

# NB Private Equity Partners

November 2013

**Financial Information as of 31 October 2013**

## Neuberger Berman Private Equity Platform

Top-tier, fully integrated private equity platform provides superior deal flow and enhanced due diligence and execution capabilities

PRIMARY INVESTMENT PORTFOLIOS	SECONDARY	CO-INVESTMENTS	DIRECT YIELDING STRATEGIES
<ul style="list-style-type: none"> <li>Focus on constructing commingled and custom funds across:               <ul style="list-style-type: none"> <li>Strategies: primaries, secondaries and co-investments</li> <li>Asset classes: Small / mid-cap buyout, special situations (distressed), venture &amp; growth capital and large-cap buyout</li> <li>Geographies</li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>Focus on seasoned private equity investments at attractive valuations from investors desiring liquidity</li> </ul>	<ul style="list-style-type: none"> <li>Focus on co-investing with high-quality private equity sponsors in attractive investment opportunities in their core areas of expertise, with attractive economics</li> </ul>	<ul style="list-style-type: none"> <li>Private Debt: Focus on junior private debt investments in private equity-backed companies</li> <li>Healthcare Credit Investments</li> <li>Hedge fund manager minority stakes</li> </ul>

- Over 25 years as private equity investors
- Approximately \$19 billion of commitments managed
- Over \$1 billion of capital committed to private equity investments annually

- ~70 private equity investment professionals with extensive networks, supported by ~130 investor services professionals
- Global presence with investment offices in the U.S., Europe and Asia
- Leverages the resources of Neuberger Berman

### Private Equity Dedicated Back Office Service Team: "Capital Analytics"

- Capital Analytics is the private equity fund and portfolio administration business of NB Private Equity
- Tracks 650 funds and 12,000+ portfolio companies

## NB Private Equity Partners

NBPE is a closed end investment company providing investors with a diversified exposure to the private equity asset class and the opportunity for capital gains as well as current income

### NB PRIVATE EQUITY PARTNERS

#### Liquid Private Equity

Listed on the LSE (NBPE LN) & Euronext Amsterdam (NBPE AS)

Designed to give investors diversified exposure to private equity in a liquid, publicly tradeable format

#### Investment Manager

Over 26 years as private equity investor

Managed by NB Alternatives, the private equity division of Neuberger Berman

Active investor across equity co-investments, private debt, healthcare credits and fund investments

#### Direct Investments

57% of NAV & expected to increase

Equity co-investments and debt investments in private equity-backed companies

#### Sustainable Dividends

\$0.41 / Share paid in 2013  
Annualized Yield: 4.7% on Share price / 3.4% on NAV<sup>1</sup>

We expect the dividend to be 100% covered by the cash yield on a run rate basis by the end of 2013 or early 2014

On a run rate basis, the dividend is currently 80% covered by the cash yield from direct yielding investments

As of 31 October 2013. See endnote three for important information related to the dividend.

1. Based on the NYSE Euronext closing share price of \$8.96 on 31 October 2013 and the 31 October 2013 unaudited, re-stated NAV of \$12.34 per share.

## NBPE Highlights Year to Date

---

NBPE is successfully executing on its stated strategy

- **Increase in total return NAV**

Total return NAV per Share increase 8.0% in the first ten months of 2013

- **Strong performance of direct investments in 2013**

Early liquidity from two 2012 equity co-investments and one 2011 equity co-investment as a result of dividend re-capitalizations. IPO of a 2011 equity co-investment in October 2013

Sale of CPG International, a direct yielding investment, generated \$18.8 million in total proceeds to NBPE (including prior distributions); the investment was realized in approximately a one year holding period

- **Increasing direct investments**

37% of NAV at 31 December 2012 to 57% of NAV at 31 October 2013

- **30% of NAV in direct yielding investments with a 9.5% cash yield**

Run rate income of \$16.4 million covers 80% of the annual dividend

- **Cash generative fund portfolio funding new investments**

70% of distributions from funds; 93% of capital contributions to direct investments

*Note: As of 31 October 2013 unless otherwise noted.*

## NAV Update

On a total return basis, including dividends, NBPE's NAV per share increased 8.0% during the first ten months of 2013

### October 2013 NAV Update

Total return NAV per Share increase 8.0% YTD

(\$ in millions, except per share values)	31 OCTOBER 2013 (Unaudited, Re-stated)	31 DECEMBER 2012 (Audited)
Fund Investments	\$309.0	\$350.6
Direct / Co-investments		
Direct Yielding Investments	\$179.6	\$82.9
Equity Co-investments	\$164.6	\$130.6
Total Direct / Co-investments	\$344.2	\$213.4
Total Private Equity Fair Value	\$653.2	\$564.0
Private Equity Investment Level	109%	98%
Cash and Cash Equivalents	\$42.6	\$67.4
Credit Facility	(\$10.0)	-
ZDP Share Liability, including Forward Currency Contract	(\$70.9)	(\$66.9)
Net Other Assets (Liabilities), including Minority Interest	(\$12.8)	\$12.1
Net Asset Value	\$602.0	\$576.6
Net Asset Value Including Dividends	\$622.0	\$576.6
<b>Net Asset Value per Share</b>	<b>\$12.34</b>	<b>\$11.81</b>
<b>Cumulative Dividends per Share</b>	<b>\$0.41</b>	<b>-</b>
<b>Net Asset Value per Share Including Dividends</b>	<b>\$12.75</b>	<b>\$11.81</b>

### YEAR TO DATE CASH ACTIVITY

**\$143.5 million**

Direct investments and capital calls

**\$117.7 million**

Sales proceeds and distributions

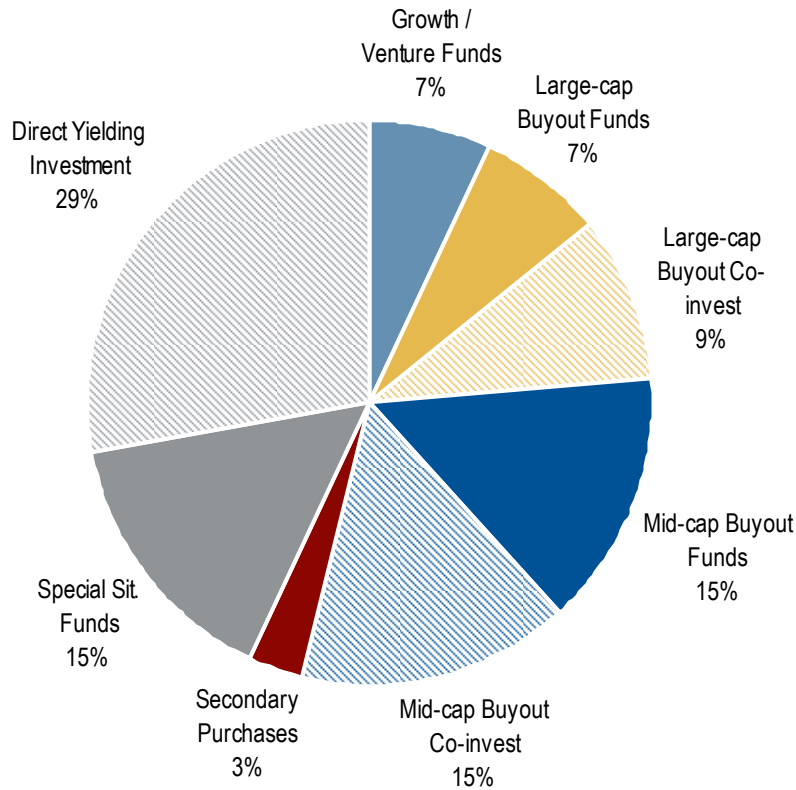
Note: As of 31 October 2013 (unaudited, re-stated). Past performance is not indicative of future results. Numbers may not sum due to rounding.

## Diversified Private Equity Exposure

The portfolio is well diversified and includes a meaningful and increasing exposure to equity co-investments and direct yielding investments, as well as a tactical over allocation to investments in North America

