

# US Strategic Income Fund

USD I Accumulating Class

29 April 2016

## MORNINGSTAR RATING™

★★★★

## FUND OBJECTIVE

To increase the value of your shares through a combination of growth and income from investments in both investment grade and high yield sovereign and corporate bonds (debt securities).

Investment grade refers to sovereign and corporate bond issuers with a higher credit rating. High yield bonds have a lower credit rating because they carry a greater risk of not being paid back. High yield bonds typically offer a higher income to make them attractive to investors.

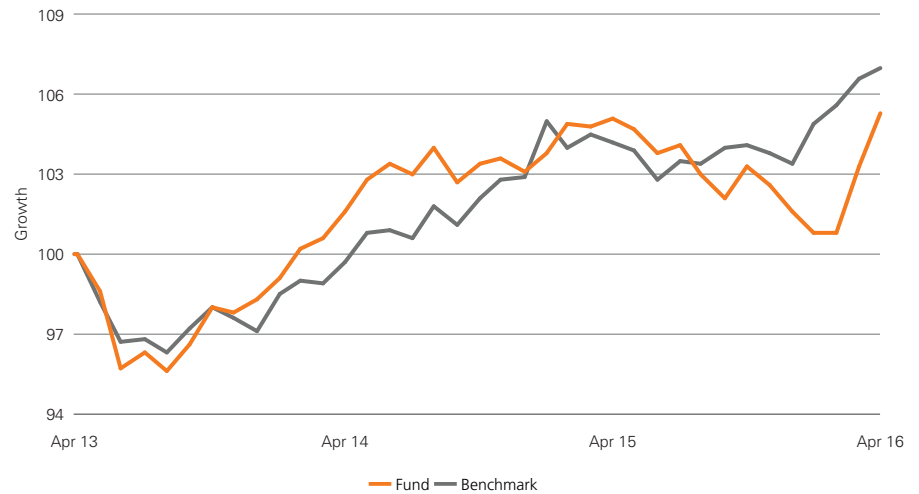
## MANAGEMENT TEAM

**Andrew A. Johnson**  
Lead Portfolio Manager

## FUND FACTS

Inception Date	26 April 2013
Base Currency (Fund)	USD
Base Currency (Share)	USD
Fund AUM (USD Mn)	567.92
NAV (class ccy)	10.53
Domicile	Ireland
Listing	Ireland
Vehicle	UCITS
Valuation	Daily
Settlement (subscription)	T+3
Trading Deadline	15:00 (Dublin time)
Regulator	Central Bank of Ireland
Management Fee	0.50%
TER	0.70%
Initial Sales Charge (Max)	0.00%
Bloomberg	NBUSIAC ID
ISIN	IE00B8HX1V50
Morningstar Category™	USD Flexible Bond
Benchmark	Barclays U.S. Aggregate Bond Index

## CUMULATIVE PERFORMANCE



CUMULATIVE (%) <sup>1</sup>	1m	3m	YTD	1y	3y	5y	SI <sup>3</sup>
Fund	1.94	4.46	3.64	0.19	5.30	-	5.30
Benchmark	0.38	2.02	3.43	2.72	7.02	-	7.00

ANNUALISED (%) <sup>1</sup>	1y	3y	5y	SI <sup>3</sup>
Fund	0.19	1.74	-	1.73
Benchmark	2.72	2.29	-	2.28

CALENDAR (%) <sup>2</sup>	2011	2012	2013	2014	2015	2016
Fund	-	-	-	4.88	-1.45	3.64
Benchmark	-	-	-	5.97	0.55	3.43

<sup>1</sup>Performance to latest month end. YTD - Year to Date, SI - Since Inception.

<sup>2</sup>Performance for the current calendar year is the year to date performance up to the reporting month end.

<sup>3</sup>Performance from 26 April 2013 to latest month end.

Fund performance is representative of USD I Accumulating Class and is net of fees.

**Past performance is not indicative of future results.**

## SECTOR ALLOCATIONS % (MV)

	Fund	Bmrk
US IG Credit	25.35	30.51
U.S. High Yield	23.65	0.00
US MBS	19.81	28.01
Non - Agency RMBS	18.98	0.58
US Nominal Treasury	7.83	36.49
US TIPS	7.31	0.00
Global Treasuries	4.77	0.00
Emerging Market	3.61	0.00
US Senior Floating Rate Loans	3.44	0.00
CMBS	2.09	1.76

## CONTACT

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\*Calls are recorded

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## CHARACTERISTICS

	Fund	Bmrk
Weighted Average Yield to Maturity (%)	4.88	2.09
Weighted Average Yield to Worst (%)	4.82	2.09
Effective Duration (years)	4.66	5.56
S&P Rating	BBB	AA

## CREDIT QUALITY % (MV)

	Fund	Bmrk
AAA	18.86	71.89
AA	1.50	3.68
A	2.76	11.23
BBB	23.61	13.18
BB	12.62	0.00
B	34.02	0.00
CCC	4.72	0.00
CC	0.42	0.00
C	0.00	0.00
D	0.46	0.00
Not rated	0.25	0.01
Cash Equivalents (%)	0.74	0.00

Barclays generic quality rating based on the conservative average of Moody's, S&P, and Fitch. If Moody's, S&P and Fitch all provide a credit rating, the rating is the median of the three agency ratings. If only two agencies provide ratings, the rating is the more conservative rating. If only one agency provides a rating, then the rating reflects that agency's rating.

