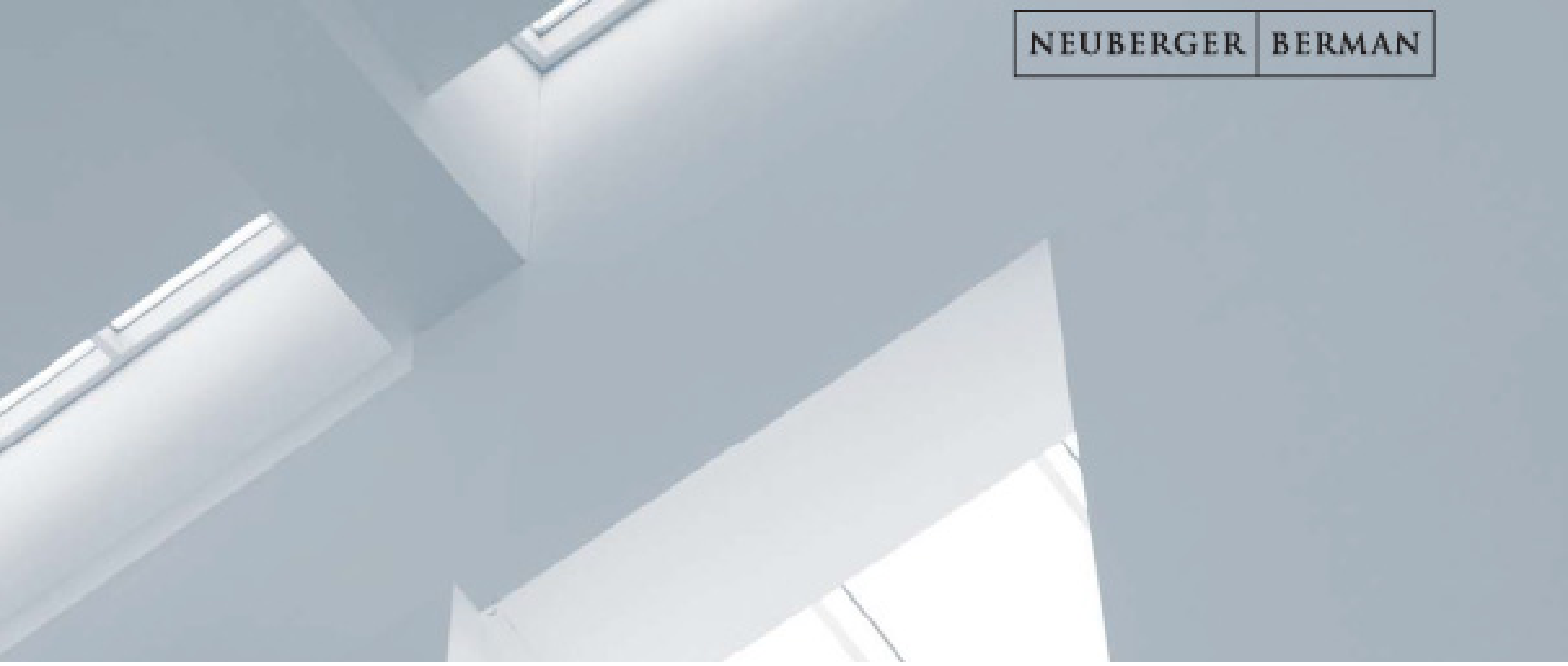
NEUBERGER | BERMAN



For the period ended
30 June 2018

NB Private Equity Partners Limited

30 June 2018 Interim Financial Report & Consolidated Financial Statements

NB PRIVATE EQUITY PARTNERS LIMITED | TABLE OF CONTENTS

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").

130

Direct investment portfolio companies

63

Underlying private equity sponsors

$976.9M

Total private equity assets

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 $60 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 Investment Manager's investment decisions are made by its Investment Committee, which currently consists of 11 members with over 318 years of combined professional experience and average 17 years with the firm. 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.

+400

Active fund relationships with private equity firms

$7BN

Committed annually to private equity over the past three years[1]

+$60BN

Commitments managed[2]

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 $304 billion in client assets as of 30 June 2018. For more information, please visit our website at www.nb.com.

1. Average committed capital from 2015 to 2017.
2. Committed capital from inception through August 2018, including commitments in the process of documentation.

Financial Highlights

Strong balance sheet with **$977 million** of private equity assets

Financial Summary	At 30 June 2018	At 31 December 2017
Net Asset Value ("NAV") of the Ordinary Shares	$879.7m	$851.5m
Direct Equity Investments[1]	$743.6m	$698.6m
Income Investments	$139.5m	$155.2m
Fund Investments	$93.8m	$107.6m
Total Private Equity Fair Value	$976.9m	$961.4m
Private Equity Investment Level	111%	113%
Cash and Cash Equivalents	$43.6m	$25.7m
Credit Facility Borrowings Drawn	$0.0m	($60.0m)
2022 & 2024 ZDP Share Liabilities (Dollar equivalent liabilities)	($137.1m)	($71.1m)
Net Other Liabilities	($3.7m)	($4.5m)
NAV per Ordinary Share (USD)	**$18.03**	**$17.45**
NAV per Ordinary Share (GBP)	**£13.65**	**£12.91**
NAV per Ordinary Share including dividends paid during financial period	**$18.28**	**$17.95**
ZDP Shares (2022 / 2024)	£53.6m / £50.2m	£52.6m / -
Net Asset Value per ZDP Share (2022 / 2024)	107.27p / 100.35p	105.21p / -
Dividends per Ordinary Share:		
Dividends paid during financial period[2]	$0.25	$0.50
Cumulative dividends paid since inception	$2.59	$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.*
2. *On 19 July 2018, NBPE declared a $0.03 per Share dividend increase to $0.28 per Share, which was paid on 31 August 2018.*

SEMI-ANNUAL OVERVIEW | FIRST HALF 2018 KEY HIGHLIGHTS

2018 Total Return Performance

4.8% NAV per Share[1]

3.2% Share price[1]

Portfolio at 30 June 2018

86% Equity investments[2]

14% Income investments

Cash Flows during 2018

$130.7M in Realisations **to NBPE**

$89.9M Invested into **New Direct Investments, Follow-ons and Funds**

Dividends to Shareholders

$0.25 per Share paid during financial period (additional dividend of $0.28 per Share paid on 31 August 2018)

3.6% Annualised yield on share price at 30 June 2018 (3.8% annualised yield based on 31 August 2018 dividend)[3]

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.*
3. *Annualised yield at 30 June 2018 based on closing share price and annualised dividends of $0.50 per Share, converted at the 30 June 2018 FX rate. 31 August 2018 dividend yield based on closing share price and annualised dividends of $0.56 per Share, converted at the 31 August 2018 FX rate.*

First Half 2018 Results

Realised gains of **$47.6m or $0.97** 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	$0.3 M	$0.01
+ Realised Gains	$47.6 M	$0.97
+ Yield Income & Dividends	$9.4 M	$0.19
Fees / Expenses		
- Management Fees & Operating Costs	($11.3) M	($0.23)
- Interest & Financing Costs	($4.8) M	($0.10)
FX Changes		
- Foreign Exchange Movements	($0.6) M	($0.01)
Dividends Paid to Shareholders		
- Dividends Paid	($12.2) M	($0.25)
30 June 2018 Net Asset Value	**$879.7 M**	**$18.03**

Note: Numbers may not sum due to rounding.

Portfolio Summary

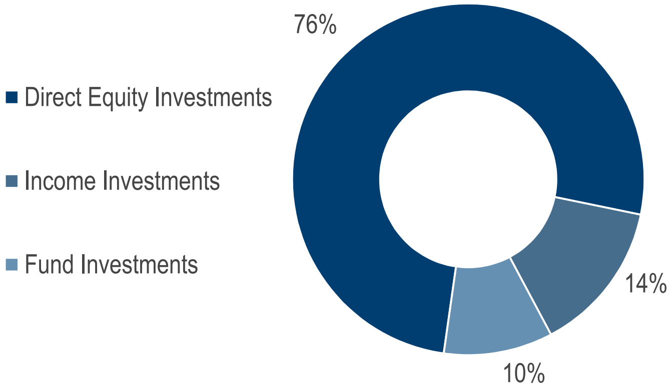
163 total investments and total private equity value of $976.9M

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	95	$743.6m	$52.6m	$796.2m
Income Investments	35	$139.5m	-	$139.5m
Fund Investments	33	$93.8 m	-	$93.8m
Total Private Equity	**163**	**$976.9m**	**$52.6m**	**$1,029.5m**

Note: Numbers may not sum due to rounding.

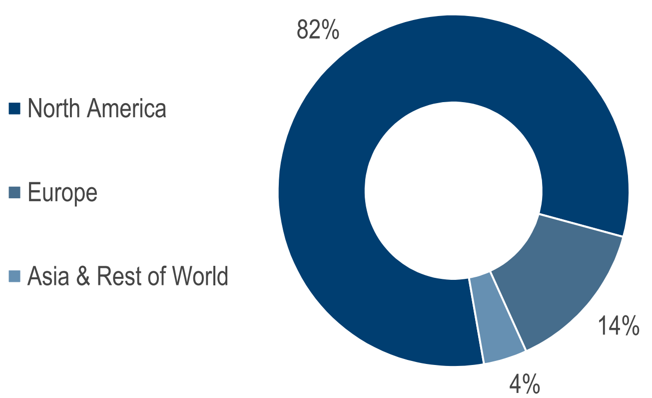
1. Please refer to page 20 for more information on unfunded commitments to funds past their investment period. Actual unfunded commitments and total exposure is $231.9 million and $1.2 billion, respectively. Actual unfunded commitments is comprised of $152.8 million, $44.4, and $34.7 million to direct equity investments, income investments, and fund investments, respectively. Actual total exposure is $896.4 million, $184.0 million, and $128.5 million to direct equity investments, income investments, and fund investments, respectively.



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 10% 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.

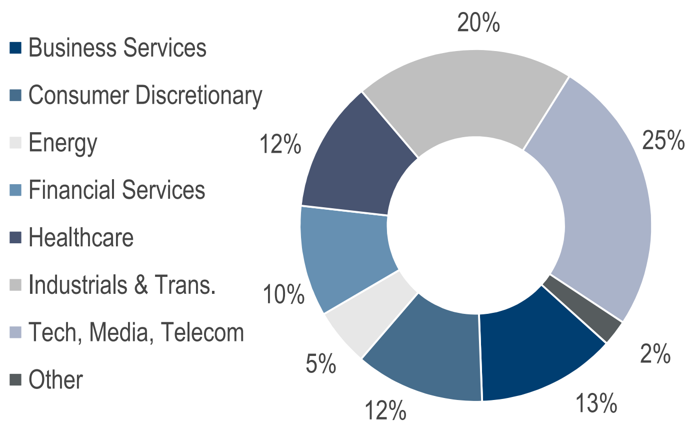


Geography

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 14% of NBPE's portfolio is invested in European companies and 4% in other parts of the world, primarily Asia and Latin America.

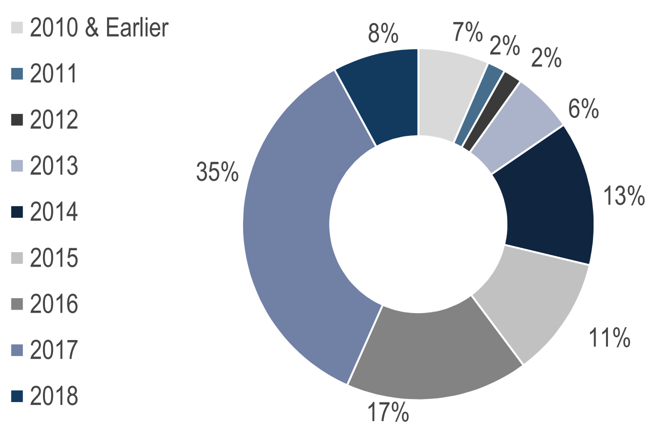
Note: Numbers may not sum due to rounding.



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 83% of the portfolio fair value has been invested 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, companies in the 2014, 2015 and 2016 vintage years are in many cases 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 2017 and the first six 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.

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.

VERTIV

LGC

ProAmpac

Deltek

ADD-ON ACQUISITIONS / GROWTH CAPITAL

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

OMEGA ENVIRONMENTAL TECHNOLOGIES

EXTRACTION Oil & Gas

KIK CUSTOM PRODUCTS

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.

BAKERCORP

SEMI-ANNUAL OVERVIEW | DIRECT EQUITY INVESTMENTS

Portfolio

The direct equity portfolio is comprised of 95 investments with a fair value of $743.6 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 2.6 years.

Overview of 1H 2018

NBPE deployed $68.2 million into 12 new equity investments and $8.2 million to a portfolio of 13 mature Italian middle-market buyout companies. NBPE also completed $6.2 million into follow-on investments during the first six months of 2018. The new investments are primarily in industrials, consumer, healthcare and technology companies across North America. During June, NBPE also funded $8.2 million to a portfolio of Italian middle market companies. In terms of follow-ons, NBPE completed an additional investment in MHS, an e-commerce infrastructure and automation company. The new direct equity investments are highlighted on page 14.

Year to date, the direct equity portfolio has generated a gross IRR of 13.3% 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 six months of 2018, the direct equity portfolio distributed $81.2 million, driven by the full exits of an undisclosed financial services company, ProMach, and Consilio. In addition, NBPE received proceeds from the final sale of Black Knight Financial Services (NYSE: BKI) and ongoing liquidation of public positions including Evoqua (NASDAQ: AQUA) and Aruhi (TYO:9984). 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 four direct equity investments in the first half of 2018, which generated total proceeds of $57.9 million (inclusive of prior realisations). On a combined basis, the investments generated a ~2.4x gross multiple of capital and a ~39% gross IRR (inclusive prior realisations and remaining escrow). The average hold period of the four investments was 2.5 years, while the uplift at exit between the three[2] exits averaged 44% relative to the valuation one quarter prior to the exit announcement. Aster DM Healthcare (NSE:ASTERDM), BrightView (NYSE:BV), and Shelf Drilling (SHLF.OL) completed IPOs in the first half of 2018.