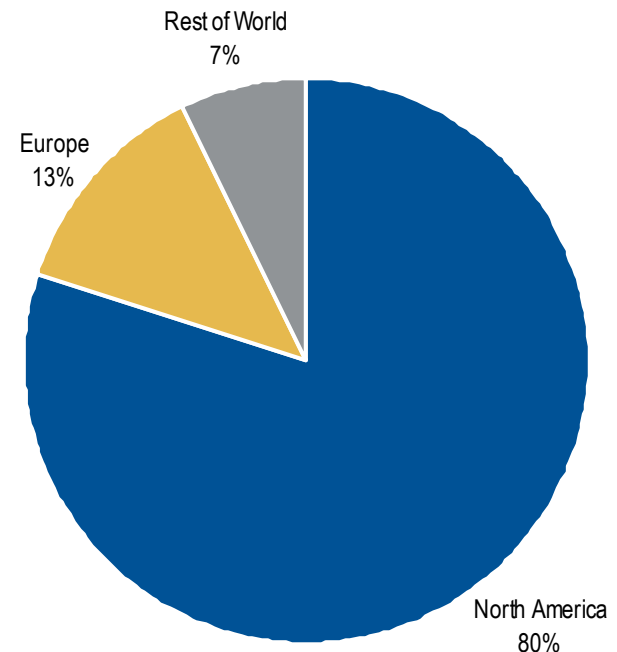
### Asset class by fair value

53% of fair value invested in direct investments



### 80% of fair value invested in North America

Tactical over allocation



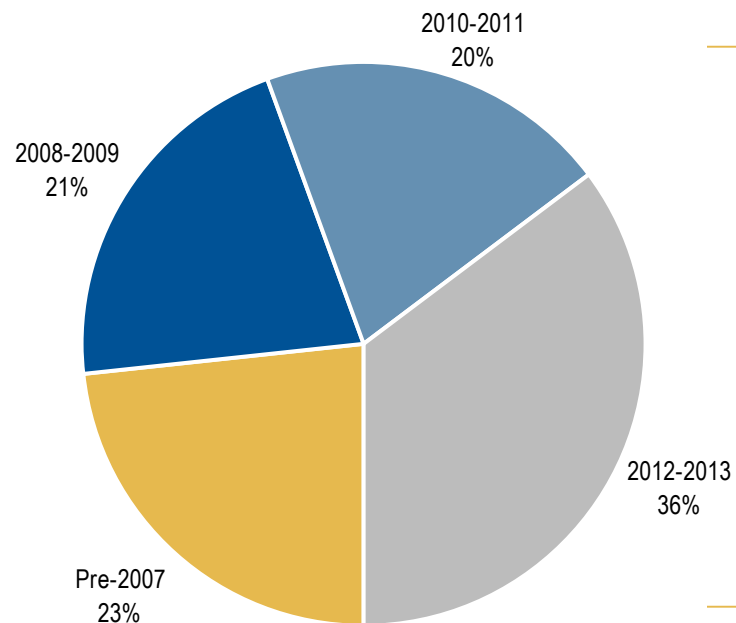
Note: As of 31 October 2013 (unaudited, re-stated). Numbers may not sum due to rounding.

## Tactical Approach to Asset Allocation

Focus on equity co-investments and direct yielding investments

### Year of investment by fair value

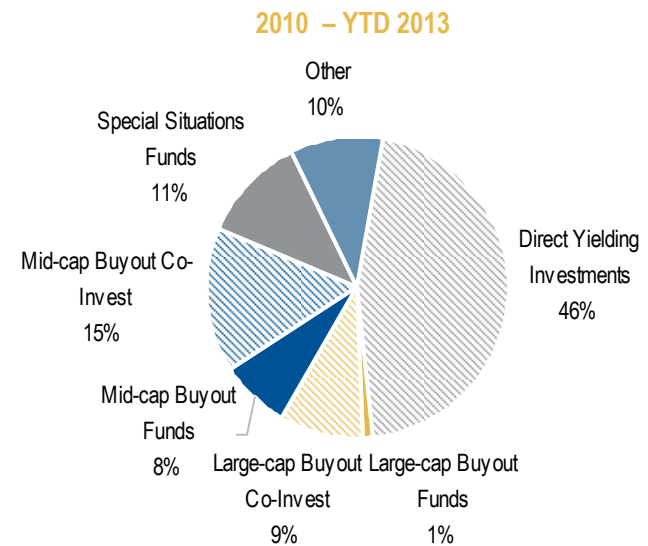
55% of fair value invested since 2010



### Current fair value by year of deployment

24% of fair value invested in equity co-investments

46% of fair value invested in direct yielding investments



Note: Other includes NB Crossroads Fund XVII and Growth/Venture. Based on private equity fair value as of 31 October 2013 (unaudited, re-stated). Numbers may not sum due to rounding.

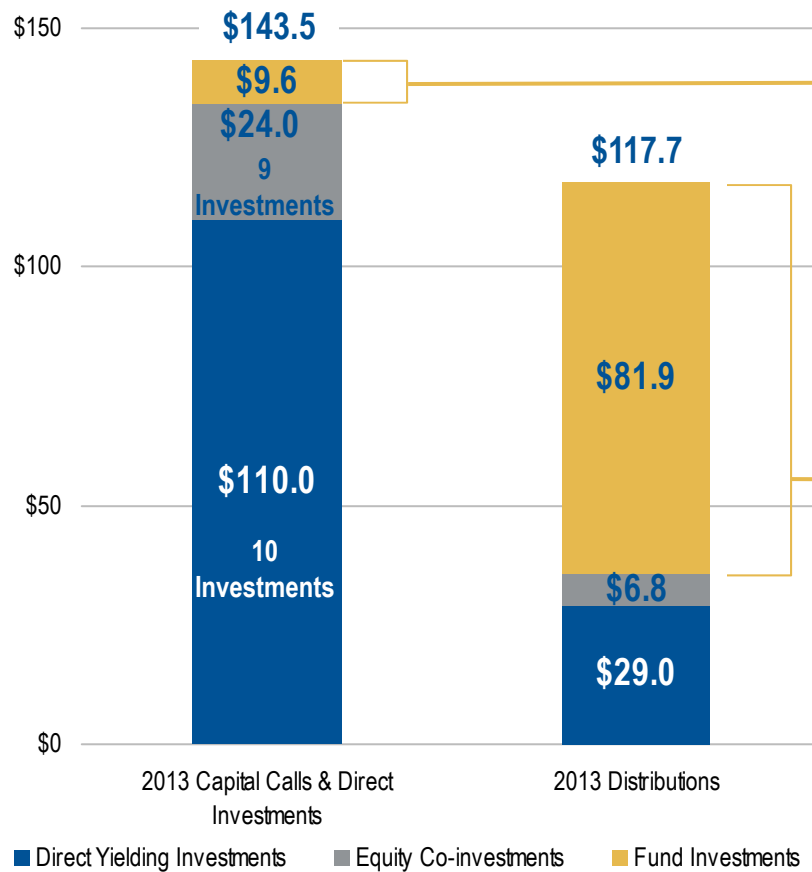
## Recent Portfolio Activity

NBPE has funded \$143.5 million and received \$117.7 million in distributions in 2013

### \$134 million contributed to 19 direct investments

Year to date portfolio activity

\$ in millions



### \$9.6 million of fund capital calls

Fund capital call activity slowing meaningfully

\$2.9 million contributed to buyout funds

\$4.2 million contributed to growth / venture funds

\$2.5 million contributed to special situations funds

### \$81.9 million of fund distributions

Primarily from special situations and buyout funds

\$47.1 million distributed from special situations funds

\$25.3 million distributed from buyout funds

\$2.2 million distributed from growth / venture funds

\$7.4 million from NB Crossroads Fund XVII

Note: As of 31 October 2013 (unaudited, re-stated). Past performance is not indicative of future results. Numbers may not sum due to rounding.

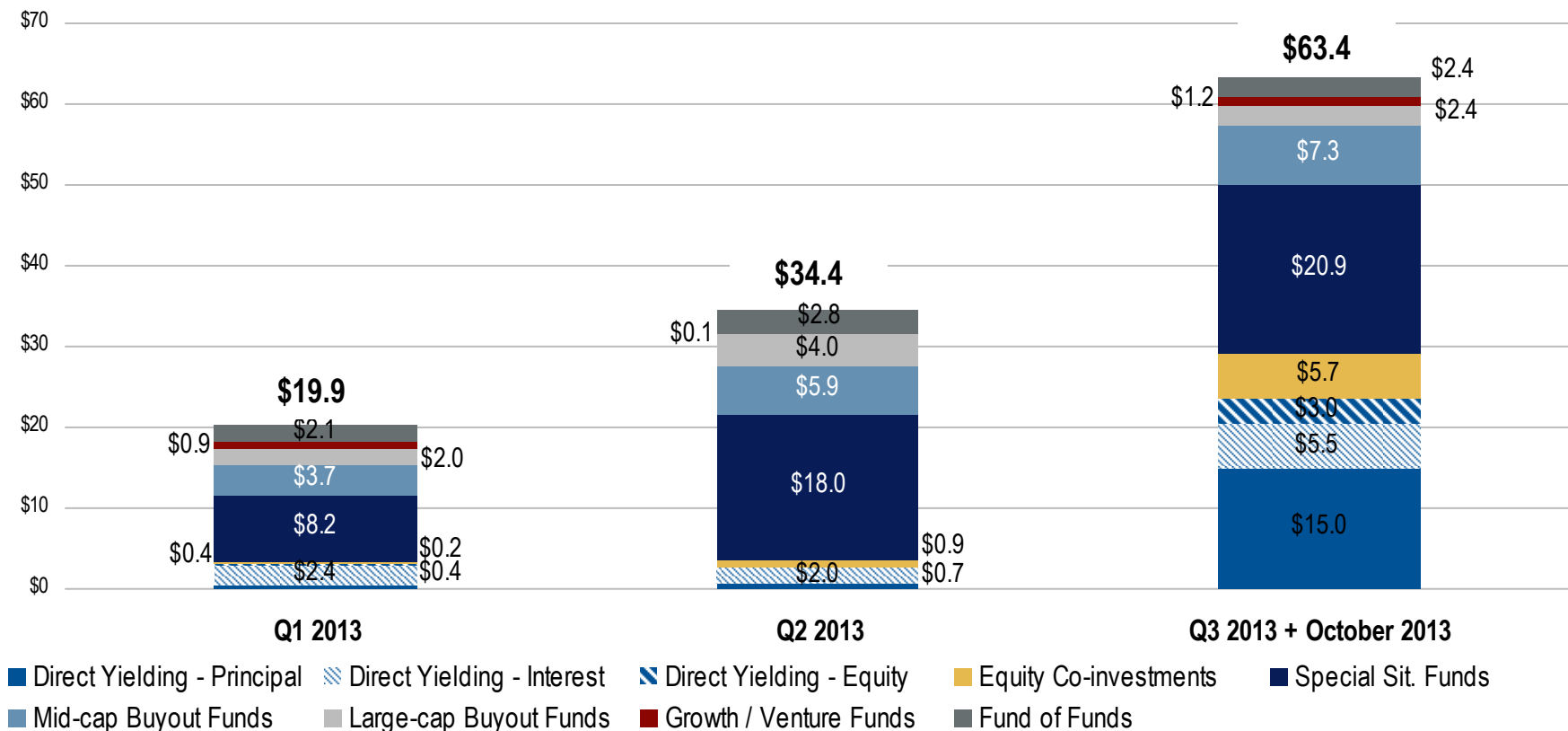


## 2013 Year to Date Distributions

Distributions received have increased each quarter during the year, driven by proceeds from direct yielding investments and special situations funds

### 2013 YEAR TO DATE QUARTERLY DISTRIBUTION RECEIVED BY ASSET CLASS

\$ in millions



As of 31 October 2013.

