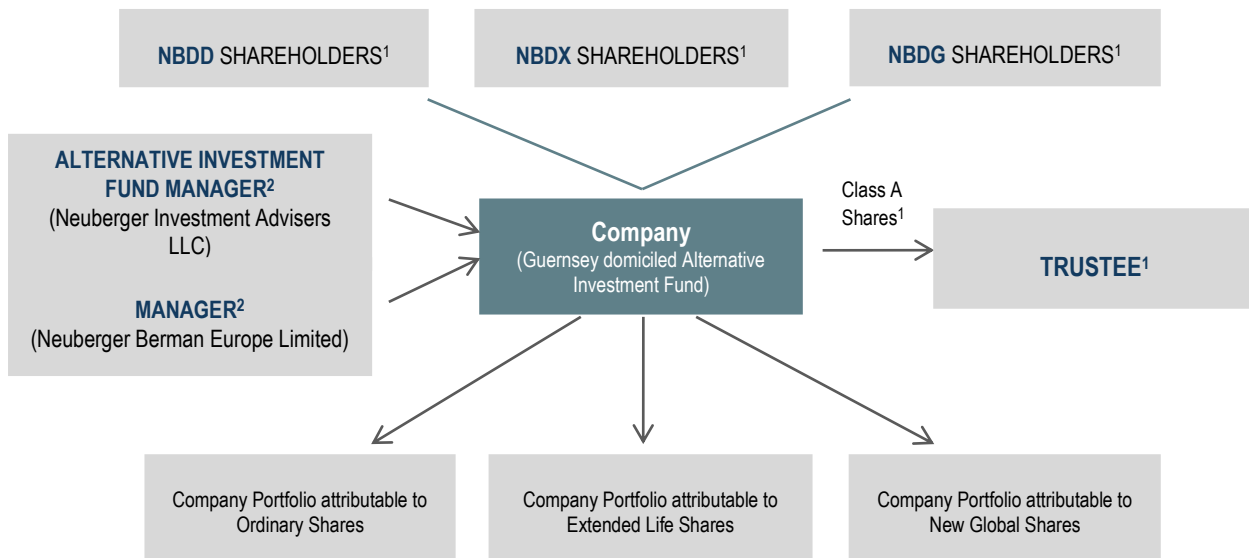


# Business Model

## Principal Activities and Structure

### INVESTMENT STRUCTURE OF THE COMPANY



1 Further information on the Company's capital structure can be found in the Company's Structure section of these Financial Statements  
2 Further information on the Company's investment management arrangements can be found in the Strategic report.