Key Stats[1]

(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:

Pro Mach Integrated Packaging Solutions

Consilio

BLACK KNIGHT FINANCIAL SERVICES

Financial Services Company*

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

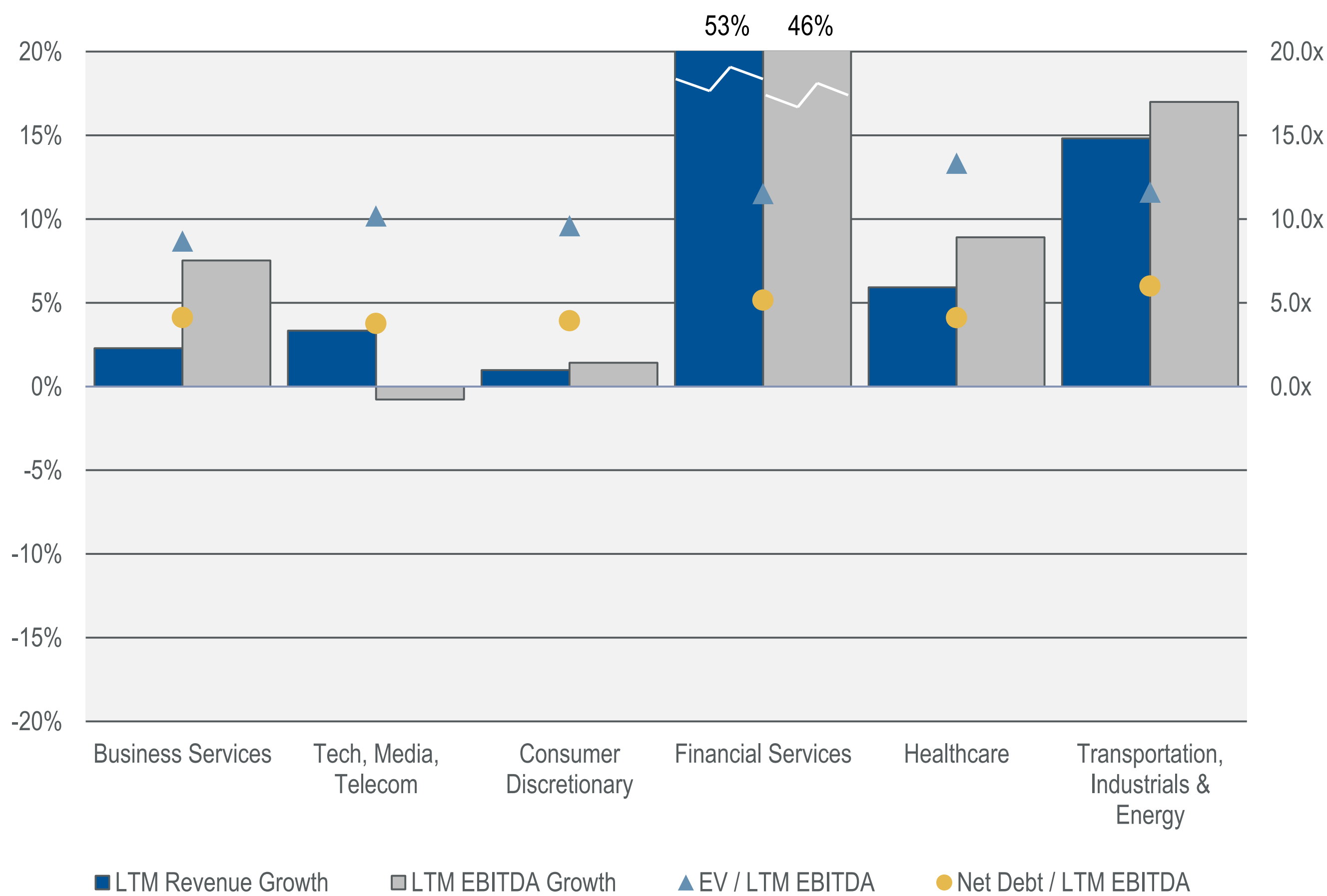
1. Analysis based on 83 private companies, representing 79% of direct equity fair value and excludes public companies, equity invested alongside healthcare credits, financial services companies valued on a multiple of book value or other income metrics, E&P companies valued on acreage or reserves and 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.

1. Excluding partial sales of BKI stock.

SEMI-ANNUAL OVERVIEW | DIRECT EQUITY INVESTMENTS

Operating Performance, Valuation & Leverage[1]

The figure below illustrates the key operating, valuation, and leverage statistics for private companies in the direct equity portfolio by industry sector. In conducting the analysis, the Investment Manager utilised the most recently available information to estimate the year-over-year growth in revenue and EBITDA for each company. In addition, the Investment Manager analysed the most recently available valuation multiple (enterprise value to EBITDA) and leverage multiple (net debt to EBITDA) for each company. Companies without meaningful EBITDA or where EBITDA is not a meaningful valuation metric (for example, in certain E&P companies valued on reserves or acreage or companies valued on a revenue multiple), were excluded from those parts of the analysis. The aggregate metrics by industry sector represent weighted averages based on the fair value of each underlying company at 30 June 2018.



Fair Value ($mm):	**$101.6**	**$207.7**	**$82.2**	**$24.8**	**$65.5**	**$108.3**
# of Companies:	**9**	**25**	**16**	**2**	**12**	**19**

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.

SEMI-ANNUAL OVERVIEW | 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 26.8% of NBPE's NAV and no company was larger than 3.5% of NAV.

Investment / Description	Status	Year of Investment	Asset Class	Equity Sponsor	NBPE Fair Value
Business Services Company* Business services company	Private	2017	Large-cap Buyout	Not Disclosed	$28.1 million
ProAmpac Leading global flexible packaging company	Private	2016	Mid-cap Buyout	Pritzker Group	$27.9 million
Engineering Italian IT firm	Private	2016	Direct equity investment Mid-cap Buyout	NB Renaissance	$25.3 million
Material Handling Systems Infrastructure and automation outsourcing	Private	2017	Direct equity investment Mid-cap Buyout	Thomas H Lee	$25.0 million
Extraction Oil & Gas (NASDAQ: XOG) E&P company in the U.S.	Public	2014	Mid-cap Buyout	Yorktown Partners	$24.0 million
QPark European parking services provider	Private	2016	Large-cap Buyout	KKR	$22.8 million
USI Insurance Insurance brokerage & consulting services	Private	2017	Large-cap Buyout	KKR	$22.0 million
Staples B2B and retail supplies of office products	Private	2017	Special Situations	Sycamore Partners	$21.6 million
Telxius Telecommunications infrastructure	Private	2017	Large-cap Buyout	KKR	$19.9 million
Assurant (NYSE: AIZ) Underwriter & administrator of extended warranties	Public	2014[1]	Large-cap Buyout	TPG	$19.0 million
Total Top Ten Largest Exposures					**$235.7 million**

Note: Numbers may not sum due to rounding.
**Due to confidentiality provisions, company name cannot be disclosed.*
1. *Original vintage year of The Warranty Group which was acquired by Assurant for cash and stock consideration.*

New Direct Equity Investments

$76.4 million invested into 13 new direct equity investments during 2018

NB Renaissance Partners

Industry: Diversified

Sponsor: NB Renaissance

Thesis: Portfolio of Italian mid-market buyout companies

avantor

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

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

UNIASSELVI

Industry: Education

Sponsor: Vinci Partners

Thesis: Industry tailwinds & organic growth opportunities

Healthcare Company – In-home Devices*

Industry: Healthcare

Sponsor: Undisclosed

Thesis: Market leader with strong organic growth prospects

SAFE FLEET Emergency & Industrial

Industry: Industrials

Sponsor: Oak Hill

Thesis: Buy and build

CLEARENT 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.*

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

SEMI-ANNUAL OVERVIEW | INCOME INVESTMENTS

Portfolio

The income portfolio is comprised of 35 investments with $139.5 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 6.0x and 4.5x, respectively. The portfolio's current cash yield is 9.4% with a 15.5% 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. Across the income portfolio, on average, investments are held at approximately 88% of par value, based on NBPE's cost basis in the security. In addition, underlying companies are well-capitalised with approximately 95% 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 1.8 years as of 30 June 2018.

The portfolio generates approximately $13.2 million of run-rate cash income as of 30 June 2018, which covers 54% of the annualised dividend[1].

Overview of 2018

During 2018, NBPE contributed $6.9 million to income investments and received $27.7 million in cash distributions. Distributions were made up of principal repayments equaling $20.6 million and interest income of $7.2 million.

Exit Activity

NBPE fully exited four investments during 2018. These investments generated $20.7 million of total proceeds to NBPE and an aggregated 1.6x multiple (inclusive of prior realisations).

9.4% / 15.5%

Cash Yield / Estimated yield to maturity

6.0x / 4.5x

Total leverage / Senior leverage

74%

Fair value invested in floating rate debt

54%

Dividend Coverage[1]

Note: Statistics exclude small business loan programs, credit opportunities and healthcare credit investments. Based on portfolio company data as of 30 June 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.
1. Based on the 28 February dividend of $0.25 per Share. Based on the 31 August 2018 dividend of $0.28 per Share (annualised), dividend coverage is 48%.

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 7.2% of NBPE's NAV and no company was larger than 1.2% 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)	10.9%	$9.7 million
Carestream Dental Dental imaging and software	2017	Second Lien (L+8.0% Cash, 1.0% L Floor)	10.6%	$9.2 million
Dubois Chemical Specialty chemical company	2017	Second Lien (L+8.0% Cash, 1.0% L Floor)	10.4%	$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)	11.6%	$5.9 million
Galco Industrial Electronics Distributor of electronic parts	2014	Second Lien (L+10.75% Cash, 1.25% PIK)	9.9%	$5.4 million
Optiv Provider of cyber security solutions	2017	Second Lien (L+7.25% Cash, 1.0% L Floor)	10.7%	$5.4 million
Sungard Provider of financial software and solutions	2017	Second Lien (L+8.5% Cash, 1.0% L Floor)	10.9%	$4.9 million
P2 Energy Solutions Provider of software and services to the Energy industry	2013	Second Lien (L+8.0% Cash, 1.0% L Floor)	N/A[1]	$4.6 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
Total Top Ten Largest Exposures				**$63.6 million**

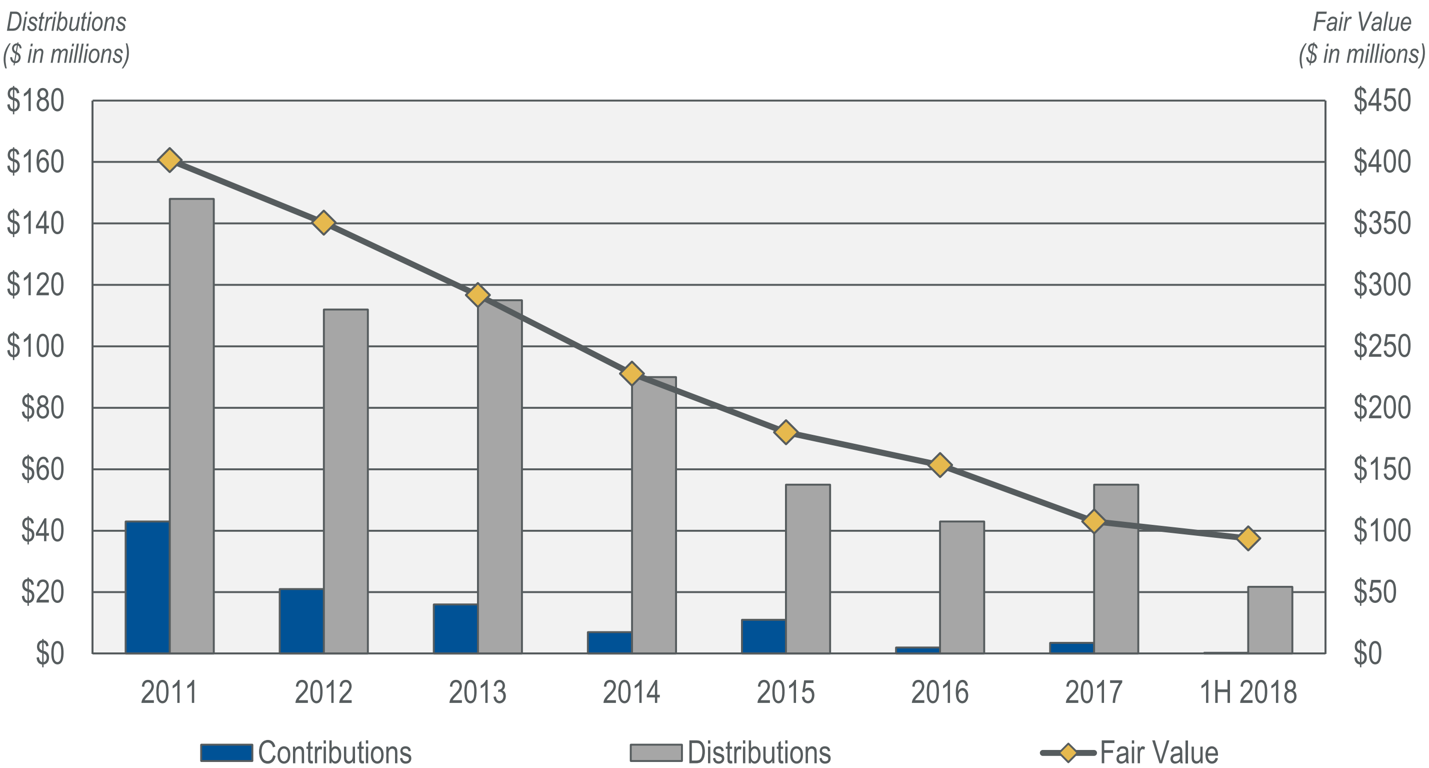
Note: Numbers may not sum due to rounding. Excludes credit opportunities investments.
1. Subsequent to this report, in July 2018, NBPE exited its position in the security.

Fund Portfolio

NBPE's portfolio includes approximately $93.8 million of fair value in a portfolio of legacy fund investments. NBPE's last third party fund commitment was made in 2011 and many of the existing fund's are 2007 and earlier vintages. As a result 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 2018, NBPE received $21.8 million in distributions from fund investments.

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 $93.8 million as of 30 June 2018, driven by strong distribution activity. Since 2011, funds have distributed over $639 million to NBPE, proceeds which have been re-invested into direct investments over time.



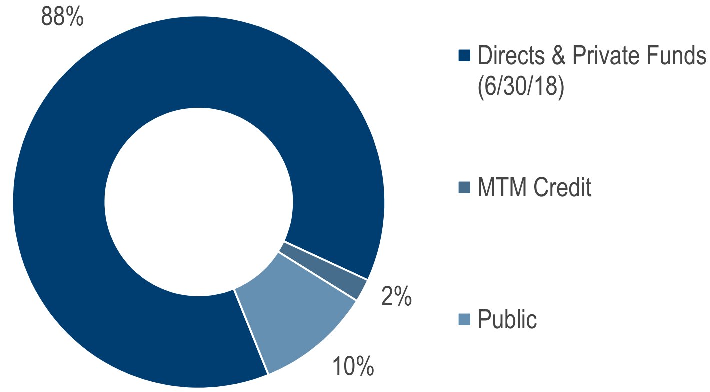
Note: Numbers may not sum due to rounding.