## New Equity Co-investments in 2013

Nine new equity co-investments from 1 January 2013 through 31 October 2013 totaling \$24.0 million or 4.0% of NBPE NAV at 31 October 2013

									
<b>Investment Date</b>	Mar. 2013	Mar. 2013	Apr. 2013	Apr. 2013	June 2013	July 2013	July 2013	July 2013	July 2013
<b>Situation</b>	Sponsor to sponsor transaction	Carve-out	New Buyout	Growth Equity	Portfolio of Insurance Contracts	Take-Private	Oil and Gas Exploration and Production	Oil and Gas Exploration and Production	Carve-out
<b>Lead PE Firm</b>	Compass Investment Partners	Castle Harlan Partners	Leeds Equity	3i	Cartesian	KKR	Lindsay Goldberg	Pine Brook	Thoma Bravo
<b>Industry</b>	Business Services	Energy	Consumer / Retail	Consumer / Retail	Financial Services	Chemicals and Materials	Energy	Energy	Financial Technology
<b>Range of % NBPE NAV</b>	0% – 1%	0% – 1%	0% – 1%	0% – 1%	0% – 1%	0% – 1%	0% – 1%	0% – 1%	0% – 1%

Source: NB Alternatives Due Diligence and investment case. Data as of 31 October 2013 (unaudited, re-stated).

## New Direct Yielding Investments in 2013

In 2013, NBPE has participated in ten direct yielding investments. These investments totaled \$110.0 million or 18.3% of NBPE NAV at 31 October 2013

	Heartland Dental <sup>1</sup>	Internal Medication Royalty Notes	Medical Device Company (Cardiac Device)	KIK Custom Products	Diagnostic Laboratory Company (Genetic Testing)	Medical Device Company (Cosmetics)	Blue Coat	Archroma	Digital Insight	Parsley Energy
<b>Investment Date</b>	Jan. 2013	Jan. 2013	Feb. 2013	May 2013	June 2013	July 2013	July 2013	October 2013	October 2013	October 2013
<b>Security Description</b>	Second Lien Debt	Synthetic Healthcare Royalty <sup>2</sup>	Senior Secured Term Loan	Second Lien Debt	Senior Secured Loan	Senior Secured Loan	Second Lien Debt	Sr. Secured Term Loan	Second Lien Debt	Sr. Secured Term Loan
<b>OID / Purchase Discount</b>	1.5% OID <sup>1</sup>	N/A	1.5% OID	2.0% OID	N/A	N/A	1.0% OID	2.0% OID	1.0% OID	N/A
<b>Cash Interest<sup>3</sup></b>	L+8.5% 1.25% L Floor	11.0%	13.5%	L+8.25% 1.25% L Floor	10.0%	10.5%	L+8.5% 1.0% L Floor	L+8.25% 1.25% L Floor	L+7.75% 1.0% L Floor	L+11.0% 1.0% L Floor
<b>Maturity Profile</b>	2020	2024	2018	2019	2018	2018	2020	2018	2020	2016
<b>Range of % NBPE NAV</b>	3% – 4%	0% – 1%	0% – 1%	3% – 4%	0% – 1%	0% – 1%	3% – 4%	2% – 3%	2% – 3%	1% – 2%

Note: As of 31 October 2013 (unaudited, re-stated). Past performance is not indicative of future results.

1. NBPE participated in the primary issuance of the second lien debt in January 2013. The notes purchased in this transaction were issued at a 1.5% OID. Subsequent to this financing, NBPE made an additional purchase of the second lien notes through a secondary transaction.
2. NBPE holds an unsecured note that is serviced by a royalty from the sales of an internal medication drug.
3. All investments shown here are cash pay investments only.

## Capital Position

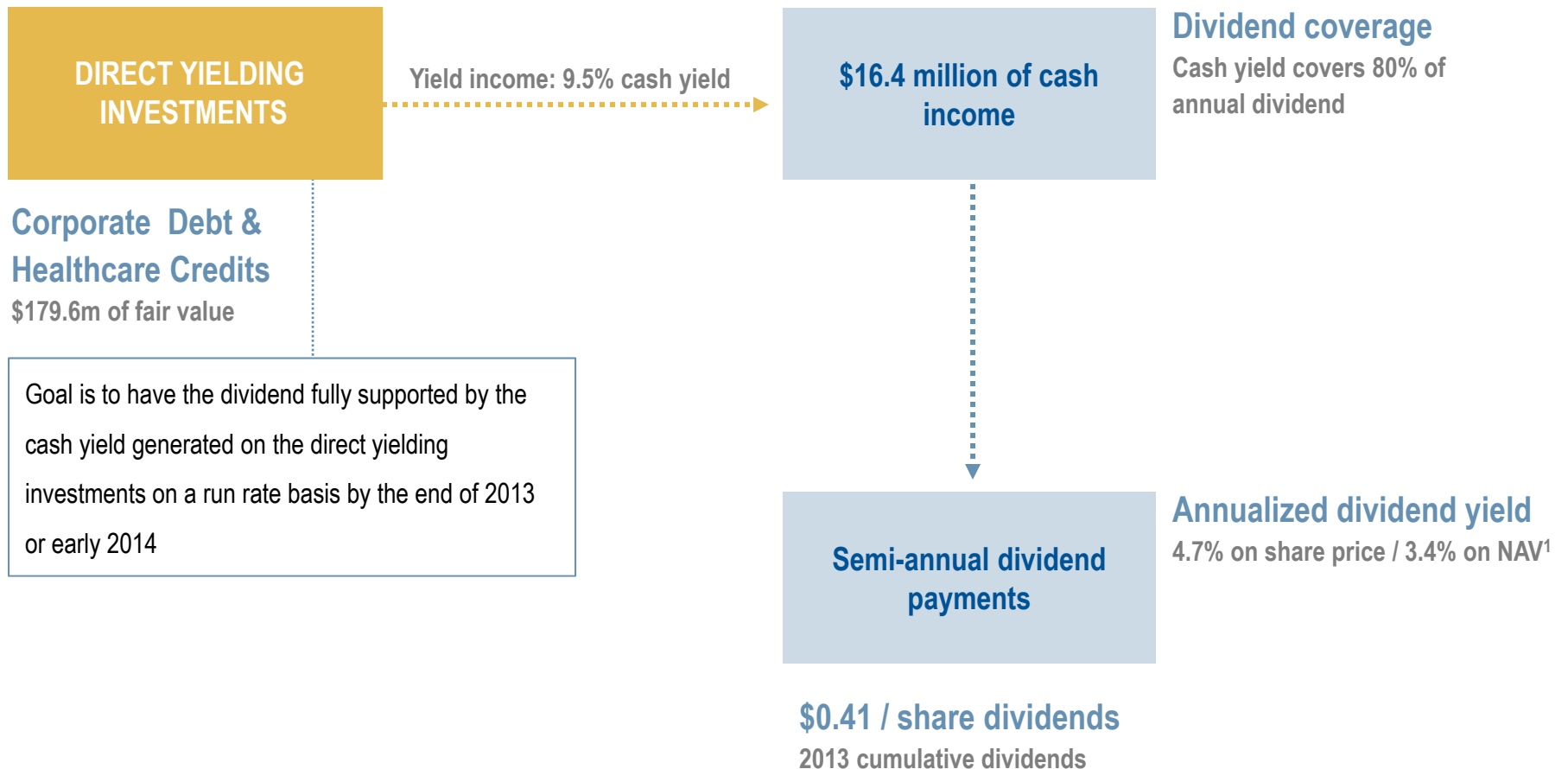
NBPE has significant capital resources with a 107% commitment coverage level

CAPITAL POSITION		UNFUNDED COMMITMENTS	
<b>Total capital resources</b>	<b>\$232.6m</b>	<b>Unfunded commitments</b>	<b>\$218.1m</b>
Cash balance	\$42.6m	NB Co-investment Program	\$94.5m
Credit facility available	\$190.0m	NB Healthcare Credit Program	\$33.2m
		Unfunded to Other Direct Investments	\$5.1m
<b>Excess capital resources</b>	<b>\$14.5m</b>	Fund Investments	\$85.1m
<b>Commitment coverage ratio</b>	<b>107%</b>	<b>\$48.7 million</b> unfunded commitments to funds past their investment period <sup>1</sup>	
		INVESTMENT LEVEL	
		Private Equity Fair Value	\$653.2m
		Net Asset Value	\$602.0m
		<b>= 109% Investment Level</b>	

Note: As of 31 October 2013 (unaudited, re-stated). Numbers may not sum due to rounding.  
 1. Some portion of this amount may be called in future periods for fees, expenses, and/or follow-on investments.