## Business Model (continued)

### Typical Life Cycle of a Distressed Debt Investment

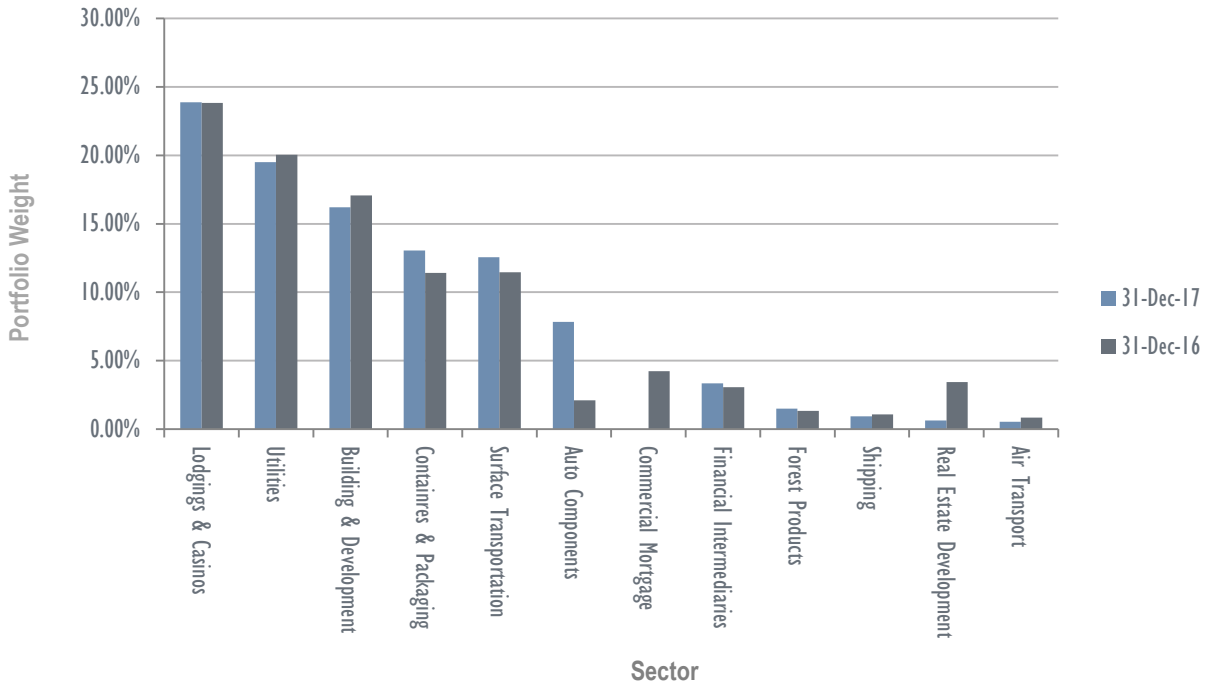


<sup>1</sup> Negotiations can take place within bankruptcy or creditors can negotiate with the company to agree on a pre-packaged bankruptcy whereby the plan of reorganisation is negotiated before the company files for bankruptcy protection (this has become more common).

## Portfolio Information

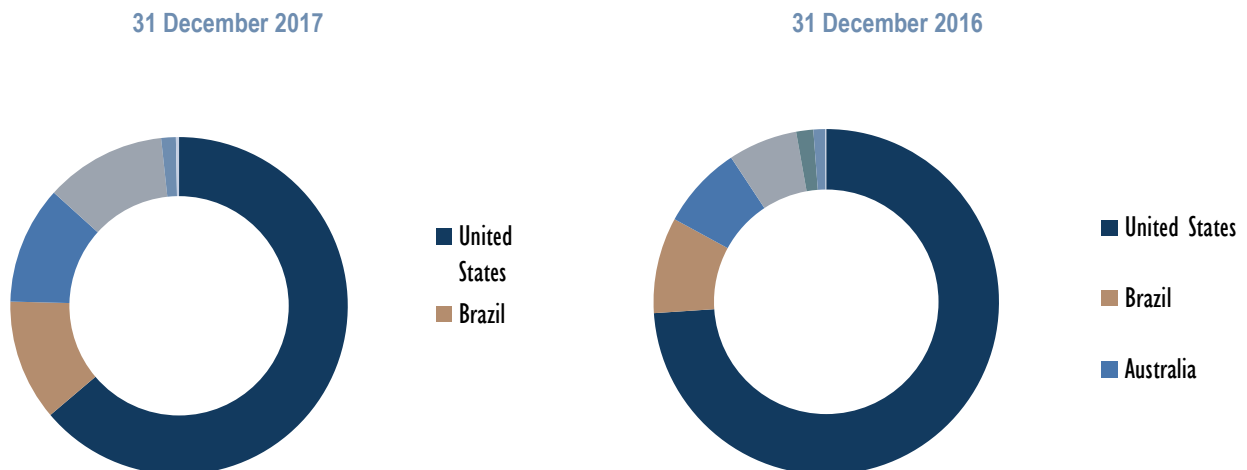
### Ordinary Share Class

#### Sector Breakdown<sup>1</sup>



<sup>1</sup> Categorisations determined by Neuberger Berman; percentages determined by Neuberger Berman and U.S. Bancorp Fund Services (Guemsey) Limited / Quintillion Limited as Administrator / Sub-Administrator to the Company. Please note that irrespective of the "sector" in which an investment is made, the underlying assets constituting the collateral for the investment comprise real estate assets in a majority of cases. As a result, NBDD's overall exposure to the real estate sector may be more than its actual direct exposure to that sector.