SEMI-ANNUAL OVERVIEW | VALUATION

Valuation Information

Following the receipt of additional valuation information after 23 July 2018, the publication date of the June monthly NAV estimate, the NAV per Share of $18.03 was $0.71 higher than previously reported.[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.



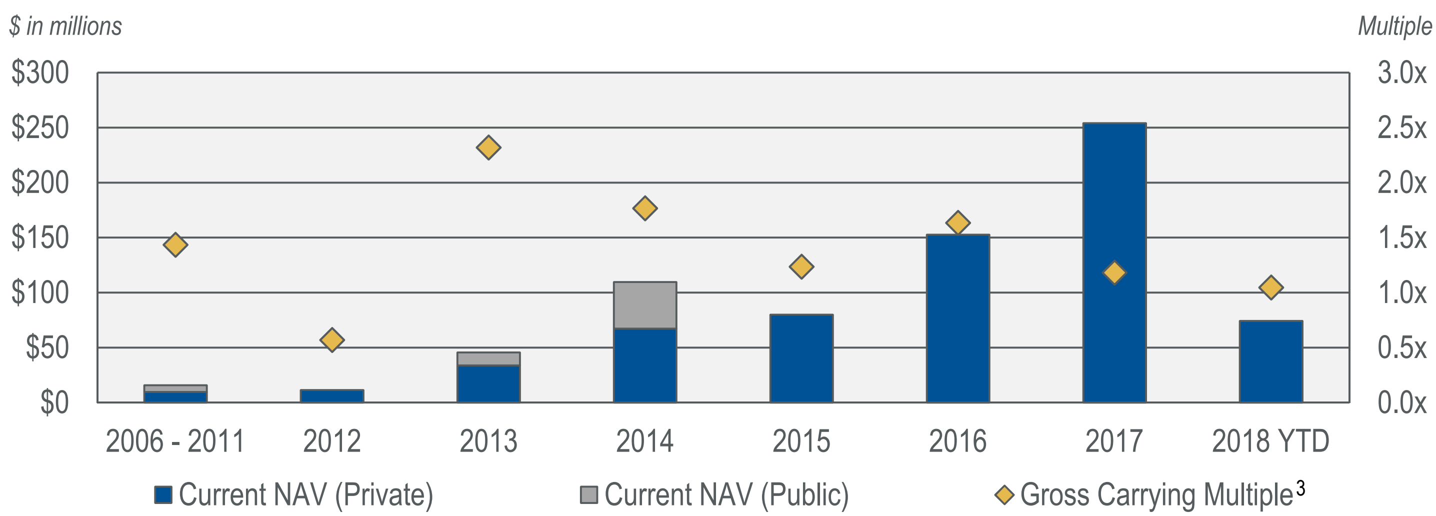
Public Valuation Information

As of 30 June 2018, approximately 10% of fair value was held in public securities. The top five public securities exposures are shown below:

- Extraction Oil & Gas (NASDAQ: XOG): $24.0 million
- Assurant (NYSE: AIZ): $14.0 million[2]
- Gardner Denver (NYSE: GDI): $11.2 million
- Brightview (fka Brickman) (NYSE: BV): $9.6 million
- Evoqua (NYSE: AQUA): $9.6 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 1.3x current cost as of 30 June 2018[3].



Note: Numbers may not sum due to rounding. Please refer to page 59 for a detailed description of the valuation methodology.

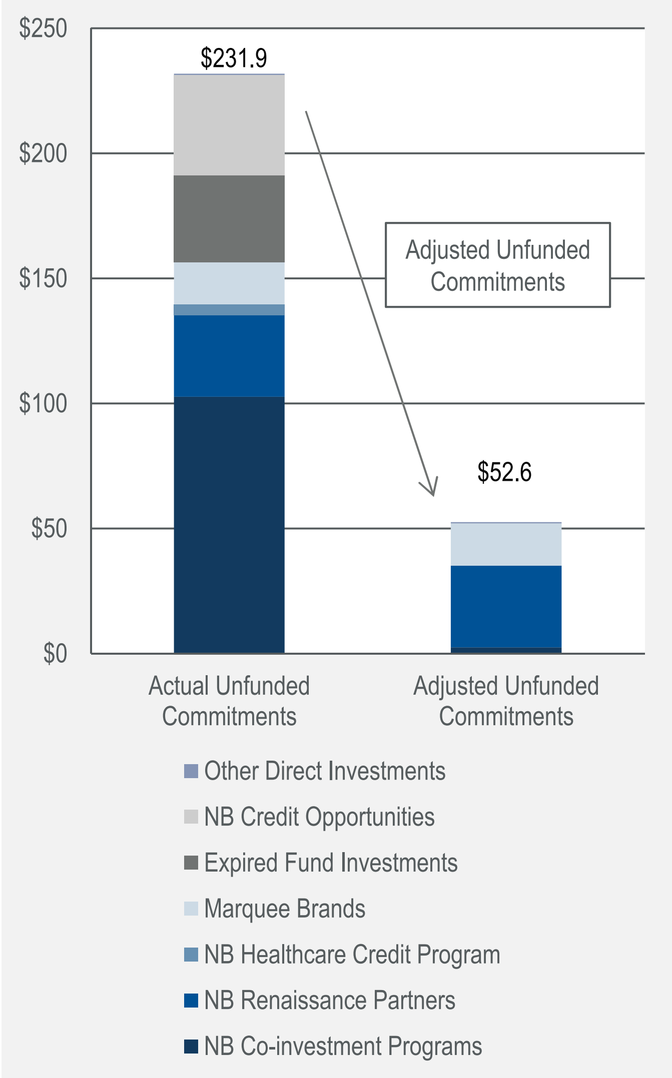
1. As reported in the Monthly NAV estimate.
2. Value represents public stock position only. A portion of the total fair value at 30 June 2018 was undistributed cash to NBPE.
3. Returns are presented on a "gross" basis (i.e. they do not reflect the management fees, carried interest, transaction costs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

SEMI-ANNUAL OVERVIEW | UNFUNDED COMMITMENTS AND CAPITAL RESOURCES

Unfunded Commitments

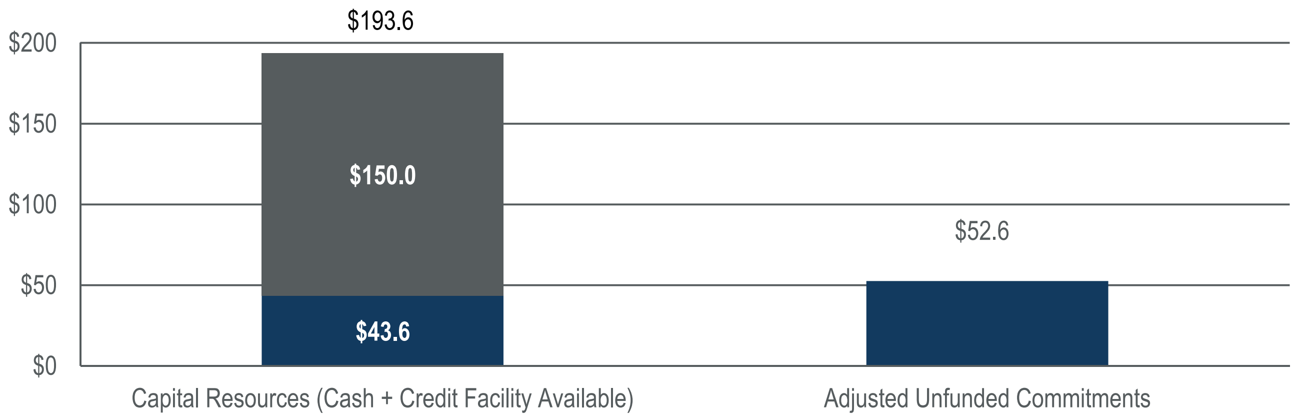
As of 30 June 2018, NBPE's unfunded commitments were approximately $231.9 million. Approximately $102.7 million, $32.7 million, $4.3 million, $40.1 million, and $16.9 million were unfunded commitments to the NB Alternatives Co-investment, NB Renaissance Partners, NB Healthcare Credit Programs, NB Credit Opportunities Program and Marquee Brands, respectively. Approximately $11.9 million of unfunded commitments were to funds of funds managed by the Manager and $22.8 million of unfunded commitments were to third party direct funds, and all of the $34.7 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 $52.6 million.



Capital Resources

As of 30 June 2018, NBPE had $43.6 million of cash and $150.0 million of available borrowings under the 2016 Credit Facility (as defined on the following page), totaling $193.6 million of total capital resources. On an adjusted basis this corresponds to excess capital resources of $141.0 million and a commitment coverage ratio of 368%.



Note: Numbers may not sum due to rounding.

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 June 2018, there was $0 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 June 2018, the Company met all requirements under the 2016 Credit Facility.

AIC Ongoing Charges

NBPE's rate of ongoing charges, as defined by the Association of Investment Companies ("AIC") ratio, was 1.94% for six months ending 30 June 2018 (annualised). The ongoing charges are calculated in accordance with the AIC methodology and exclude interest and financing costs and other items not deemed to be ongoing in nature and therefore may differ from the total expense ratio found in note 12 of the Consolidated Financial Statements on page 51, which was prepared in accordance with US GAAP. The complete methodology can be found on the AIC's website.

The table on the right shows the breakdown of the ongoing expenses during the first six months of 2018 (annualised). On an annualised basis, total ongoing expenses in 2018 were $16.6 million, or 1.94%, based on the average 2018 net asset value. Annualised, the largest contribution to ongoing expenses was the management fee of $13.8 million, or 1.61% (note that percentages of ongoing charges are based on the average 2017 net asset value and may differ from contractual rates), followed by the administration fee of $1.0 million, or 0.11%. See note 10 in the Consolidated Financial Statements on page 47 and 48 for details on the management and administration fees.

Total other ongoing expenses were $1.8 million in aggregate or 0.21% of ongoing charges. Other ongoing charges consisted of fees and other expenses to third party providers for ongoing services to the Company. In accordance with the AIC methodology, any fees payable to service providers deemed to be one-time and non-ongoing in nature have been excluded from the other expenses figures.

NBPE Fee Analysis

The directors believe the Company offers access to a diverse private equity and income portfolio at a lower cost than many other listed private equity vehicles. The Company's direct investments are included in the portfolio generally with no fee and no carry due to underlying sponsors. Approximately 98% of the direct investment portfolio (measured on 30 June 2018 fair value) is on a no fee, no carry basis at the underlying level. On a total portfolio basis, and including legacy fund investments, approximately 90% of the portfolio is on a no fee, no carry basis at the underlying level. Importantly, all of the legacy fund investments are past their investment period, when fees are typically charged at lower overall rates.

At the Company level, NBPE's management fees are 1.5% of private equity fair value and a 7.5% performance fee after a 7.5% hurdle rate. The directors believe these fees are a distinct advantage to shareholders and favourable relative to other listed direct funds, which often carry higher overall fee levels and listed fund of funds, which typically have a double layer of fees (charged at the vehicle level and underlying fund level).

Ongoing Charge (annualised)	Value ($ in m)	% Ongoing Charge
Management Fee	$13.8m	1.61%
Administration Fee	$1.0m	0.11%
Other Expenses	$1.8m	0.21%
Total Ongoing Charges	**$16.6m**	**1.94%**

Note: Numbers may not sum due to rounding.

SEMI-ANNUAL OVERVIEW | 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.

SEMI-ANNUAL OVERVIEW | STATEMENT OF PRINCIPAL RISKS AND UNCERTAINTIES AND STATEMENT OF DIRECTORS' RESPONSIBILITY

Statement of Principal Risks and Uncertainties

The principal risk and uncertainties of the Company include external risks, strategic risks, investment risks, financial risks and operational risks. These risks, and the way in which they are managed, are described in more detail under the heading "Risk Report" in the Company's annual report for the year ended 31 December 2017. The Company's principal risks and uncertainties have not changed materially since the date of that report and are not expected to change materially for the remainder of the Company's financial year.

Statement of Directors' Responsibility

The Directors confirm that to the best of our knowledge:

- the unaudited interim consolidated financial statements have been prepared in conformity with U.S. generally accepted accounting principles, as required by DTR 4.2.4R of the Disclosure Guidance and Transparency Rules and the Dutch Financial Supervision Act;

- the Interim Financial Report and Consolidated Financial Statements meets the requirements of an interim financial report, together with the statement of principal risks and uncertainties above, includes a fair review of the information required by DTR 4.2.7R and DTR 4.2.8R of the Disclosure Guidance and Transparency Rules and Section 5.25d of the Dutch Financial Supervision Act and includes:

(a) an indication of important events that have occurred during the first six months of the financial year and their impact on the financial statements; and a description of the principal risks and uncertainties for the remaining six months of the year; and

(b) a description of related party transactions that have taken place in the first six months of the current financial year and that have materially affected the financial position or performance of the Company during that period; and any changes in the related party transactions described in the last annual report that could do so.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website, and for the preparation and dissemination of financial statements. Legislation in Guernsey governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

By order of the Board

Talmai Morgan

Director

Trudi Clark

Director

Date: 7 September 2018

SEMI-ANNUAL OVERVIEW | INDEPENDENT REVIEW REPORT TO NB PRIVATE EQUITY PARTNERS LIMITED

Conclusion

We have been engaged by NB Private Equity Partners Limited (the "Company") to review the unaudited consolidated interim financial statements (the "financial statements") of the Company together with its subsidiaries (together "the Group") in the half-yearly financial report which comprises the consolidated balance sheets, consolidated condensed schedules of private equity investments, consolidated statements of operations and changes in net assets, consolidated statements of cash flows and the related explanatory notes.

Based on our review, nothing has come to our attention that causes us to believe that the financial statements for the period ended 30 June 2018 do not give a true and fair view of the financial position of the Company as at 30 June 2018 and of its financial performance and its cash flows for the six month period then ended in conformity with U.S generally accepted accounting principles and the Disclosure Guidance and Transparency Rules (the "DTR") of the UK's Financial Conduct Authority (the "UK FCA") and by the Financial Supervision Act of the Netherlands (the "Wft").