## Dividend Policy

NBPE intends to pay sustainable dividends to Shareholders from the cash yield generated on direct yielding investments

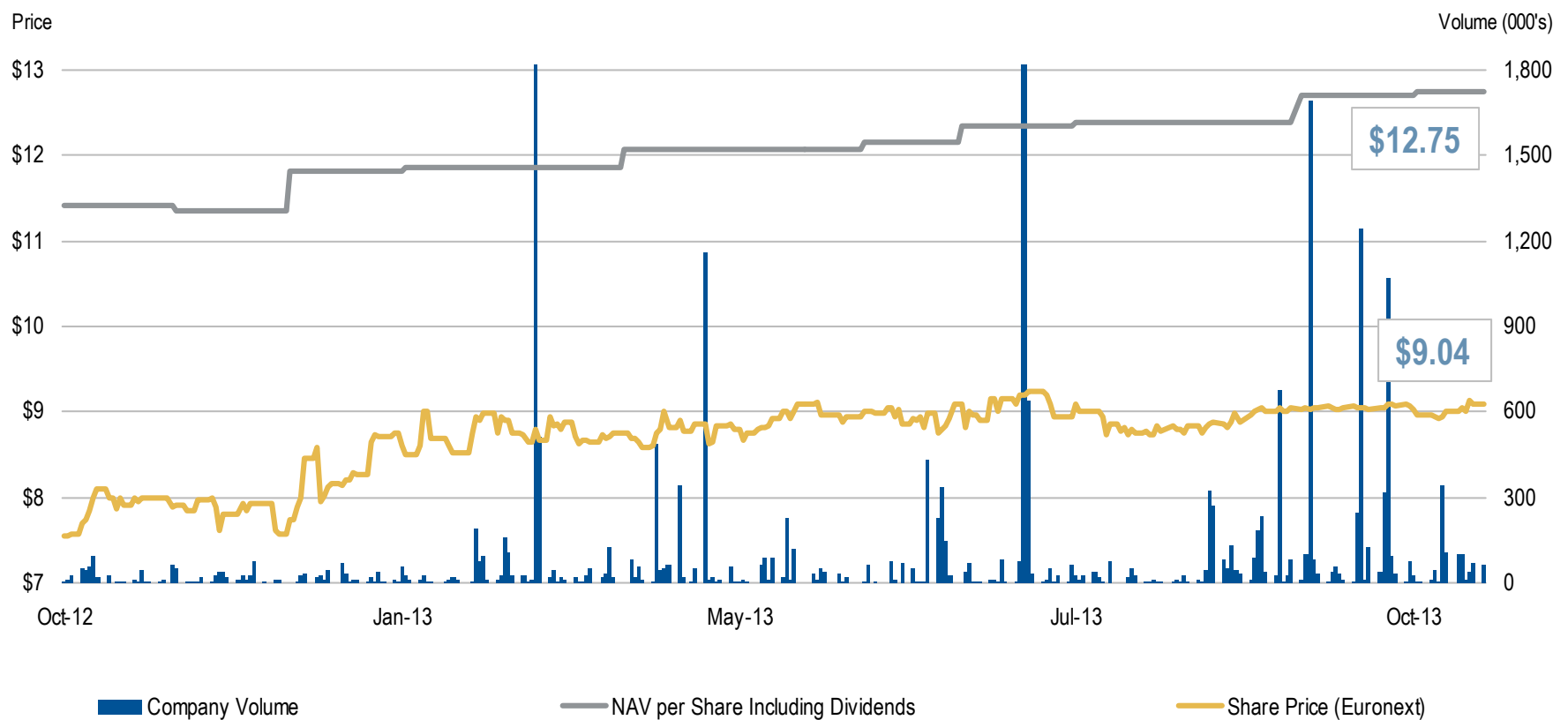


Note: See endnote three for important information related to the dividend. As of 31 October 2013 (unaudited, re-stated)

1. Based on the NYSE Euronext closing share price of \$8.96 on 31 October 2013 and the 31 October 2013 unaudited, re-stated NAV of \$12.34 per share.

## NBPE Share Price vs. NAV per Share Including Dividends

Over the last 12 months, NBPE's share price has increased 14.4% and NAV per Share including dividends has increased 11.7%. NAV per Share including dividends was \$12.75 at 31 October 2013

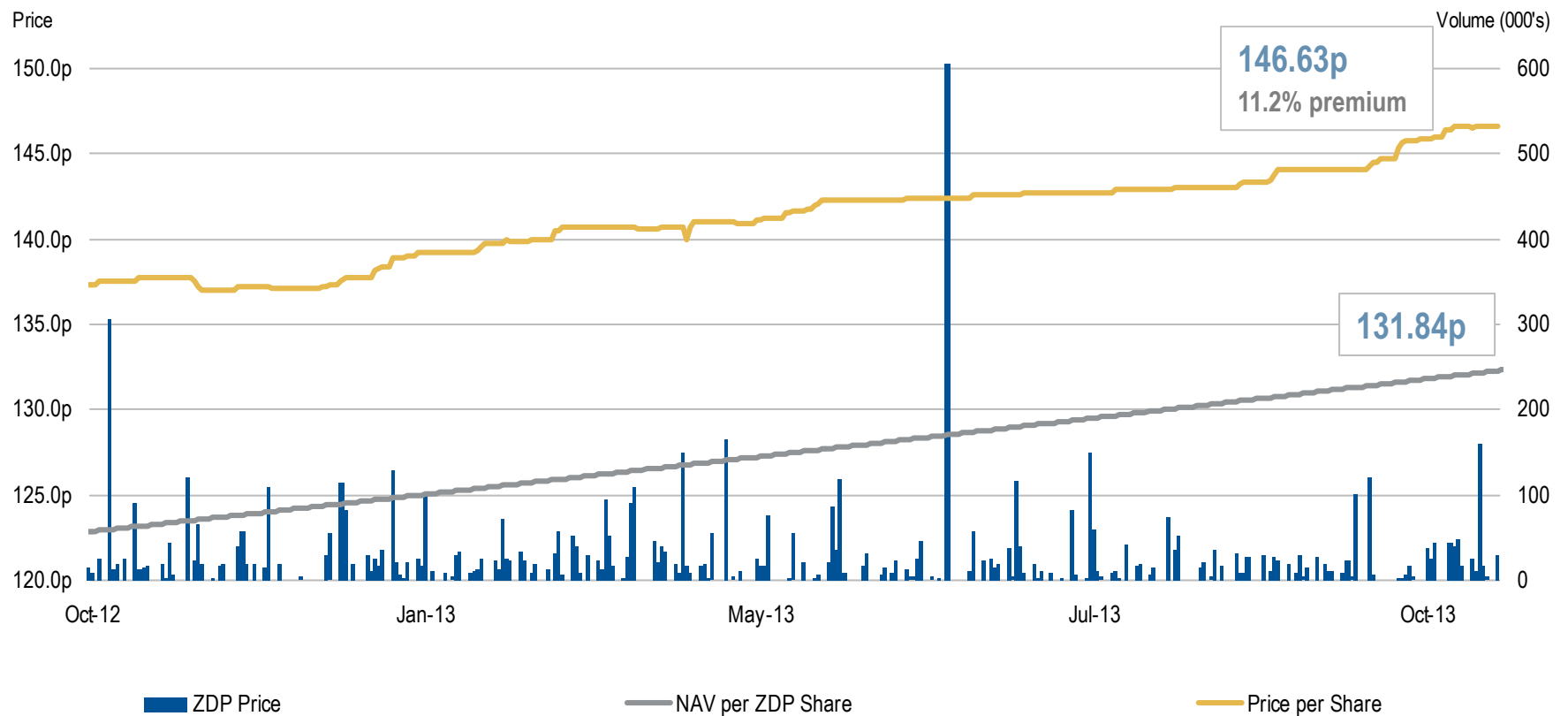


Source: Bloomberg. Market data as of 18 November 2013. Past performance is not indicative of future results.

Note: Daily Trading Volume includes combined volume of ordinary shares traded on NYSE Euronext and London Stock Exchange as well as over-the-counter trades reported via Markit BOAT. Daily trading volume was greater than 1.8 million shares on 7 March 2013 and 17 July 2013 and had trading volume of 12.1 million and 4.1 million shares, respectively.