#### Country Breakdown<sup>2</sup>

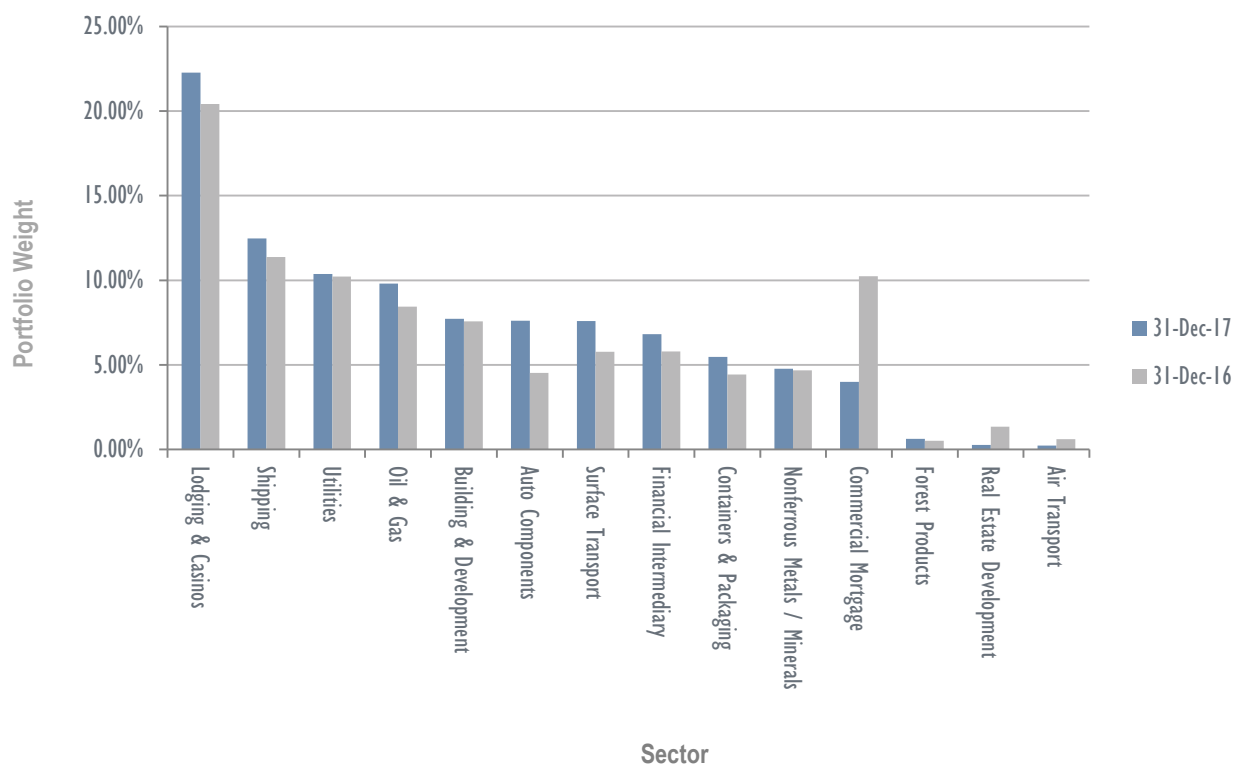


<sup>2</sup> Categorisations determined by Neuberger Berman and percentages determined by the Administrator, based on market values at 31 December 2017 and 31 December 2016.