Scope of review

We conducted our review in accordance with International Standard on Review Engagements (UK and Ireland) 2410 Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Auditing Practices Board for use in the UK. A review of interim financial information consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. We read the other information contained in the half-yearly financial report and consider whether it contains any apparent misstatements or material inconsistencies with the information in the financial statements.

A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing (UK) and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Directors' responsibilities

The half-yearly financial report is the responsibility of, and has been approved by, the directors. The directors are responsible for preparing the half-yearly financial report in accordance with the DTR of the UK FCA and the Wft.

The financial statements included in this interim report have been prepared in conformity with U.S generally accepted accounting principles.

Our responsibility

Our responsibility is to express to the Company a conclusion on the financial statements in the half-yearly financial report based on our review.

The purpose of our review work and to whom we owe our responsibilities

This report is made solely to the Company in accordance with the terms of our engagement to assist the Company in meeting the requirements of the DTR of the UK FCA and the Wft. Our review has been undertaken so that we might state to the Company those matters we are required to state to it in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company for our review work, for this report, or for the conclusions we have reached.

Dermot Dempsey

For and on behalf of KPMG Channel Islands Limited
Chartered Accountants, Guernsey

7 September 2018

CONSOLIDATED FINANCIAL STATEMENTS | BALANCE SHEETS

30 JUNE 2018 (UNAUDITED) AND 31 DECEMBER 2017 (AUDITED)

Assets	2018	2017
Private equity investments		
Cost of $796,666,351 at 30 June 2018 and $781,600,125 at 31 December 2017	$ 976,947,845	$ 961,406,294
Cash and cash equivalents	43,604,693	25,746,450
Other assets	9,119,625	4,963,787
Distributions and sales proceeds receivable from investments	1,212,901	7,600,201
Total assets	**$ 1,030,885,064**	**$ 999,716,732**

Liabilities		
Liabilities:		
ZDP Share liability	$ 137,107,366	$ 71,085,013
Credit facility loan	-	60,000,000
Carried interest payable to Special Limited Partner	3,035,279	7,925,575
Payables to Investment Manager and affiliates	3,548,797	3,476,013
Accrued expenses and other liabilities	4,754,203	3,204,878
Net deferred tax liability	1,649,180	1,535,683
Total liabilities	**$ 150,094,825**	**$ 147,227,162**
Net assets		
Class A Shares, $0.01 par value, 500,000,000 shares authorised,		
51,940,972 shares issued, and 48,790,564 shares outstanding	$ 519,410	$ 519,410
Class B Shares, $0.01 par value, 100,000 shares authorised,		
10,000 shares issued and outstanding	100	100
Additional paid-in capital	525,157,490	525,157,490
Retained earnings	363,314,935	335,057,802
Less cost of treasury stock purchased (3,150,408 shares)	(9,248,460)	(9,248,460)
Total net assets of the controlling interest	**879,743,475**	**851,486,342**
Net assets of the noncontrolling interest	1,046,764	1,003,228
Total net assets	**$ 880,790,239**	**$ 852,489,570**
Total liabilities and net assets	**$ 1,030,885,064**	**$ 999,716,732**
Net asset value per share for Class A Shares and Class B Shares	**$ 18.03**	**$ 17.45**
Net asset value per share for Class A Shares and Class B Shares (GBP)	**£ 13.65**	**£ 12.91**
Net asset value per 2022 ZDP Share (Pence)	**107.27**	**105.21**
Net asset value per 2024 ZDP Share (Pence)	**100.35**	**N/A**

The consolidated financial statements were approved by the board of directors on 7 September 2018 and signed on its behalf by

Talmai Morgan **Trudi Clark**

The accompanying notes are an integral part of the consolidated financial statements.

CONSOLIDATED FINANCIAL STATEMENTS | CONDENSED SCHEDULES OF PRIVATE EQUITY INVESTMENTS

30 JUNE 2018 (UNAUDITED) AND 31 DECEMBER 2017 (AUDITED)

Private equity investments	Cost	Fair Value	Unfunded Commitment	Private Equity [3] Exposure
2018				
Fund investments	$ 83,301,397	$ 93,846,121	$ 34,694,390	$ 128,540,511
Direct equity investments [1]	557,322,778	743,591,785	152,754,635	896,346,420
Income investments [2]	156,042,176	139,509,939	44,441,710	183,951,649
	$ 796,666,351	**$ 976,947,845**	**$ 231,890,735**	**$ 1,208,838,580**
2017				
Fund investments	$ 97,271,898	$ 107,629,152	$ 39,698,555	$ 147,327,707
Direct equity investments [1]	514,033,646	698,563,021	182,160,523	880,723,544
Income investments [2]	170,294,581	155,214,121	45,716,467	200,930,588
	$ 781,600,125	**$ 961,406,294**	**$ 267,575,545**	**$ 1,228,981,839**

Note: None of the underlying private equity investments exceeded 5% of Net Asset Value.

(1): *Including investments made through NB Alternatives Direct Co-investment and NB Renaissance Programs and Marquee Brands.*

(2): *Including investments made through NB Healthcare Credit Investment Program and NB Credit Opportunities Program.*

(3): *Private equity exposure is the sum of fair value and unfunded commitment.*

The accompanying notes are an integral part of the consolidated financial statements.

CONSOLIDATED FINANCIAL STATEMENTS | CONDENSED SCHEDULES OF PRIVATE EQUITY INVESTMENTS

30 JUNE 2018 (UNAUDITED) AND 31 DECEMBER 2017 (AUDITED)

Geographic diversity of private equity investments [(1)]		Fair Value 2018		Fair Value 2017
North America	$	792,657,041	$	794,000,475
Europe		137,736,369		122,031,445
Asia / rest of world		42,944,592		39,265,132
Not classified		3,609,843		6,109,242
	$	**976,947,845**	**$**	**961,406,294**

Industry diversity of private equity investments [(2)]	2018	2017
Technology / IT	19.3%	17.8%
Healthcare	12.0%	10.6%
Industrials	17.8%	18.4%
Consumer discretionary	11.9%	10.6%
Financial services	10.2%	12.0%
Business services	12.8%	13.0%
Energy	5.3%	5.5%
Communications / media	6.1%	6.1%
Diversified / undisclosed / other	2.2%	2.7%
Transportation	2.4%	3.3%
	100.0%	**100.0%**

Asset class diversification of private equity investments [(3)]	2018	2017
Large-cap buyout	0.7%	0.7%
Large-cap buyout co-invest	21.4%	23.0%
Mid-cap buyout	2.4%	2.7%
Mid-cap buyout co-invest	39.6%	35.2%
Special situation	3.1%	3.7%
Special situation co-invest	8.7%	8.9%
Income investments	15.0%	16.2%
Growth / venture	2.8%	3.5%
Growth equity co-invest	5.9%	5.6%
Secondary purchases	0.4%	0.5%
	100.0%	**100.0%**

(1): *Geography is determined by location of the headquarters of the underlying portfolio companies in funds and direct co-investments. A portion of our fund investments may relate to cash or other assets or liabilities that they hold and for which we do not have adequate information to assign a geographic location.*

(2): *Industry diversity is based on underlying portfolio companies and direct co-investments.*

(3): *Asset class diversification is based on the net asset value of underlying fund investments and co-investments.*

The accompanying notes are an integral part of the consolidated financial statements.

CONSOLIDATED FINANCIAL STATEMENTS | STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS

FOR THE SIX MONTH PERIODS ENDED 30 JUNE 2018 AND 2017 (UNAUDITED)

	2018	2017
Interest and dividend income	$ 9,368,140	$ 7,814,689
Expenses		
Investment management and services	6,911,245	5,495,777
Carried interest	3,035,279	3,982,795
Finance costs		
Credit facility	3,028,053	1,010,132
ZDP Shares	1,792,508	1,931,462
Administration and professional fees	1,395,257	3,140,510
	16,162,342	15,560,676
Net investment income (loss)	**$ (6,794,202)**	**$ (7,745,987)**
Realised and unrealised gains (losses)		
Net realised gain (loss) on investments and forward foreign exchange contracts, net of tax expense (benefit) of $178,654 for 2018 and $403,605 for 2017	$ 47,551,877	$ 46,380,679
Net change in unrealised gain (loss) on investments and forward foreign exchange contracts, net of tax expense (benefit) of $113,497 for 2018 and ($3,168,796) for 2017	(256,865)	1,129,978
Net realised and unrealised gain (loss)	47,295,012	47,510,657
Net increase (decrease) in net assets resulting from operations	$ 40,500,810	$ 39,764,670
Less net (increase) decrease in net assets resulting from operations attributable to the noncontrolling interest	(43,536)	(43,747)
Net increase (decrease) in net assets resulting from operations attributable to the controlling interest	**$ 40,457,274**	**$ 39,720,923**
Net assets at beginning of period attributable to the controlling interest	851,486,342	776,640,969
Less dividend payment	(12,200,141)	(12,200,141)
Net assets at end of period attributable to the controlling interest	**$ 879,743,475**	**$ 804,161,751**
Earnings (loss) per share for Class A Shares and Class B Shares of the controlling interest	***$ 0.83***	***$ 0.81***
Earnings (loss) per share for Class A Shares and Class B Shares of the controlling interest (GBP)	***£ 0.62***	***£ 0.64***

The accompanying notes are an integral part of the consolidated financial statements.

CONSOLIDATED FINANCIAL STATEMENTS | STATEMENTS OF CASH FLOWS

FOR THE SIX MONTH PERIODS ENDED 30 JUNE 2018 AND 2017 (UNAUDITED)

	2018	2017
Cash flows from operating activities:		
Net increase (decrease) in net assets resulting from operations attributable to the controlling interest	$ 40,457,274	$ 39,720,923
Net increase (decrease) in net assets resulting from operations attributable to the noncontrolling interest	43,536	43,747
Adjustments to reconcile net increase (decrease) in net assets resulting from operations to net cash provided by (used in) operating activities:		
Net realised (gain) loss on investments and forward foreign exchange contracts, net of tax expense	(47,551,877)	(46,380,679)
Net change in unrealised (gain) loss on investments and forward foreign exchange contracts, net of tax expense	256,865	(1,129,978)
In-kind payment of interest income	(1,460,695)	31,756
Amortisation of finance costs	452,658	491,172
Amortisation of purchase premium (OID), net	(1,193,028)	894,236
Change in other assets	1,686,670	5,761,630
Change in payables to Investment Manager and affiliates	(4,817,512)	(3,802,120)
Change in accrued expenses and other liabilities	1,040,609	2,243,142
Net cash provided by (used in) operating activities	(11,085,500)	(2,126,171)
Cash flows from investing activities:		
Distributions from private equity investments	80,161,525	60,690,571
Proceeds from sale of private equity investments	43,334,915	51,210,469
Contributions to private equity investments	(42,808,284)	(10,337,650)
Purchases of private equity investments	(47,046,721)	(105,691,462)
Net cash provided by (used in) investing activities	33,641,435	(4,128,072)
Cash flows from financing activities:		
Dividend payment	(12,200,141)	(12,200,141)
Redemption of 2017 Zero Dividend Preference Shares	-	(15,507,930)
Issuance of 2024 Zero Dividend Preference Shares	66,430,000	-
Borrowings from credit facility	20,000,000	-
Payments to credit facility	(80,000,000)	-
Settlement of the forward foreign exchange contract and ongoing hedging activity	1,072,449	(1,220,000)
Net cash provided by (used in) financing activities	(4,697,692)	(28,928,071)
Net increase (decrease) in cash and cash equivalents	**17,858,243**	**(35,182,314)**
Cash and cash equivalents at beginning of period	25,746,450	93,662,028
Cash and cash equivalents at end of period	**$ 43,604,693**	**$ 58,479,714**
Supplemental cash flow information		
Interest paid	**$ 1,158,735**	**$ 53,831**
Net taxes paid	**$ 13,811**	**$ 52,720**

The accompanying notes are an integral part of the consolidated financial statements.

CONSOLIDATED FINANCIAL STATEMENTS | NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2018 (UNAUDITED)

Note 1 – Description of the Group

NB Private Equity Partners Limited (the "Company") and its subsidiaries, collectively (the "Group") is a closed-ended investment company registered in Guernsey. The registered office is Heritage Hall, Le Marchant Street, St. Peter Port, Guernsey GY1 4HY. The Group invests in private equity assets, which consist of direct equity investments, income investments and legacy fund investments. The portfolio includes investments in legacy private equity funds, which are in realisation mode. Income investments include corporate private debt investments and healthcare credit investments, which consist of loans to companies in the healthcare sector and royalty backed notes. From time to time, the Group may also make other opportunistic investments, as appropriate. The Company's Class A Shares are listed and admitted to trading on the Premium Segment of the Main Market of the London Stock Exchange ("Main Market") and the regulated market of Euronext Amsterdam N.V., under the symbol "NBPE". NBPE has two classes of Zero Dividend Preference ("ZDP") Shares maturing in 2022 and 2024 (see note 5) which are listed and admitted to trading on the Specialist Fund Segment of the Main Market of the London Stock Exchange ("Specialist Fund Segment") under the symbols "NBPP" and "NBPS", respectively.

The Group is managed by NB Alternatives Advisers LLC ("Investment Manager"), a subsidiary of Neuberger Berman Group LLC ("NBG"), pursuant to an Investment Management Agreement. The Investment Manager serves as the registered investment adviser under the Investment Advisers Act of 1940.

Note 2 – Summary of Significant Accounting Policies

Basis of Presentation

These consolidated financial statements present a true and fair view of the financial position, profit or loss and cash flows and have been prepared in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP") and are in compliance with the Companies (Guernsey) Law, 2008. All adjustments considered necessary for the fair presentation of the consolidated financial statements for the periods presented have been included. These consolidated financial statements are presented in U.S. Dollars.

The Group is an investment company and follows the accounting and reporting guidance in Financial Accounting Standards Board ("FASB") Accounting Standards Codification Topic ("ASC") 946. Accordingly, the Group reflects its investments on the Consolidated Balance Sheets at their estimated fair values, with unrealised gains and losses resulting from changes in fair value reflected in net change in unrealised gain (loss) on investments and forward foreign exchange contracts in the Consolidated Statements of Operations and Changes in Net Assets. The Group does not consolidate majority-owned or controlled portfolio companies. The Group does not provide any financial support to any of its investments beyond the investment amount to which it committed.

The directors considered that it is appropriate to adopt going concern basis of accounting in preparing the consolidated financial statements. In reaching this assessment, the directors have considered a wide range of information relating to present and future conditions including the statements of financial positions, future projections, cash flows and the longer-term strategy of the business.