## REGIONAL ALLOCATIONS % (MV)

	Fund	Bmrk
North America	86.79	92.19
Europe ex-UK	4.73	3.80
Emerging Latin America	3.44	1.09
Emerging Asia + MEA	2.16	0.76
Asia Pacific ex-Japan	1.45	0.38
UK	0.74	0.95
Emerging Europe	0.68	0.46
Other	0.09	0.03
Japan	-0.09	0.34

## ACTIVE CURRENCY POSITIONS %

	Fund	Bmrk
United States Dollar	100.29	100.00
Mexican Peso	1.23	0.00
South Africa Rand	0.40	0.00
New Zealand Dollar	0.20	0.00
Canada Dollar	0.01	0.00
Singapore Dollar	0.00	0.00
Australia Dollar	-0.01	0.00
Great Britain Pound	-0.02	0.00
Japan Yen	-0.09	0.00
Euro	-2.01	0.00

## CONTRIBUTION TO DURATION BY DISTRIBUTION (YEARS)

	Fund	Bmrk
< 1 Year	0.03	0.00
1 - 3 Years	0.63	0.78
3 - 5 Years	0.96	1.16
5 - 7 Years	-0.19	0.67
7 - 10 Years	1.21	0.72
10 - 15 Years	1.43	0.67
15 - 20 Years	0.20	1.20
20+ Years	0.39	0.36

## DURATION DISTRIBUTION % (MV)

	Fund	Bmrk
< 1 Year	19.86	0.41
1 - 3 Years	27.22	35.85
3 - 5 Years	20.14	30.01
5 - 7 Years	7.69	11.13
7 - 10 Years	10.34	8.84
10 - 15 Years	8.88	5.17
15 - 20 Years	4.42	6.86
20+ Years	1.45	1.72

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## I SHARE CLASS DATA

Share Class	Currency	Inception Date	ISIN	Bloomberg	VALOR	Minimum Investment
EUR I Accumulating Class	EUR	22-01-2016	IE00B9154717	NBUSEUI ID	21268962	2,500,000
JPY I Accumulating Class	JPY	26-04-2013	IE00B9F63958	NBUJPIH ID	21268966	250,000,000
JPY I Accumulating Class Unhedged	JPY	26-04-2013	IE00B9C7XK23	NBUSJPI ID	21268971	250,000,000
JPY I CG Distributing Class	JPY	10-08-2015	IE00BYZFYQ11	NBUSJIC ID	28549675	250,000,000
JPY I Distributing Class	JPY	25-06-2014	IE00BNCBRC28	NBUJPID ID	24788312	250,000,000
USD I (Monthly) Distributing Class	USD	23-06-2015	IE00BTKHBC24	NBUIMDI ID	28549670	2,500,000
USD I Accumulating Class	USD	26-04-2013	IE00B8HX1V50	NBUSIAC ID	21268998	2,500,000
USD I Distributing Class	USD	10-12-2014	IE00B9DN9Q73	NBUSIDI ID	21268999	2,500,000

Some share classes listed are subject to restrictions: please refer to the Fund's prospectus for further details.

## RISK CONSIDERATIONS

Fixed income securities are subject to the risk of an issuer's ability to meet principal and interest payments on the obligation (credit risk) and may also be subject to price volatility due to such factors as interest rate sensitivity, market perception of the creditworthiness of the issuer and general market liquidity (market risk). Fixed income securities are also exposed to the risk that their or their issuers' credit ratings may be downgraded, which can cause a significant drop in the value of such securities.

Debt securities of Emerging Market Countries may be subject to greater risk of loss of principal and interest than debt securities issued by obligors in developed countries and may be considered to be predominantly speculative with respect to the issuer's capacity to pay interest and repay principal.

Investors who subscribe in a currency other than the base currency of the Fund are exposed to currency risk. Fluctuations in these exchange rates may affect the return on investment.

## DISCLAIMER

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The sub-investment manager for the US Strategic Income Fund is Neuberger Berman Investment Advisers LLC.

Neuberger Berman Investment Funds plc (the "Fund") is authorised by the Central Bank of Ireland (the "Central Bank") as an Undertaking for Collective Investment in Transferable Securities under the European Communities ("UCITS") Regulations 2011 (S.I. 352 of 2011) of Ireland, as amended.

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Past performance is not indicative of future results. For details of the investment risks, which may include but are not limited to liquidity, interest rate, credit and currency risk, see the current prospectus.

Please note that any dividends/interest which the Fund may receive may be subject to withholding tax. The benchmark does not take into account the effects of tax and the deduction is therefore not reflected in the benchmark return illustrated herein. The investment objective and performance benchmark is a target only and not a guarantee of the Fund performance. The index is unmanaged and cannot be invested in directly. Index returns assume reinvestment of dividends and capital gains and unlike fund returns do not reflect fees or expenses. Adverse movements in currency exchange rates can result in a decrease in return and a loss of capital. The investments of each portfolio may be fully hedged into the portfolio's base currency: this may reduce currency risks but may also expose the portfolio to other risks such as the default of a counterparty.

Monthly and weekly Distributing Classes will distribute out of income and may also pay out of capital which will be eroded; investors in these classes should be aware that the payment out of capital may have different tax implications from distributions of income and should seek tax advice. In respect of the C, C1, C2, E and B share classes a contingent deferred sales charge may be payable to the Investment Manager in line with the provisions of the Fund's prospectus.

Following a redemption request, the Fund will seek to make payments within 3 business days of the dealing day, otherwise redemption proceeds will be paid within 10 business days, unless dealing has been temporarily suspended in accordance with the Fund prospectus.

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