## Portfolio Information (continued)

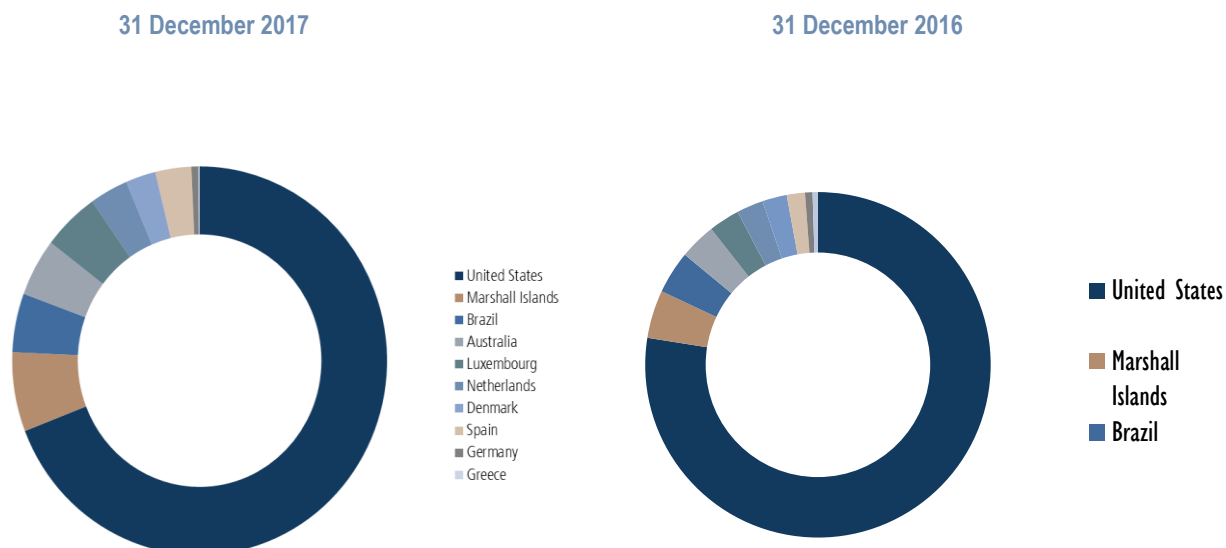
### Extended Life Share Class

#### Sector Breakdown<sup>1</sup>



<sup>1</sup> Categorisations determined by Neuberger Berman; percentages determined by Neuberger Berman and U.S. Bancorp Fund Services (Guemsey) Limited / Quintillion Limited as Administrator / Sub-Administrator to the Company. Please note that irrespective of the "sector" in which an investment is made, the underlying assets constituting the collateral for the investment comprise real estate assets in a majority of cases. As a result, NBDX's overall exposure to the real estate sector may be more than its actual direct exposure to that sector.