Principles of Consolidation

The consolidated financial statements include accounts of the Company consolidated with the accounts of all its subsidiaries in which it holds a controlling financial interest as of the financial statement date. All inter-group balances have been eliminated.

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Use of Estimates and Judgements

The preparation of the consolidated financial statements in conformity with U.S. GAAP requires the directors to make estimates and judgments that affect the reported amounts of certain assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Fair Value Measurements

It is expected that most of the investments in which the Group invests will meet the criteria set forth under FASB ASC 820 *Fair Value Measurement and Disclosures* ("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 net asset value ("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 Investment Manager will value the Group's investment based primarily on the value reported to the Group by the investment or by the lead investor / sponsor of a direct co-investment as of each quarter-end, as determined by the investments in accordance with its own valuation policies.

ASC 820-10 *Fair Value Measurements and Disclosure* establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). ASC 820-10-35-39 to 55 provides three levels of the fair value hierarchy as follows:

Level 1: Quoted prices are available in active markets for identical investments as of the reporting date.

Level 2: Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies.

Level 3: Pricing inputs are unobservable for the investment and include situations where there is little, if any, market activity for the investment. The inputs used in the determination of the fair value require significant management judgment or estimation.

Observable inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk, based on market data obtained from sources independent of the Group. Unobservable inputs reflect the Group's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the information available. The inputs or methodology used for valuing assets or liabilities may not be an indication of the risks associated with investing in those assets or liabilities. The Group generally uses the NAV reported by the investments as a primary input in its valuation utilising the practical expedient method of determining fair value; 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. Investments that are measured at fair value using the NAV per share (or its equivalent) practical expedient are not categorised in the fair value hierarchy.

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Valuation Process for Level 3 Investments

The valuation process for investments categorised 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 Investment Manager has ultimate responsibility for the valuation process and the fair value of investments reported in the consolidated financial statements. The Investment Manager performs initial and ongoing investment monitoring and valuation assessments. In determining the fair value of investments, the Investment Manager reviews periodic investor reports and interim and annual audited consolidated financial statements received from the investments, reviews material quarter over quarter changes in valuation, and assesses the impact of macro market factors on the performance of the investments.

For income investments, the Investment Manager estimates the enterprise value of each portfolio company and compares such amount to the total amount of the Group’s debt as well as the level of debt senior to the Group’s interest. Estimates of enterprise value are based on the specific measure (such as EBITDA, free cash flow, net income, book value or NAV) believed to be most relevant for the given company and the Investment Manager compares this metric in relation to comparable company valuations (market trading and transactions) based on the same metric. In determining the enterprise value, the Investment Manager further considers the company’s acquisition price, credit metrics, historical and projected operational and financial 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 Group is invested in and securities senior to the Group's position.

If the principal repayment of debt and any accrued interest is supported by the enterprise value analysis described above, the Investment Manager next considers current market conditions including pricing quotations for the same security and yields for similar investments. To the extent market quotations for the security are available, the Investment Manager takes 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 Investment Manager believes market yields for similar investments have changed substantially since the pricing of the security held by the Group, the Investment Manager performs a discounted cash flow analysis, based on the expected future cash flows of the debt securities and current market rates. The Investment Manager also considers the maturity of the investment, compliance with covenants and ability to pay cash interest when estimating the fair value of the Group's debt investment.

Realised Gains and Losses on Investments

Realised gains and losses from sales of investments are determined on a specific identification basis. For investments in private equity funds, the Group records its share of realised gains and losses incurred when the Investment Manager knows that the private equity fund has realised its interest in a portfolio company and the Investment Manager has sufficient information to quantify the amount. For all other investments, realised gains and losses are recognised in the consolidated Statements of Operations and Changes in Net Assets in the year in which they arise.

Net Change in Unrealised Gains and Losses on Investments

Gains and losses arising from changes in value are recorded as an increase or decrease in the unrealised gains or losses of investments based on the methodology described above.

Foreign Currency

Assets and liabilities denominated in foreign currencies are translated into U.S. Dollar amounts at the date of valuation. Transactions denominated in foreign currencies, including purchases and sales of investments and income and expenses, are translated into U.S. Dollar amounts on the date of such transactions. Adjustments arising from foreign currency transactions are reflected in the net change in unrealised gain (loss) on investments and forward foreign exchange contracts on the Consolidated Statements of Operations and Changes in Net Assets. For the six month period ended 30 June 2018, the effect of translation to U.S. Dollars decreased valuations of foreign investments by approximately $270,324. For the six month period ended 30 June 2017, the effect of translation to U.S. Dollars increased valuations of foreign investments by approximately $40,988.

Other than the ZDP Shares denominated in Sterling, the Group has unfunded commitments denominated in currencies other than U.S. Dollars. At 30 June 2018, the unfunded commitments that are in Euro and Canadian dollars amounted to €29,265,250 (31 December 2017: €36,721,669) and CAD 297,113 (31 December 2017: CAD 297,113). They have been included in the Consolidated Condensed Schedules of Private Equity Investments at the U.S. Dollar exchange rate in effect at 30 June 2018 and 31 December 2017. The effect on the unfunded commitment of the change in the exchange rate between Euro and U.S. Dollars and CAD and U.S. Dollars was a decrease in the U.S. Dollar obligations of $949,547 for 30 June 2018 and an increase in the U.S. Dollar obligation of $326,061 for 31 December 2017.

Investment Transactions and Investment Income

Investment transactions are accounted for on a trade date basis. Investments are recognised when the Group incurs an obligation to acquire a financial instrument and assume the risk of any gain or loss or incur an obligation to sell a financial instrument and forego the risk of any gain or loss. Investment transactions that have not yet settled are reported as receivable from investment or payable to investment.

The Group earns interest and dividends from direct investments and from cash and cash equivalents. The Group records dividends on the ex-dividend date, net of withholding tax, if any, and interest, on an accrual basis when earned, provided the Investment Manager knows the information or is able to reliably estimate it. Otherwise, the Group records the investment income when it is reported by the private equity investments. Discounts received or premiums paid in connection with the acquisition of loans are amortised into interest income using the effective interest method over the contractual life of the related loan. Payment-in-kind ("PIK") interest is computed at the contractual rate specified in the loan agreement for any portion of the interest which may be added to the principal balance of a loan rather than paid in cash by obligator on the scheduled interest payment date. PIK interest is added to the principal balance of the loan and recorded as interest income. Prepayment premiums include fee income from securities settled prior to maturity date, and are recorded as interest income in the Consolidated Statements of Operations and Changes in Net Assets.

For the six month period ended 30 June 2018, total interest and dividend income was $9,368,140, of which $174,116 was dividends, $9,188,013 was interest income, and $6,011 was other forms of income. For the six month period ended 30 June 2017, total interest and dividend income was $7,814,689, of which $7,418,141 was interest income and $396,548 was other forms of income. Realised gains and losses from sales of investments are determined on a specific identification basis.

Cash and Cash Equivalents

Cash and cash equivalents represent cash held in accounts at banks and liquid investments with original maturities of three months or less. Cash equivalents are carried at cost plus accrued interest, which approximates fair value. At 30 June 2018 and 31 December 2017, cash and cash equivalents consisted of $43,604,693 and $25,746,450 of cash, respectively, primarily held in operating accounts with JP Morgan Chase. Cash equivalents are held for the purpose of meeting short-term liquidity requirements, rather than for investment purposes.

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Income Taxes

The Company is registered in Guernsey as an exempt company. The States of Guernsey Income Tax Authority has granted the Group an exemption from Guernsey income tax under the provision of the Income Tax (Exempt Bodies) (Guernsey) Ordinance 1989 and the Group has been charged an annual exemption fee of £1,200 (2017: £1,200).Generally, income that the Group derives from the investments may be subject to taxes imposed by the U.S. or other countries and will impact the Group's effective tax rate.

FASB ASC 740-10, *Income Taxes*, requires the Group to determine whether its tax positions are more likely than not to be sustained upon examination by the applicable taxing authority based on the technical merits of the position. Tax positions not deemed to meet a more-likely-than-not threshold would be recorded as a tax expense in the current year

The Group files tax returns as prescribed by the tax laws of the jurisdictions in which it operates. In the normal course of business, the Group is subject to examination by U.S. federal, state, local and foreign jurisdictions, where applicable. The Group's U.S. federal income tax returns are open under the normal three-year statute of limitations and therefore subject to examination. The Investment Manager does not expect that the total amount of unrecognised tax benefits will materially change over the next twelve months.

On 22 December 2017, H.R. 1/Public Law 115-97, commonly referred to as the "Tax Cuts and Jobs Act of 2017", was signed into law, which made significant changes to the U.S. Internal Revenue Code, including limitations on certain deductions and credits, among other changes. For the Group's calendar year-end investments in corporations, effective 1 January 2018, the new statutory tax rate is 21%. The Group has re-measured the deferred income tax ending balances at these new statutory rates since the rules under ASC 740 require companies to reflect the change in the period in which the law was enacted. For the Group's fiscal year-end investments in corporations, the tax law changes are not effective until the fiscal tax year ended 30 November 2018. Adjustments to the deferred tax accounts as a result of the change in tax law is the Company's best estimate based on the information available at this time and may change as additional information becomes available. Any required future adjustment would be reflected in the quarter in which it is identified, as allowed by the SEC Staff Accounting Bulletin No. 118.

Investments made in entities that generate U.S. source investment income may subject the Group to certain U.S. federal and state income tax consequences. A U.S. withholding tax at the rate of 30% may be applied on the Group's distributive share of any U.S. sourced dividends and interest (subject to certain exemptions) and certain other income that the Group receives directly or through one or more entities treated as either partnerships or disregarded entities for U.S. federal income tax purposes.

Investments made in entities that generate business income that is effectively connected with a U.S. trade or business may subject the Group to certain U.S. federal and state income tax consequences. Generally the U.S. imposes withholding tax on effectively connected income at the highest U.S. rate (generally 21%). In addition, the Group may also be subject to a branch profits tax which can be imposed at a rate of up to 23.7% of the after-tax profits treated as effectively connected income associated with a U.S. trade or business. As such, the aggregate U.S. tax liability on effectively connected income may approximate 44.7% given the two levels of tax.

The Group recognises a tax benefit in the consolidated financial statements only when it is more likely than not that the position will be sustained upon examination by the relevant taxing authority based on the technical merits of the position. To date, the Group has not provided any reserves for taxes as all related tax benefits have been fully recognised. Although the Investment Manager believes uncertain tax positions have been adequately assessed, the Investment Manager acknowledges that these matters require significant judgment and no assurance can be given that the final tax outcome of these matters will not be different.

Deferred taxes are recorded to reflect the tax benefit and consequences of future years' differences between the tax basis of assets and liabilities and their financial reporting basis. The Group records a valuation allowance to reduce deferred tax assets if it is more likely than not that some portion or all of the deferred tax assets will not be realised. Management subsequently adjusts the valuation allowance as the expected realisability of the deferred tax assets changes such that the valuation allowance is sufficient to cover the portion of the asset that will not be realised. The Group records the tax associated with any transactions with U.S. or other tax consequences when the Group recognises the related income.

Shareholders in certain jurisdictions may have individual income tax consequences from ownership of the Group's shares. The Group has not accounted for any such tax consequences in these consolidated financial statements. For example, the Investment Manager expects the Group and certain of its non-U.S. corporate subsidiaries to be treated as passive foreign investment corporations ("PFICs") under U.S. tax rules. For this purpose, the PFIC regime should not give rise to additional tax at the level of the Group or its subsidiaries. Instead, certain U.S. investors in the Group may need to make tax elections and comply with certain U.S. reporting requirements related to their investments in the PFICs in order to potentially manage the adverse U.S. tax consequences associated with the regime.

Forward Foreign Exchange Contracts

Forward foreign exchange contracts are reported at fair value. See note 6.

Forward foreign exchange contracts involve elements of market risk in excess of the amounts reflected on the consolidated financial statements. The Group bears the risk of an unfavorable change in the foreign exchange rate underlying the forward foreign exchange contract as well as risks from the potential inability of the counterparties to meet the terms of their contracts.

Reclassifications

Certain amounts in the 2017 Statement of Operations and Changes in Net Assets have been reclassified to conform to the 2018 presentation.

Operating Expenses

Operating expenses are recognised when incurred. Operating expenses include amounts directly incurred by the Group as part of its operations, and do not include amounts incurred from the operations of the Group's investments.

Carried Interest

Carried interest amounts due to the Special Limited Partner (an affiliate of the Investment Manager, see note 10) are computed and accrued at each period end based on period-to-date results in accordance with the terms of the Amended and Restated Investment Partnership Agreement. For the purposes of calculating the incentive allocation payable to the Special Limited Partner, the value of any fund investments made by the Group in other Neuberger Berman Funds ("NB Funds") in respect of which the Investment Manager or an affiliate receives a fee or other remuneration shall be excluded from the calculation.

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Note 3 – Fair Value of Financial Instruments

The Group invests in a diversified portfolio of private equity investments (see note 2). As required by ASC 820, financial assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement. The Group has assessed these positions and concluded that all private equity investments not valued using the practical expedient, with the exception of marketable securities, are classified as either level 2 or level 3 due to significant unobservable inputs. Marketable securities distributed from a private equity investment are classified as level 1. As of 30 June 2018 and 31 December 2017, there were no marketable securities held by the Group.

The following table details the Group's financial assets and liabilities that were accounted for at fair value as of 30 June 2018 and 31 December 2017 by level and fair value hierarchy:

	Assets (Liabilities) Accounted for at Fair Value				
As of 30 June 2018	**Level 1**	**Level 2**	**Level 3**	**Investments measured at net asset value[1]**	**Total**
Private equity investments	$ -	$ 32,171,773	$ 125,307,906	$ 819,468,166	$ 976,947,845
Forward foreign exchange contracts	-	(1,002,725)	-	-	(1,002,725)
Totals	$ -	$ 31,169,048	$ 125,307,906	$ 819,468,166	$ 975,945,120
As of 31 December 2017	**Level 1**	**Level 2**	**Level 3**	**Investments measured at net asset value[1]**	**Total**
Private equity investments	$ -	$ 38,693,724	$ 152,002,136	$ 770,710,434	$ 961,406,294
Forward foreign exchange contract	-	1,656,011	-	-	1,656,011
Totals	$ -	**$ 40,349,735**	**$ 152,002,136**	**$ 770,710,434**	**$ 963,062,305**

(1) Certain investments that are measured at fair value using the NAV per share (or its equivalent) practical expedient have not been categorised in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the Consolidated Condensed Schedules of Private Equity Investments.