## ZDP Price and NAV per ZDP Share

NBPE's ZDP shares have consistently traded at a premium to accreted value since they were issued in late 2009. The GRY is currently 4.2% at the prevailing market price



Source: Bloomberg. Market data as of 18 November 2013. Past performance is not indicative of future results.  
 Note: NAV per ZDP share is defined as the accreted value of the ZDP shares.  
 Daily trading volume was greater than 600,000 shares on 21 June 2013 and had trading volume of 860,000 shares.

## Trading Liquidity

---

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

### 33.6 million shares traded year to date

11.8 million shares traded on exchange and 21.8 million shares traded over the counter

On exchange average daily trading volume of 52,037 shares year to date

### Average daily trading volume of over 148,000 shares year to date

Includes over the counter trades

Over the counter trading volume not reported by exchanges but instead was reported via the Markit BOAT platform

Note: As of 18 November 2013 (unaudited). Numbers may not sum due to rounding.  
Source: NYSE Euronext and Bloomberg. Past performance is not indicative of future results.



## Attractive Value Proposition

We believe that NBPE offers a compelling investment opportunity

### Track Record

Long term track record

Experienced investment manager with long-term track record in direct investing

Invested over \$3 billion into more than 130 direct investments since 2006<sup>1</sup>

### Portfolio

Equity co-investments & direct yielding investments

Funded by a mature, cash generative portfolio of private equity fund investments

### Dividends

Sustainable dividends

NBPE intends to pay sustainable dividends to Shareholders from the cash yield generated on the direct yielding portfolio

Dividend yield: 4.7% on share price / 3.4% on NAV<sup>2</sup>

### Steps to address the discount

- Increased exposure to direct investments improves transparency and reduces duration of the portfolio
- Dividend Policy to the benefit of the shareholders; additional flexibility to repurchase shares through the Share Buy-back Programme
- The Board of Directors has approved an extension of the Share Buyback Program from 30 November 2013 to 31 March 2014; the documentation for such extension is currently in progress
- Market leading investor reporting

*Note: See endnote three for important information related to the dividend.*

*1. As of 30 September 2013.*

*2. Based on the NYSE Euronext closing share price of \$8.96 on 31 October 2013 and the 31 October 2013 unaudited, re-stated NAV of \$12.34 per share.*

## Trading Information

### Ordinary Share information

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

### ZDP Share information

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

## Contact Information

<b>Registered Office:</b>	NB Private Equity Partners Limited P.O. Box 225 Heritage Hall, Le Marchant Street St. Peter Port, Guernsey GY1 4HY Channel Islands Tel: +44.(0).1481.716.000
<b>Investment Manager:</b>	NB Alternatives Advisers LLC 325 N. Saint Paul Street Suite 4900 Dallas, TX 75201 United States of America
<b>Investor Relations:</b>	Web: <a href="http://www.nbprivateequitypartners.com">www.nbprivateequitypartners.com</a> Email: <a href="mailto:IR_NBPE@nb.com">IR_NBPE@nb.com</a> Tel: +1.214.647.9593
<b>Media Relations:</b>	FTI Consulting Edward Berry Tel: +44.20.7269.7297

<b>Corporate Brokers:</b>	Oriel Securities Neil Winward Tel: +44.20.7710.7600  Jefferies International Limited Gary Gould/Stuart Klein Tel: +44.20.7029.8766
<b>Research Analysts:</b>	Oriel Securities – Iain Scouller Email: <a href="mailto:iain.scouller@orielsecurities.com">iain.scouller@orielsecurities.com</a>  Jefferies – Louisa Symington-Mills Email: <a href="mailto:louisa.symingtonmills@jefferies.com">louisa.symingtonmills@jefferies.com</a>  Cazenove – Christopher Brown Email: <a href="mailto:christopher.brown@cazenove.com">christopher.brown@cazenove.com</a>  Canaccord Genuity – Alan Brierley Email: <a href="mailto:abrierley@canaccordgenuity.com">abrierley@canaccordgenuity.com</a>  Dexion – Tom Skinner & Hiba Larsson Email: <a href="mailto:tom.skinner@dexioncapital.com">tom.skinner@dexioncapital.com</a>  Liberum Capital – Conner Finn Email: <a href="mailto:conner.finn@liberumcapital.com">conner.finn@liberumcapital.com</a>  Numis – Charles Cade & Sarah Lewandowski Email: <a href="mailto:c.cade@numiscorp.com">c.cade@numiscorp.com</a>  Winterflood – Simon Elliott Email: <a href="mailto:simon.elliott@wins.co.uk">simon.elliott@wins.co.uk</a>



## NBPE Equity Co-investment Portfolio

Diversified portfolio of equity co-investments

**\$164.6 million of fair value**

27% of NAV

Company Name	Asset Class	Lead Sponsor	% of NBPE NAV
Acteon	Mid-cap Buyout	KKR	0% - 1%
ADPI	Mid-cap Buyout	JLL Partners	0% - 1%
Avaya	Large-cap Buyout	TPG / Silver Lake Partners	0% - 1%
Blue Coat Systems	Mid-cap Buyout	Thoma Bravo	0% - 1%
Boa Vista	Mid-cap Buyout	TMG Capital	0% - 1%
Capsugel	Large-cap Buyout	KKR	1% - 2%
CoAdvantage	Mid-cap Buyout	Compass Investment Partners	0% - 1%
CommScope	Large-cap Buyout	Carlyle Group	0% - 1%
Delltek	Mid-cap Buyout	Thoma Bravo	0% - 1%
Digital Insight	Mid-cap Buyout	Thoma Bravo	0% - 1%
Edgen Group	Mid-cap Buyout	Jefferies Capital Partners	1% - 2%
Energy Future Holdings	Large-cap Buyout	KKR / TPG	0% - 1%
Fairmount Minerals	Mid-cap Buyout	American Securities Partners	0% - 1%
First Data	Large-cap Buyout	KKR	0% - 1%
Firth Rixson Equity	Mid-cap Buyout	Carlyle Group	0% - 1%
Formation Energy	Mid-cap Buyout	Lindsay Goldberg	0% - 1%
Freescale Semiconductor	Large-cap Buyout	Blackstone / Carlyle/ Permira / TPG	0% - 1%
Gabriel Brothers	Special Situations	A&M Capital	0% - 1%
Gardner Denver	Large-cap Buyout	KKR	0% - 1%
GazTransport & Technigaz	Mid-cap Buyout	Hellman & Friedman	0% - 1%
Group Ark Insurance	Mid-cap Buyout	Aquiline Capital Partners	3% - 4%

Company Name	Asset Class	Lead Sponsor	% of NBPE NAV
Insurance Industry Loss Warranties	Mid-cap Buyout	Cartesian	0% - 1%
INTO University Partnerships	Mid-cap Buyout	Leeds Equity Partners	0% - 1%
J.Crew Group	Large-cap Buyout	TPG / Leonard Green	0% - 1%
Kyobo Life Insurance	Mid-cap Buyout	Corsair Capital Partners	0% - 1%
Oticas Carol	Growth / Venture	3i Brazil	0% - 1%
Pepcom	Mid-cap Buyout	STAR	0% - 1%
Press Ganey Associates	Mid-cap Buyout	Vestar Capital	0% - 1%
RAC	Large-cap Buyout	Carlyle Group	0% - 1%
Revspring	Mid-cap Buyout	Compass Investment Partners	0% - 1%
Sabre	Large-cap Buyout	TPG / Silver Lake Partners	3% - 4%
Saguaro Resources	Mid-cap Buyout	Pine Brook	0% - 1%
Salient Solutions	Mid-cap Buyout	Frontenac Company	0% - 1%
Seventh Generation	Growth / Venture	Catamount Ventures	0% - 1%
Shelf Drilling	Mid-cap Buyout	Castle Harlan Partners	0% - 1%
Swissport	Mid-cap Buyout	PAI	0% - 1%
Syniverse	Large-cap Buyout	Carlyle Group	0% - 1%
Taylor Precision Products	Mid-cap Buyout	Centre Partners	0% - 1%
The SI Organization	Mid-cap Buyout	Veritas Capital	0% - 1%
TPF Genco	Mid-cap Buyout	Tenaska Capital Management	1% - 2%
Univar	Large-cap Buyout	Clayton, Dublier & Rice	0% - 1%

Note: As of 31 October 2013 (unaudited, re-stated).