#### Country Breakdown<sup>2</sup>

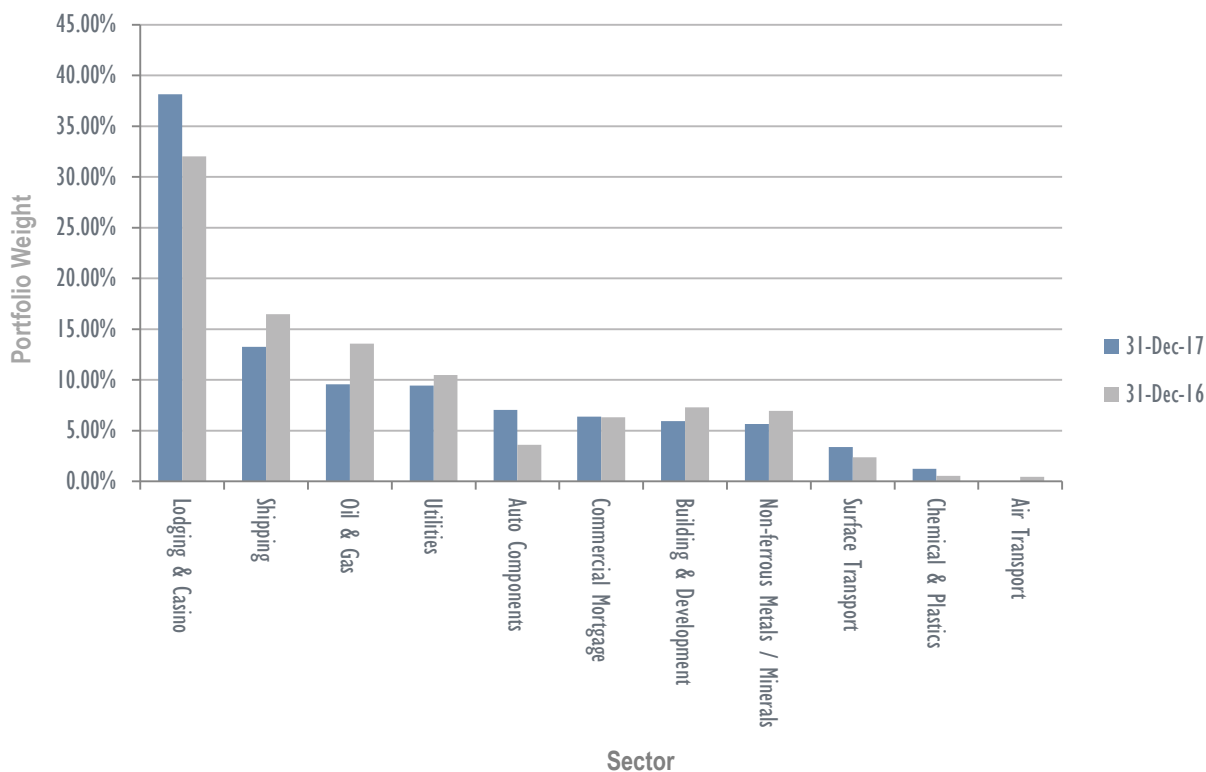


<sup>2</sup> Categorisations determined by Neuberger Berman and percentages determined by the Administrator, based on market values at 31 December 2017 and 31 December 2016.

## Portfolio Information (continued)

### New Global Share Class

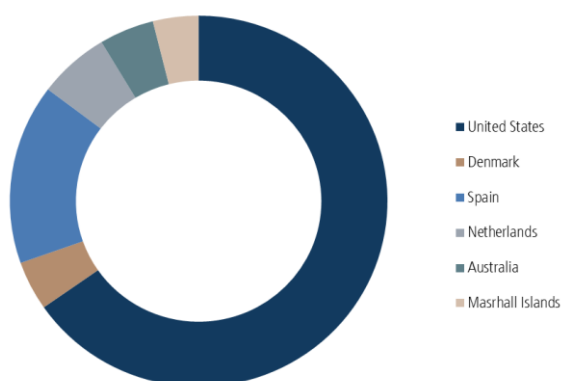
#### Sector Breakdown<sup>1</sup>



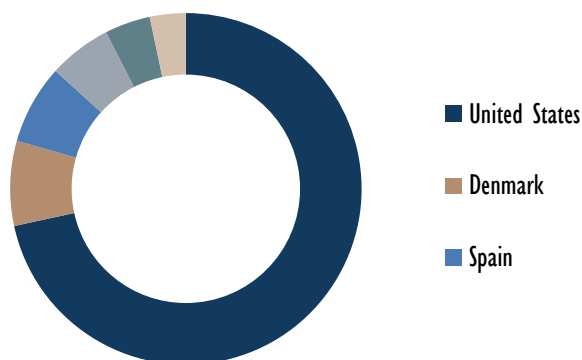
<sup>1</sup> Categorisations determined by Neuberger Berman; percentages determined by Neuberger Berman and U.S. Bancorp Fund Services (Guemsey) Limited / Quintillion Limited as Administrator / Sub-Administrator to the Company. Please note that irrespective of the "sector" in which an investment is made, the underlying assets constituting the collateral for the investment comprise real estate assets in a majority of cases. As a result, NBDG's overall exposure to the real estate sector may be more than its actual direct exposure to that sector.

#### Country Breakdown<sup>2</sup>

31 December 2017



31 December 2016



<sup>2</sup> Categorisations determined by Neuberger Berman and percentages determined by the Administrator, based on market values at 31 December 2017 and 31 December 2016.