The Group accounts for transfers at the end of the reporting period in which such transfers occur.

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The following table summarises the changes in the fair value of the Group's level 3 private equity investments for the six month period ended 30 June 2018.

(dollars in thousands) For the Period Ended 30 June 2018	Large-cap Buyout	Mid-cap Buyout	Special Situations	Growth/ Venture	Income Investments	Total Private Equity Investments
Balance, 31 December 2017	$ 2,000	$ 21,288	$ 108	$ 25,301	$ 103,305	$ 152,002
Purchases of investments and/or contributions to investments	-	-	-	-	-	-
Realised gain (loss) on investments	-	10,636	103	(29)	1,643	12,353
Changes in unrealised gain (loss) of investments still held at the reporting date	-	(1,194)	-	(107)	510	(791)
Changes in unrealised gain (loss) of investments sold during the period	-	(10,204)	(108)	29	4,069	(6,214)
Distributions from investments	-	(16,162)	(103)	-	(15,777)	(32,042)
Transfers in and / or (out) of level 3	-	-	-	-	-	-
Balance, 30 June 2018	**$ 2,000**	**$ 4,364**	**$ -**	**$ 25,194**	**$ 93,750**	**$ 125,308**

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The following table summarises changes in the fair value of the Company's level 3 private equity investments for the year ended 31 December 2017.

(dollars in thousands) For the Year Ended 31 December 2017	Large-cap Buyout	Mid-cap Buyout	Special Situations	Growth/ Venture	Income Investments	Total Private Equity Investments
Balance, 31 December 2016	$ -	$ 44,395	$ 4,199	$ 5,588	$ 82,824	$ 137,006
Purchases of investments and/or contributions to investments	-	476	-	397	55,409	56,282
Realised gain (loss) on investments	-	31,018	2,639	138	4,954	38,749
Changes in unrealised gain (loss) of investments still held at the reporting date	-	5,284	-	1,361	(70)	6,575
Changes in unrealised gain (loss) of investments sold during the period	-	(25,181)	(2,553)	-	4,848	(22,886)
Distributions from investments	-	(36,341)	(4,177)	(138)	(45,130)	(85,786)
Transfers in and / or (out) of level 3	2,000	1,637	-	17,955	470	22,062
Balance, 31 December 2017	**$ 2,000**	**$ 21,288**	**$ 108**	**$ 25,301**	**$ 103,305**	**$ 152,002**

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The following table summarises the valuation methodologies and inputs used for private equity investments categorised in level 3 as of 30 June 2018.

(dollars in thousands) **Private Equity Investments**		**Fair Value** **30 June 2018**	**Valuation Methodologies**	**Unobservable Inputs[1]**	**Ranges (Weighted Average)[2]**	**Impact to Valuation from an Increase in Input[3]**
Direct equity investments						
Large-cap buyout	$	2,000	Other	Most recent financing	Not applicable	Increase
Mid-cap buyout		4,364	Other	Escrow Value	1.0x	Increase
			Other	Expected sales proceeds	1.0x	Increase
			Other	Most recent financing	Not applicable	Increase
Growth / venture		25,194	Other	Most recent financing	Not applicable	Increase
			Other	Expected sales proceeds	1.0x	Increase
Income investments		93,750	Market comparable companies	LTM EBITDA	7.3x-14.0x (11.0x)	Increase
			Other	Expected sales proceeds	1.0x	Increase
Total	$	125,308				

(1) LTM means Last Twelve Months, EBITDA means Earnings Before Interest Taxes Depreciation and Amortisation.
(2) Inputs weighted based on fair value of investments in range.
(3) Unless otherwise noted, this column represents the directional change in the fair value of level 3 investments that would result from an increase to the corresponding unobservable input. A decrease to the unobservable input would have the opposite effect. Significant increases and decreases in these inputs in isolation could result in significantly higher or lower fair value measurements.

The following table summarises the valuation methodologies and inputs used for private equity investments categorised in level 3 as of 31 December 2017.

(dollars in thousands) **Private Equity Investments**		**Fair Value** **31 December 2017**	**Valuation Methodologies**	**Unobservable Inputs[1]**	**Ranges (Weighted Average)[2]**	**Impact to Valuation from an Increase in Input[3]**
Direct equity investments						
Large-cap buyout	$	2,000	Other	Most recent financing	Not applicable	Increase
Mid-cap buyout		21,288	Other	Escrow Value	1.0x	Increase
			Other	Expected sales proceeds	1.0x	Increase
			Other	Most recent financing	Not applicable	Increase
Special situations		108	Other	Escrow Value	1.0x	Increase
Growth / venture		25,301	Other	Most recent financing	Not applicable	Increase
Income investments		103,305	Market comparable companies	LTM EBITDA	7.3x-13.1x (10.5x)	Increase
Total	$	152,002				

(1) LTM means Last Twelve Months, EBITDA means Earnings Before Interest Taxes Depreciation and Amortisation.
(2) Inputs weighted based on fair value of investments in range.
(3) Unless otherwise noted, this column represents the directional change in the fair value of level 3 investments that would result from an increase to the corresponding unobservable input. A decrease to the unobservable input would have the opposite effect. Significant increases and decreases in these inputs in isolation could result in significantly higher or lower fair value measurements.

Since 31 December 2017, there have been no changes in valuation methodologies within level 2 and level 3 that have had a material impact on the valuation of private equity investments.

Generally, fund investments have a defined term and no right to withdraw. In the case of fund investments, fund lives are typically ten years; however, a series of extensions often mean the lives can extend significantly beyond this. It should be noted that the life of a fund is based on the time it takes the General Partner to exit the final position in that fund, but the bulk of realisations typically occur considerably before the final exit, with only a small tail existing beyond the standard life of ten years. In the case of direct equity investments and income investments, the Investment Manager does not control the timing of exits but at the time of investment, typically expects investment durations to be meaningfully shorter than fund investments. Therefore, although some fund and direct investments may take 10-15 years to reach final realisation, the Investment Manager expects the majority of the Group's invested capital in the current portfolio to be returned in much shorter timeframes.

Note 4 – Credit Facility

On 7 June 2016, a subsidiary of the Company entered into an agreement with JP Morgan to provide for a revised senior secured revolving credit facility (the "Credit Facility"). The Credit Facility's availability is up to $150.0 million (including a $25.0 million accordion) and expires on 7 June 2021. At 30 June 2018, there were no borrowings drawn under the Credit Facility. At 31 December 2017, there were $60.0 million in borrowings drawn under the Credit Facility.

The Credit Facility is guaranteed by the Company as well as all of the Company's subsidiaries and secured by substantially all of the assets of the Company and its subsidiaries.

Under the Credit Facility, the Group is required to meet certain portfolio concentration tests, a maximum over-commitment test, and certain loan-to-value ratios. In addition, the Credit Facility limits the incurrence of additional indebtedness, investments, dividends, transactions with affiliates, asset sales, acquisitions, mergers, repurchase of shares, liens, or other matters customarily restricted in such agreements. The ZDP Shares (see note 5) are compliant with the Credit Facility agreements. At 30 June 2018, the Group met all requirements under the Credit Facility.

Under the Credit Facility, the interest rate is calculated as LIBOR plus 3.75% per annum and the Group is required to pay a commitment fee calculated as 1.25% per annum on the daily balance of the unused facility amount.

For the six month period ended 30 June 2018, the Group incurred and expensed $1,158,735 in interest, $523,696 for undrawn commitment fees and $1,121,081 for minimum utilisation fees. For the six month period ended 30 June 2017, the Group incurred and expensed $0 in interest and $785,591 for undrawn commitment fees. As of 30 June 2018 and 31 December 2017, unamortised capitalised debt issuance costs (included in Other assets on the Consolidated Balance Sheets) were $1,331,124 and $1,555,665, respectively. For the six month period ended 30 June 2018 and the year ended 31 December 2017, capitalised amounts are being amortised on a straight-line basis over the term of the Credit Facility. Such amortisation amounted to $224,541 and $224,541 for the six month periods ended 30 June 2018 and 2017, respectively.

An active market for debt instruments that are similar to that of the Credit Facility does not exist. The Investment Manager estimates the fair value of the Credit Facility based on comparison to debt instruments with comparable characteristics and considers that, based on the balance borrowed, the fair value of the Credit Facility was $0.0 at 30 June 2018 and $60.0 million at 31 December 2017.

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Note 5 – Zero Dividend Preference Shares ("ZDP Shares")

On 30 November 2009 the Company issued 30,000,000 ZDP Shares. On 16 April 2010 the Company issued an additional 2,999,999 ZDP Shares. The additional ZDP Shares ranked pari passu with the first ZDP Shares, collectively the "2017 ZDP Shares". The holders of the 2017 ZDP Shares were entitled to a redemption amount of 100.0 pence per ZDP Share as increased daily at such a daily compound rate as would give a final entitlement of 169.73 pence on 31 May 2017, resulting in an effective interest rate of 7.3% annually. As a result of the Rollover Offer (described below), there were 7,109,599 2017 ZDP Shares outstanding as of 31 May 2017. On 31 May 2017, the remaining 2017 ZDP Shares were fully redeemed and are no longer outstanding as of 30 June 2018.

On 14 September 2016, the Company issued 50,000,000 additional ZDP shares (the "2022 ZDP Shares") at a Gross Redemption Yield of 4.00%. Holders of the 2017 ZDP Shares were given the offer to rollover their shares to the 2022 ZDP Share series (the "Rollover Offer"). Under the Rollover Offer, eligible holders of the 2017 ZDP Shares converted (by way of re-designation) some or all of their holdings of 2017 ZDP Shares into 2022 ZDP Shares. The rollover was completed at a rollover value of 165.14 pence, and a portion of the 2017 ZDP Shares were converted (by way of re-designation) into 1.6514 2022 ZDP Shares. Approximately 85% of the 2022 ZDP Shares were issued through the Rollover Offer. Approximately 15% of the 2022 ZDP Shares were issued pursuant to the Initial Placing and Offer for Subscription at a price per 2022 ZDP Share of 100 pence. The holders of the 2022 ZDP shares will have a final capital entitlement of 126.74 pence on the repayment date of 30 September 2022. As of 30 June 2018, there were 50,000,000 2022 ZDP Shares outstanding.

On 30 May 2018, the Company issued 50,000,000 additional ZDP shares (the "2024 ZDP Shares") at a Gross Redemption Yield of 4.25%. The 2024 ZDP Shares were issued pursuant to the Initial Placing and Offer for Subscription at a price per 2024 ZDP Share of 100 pence. The holders of the 2024 ZDP shares will have a final capital entitlement of 130.63 pence on the repayment date of 30 October 2024. As of 30 June 2018, there were 50,000,000 2024 ZDP Shares outstanding.

The 2022 ZDP Shares and 2024 ZDP Shares rank prior to the Class A and Class B Shares in respect of repayment of the final entitlement. However, they rank behind any borrowings that remain outstanding. They carry no entitlement to income and their entire return takes the form of capital.

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The following table reconciles the liability for ZDP Shares, which approximates fair value, for the six month period ended 30 June 2018 and the year ended 31 December 2017.

ZDP Shares	Pounds Sterling	U.S. Dollars
Liability, 31 December 2016	£ 62,313,251	$ 76,894,552
Redemption of 2017 ZDP Shares	(7,190,043)	(8,872,514)
Net change in accrued interest	(2,508,484)	(2,789,914)
Premium amortisation	(9,815)	(12,111)
Currency conversion	-	5,865,000
Liability, 31 December 2017	£ 52,604,909	$ 71,085,013
Issuance of 2024 ZDP Shares	50,000,000	66,430,000
Net change in accrued interest	1,209,255	1,642,276
Currency conversion	-	(2,049,923)
Liability, 30 June 2018	£ 103,814,164	$ 137,107,366

On 31 May 2017 the 2017 ZDP Shares were fully redeemed and delisted from the Specialist Fund Segment and the Official List of The International Stock Exchange. As of 30 June 2018, the 2022 ZDP Shares and the 2024 ZDP Shares were the only outstanding ZDP Share classes.

Capitalised offering costs are being amortised using the effective interest rate method. The unamortised balance of capitalised offering costs of the 2022 and 2024 ZDP Shares at 30 June 2018 was $2,182,239 and the unamortised balance of capitalised offering costs of the 2022 ZDP Shares at 31 December 2017 was $1,438,820.

Note 6 – Forward Foreign Exchange Contracts

The Group utlises rolling forward foreign currency contracts to economically hedge, in part, the risk associated with the pounds sterling contractual liability for the issued ZDP Shares (see note 5). The aforementioned forward foreign currency contracts are currently held with JP Morgan.

On 21 September 2016, the Group entered into a forward foreign currency contract with JP Morgan associated with the 2022 ZDP Shares which stated that the Group would purchase £50,000,000 on 31 May 2017 for $65,250,000 (the “2017 foreign currency contract”). On 31 May 2017, the Group incurred a realised loss on the settlement of this contract of $1,220,000.

In anticipation of the settlement on 31 May 2017 of the 2017 foreign currency contract, the Group entered into a new forward foreign currency contract with JP Morgan associated with the 2022 ZDP Shares which states that the Group will purchase £30,000,000 on 31 May 2018 for $38,874,000 (the “2018 foreign currency contract”). On 31 May 2018, the Group incurred a realised gain on the settlement of this contract of $1,072,449.

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In anticipation of the settlement on 31 May 2018 of the 2018 foreign currency contract, the Group entered into a new forward foreign currency contract with JP Morgan (the “2019 foreign currency contract A"). The 2019 foreign currency contract A states that the Group will purchase £30,000,000 on 31 May 2019 for $40,705,500.

Following the issuance of the 2024 ZDP shares, on 31 May 2018, the Group entered into a new forward foreign currency contract with JP Morgan (the “2019 foreign currency contract B"). The 2019 foreign currency contract B states that the Group will purchase £40,000,000 on 31 May 2019 for $54,108,000.

The below table summarises the realised and unrealised positions of each forward foreign currency contract in effect during the reporting periods.

