value or NAV) believed to be most relevant for the given company and compares this metric in relation to comparable company valuations (market trading and transactions) based on the same metric. In determining the enterprise value, the Manager will further consider the companies' acquisition price, credit metrics, historical and projected operational and performance, liquidity as well as industry trends, general economic conditions, scale and competitive advantages along with other factors deemed relevant. Valuation adjustments are made if estimated enterprise value does not support the value of the debt security the Company is invested in and securities senior to the Company's position.

If the principal repayment of debt and any accrued interest is supported by the enterprise value analysis described above, the Manager will next consider current market conditions including pricing quotations for the same security and yields for similar investments.

For investments made on a secondary basis, to the extent market quotations for the security are available, the Manager will take into account current pricing and liquidity. Liquidity may be estimated by the spread between bid and offer prices and other available measures of market liquidity, including number and size of recent trades and liquidity scores. If the Manager believes market yields for similar investments have changed substantially since the pricing of the security, the Manager will perform a discounted cash flow analysis, based on the expected future cash flows of the debt securities and current market rates. The Manager will also consider the maturity of the investment, compliance with covenants and ability to pay cash interest when estimating the fair value of debt investments.

APPENDIX | FORWARD LOOKING STATEMENTS

This report contains certain forward-looking statements. Forward-looking statements speak only as of the date of the document in which they are made and relate to expectations, beliefs, projections (including anticipated economic performance and financial condition), future plans and strategies, anticipated events or trends and similar expressions concerning matters that are not historical facts and are subject to risks and uncertainties including, but not limited to, statements as to:

- future operating results;
- business prospects and the prospects of the Company's investments;
- the impact of investments the Company expects to make;
- the dependence of future success on the general economy and its impact on the industries in which the Company invests;
- the ability of the investments to achieve their objectives;
- differences between the investment objective and the investment objectives of the private equity funds in which the Company invests;
- the rate at which capital is deployed in private equity investments, co-investments and opportunistic investments;
- expected financings and investments;
- the continuation of the Investment Manager as the service provider and the continued affiliation with the Investment Manager of its key investment professionals;
- the adequacy of the Company's cash resources and working capital; and
- the timing of cash flows, if any, from the operations of the underlying private equity funds and the underlying portfolio companies.

In some cases, forward-looking statements may 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 the beliefs, assumptions and expectations of the future performance, taking into account all information currently available to the Manager. These beliefs, assumptions and expectations are subject to risks and uncertainties and can change as a result of many possible events or factors, not all of which are known to the Manager or are within the Manager's control. If a change occurs, the business, financial condition, liquidity and results of operations may vary materially from those expressed in the forward-looking statements. Factors and events that could cause the business, financial condition, liquidity and results of operations to vary materially include, among other things, general economic conditions, securities market conditions, private equity market conditions, the level and volatility of interest rates and equity prices, competitive conditions, liquidity of global markets, international and regional political conditions, regulatory and legislative developments, monetary and fiscal policy, investor sentiment, availability and cost of capital, technological changes and events, outcome of legal proceedings, changes in currency values, inflation, credit ratings and the size, volume and timing of transactions, as well as other risks described elsewhere in this report and the prospectus relating to the Company's IPO and the Company's prospectus relating to the ZDP Shares. The foregoing is not a comprehensive list of the risks and uncertainties to which the Company is subject. Except as required by applicable law, the Manager undertakes no obligation to update or revise any forward-looking statements to reflect any change in The Manager's expectations, or any changes in events, conditions or circumstances on which the forward-looking statement is based. In light of these risks, uncertainties and assumptions, the events described by the Company's forward-looking statements might not occur. The Manager qualifies any and all of the forward-looking statements by these cautionary factors.

APPENDIX | DIRECTORS, ADVISORS AND CONTACT INFORMATION

Ordinary Share Information

Trading Symbol: NBPE
 Exchanges: The Premium Segment of the Main Market of the London Stock Exchange and the regulated market of Euronext Amsterdam N.V. Euronext
 Exchange and the regulated market of Euronext Amsterdam N.V. Euronext
 Amsterdam Listing Date: 25 July 2007
 Premium Segment Trading Admission: 2 May 2017
 Traded Currency: GBP (LSE); USD (Euronext); USD (LSE)
 Bloomberg: NBPE NA, NBPE LN, NBPU LN
 Reuters: NBPE.AS, NBPE.L, NBPU.L
 ISIN: GG00B1ZBD492
 COMMON: 030991001
 Amsterdam Security Code: 600737
 LEI: 2138000JH93NH810FQ77

ZDP Share Information (2022 / 2024)

Trading Symbol: NBPP / NBPS
 Exchanges: Specialist Fund Segment of the London Stock Exchange
 Date: 16 September 2016 / 30 May 2018
 Base Currency: GBP / GBP
 Bloomberg: NBPP: LN / NBPS: LN
 Reuters: NBPEO.L / NBPSO.L
 ISIN: GG00BD0FRW63 / GG00BD96PR19
 SEDOL: BD0FRW6 / BD96PR1

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 John Buser
 Trudi Clark
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