## Direct Yielding Investment Portfolio

Approximately \$179.6 million of direct yielding investments generating a current cash yield of 9.5%

\$179.6 million of fair value

30% of NAV

INVESTMENT NAME <sup>1</sup>	SECURITY DETAILS	INVESTMENT DATE	FAIR VALUE	CASH + PIK COUPON	CASH YIELD	PIK YIELD	EST. YIELD TO MATURITY
<i>Corporate Debt Investments</i>							
Archroma	Sr. Secured Term Loan (L+8.25%, 1.25% L Floor, 2% OID)	Oct-13	-	9.5%	9.6%	-	-
Blue Coat	Second Lien (L+8.5% Cash, 1% L Floor, 1% OID)	Jul-13	-	9.5%	9.4%	-	-
Deltek	Second Lien (L+8.75% Cash, 1.25% L Floor, 1-1.5% OID)	Oct-12	-	10.0%	9.9%	-	-
Digital Insight	Second Lien (L+7.75% Cash, 1.0% L Floor, 1% OID)	Oct-13	-	9.0%	9.5%	-	-
Evans Network of Companies	Sr. Sub Notes (12% Cash, 2% PIK, 2% OID) & Equity	Jun-12	-	14.0%	11.9%	2.0%	-
Firth Rixson 2011 PIK Notes	Sr. Unsecured PIK (18% PIK)	Nov-11	-	18.0%	-	18.0%	-
Firth Rixson 2012 PIK Notes	Sr. Unsecured PIK (19% PIK, 3.0% OID)	Dec-12	-	19.0%	-	19.0%	-
Firth Rixson Mezzanine	Second Lien (L+9%: 4.5%/4.5% Cash/PIK @99.0) & Equity	May-08	-	12.0%	5.0%	7.0%	-
Heartland Dental <sup>2</sup>	Second Lien (L+8.5% Cash, 1.25% L Floor, 1.5% OID)	Jan-13	-	9.8%	9.7%	-	-
KIK Custom Products	Second Lien (L+8.25% Cash, 1.25% L Floor, 2% OID)	May-13	-	9.5%	9.4%	-	-
Petroleum Place	Second Lien (L+8.75% Cash, 1.25% L Floor, @ 100.5)	Dec-12	-	10.0%	9.9%	-	-
Parsley Energy	Sr. Secured Term Loan (L+11% Cash, 1% L Floor)	Oct-13	-	12.0%	12.0%	-	-
<b>Total Corporate Debt Investments</b>			<b>\$154.8</b>	<b>10.6%</b>	<b>9.2%</b>	<b>1.3%</b>	<b>11.6%</b>
<i>Healthcare Credit Investments</i>							
Term Loan (Genetic Testing)	Senior Secured Loan (First Lien, 10% Cash, 1% Fee)	Jun-13	-	10.0%	10.2%	-	-
Royalty Notes (Internal Medication)	Royalty Backed Note	Jan-13	-	11.0%	11.2%	-	-
Term Loan (PCR)	Senior Secured Loan (First Lien, 10% Cash, 1% Fee)	Aug-12	-	10.0%	8.5%	-	-
Term Loan (Public Company)	Senior Secured Loan (First Lien, 11.5% Cash, 1.5% Fee)	Dec-12	-	11.5%	9.9%	-	-
Royalty Notes (Medication Delivery) <sup>3</sup>	Royalty Backed Note	Feb-12	-	-	-	-	-
Term Loan (Cardiac Device)	Senior Secured Loan (First Lien, 13.5% Cash, 1.5% OID, 1% Fee)	Feb-13	-	13.5%	19.0%	-	-
Royalty Notes (Hormone Therapy)	Royalty Backed Note	Apr-11	-	17.0%	15.5%	-	-
Term Loan (Skin Products Company)	Senior Secured Loan (First Lien, 10.5% Cash, 1.5% Fee)	Jul-13	-	10.5%	10.7%	-	-
<b>Total Healthcare Credit Investments</b>			<b>\$24.8</b>	<b>12.5%</b>	<b>11.9%</b>	<b>-</b>	<b>14.0%</b>
<b>Total Direct Yielding Portfolio</b>			<b>\$179.6</b>	<b>10.8%</b>	<b>9.5%</b>	<b>1.2%</b>	<b>11.9%</b>

Note: As of 31 October 2013 (unaudited, restated).

- The mezzanine debt investments include equity investments completed as part of the mezzanine transaction. The senior secured term loans include warrants acquired during the loan issuance. The fair value in the table above includes the value of these equity investments and warrants, but the cash, PIK and current yields and internal rates of return (IRR) are calculated based on only the debt investments.
- Security details reflect the primary issuance of the Heartland Dental investment. In January 2013, NBPE purchased an additional interest in the second lien debt at 99.5 through a secondary transaction.
- The obligations of medication delivery royalty notes were satisfied in March 2013. NBPE received an initial distribution in March 2013 and expects to receive an additional distribution in Q1 2014. NBPE also received a preferred equity security in connection with the realization of the royalty notes.

## NBPE Fund Investment Portfolio

Mature fund portfolio with approximately \$309.0 million of fair value

Investment Name	Asset Class	Vintage Year	Unfunded Commitment	Fair Value	% of NBPE NAV
NB Crossroads Fund XVIII Mid-cap Buyout	Mid-cap Buyout	Diversified	\$7.7	\$30.2	5.1%
NB Crossroads Fund XVII	Fund XVII (Diversified)	Diversified	1.9	29.4	5.0%
First Reserve Fund XI	Large-cap Buyout	2006	0.1	19.4	3.3%
Centerbridge Credit Partners	Special Situations	2008	0.0	10.2	1.7%
Sankaty Credit Opportunities III	Special Situations	2007	0.0	16.5	2.8%
Platinum Equity Capital Partners II	Special Situations	2007	3.7	14.0	2.4%
OCM Principal Opportunities Fund IV	Mid-cap Buyout	2007	2.0	12.7	2.1%
Avista Capital Partners	Mid-cap Buyout	2006	0.7	11.0	1.8%
NB Crossroads Fund XVIII Large-cap Buyout	Large-cap Buyout	Diversified	2.7	11.4	1.9%
NB Crossroads Fund XVIII Venture Capital	Growth / Venture	Diversified	1.9	9.7	1.6%
Wayzata Opportunities Fund II	Special Situations	2007	18.4	8.1	1.4%
Oaktree Opportunities Fund VIII	Special Situations	2009	0.0	9.5	1.6%
Lightyear Fund II	Mid-cap Buyout	2006	1.4	9.2	1.5%
Catalyst Fund III	Special Situations	2011	6.4	8.9	1.5%
CVI Global Value Fund	Special Situations	2006	0.8	8.4	1.4%
Bertram Growth Capital I	Growth / Venture	2007	1.3	8.1	1.4%
Sun Capital Partners V	Special Situations	2007	2.3	7.7	1.3%
OCM Opportunities Fund VIIb	Special Situations	2008	3.0	8.1	1.4%
NB Crossroads Fund XVIII Special Situations	Special Situations	Diversified	1.3	7.3	1.2%
NB Fund of Funds Secondary 2009	Mid-cap Buyout	2009	1.6	7.1	1.2%
Corsair III Financial Services Capital Partners	Mid-cap Buyout	2007	1.2	6.8	1.2%
Wayzata Opportunities Fund II (Secondary)	Special Situations	2011	5.3	6.0	1.0%
ArcLight Energy Partners Fund IV	Mid-cap Buyout	2007	4.6	4.8	0.8%
NG Capital Partners	Growth / Venture	2010	0.7	6.2	1.0%
Aquiline Financial Services Fund	Mid-cap Buyout	2005	0.0	5.8	1.0%
Trident IV	Mid-cap Buyout	2007	0.6	4.6	0.8%
American Capital Equity II	Mid-cap Buyout	2005	1.2	4.3	0.7%
Carlyle Europe Partners II	Large-cap Buyout	2003	0.8	4.5	0.8%
Doughty Hanson & Co IV	Large-cap Buyout	2003	0.1	3.2	0.5%
Bertram Growth Capital II	Growth / Venture	2010	4.2	4.1	0.7%
Highstar Capital II	Mid-cap Buyout	2004	0.1	2.7	0.5%
J.C. Flowers II	Large-cap Buyout	2006	0.3	2.9	0.5%
Summit Partners Europe Private Equity Fund	Growth / Venture	2010	3.0	2.5	0.4%
Clessidra Capital Partners	Mid-cap Buyout	2004	0.1	1.4	0.2%
Strategic Value Global Opportunities Fund I-A	Special Situations	2010	0.1	0.8	0.1%
Prospect Harbor Credit Partners	Special Situations	2007	0.0	0.7	0.1%
Strategic Value Special Situations Fund	Special Situations	2010	0.0	0.5	0.1%
Investori Associati III	Mid-cap Buyout	2000	0.5	0.2	0.0%
DBAG Expansion Capital Fund	Growth / Venture	2012	5.1	0.5	0.1%
<b>Total Fund Portfolio</b>			<b>\$85.1</b>	<b>\$309.0</b>	<b>52.1%</b>

Note: As of 31 October 2013 (unaudited, re-stated).

## Equity Co-investment Portfolio Performance

Our current equity co-investment portfolio has generated a 1.24x multiple of invested capital to date

Equity Co-investments					
(\$ in millions) Asset Class	# of Unique Equity Co-investments	Realized Proceeds	31 Oct 2013 Fair Value	Total Value to Paid-in Capital	% of Fair Value
Mid-cap Buyout & Growth Equity	29	\$13.4	\$102.2	1.37x	62.1%
Large-cap Buyout & Special Situations	13	6.8	62.3	1.08x	37.9%
<b>Total Equity Co-investments</b>	<b>42</b>	<b>\$20.2</b>	<b>\$164.6</b>	<b>1.24x</b>	<b>100.0%</b>

Equity Co-investments					
(\$ in millions) Multiple Range	# of Unique Equity Co-investments	Realized Proceeds	31 Oct 2013 Fair Value	Total Value to Paid-in Capital	% of Fair Value
Greater than 2.0x	6	\$4.4	\$47.4	2.33x	28.8%
>1.0x to 2.0x	21	13.6	82.7	1.37x	50.2%
Cost	6	-	15.4	1.00x	9.4%
0.5x to <1.0x	7	2.2	14.4	0.71x	8.8%
Less than 0.5x	2	-	4.6	0.27x	2.8%
<b>Total Equity Co-investments</b>	<b>42</b>	<b>\$20.2</b>	<b>\$164.6</b>	<b>1.24x</b>	<b>100.0%</b>

Note: As of 31 October 2013 (unaudited, re-stated).