Forward Foreign Currency Contracts	**2019 Foreign Currency Contract A**	**2019 Foreign Currency Contract B**	**2018 Foreign Currency Contract**	**2017 Foreign Currency Contract**
Contract appreciation (depreciation), 31 December 2016	N/A	N/A	$ -	$ (3,308,112)
Unrealised gain (loss)	N/A	N/A	1,656,011	3,308,112
Realised gain (loss)	N/A	N/A	-	(1,220,000)
Cash paid (received) at settlement	N/A	N/A	-	1,220,000
Contract appreciation (depreciation), 31 December 2017	$ -	$ -	$ 1,656,011	$ -
Unrealised gain (loss)	(499,226)	(503,499)	(1,656,011)	N/A
Realised gain (loss)	-	-	1,072,449	N/A
Cash paid (received) at settlement	-	-	(1,072,449)	N/A
Contract appreciation (depreciation), 30 June 2018	$ (499,226)	$ (503,499)	$ -	N/A

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Note 7 – Income Taxes

The Group is exempt from Guernsey tax on income derived from non-Guernsey sources. However, certain of its underlying investments generate income that is subject to tax in other jurisdictions, principally the United States. The Group has recorded the following amounts related to such taxes:

		30 June 2018		30 June 2017
Current tax expense	$	178,654	$	403,605
Deferred tax expense (benefit)		113,497		(3,168,796)
Total tax expense (benefit)	**$**	**292,151**	**$**	**(2,765,191)**

		30 June 2018		31 December 2017
Gross deferred tax assets	$	6,034,992	$	6,032,530
Valuation allowance		(2,272,811)		(2,270,349)
Net deferred tax assets		3,762,181		3,762,181
Gross deferred tax liabilities		(5,411,361)		(5,297,864)
Net deferred tax assets (liabilities)	**$**	**(1,649,180)**	**$**	**(1,535,683)**

Current tax expense (benefit) is reflected in Net realised gains and deferred tax expense (benefit) is reflected in Net changes in unrealised gains on the Consolidated Statements of Operations and Changes in Net Assets. Net deferred tax liabilities are related to net unrealised gains and gross deferred tax assets, offset by a valuation allowance, are related to unrealised losses on investments held in entities that file separate tax returns.

The Group has no gross unrecognised tax benefits. The Group is subject to examination by tax regulators under the three-year statute of limitations.

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Note 8 – Earnings (Loss) per Share

The computations for earnings (loss) per share for the six month periods ended 30 June 2018 and 2017 are as follows:

	For the Six Month Periods Ended 30 June 2018	2017
Net increase (decrease) in net assets resulting from operations attributable to the controlling interest	$ 40,457,274	$ 39,720,923
Divided by weighted average shares outstanding for Class A Shares and Class B Shares of the controlling interest	48,800,564	48,800,564
Earnings (loss) per share for Class A Shares and Class B Shares of the controlling interest	**$ 0.83**	**$ 0.81**

Note 9 – Share Capital, Including Treasury Stock

Following the Class A Shareholder meeting on 24 April 2017 and admission to the Main Market, Class A Shareholders have the right to vote on all resolutions proposed at general meetings of the Company, including resolutions relating to the appointment, election, re-election and removal of directors. The Company’s Class B Shares, which were issued at the time of the initial public offering to a Guernsey charitable trust, whose trustee is Estera Corporate Services (Guernsey) Limited (“Trustee”), usually carry no voting rights at general meetings of the Company. However, in the event the level of ownership of Class A Shares by U.S. residents (excluding any Class A Shares held in treasury) exceeds 35% on any date determined by the directors (based on an analysis of share ownership information available to the Company), the Class B Shares will carry voting rights in relation to "Director Resolutions" (as such term is defined in the Company's articles of incorporation). In this event, Class B Shares will automatically carry such voting rights to dilute the voting power of the Class A shareholders with respect to Director Resolutions to the extent necessary to reduce the percentage of votes exercisable by U.S. residents in relation to the Director Resolutions to not more than 35%. Each Class A Share and Class B Share participates equally in profits and losses. There have been no changes to the legal form or nature of the Class A Shares nor to the reporting currency of the Company’s consolidated financial statements (which will remain in U.S. Dollars) as a result of the Main Market quote being in Sterling.

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The following table summarises the Company's shares at 30 June 2018 and 31 December 2017.

	30 June 2018	31 December 2017
Class A Shares outstanding	48,790,564	48,790,564
Class B Shares outstanding	10,000	10,000
	48,800,564	48,800,564
Class A Shares held in treasury - number of shares	3,150,408	3,150,408
Class A Shares held in treasury - cost	$ 9,248,460	$ 9,248,460

The Company currently has shareholder authority to repurchase shares in the market, the aggregate value of which may be up to 14.99% of the Class A Shares in issue (excluding Class A Shares held in treasury) on 1 January in the relevant year in which the buyback is made. The maximum price which may be paid for a Class A Share is an amount equal to the higher of (i) the price of the last independent trade and (ii) the highest current independent bid, in each case, with respect to the Class A Shares on the relevant exchange (being the Main Market or the regulated market of Euronext Amsterdam N.V.).

Note 10 – Management of the Group and Other Related Party Transactions

Management and Administration

The Group is managed by the Investment Manager for a management fee calculated at the end of each calendar quarter equal to 37.5 basis points (150 basis points per annum) of the NAV of the private equity and opportunistic investments. For purposes of this computation, the NAV is reduced by the NAV of any investment for which the Investment Manager is separately compensated for investment management services. The Investment Manager is not entitled to a management fee on: (i) the value of any fund investments held by the Company in NB Funds in respect of which the Investment Manager or an affiliate receives a fee or other remuneration; or (ii) the value of any holdings in cash and short-term investments (the definition of which shall be determined in good faith by the Investment Manager, and shall include holdings in money market funds (whether managed by the Investment Manager, an affiliate of the Investment Manager or a third party manager)). For the six month periods ended 30 June 2018 and 2017, the management fee expenses were $6,911,245 and $5,495,777, respectively, and are included in Investment management and services on the Consolidated Statement of Operations and Changes in Net Assets.

The Group pays to Estera International Fund Managers (Guernsey) Limited ("Estera"), an affiliate of the Trustee, a fee for providing certain administrative functions relating to certain corporate services and Guernsey regulatory matters affecting the Group. Fees for these services are paid as invoiced by Estera. The Group paid Estera $249,708 and $55,438 for the six month periods ended 30 June 2018 and 2017 respectively, for such services which are included in Administration and professional fees on the Consolidated Statements of Operations and Changes in Net Assets.

For the six month periods ended 30 June 2018 and 2017, the Group paid the independent directors a total of $97,500 and $97,500, respectively. In addition, the independent directors at the time also received a one-time fee of $7,500 each for the additional work in issuing the 2024 ZDP Shares during the six month period ended 30 June 2018. Additionally, and as disclosed in the notice of extraordinary general meeting ("EGM"), the independent directors at the time also received a one-time fee of $7,500 each for the additional work in moving from the Specialist Fund Segment to the Main Market during the six month period ended 30 June 2017.

Expenses related to the Investment Manager are included in Investment management and services on the Consolidated Statements of Operations and Changes in Net Assets. Administration and professional fees include fees for directors, independent third party accounting and administrative services, audit and tax, trustee, legal, listing and other items.

Special Limited Partner's Noncontrolling Interest in Subsidiary

An affiliate of the Investment Manager is a Special Limited Partner in a consolidated partnership subsidiary. At 30 June 2018 and 31 December 2017, the noncontrolling interest of $1,046,764 and $1,003,228 represented the Special Limited Partner's capital contribution to the partnership subsidiary and income allocation, respectively.

The following table reconciles the carrying amount of Net Assets, Net Assets attributable to the controlling interest and Net Assets attributable to the noncontrolling interest at 30 June 2018 and 31 December 2017.

	Controlling Interest	Noncontrolling Interest	Total
Net assets balance, 31 December 2016	**$ 776,640,969**	**$ 895,949**	**$ 777,536,918**
Net increase (decrease) in net assets resulting from operations	99,245,655	107,279	99,352,934
Dividend payment	(24,400,282)	-	(24,400,282)
Net assets balance, 31 December 2017	**$ 851,486,342**	**$ 1,003,228**	**$ 852,489,570**
Net increase (decrease) in net assets resulting from operations	40,457,274	43,536	40,500,810
Dividend payment	(12,200,141)	-	(12,200,141)
Net assets balance, 30 June 2018	**$ 879,743,475**	**$ 1,046,764**	**$ 880,790,239**

Carried Interest

The Special Limited Partner is entitled to a carried interest in an amount that is, in general, equal to 7.5% of the Group's consolidated net increase in net assets resulting from operations, adjusted by withdrawals, distributions and capital contributions, for a fiscal year in the event that the Group's internal rate of return for such period, based on the NAV, exceeds 7.5%. For the purposes of this computation, the value of any private equity fund investment in NB Funds in respect of which the Investment Manager or an affiliate receives a fee or other remuneration shall be excluded from the calculation of the incentive allocation payable to the Special Limited Partner. If losses are incurred for a period, no carried interest is earned and such loss amounts are carried forward to be included in the calculations for future periods. Such loss amounts are reduced proportionately to give effect to the distributions to the general partner of the partnership subsidiary during the performance period. Carried interest is also accrued and paid on any economic gain that the Group realises on treasury stock transactions (see note 9). Carried interest is accrued periodically and paid at the conclusion of the fiscal year. As of 30 June 2018 and 31 December 2017, carried interest of $3,035,279 and $7,925,575, respectively was accrued.

Private Equity Investments with the Investment Manager's Platform

The Group holds limited partner interests in private equity funds and funds of funds managed and sponsored by the Investment Manager. These investments will not result in any duplicative NBG investment management fees and carry charged to the Group. As of 30 June 2018 and 31 December 2017, the aggregate NAV of these funds was approximately $244.0 million and $226.7 million, respectively, and associated unfunded commitments were $208.6 million and $239.7 million, respectively.

The Group owns a 50% interest in NB Fund of Funds Secondary 2009 LLC ("NBFOFS"). Other funds managed by the Investment Manager own the remaining interest. NBFOFS holds a portfolio of private equity funds acquired in a secondary transaction. NBFOFS pays no fees or carry and the Group bears its share of any direct expenses of NBFOFS.

As of 30 June 2018, the Group has committed $275.0 million and funded $172.3 million to the NB Alternatives Direct Co-investment Programs, committed $40.9 million and funded $8.3 million to the NB Renaissance Program, committed $50.0 million and funded $45.7 million to the NB Healthcare Credit Investment Program, committed $30.0 million and funded $13.1 million to Marquee Brands and committed $50.0 million and funded $9.9 million to NB Credit Opportunities Program.

Note 11 – Risks and Contingencies

Market Risk

The Group's exposure to financial risks is both direct (through its holdings of assets and liabilities directly subject to these risks) and indirect (through the impact of these risks on the overall valuation of its private equity investments). The Group's private equity investments are generally not traded in an active market, but are indirectly exposed to market price risk arising from uncertainties about future values of the investments held. The fund investments of the Group each holds a portfolio of investments in underlying companies. These portfolio company investments vary as to type of security held by the underlying partnership (debt or equity, publicly traded or privately held), stage of operations, industry, geographic location and geographic distribution of operations and size, all of which may impact the susceptibility of their valuation to market price risk.

Market conditions for publicly traded and privately held investments in portfolio companies held by the partnerships may affect their value in a manner similar to the potential impact on direct co-investments made by the Group in publicly traded and privately held securities. The fund investments of the Group may also hold financial instruments (including debt and derivative instruments) in addition to their investments in portfolio companies that are susceptible to market price risk and therefore may also affect the value of the Group's investment in the partnerships. As with any individual investment, market prices may vary from composite index movements.

Credit Risk

Credit risk is the risk of losses due to the failure of a counterparty to perform according to the terms of a contract. The Group may invest in a range of debt securities directly or in funds which do so. Until such investments are sold or are paid in full at maturity, the Group is exposed to credit risk relating to whether the issuer will meet its obligations when the securities come due. Distressed debt securities by nature are securities in companies which are in default or are heading into default and will expose the Group to a higher than normal amount of credit risk.

The cash and other liquid securities held can subject the Group to a concentration of credit risk. The Investment Manager attempts to mitigate the credit risk that exists with cash deposits and other liquid securities by regularly monitoring the credit ratings of such financial institutions and evaluating from time to time whether to hold some of the Group's cash and cash equivalents in U.S. Treasuries or other highly liquid securities.

Liquidity Risk

Liquidity risk is the risk that the Group will not be able to meet its obligations as they fall due. The Investment Manager mitigates this risk by monitoring the sufficiency of cash balances and availability under the Credit Facility (see note 4) to meet expected liquidity requirements for investment funding and operating expenses.

Contingencies

In the normal course of business, the Group enters into contracts that contain a variety of representations and warranties which provide general indemnifications. The Group’s maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Group that have not yet occurred. The Investment Manager expects the risk of loss to be remote and does not expect these to have a material adverse effect on the consolidated financial statements of the Group.

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Note 12 – Financial Highlights

The following ratios with respect to the Class A Shares and Class B Shares have been computed for the six month period ended 30 June 2018 and the year ended 31 December 2017:

Per share operating performance (based on average shares outstanding during the year)	**For the Six Month Period Ended 30 June 2018**	**For the Year Ended 31 December 2017**
Beginning net asset value	$ 17.45	$ 15.91
Net increase in net assets resulting from operations:		
Net investment income (loss)	(0.14)	(0.28)
Net realised and unrealised gain (loss)	0.97	2.32
Dividend payment	(0.25)	(0.50)
Ending net asset value	**$ 18.03**	**$ 17.45**
Total return (based on change in net asset value per share)	**2018**	**2017**
Total return before carried interest	4.76%	12.82%
Carried interest	(0.36%)	(1.00%)
Total return after carried interest	**4.40%**	**11.82%**
Net investment income (loss) and expense ratios (based on weighted average net assets)	**2018**	**2017**
Net investment income (loss)	(1.62%)	(1.75%)
Expense ratios:		
Expenses before interest and carried interest	2.46%	2.39%
Interest expense	0.67%	0.44%
Carried interest	0.36%	1.00%
Expense ratios total	**3.49%**	**3.83%**

Net investment income (loss) is interest income earned net of expenses, including management fees and other expenses consistent with the presentation within the Consolidated Statements of Operations and Changes in Net Assets. Expenses do not include the expenses of the underlying private equity investment partnerships. The total return and carried interest ratios presented have not been annualised for the six month period ended 30 June 2018.

Individual shareholder returns may differ from the ratios presented based on differing entry dates into the Group.

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Note 13 – Subsequent Events

On 19 July 2018, the board of directors of the Group declared the second semi-annual dividend payment to be paid at an amount of $0.28 per each Ordinary Share payable on 31 August 2018 with a dividend record date of 27 July 2018.

On 13 August 2018, the Group completed a borrowing of $10.0 million on the Credit Facility and on 22 August, the Group completed an additional borrowing of $25.0 million on the Credit Facility. As of the date of this report, the outstanding Credit Facility loan balance is $35.0 million.

