

January 2018

IMPORTANT 2017 YEAR END TAX INFORMATION

U.S. Government Pass-Through

Most states allow “pass-through” treatment of interest on U.S. government and, in some cases, U.S. government agency obligations for mutual funds meeting certain requirements. This means that a portion of the dividends paid by a fund may not be subject to state income tax.

The following percentages of ordinary income received by shareholders in 2017 (Form 1099-DIV, Box 1a) may be excludable for state income tax purposes based on pass-through of interest earned on U.S. government obligations (direct and indirect) and certain U.S. government agencies. Please check the specific requirements for your state.

| Neuberger Berman Equity Funds® (All Classes) | U.S. Treasury Obligations^(a) | Other Direct U.S. Government Obligations^(b) | Other Indirect U.S. Government Obligations^(c) | Repurchase Agreements |
|---|--|---|---|------------------------------|
| Dividend Growth Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Emerging Markets Equity Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Focus Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Genesis Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Global Equity Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Greater China Equity Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Guardian Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| International Equity Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| International Select Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| International Small Cap Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Large Cap Value Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Mid Cap Growth Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Multi-Cap Opportunities Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Small Cap Growth Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Socially Responsive Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Value Fund | 0.0% | 0.0% | 0.0% | 0.0% |

(Over, for Neuberger Berman Income Funds and Neuberger Berman Alternative Funds information and footnotes)

IMPORTANT 2017 STATE TAX INFORMATION (continued)

| Neuberger Berman Income Funds® (All Classes) | U.S. Treasury Obligations (a) | Other Direct U.S. Government Obligations (b) | Other Indirect U.S. Government Obligations (c) | Repurchase Agreements |
|---|--------------------------------------|---|---|------------------------------|
| Core Bond Fund | 20.7% | 1.1% | 25.1% | 0.0% |
| Core Plus Fund | 23.9% | 0.0% | 16.3% | 0.0% |
| Emerging Markets Debt Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Floating Rate Income Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| High Income Bond Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Short Duration Bond Fund | 6.7% | 0.0% | 4.9% | 0.0% |
| Short Duration High Income Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Strategic Income Fund | 16.4% | 0.0% | 1.8% | 0.0% |
| Unconstrained Bond Fund | 17.7% | 0.0% | 6.0% | 0.0% |

| Neuberger Berman Alternative Funds® (All Classes) | U.S. Treasury Obligations (a) | Other Direct U.S. Government Obligations (b) | Other Indirect U.S. Government Obligations (c) | Repurchase Agreements |
|--|--------------------------------------|---|---|------------------------------|
| Absolute Return Multi-Manager Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Global Allocation Fund | 3.7% | 0.4% | 1.0% | 0.0% |
| Hedged Option Premium Strategy Fund | 39.1% | 0.0% | 0.0% | 0.0% |
| Long Short Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Long Short Credit Fund | 0.0% | 0.0% | 0.0% | 0.0% |
| Multi-Asset Income Fund | 9.1% | 0.9% | 2.5% | 0.0% |
| Risk Balanced Commodity Strategy Fund | 0.8% | 0.0% | 0.0% | 0.0% |
| U.S. Equity Index PutWrite Strategy Fund | 12.7% | 0.0% | 0.0% | 0.0% |

(a) U.S. Treasury obligations include bills, notes and bonds.

(b) Other direct U.S. government obligations include Federal Farm Credit Bank, Federal Home Loan Bank, and Student Loan Marketing Association.

(c) Other indirect U.S. government obligations include Federal National Mortgage Association, Government National Mortgage Association, and Federal Home Loan Mortgage Corporation.

Please consult your own tax advisor for details as to how this information should be reflected on your tax returns.