## Equity Co-investment Portfolio Performance (continued)

Continued

(\$ in millions) Vintage Year	Equity Co-investments					% of Fair Value
	# of Unique Equity Co-investments	Realized Proceeds	31 Oct 2013 Fair Value	Total Value to Paid-in Capital		
2006 & 2007	9	\$3.5	\$64.3	1.05x	39.1%	
2008 & 2009	4	3.2	7.9	1.64x	4.8%	
2010	5	3.7	11.0	1.63x	6.7%	
2011	7	4.6	31.9	1.61x	19.4%	
2012	8	4.9	24.7	1.33x	15.0%	
2013	9	0.3	24.8	1.07x	15.1%	
<b>Total Equity Co-investments</b>	<b>42</b>	<b>\$20.2</b>	<b>\$164.6</b>	<b>1.24x</b>	<b>100.0%</b>	

Note: As of 31 October 2013 (unaudited, re-stated). The chart reflects only the number of unique unrealized portfolio companies.

## NBPE Credit Facility & Covenants

As of 31 October 2013, NBPE has borrowed \$10 million under the credit facility

### Total Asset Ratio

Not to exceed 50%

### Secured Asset Ratio

Not to exceed 80%

### Commitment Ratio

If total asset ratio >25% and commitment ratio is >130%, then NBPE is restricted from making new private equity investments

Total Debt + Current Liabilities

Restricted NAV + Cash & Equivalents

*(Restricted NAV is the value of private equity investments less any excluded value)*

**Total Asset Ratio = 3.6%**

Total Debt + Current Liabilities

Secured Assets

*(Secured assets are the value of secured private equity investments plus cash and equivalents)*

**Secured Asset Ratio = 5.2%**

Potential Total Exposure

Shareholder's Equity + Total Credit Facility

*(Potential total exposure is the value of private equity investments plus unfunded private equity commitments)*

**Commitment Ratio = 108.6%**

- NBPE has a revolving credit facility with Lloyds Banking Group for up to \$200 million with a term expiring in April 2017
  - Borrowings under the credit facility bear interest at tiered rates based on loan value
    - LIBOR/EURIBOR plus 2.80% per annum for loan value less than or equal to \$65 million
    - LIBOR/EURIBOR plus 3.30% per annum for loan value in excess of \$65 million and less than or equal to \$150 million
    - LIBOR/EURIBOR plus 3.65% per annum for a loan value greater than \$150 million

*Note: As of 31 October 2013 (unaudited, re-stated).*

## Endnotes

---

1. The diversification analysis by asset class and investment type is based on the fair value of underlying fund investments and direct/co-investments. Determinations regarding asset class and investment type represent the Investment Manager's estimates. Accordingly, the actual diversification of our investment portfolio and the diversification of our investment portfolio on an ongoing basis may vary from the foregoing information. For the NB Alternatives Direct Co-investment Program and the NB Healthcare Credit Investment Program commitments, total exposure only reflects the funded investments to date. Unfunded amounts and unfunded percentages within each of these programs are excluded from the analysis, as capital deployment is opportunistic and cannot be accurately forecast at this time.
2. The diversification analysis by geography is based on the diversification of underlying portfolio company investments at fair value as estimated by the Investment Manager. Determinations regarding geography and industry also represent the Investment Manager's estimates. Accordingly, the actual diversification of our investment portfolio and the diversification of our investment portfolio on an ongoing basis may vary from the foregoing information. For the NB Alternatives Direct Co-investment Program and the NB Healthcare Credit Investment Program commitments, total exposure only reflects the funded investments to date. Unfunded amounts and unfunded percentages within each of these programs are excluded from the analysis, as capital deployment is opportunistic and cannot be accurately forecast at this time.
3. Guidance regarding NBPE's future portfolio and performance is a target only and not a profit forecast. There can be no assurance that this target will be met or that the Company will make any future distributions whatsoever. Any such changes will be notified to shareholders through a regulatory information service. NBPE's Board of Directors will continue to evaluate the Company's financial position, annual dividend target and the timing of future dividends. Future dividend payments will be announced by NBPE after the Board of Directors have completed such evaluation.

## Legal Disclaimer

---

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

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

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

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

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

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

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

## Legal Disclaimer

### Continued

THE PROMOTION OF NBPE AND THE DISTRIBUTION OF THIS DOCUMENT AND THE PRESENTATION IN THE UNITED KINGDOM IS RESTRICTED BY LAW. ACCORDINGLY, THIS COMMUNICATION IS DIRECTED ONLY AT (I) PERSONS OUTSIDE THE UNITED KINGDOM TO WHOM IT IS LAWFUL TO COMMUNICATE TO, OR (II) PERSONS HAVING PROFESSIONAL EXPERIENCE IN MATTERS RELATING TO INVESTMENTS WHO FALL WITHIN THE DEFINITION OF "INVESTMENT PROFESSIONALS" IN ARTICLE 19(5) OF THE FINANCIAL SERVICES AND MARKETS ACT 2000 (FINANCIAL PROMOTION) ORDER 2005 (AS AMENDED), OR (III) HIGH NET WORTH COMPANIES, UNINCORPORATED ASSOCIATIONS AND PARTNERSHIPS AND TRUSTEES OF HIGH VALUE TRUSTS AS DESCRIBED IN ARTICLE 49(2) OF THE FINANCIAL SERVICES AND MARKETS ACT 2000 (FINANCIAL PROMOTION) ORDER 2005 (AS AMENDED); PROVIDED THAT IN THE CASE OF PERSONS FALLING INTO CATEGORIES (II) OR (III), THE COMMUNICATION IS ONLY DIRECTED AT PERSONS WHO ARE ALSO "QUALIFIED INVESTORS" AS DEFINED IN SECTION 86 OF THE FINANCIAL SERVICES AND MARKETS ACT 2000 (EACH A "**RELEVANT PERSON**"). ANY INVESTMENT OR INVESTMENT ACTIVITY TO WHICH THIS COMMUNICATION RELATES IS AVAILABLE ONLY TO AND WILL BE ENGAGED IN ONLY WITH SUCH RELEVANT PERSONS. PERSONS WITHIN THE UNITED KINGDOM WHO RECEIVE THIS COMMUNICATION (OTHER THAN PERSONS FALLING WITHIN (II) AND (III) ABOVE) SHOULD NOT RELY ON OR ACT UPON THIS COMMUNICATION. YOU REPRESENT AND AGREE THAT YOU ARE A RELEVANT PERSON.

NBPE HAS NOT BEEN, AND HAS NO INTENTION TO BE, REGISTERED UNDER THE U.S. INVESTMENT COMPANY ACT OF 1940, AS AMENDED (THE "**INVESTMENT COMPANY ACT**") AND INVESTORS WILL NOT BE ENTITLED TO THE BENEFITS OF THAT ACT. THE SECURITIES DESCRIBED IN THIS DOCUMENT HAVE NOT BEEN AND WILL NOT BE REGISTERED UNDER THE SECURITIES ACT. CONSEQUENTLY, SUCH SECURITIES MAY NOT BE OFFERED OR SOLD IN THE UNITED STATES OR TO U.S. PERSONS (AS SUCH TERM IS DEFINED IN REGULATIONS UNDER THE SECURITIES ACT) UNLESS SUCH SECURITIES ARE REGISTERED UNDER THE SECURITIES ACT OR AN EXEMPTION FROM THE REGISTRATION REQUIREMENT OF THE SECURITIES ACT IS AVAILABLE. NO PUBLIC OFFERING OF THE SECURITIES IS BEING MADE IN THE UNITED STATES.

PROSPECTIVE INVESTORS SHOULD TAKE NOTE THAT ANY SECURITIES MAY NOT BE ACQUIRED BY INVESTORS USING ASSETS OF ANY RETIREMENT PLAN OR PENSION PLAN THAT IS SUBJECT TO PART 4 OF SUBTITLE B OF TITLE I OF THE UNITED STATES EMPLOYEE RETIREMENT INCOME SECURITY ACT OF 1974, AS AMENDED ("**ERISA**") OR SECTION 4975 OF THE UNITED STATES INTERNAL REVENUE CODE OF 1986, AS AMENDED (THE "**CODE**"), ENTITIES WHOSE UNDERLYING ASSETS ARE CONSIDERED TO INCLUDE "PLAN ASSETS" OF ANY SUCH RETIREMENT PLAN OR PENSION PLAN, OR ANY GOVERNMENTAL PLAN, CHURCH PLAN, NON-U.S. PLAN OR OTHER INVESTOR SUBJECT TO ANY STATE, LOCAL, NON-U.S. OR OTHER LAWS OR REGULATIONS SIMILAR TO TITLE I OR ERISA OR SECTION 4975 OF THE CODE OR THAT WOULD HAVE THE EFFECT OF THE REGULATIONS ISSUED BY THE UNITED STATES DEPARTMENT OF LABOR SET FORTH AT 29 CFR SECTION 2510.3-101, AS MODIFIED BY SECTION 3(42) OF ERISA.