The Investment Manager and the board of directors have evaluated events through 7 September 2018, the date the consolidated financial statements were available to be issued, and has determined that there were no other subsequent events that required adjustment to, or disclosure in, the consolidated financial statements.

GOVERNANCE | BOARD OF DIRECTORS

Directors Biographies

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

Talmai 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, Sherborne Investors (Guernsey) C Limited and is on the board of John Laing Infrastructure Fund 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 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 before 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. In recent years she has returned to public practice specialising in corporate restructuring services. Ms Clark also has several Non-Executive Director appointments for companies both listed and non-listed investing in property, private equity and other assets. Ms Clark graduated with a first class honours in Business Studies.

Ms Clark also holds a number of non-executive directorships of publicly-listed investments companies, namely, F&C Commercial Property Trust Limited, Sapphire PCC Limited, Sapphire IV Cell River and Mercantile UK MicroCap Investment Company Limited.

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.

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 Athyrium, 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**
Business Services Company*	U.S.	Oct-17	Business services company	28.1
ProAmpac	U.S.	Nov-16	Leading global flexible packaging company	27.9
Engineering Ingegneria Informatica	Italy	May-16	Italian IT firm	25.3
Material Handling Systems	U.S.	Apr-17	E-commerce infrastructure and automation company	25.0
Extraction Oil & Gas	U.S.	May-14	E&P company in the U.S.	24.0
Qpark	Europe	Oct-17	European parking services provider	22.8
USI	U.S.	Jun-17	Insurance brokerage and consulting services	22.0
Staples	U.S.	Sep-17	Provider of office supplies through a business to business platform and retail	21.6
Telxius	Europe	Oct-17	Telecommunications infrastructure including fibre-optic cables and telecom towers	19.9
Assurant	Global	Jul-14	Underwriter & administrator of extended warranties	19.0
LGC	Europe	Mar-16	Life sciences measurement and testing company	16.5
Marquee Brands	Global	Dec-14	Portfolio of consumer branded IP assets, licensed to third parties	16.3
Final Site	U.S.	Nov-16	Learning management platform for schools	15.7
Accedian	U.S.	Apr-17	Network technology company	15.3
Branded Cities Network	U.S.	Nov-17	North American advertising media company	14.6
Standard Aero	U.S.	Jun-15	Provider of aircraft maintenance, repair and overhaul services	14.3
Leaseplan	Europe	Apr-16	Fleet management company	14.0
Excelitas	U.S.	Nov-17	Sensing, optics and illumination technology	13.7
Saguaro	Canada	Jul-13	E&P company pursuing unconventional light oil/liquids-rich gas properties	12.8
Italian Mid-Market Buyout Portfolio	Europe	Jun-18	Portfolio of Italian mid-market buyout companies	12.7
Omega Environmental Technologies	U.S.	Feb-17	Leading distributor and assembler of climate control components	11.5
SolarWinds	U.S.	Feb-16	Provider of enterprise-class IT and infrastructure management software	11.3
Gardner Denver, Inc.	U.S.	Jul-13	Maker of industrial equipment	11.2
Branded Toy Company*	U.S.	Jul-17	Specialty toy company	10.6
RiverBed	U.S.	Feb-15	Provider of application performance infrastructure	10.5
Lasko Products	U.S.	Nov-16	Manufacturer of portable fans and ceramic heaters	10.3
Digital River (Equity)	U.S.	Feb-15	Digital eCommerce, payments and marketing solutions	10.1
Brightview	U.S.	Dec-13	Commercial landscape and turf maintenance	9.6
Evoqua Equity	U.S.	Jan-14	Water treatment technology, equipment and services	9.6
CSC Service Works	U.S.	Mar-15	Provider of outsourced services to laundry & air vending markets	9.6
Bomgar	U.S.	Jun-18	Cyber security and secure access solutions	9.4
Groupo Cortefiel	Europe	Oct-17	Spanish apparel retailer	8.8
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	8.7
Looking Glass	U.S.	Feb-15	Cyber security technology company	8.6
West Marine	U.S.	Sep-17	Specialty retailer of boating supplies	8.6
Medplast	U.S.	Jun-18	Medical device manufacturer	8.2
Fortress	U.S.	Jun-17	Leading hospital provider in Vietnam	7.8
Solace Systems	U.S.	Apr-16	Enterprise messaging solutions	7.2
Ellucian	Global	Sep-15	Developer of higher education ERP software	7.1
Renaissance Learning	U.S.	Jun-18	K-12 educational software & learning solutions	7.1
Avantor	U.S.	Feb-18	Provider of materials for life sciences and technology industries	6.8

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**
Compliance Solutions Strategies	U.S.	Apr-17	Provider of compliance solutions to the financial services sector	6.7
Berlin Packaging	U.S.	Oct-14	Supplier of rigid packaging materials and value-added services	6.6
GC Services	U.S.	Jan-16	Provider of call center management and collection agency services	6.4
Petsmart	U.S.	Jun-15	Pet supplies retailer	6.3
Milani	U.S.	Jun-18	Cosmetics and beauty products	6.1
CH Guenther	U.S.	May-18	Supplier of baking mixes, snacks and meals and other value-added food produc	5.9
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	5.6
Vertiv	U.S.	Nov-16	Provider of data center infrastructure	5.4
Aster / DM Healthcare	Middle East / India	Jun-14	Operator of hospitals, clinics and pharmacies	5.3
MHS	U.S.	Mar-17	Provider of repair, maintenance and fleet management services	5.0
Hilsinger	U.S. / U.K. / Australia	May-14	Supplier of eye wear and eye care accessories	4.9
Uniasselvi	Brazil	Jun-18	Post secondary education company	4.8
Snagajob	U.S.	Jun-16	Job search and human capital management provider	4.5
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	4.3
Concord Bio	India	Jun-16	Active pharmaceutical ingredients manufacturer	4.2
Counsyl	U.S.	Jul-14	Genetic testing and services using innovative software	4.1
First Data	Global	Sep-07	Electronic commerce and payments	4.0
Connector Company*	U.S.	Oct-15	Producer of embedded solid-state connectors	4.0
Perspecta	U.S.	Nov-10	High-end systems engineering to US Intelligence Industry	3.9
Healthcare Services Company	NA	Feb-18	Healthcare services company	3.9
CrownRock Minerals	U.S.	Jun-18	Minerals acquisition platform	3.7
Centro	U.S.	Jun-15	Provider of digital advertising management solutions	3.7
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 solutoins for fleet vehicles	3.5
Clearent	U.S.	Jun-18	Credit card payment processing	3.5
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	2.8
Bylight	U.S.	Jun-17	Provider of IT and technology infrastructure cyber solutions	2.5
Prosper	U.S.	Apr-15	Peer-to-peer online lending marketplace for unsecured consumer credit loans	2.5
Kyobo Life Insurance Co.	Asia	Dec-07	Life insurance in Korea	2.2
Velocidi	U.S.	Dec-16	Marketing intelligence company	2.0
All Other Investments <$2m				13.8
Net Other Assets, incl. Escrow / (Liabilities)				(4.5)
Total Direct Equity Investments				**$743.6**

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]
Corporate Private Debt Investments							
2017							
Firstlight Fiber	Second Lien (L+8.0% Cash, 1% L Floor, 1.5% OID)	Sep-17	Dec-22	$2.4	10.3%	10.2%	10.6%
Epic Insurance	Second Lien (L+9.25% Cash, 1% L Floor, 3% OID)	Sep-17	Sep-25	3.4	11.6%	12.0%	13.1%
Carestream Dental	Second Lien (L+8.0% Cash, 1% L Floor, 3% OID)	Sep-17	Sep-25	9.2	10.3%	10.6%	11.4%
OB Hospitalist	Second Lien (L+8.5% Cash, 1% L Floor, 2% OID)	Aug-17	Aug-25	3.5	10.8%	12.2%	14.1%
Dubois Chemical	Second lien (L+8.00% Cash, 1% L Floor, 1% OID)	Mar-17	Mar-25	9.0	10.3%	10.4%	11.0%
Blue Nile	First Lien (L+6.50% Cash, 1% L Floor, 3% OID)	Mar-17	Feb-23	3.4	8.8%	9.0%	9.9%
Optiv	Second Lien (L+7.25%, 1% Floor, 0.5% OID)	Feb-17	Feb-25	5.4	9.6%	10.7%	12.6%
Sungard	Second Lien (L+8.50%, 1% Floor, 1.0% OID)	Feb-17	Jan-25	4.9	10.8%	10.9%	11.6%
2016							
ProAmpac	Second Lien (L+8.50%, 1% L Floor)	Nov-16	Oct-24	6.0	10.8%	10.9%	11.7%
2015							
Linxens	Second lien (L+8.25% Cash, 1.0% L Floor, 1% OID)	Oct-15	Oct-23	3.4	10.6%	10.4%	10.8%
Schumacher Group	Second lien (L+8.5% Cash, 1.0% L Floor, 1% OID)	Oct-15	Oct-23	9.7	10.8%	10.9%	11.6%
Funding Circle	Portfolio of small business loans	Jan-15	N/A	1.8	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	1.2	8.1%	7.9%	7.4%
Digital River Debt	Second lien (L+11.0% Cash, 1.0% L Floor, 1% OID)	Jan-15	Feb-22	1.0	13.3%	13.0%	13.2%
2014							
Central Security Group	Second lien (L+9.0% Cash, 1% L Floor, 5% OID)	Nov-14	Oct-21	5.9	11.3%	11.6%	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%	9.9%	11.6%
2013							
P2 Energy Solutions	Second lien (L+8.00% Cash, 1.0% L Floor, 1% OID)	Nov-13	May-21	4.6	N/A	N/A	N/A
Total Corporate Private Debt Investments Fair Value				**$80.1**	**10.0%**	**10.7%**	**11.7%**
Total Credit Opportunities Investments				**$57.1**	**12.2%**	**7.8%**	**19.5%**
*Healthcare Credit Investments**							
2014							
Convertible Notes (Specialty Pharm	Convertible notes (4.5% Cash)	Apr-14	May-20	0.9	4.5%	6.7%	31.2%
Term Loan (Medical Diagnostics)	Senior secured loan (10.5% Cash)	Jan-14	Dec-18	1.4	10.5%	11.0%	22.5%
Total Healthcare Credit Investments Fair Value				**$2.3**	**8.1%**	**9.3%**	**25.9%**
Total Income Portfolio Fair Value				**$139.5**	**10.9%**	**9.4%**	**15.5%**

Note: Numbers may not sum due to rounding.

APPENDIX | SCHEDULE OF INVESTMENTS (UNAUDITED)

Investment Name	Asset Class	Vintage Year	Unfunded Commitment	Fair Value	% of NBPE NAV
Catalyst Fund III	Special Situations Funds	2011	$1.2	$12.3	1.4%
NB Crossroads Fund XVIII - Mid-cap Buyout	Mid-cap Buyout Funds	Fund XVIII	7.1	10.0	1.1%
NG Capital Partners I , L.P.	Growth / Venture Funds	2010	0.3	8.1	0.9%
Corsair III Financial Services Capital Partners	Mid-cap Buyout Funds	2007	0.7	6.6	0.7%
Bertram Growth Capital II	Growth / Venture Funds	2010	2.8	5.7	0.6%
DBAG Expansion Capital Fund	Growth / Venture Funds	2012	0.8	4.8	0.5%
NB Crossroads Fund XVIII - Venture Capital	Growth / Venture Funds	Fund XVIII	1.7	4.5	0.5%
Bertram Growth Capital I	Growth / Venture Funds	2007	2.8	3.9	0.4%
Sun Capital Partners V	Special Situations Funds	2007	1.0	3.8	0.4%
NB Fund of Funds Secondary 2009	Mid-cap Buyout Funds	2009	0.4	3.4	0.4%
Sankaty Credit Opportunities III	Special Situations Funds	2007	0.0	3.3	0.4%
NB Crossroads Fund XVIII - Large-cap Buyout	Large-cap Buyout Funds	Fund XVIII	2.2	2.7	0.3%
NB Crossroads Fund XVIII - Special Situations	Special Situations Funds	Fund XVIII	0.9	2.7	0.3%
Platinum Equity Capital Partners II	Special Situations Funds	2007	3.3	2.4	0.3%
Aquiline Financial Services Fund L.P.	Mid-cap Buyout Funds	2005	0.0	2.4	0.3%
CVI Global Value Fund	Special Situations Funds	2006	0.8	2.1	0.2%
J.C. Flowers II	Large-cap Buyout Funds	2006	0.3	2.0	0.2%
ArcLight Energy Partners Fund IV	Mid-cap Buyout Funds	2007	0.0	1.9	0.2%
OCM Opportunities Fund VIIb	Special Situations Funds	2008	3.0	1.9	0.2%
Highstar Capital Fund II	Mid-cap Buyout Funds	2004	0.1	1.7	0.2%
First Reserve Fund XI	Large-cap Buyout Funds	2006	0.0	1.7	0.2%
Trident IV	Mid-cap Buyout Funds	2007	0.5	1.1	0.1%
Oaktree Opportunities Fund VIII	Special Situations Funds	2009	0.0	1.1	0.1%
Centerbridge Credit Partners	Special Situations Funds	2008	0.0	1.0	0.1%
OCM Principal Opportunities Fund IV	Mid-cap Buyout Funds	2007	2.0	0.7	0.1%
Avista Capital Partners	Mid-cap Buyout Funds	2006	0.2	0.5	0.1%
Strategic Value Global Opportunities Fund I-A	Special Situations Funds	2010	0.1	0.4	0.0%
Lightyear Capital Fund II	Mid-cap Buyout Funds	2006	1.4	0.3	0.0%
Carlyle Europe Partners II	Large-cap Buyout Funds	2003	0.6	0.3	0.0%
American Capital Equity II	Mid-cap Buyout Funds	2005	0.5	0.3	0.0%
Strategic Value Special Situations Fund	Special Situations Funds	2010	0.0	0.1	0.0%
Clessidra Capital Partners	Mid-cap Buyout Funds	2004	0.1	0.1	0.0%
Prospect Harbor Credit Partners	Special Situations Funds	2007	0.0	0.0	0.0%
Total Fund Portfolio			**$34.7**	**$93.8**	**10.7%**

Note: Numbers may not sum due to rounding.

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 Amsterdam Listing Date: 25 July 2007
Premium Segment Trading Admission: 2 May 2017
Traded Currency: GBP (LSE); USD (Euronext)
Bloomberg: NBPE NA, NBPE LN
Reuters: NBPE.AS, NBPE.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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