THE MERITS OR SUITABILITY OF ANY SECURITIES MUST BE INDEPENDENTLY DETERMINED BY THE RECIPIENT ON THE BASIS OF ITS OWN INVESTIGATION AND EVALUATION OF NBPE, THE INVESTMENT MANAGER, AND NEUBERGER BERMAN. ANY SUCH DETERMINATION SHOULD INVOLVE, AMONG OTHER THINGS, AN ASSESSMENT OF THE LEGAL, TAX, ACCOUNTING, REGULATORY, FINANCIAL, CREDIT AND OTHER RELATED ASPECTS OF THE SECURITIES. RECIPIENTS OF THIS DOCUMENT AND THE PRESENTATION ARE RECOMMENDED TO SEEK THEIR OWN INDEPENDENT LEGAL, TAX, FINANCIAL AND OTHER ADVICE AND SHOULD RELY SOLELY ON THEIR OWN JUDGMENT, REVIEW AND ANALYSIS IN EVALUATING NBPE, THE INVESTMENT MANAGER, AND NEUBERGER BERMAN, AND THEIR BUSINESS AND AFFAIRS.

THIS DOCUMENT AND THE PRESENTATION MAY CONTAIN CERTAIN FORWARD-LOOKING STATEMENTS. FORWARD-LOOKING STATEMENTS RELATE TO EXPECTATIONS, BELIEFS, PROJECTIONS, FUTURE PLANS AND STRATEGIES, ANTICIPATED EVENTS OR TRENDS AND SIMILAR EXPRESSIONS CONCERNING MATTERS THAT ARE NOT HISTORICAL FACTS. IN SOME CASES, FORWARD-LOOKING STATEMENTS CAN BE IDENTIFIED BY TERMS SUCH AS "ANTICIPATE", "BELIEVE", "COULD", "ESTIMATE", "EXPECT", "INTEND", "MAY", "PLAN", "POTENTIAL", "SHOULD", "WILL", AND "WOULD", OR THE NEGATIVE OF THOSE TERMS OR OTHER COMPARABLE TERMINOLOGY. THE FORWARD-LOOKING STATEMENTS ARE BASED ON NBPE'S AND/OR NEUBERGER BERMAN'S BELIEFS, ASSUMPTIONS AND EXPECTATIONS OF FUTURE PERFORMANCE AND MARKET DEVELOPMENTS, TAKING INTO ACCOUNT ALL INFORMATION CURRENTLY AVAILABLE. THESE BELIEFS, ASSUMPTIONS, AND EXPECTATIONS CAN CHANGE AS A RESULT OF MANY POSSIBLE EVENTS OR FACTORS, NOT ALL OF WHICH ARE KNOWN OR ARE WITHIN NBPE'S OR NEUBERGER BERMAN'S CONTROL. IF A CHANGE OCCURS, NBPE'S BUSINESS, FINANCIAL CONDITION, LIQUIDITY AND RESULTS OF OPERATIONS MAY VARY MATERIALLY FROM THOSE EXPRESSED IN FORWARD-LOOKING STATEMENTS. SOME OF THE FACTORS THAT COULD CAUSE ACTUAL RESULTS TO VARY FROM THOSE EXPRESSED IN FORWARD-LOOKING STATEMENTS, INCLUDE, BUT ARE NOT LIMITED TO: THE FACTORS DESCRIBED IN THIS DOCUMENT AND THE PRESENTATION; THE RATE AT WHICH NBPE DEPLOYS ITS CAPITAL IN INVESTMENTS AND ACHIEVES EXPECTED RATES OF RETURN; NBPE'S AND THE INVESTMENT MANAGER'S ABILITY TO EXECUTE NBPE'S INVESTMENT STRATEGY, INCLUDING THROUGH THE IDENTIFICATION OF A SUFFICIENT NUMBER OF APPROPRIATE INVESTMENTS; THE CONTINUATION OF THE INVESTMENT MANAGER AS MANAGER OF NBPE'S INVESTMENTS, THE CONTINUED AFFILIATION WITH NEUBERGER BERMAN OF ITS KEY INVESTMENT PROFESSIONALS; NBPE'S FINANCIAL CONDITION AND LIQUIDITY; CHANGES IN THE VALUES OF OR RETURNS ON INVESTMENTS THAT THE NBPE MAKES; CHANGES IN FINANCIAL MARKETS, INTEREST RATES OR INDUSTRY, GENERAL ECONOMIC OR POLITICAL CONDITIONS; AND THE GENERAL VOLATILITY OF THE CAPITAL MARKETS AND THE MARKET PRICE OF NBPE'S SHARES.

BY THEIR NATURE, FORWARD-LOOKING STATEMENTS INVOLVE KNOWN AND UNKNOWN RISKS AND UNCERTAINTIES BECAUSE THEY RELATE TO EVENTS, AND DEPEND ON CIRCUMSTANCES THAT MAY OR MAY NOT OCCUR IN THE FUTURE. FORWARD-LOOKING STATEMENTS ARE NOT GUARANTEES OF FUTURE PERFORMANCE. ANY FORWARD-LOOKING STATEMENTS ARE ONLY MADE AS AT THE DATE OF THIS DOCUMENT AND THE PRESENTATION, AND NEITHER NBPE NOR THE INVESTMENT MANAGER ASSUMES ANY OBLIGATION TO UPDATE FORWARD-LOOKING STATEMENTS SET FORTH IN THIS DOCUMENT WHETHER AS A RESULT OF NEW INFORMATION, FUTURE EVENTS, OR OTHERWISE, EXCEPT AS REQUIRED BY LAW OR OTHER APPLICABLE REGULATION. IN LIGHT OF THESE RISKS, UNCERTAINTIES, AND ASSUMPTIONS, THE EVENTS DESCRIBED BY ANY SUCH FORWARD-LOOKING STATEMENTS MIGHT NOT OCCUR. NBPE QUALIFIES ANY AND ALL OF THEIR FORWARD-LOOKING STATEMENTS BY THESE CAUTIONARY FACTORS. PLEASE KEEP THIS CAUTIONARY NOTE IN MIND WHILE READING THIS DOCUMENT.

## Legal Disclaimer

---

### Continued

BY ATTENDING THE PRESENTATION TO WHICH THIS DOCUMENT RELATES YOU WILL BE DEEMED TO HAVE REPRESENTED, WARRANTED AND UNDERTAKEN FOR THE BENEFIT OF NBPE, THE INVESTMENT MANAGER, NEUBERGER BERMAN AND OTHERS THAT (A) YOU ARE OUTSIDE OF THE UNITED STATES AND ARE AN "INVESTMENT PROFESSIONAL" (AS DEFINED ABOVE), (B) YOU HAVE READ AND AGREE TO COMPLY WITH THE CONTENTS OF THIS NOTICE, YOU WILL KEEP THE INFORMATION IN THIS DOCUMENT AND DELIVERED DURING ANY ACCOMPANYING DOCUMENT AND ALL INFORMATION ABOUT NEUBERGER BERMAN CONFIDENTIAL, AND WILL NOT REPRODUCE OR DISTRIBUTE, IN WHOLE OR IN PART, (DIRECTLY OR INDIRECTLY) ANY SUCH INFORMATION, UNTIL SUCH INFORMATION HAS BEEN MADE PUBLICLY AVAILABLE AND TAKE ALL REASONABLE STEPS TO PRESERVE SUCH CONFIDENTIALITY, AND (C) YOU ARE PERMITTED, IN ACCORDANCE WITH APPLICABLE LAWS, TO RECEIVE SUCH INFORMATION.

NBPE IS ESTABLISHED AS A CLOSED-END INVESTMENT COMPANY IN GUERNSEY AND IS REGISTERED WITH THE DUTCH AUTHORITY FOR THE FINANCIAL MARKETS AS A COLLECTIVE INVESTMENT SCHEME WHICH MAY OFFER PARTICIPATIONS IN THE NETHERLANDS PURSUANT TO ARTICLE 2:66 OF THE FINANCIAL MARKETS SUPERVISION ACT (WET OP HET FINANCIEEL TOEZICHT). ALL INVESTMENTS ARE SUBJECT TO RISK. PAST PERFORMANCE IS NO GUARANTEE OF FUTURE RETURNS. PROSPECTIVE INVESTORS ARE ADVISED TO SEEK EXPERT LEGAL, FINANCIAL, TAX AND OTHER PROFESSIONAL ADVICE BEFORE MAKING ANY INVESTMENT DECISION. THE VALUE OF INVESTMENTS MAY FLUCTUATE. RESULTS ACHIEVED IN THE PAST ARE NO GUARANTEE OF FUTURE RESULTS.

THIS DOCUMENT IS ISSUED BY NBPE WHOSE REGISTERED ADDRESS IS AT HERITAGE HALL, PO BOX 225, LE MARCHANT STREET, ST. PETER PORT, GUERNSEY GY1 4HY. NB ALTERNATIVES ADVISERS LLC IS A REGISTERED INVESTMENT ADVISER IN THE UNITED STATES. NEUBERGER BERMAN IS A REGISTERED TRADEMARK. ALL RIGHTS RESERVED. ©2012 NB ALTERNATIVES ADVISERS LLC.