

Neuberger Berman Large Cap Value Portfolio

Portfolio Highlights

Key Features

Conviction-based value investment approach

- A distinct bottom-up approach that integrates both qualitative and fundamental research to seek to identify undervalued U.S. companies
- Seeks to identify attractively valued stocks with improving fundamentals that are not yet fully reflected in the stock price and to identify catalysts that may improve depressed earnings to normalized levels within 12-18 months
- Seeks to construct a sector-diversified and risk-managed portfolio of stocks that has a positive fundamental outlook, attractive valuation, appropriate economic exposure, and clearly defined risk parameters versus the benchmark
- Experienced investment management team

Management Team

Eli M. Salzmann
Portfolio Manager

David Levine, CFA
Portfolio Manager

Investment Performance (%)¹

	QTD	YTD	Annualized Returns (Period Ended 6/30/2020)			
			1 Year	3 Years	5 Years	10 Years
Large Cap Value (Gross of Fees)	17.98	-10.64	-3.86	6.35	7.67	11.38
Large Cap Value (Net of Fees)	17.12	-11.95	-6.66	3.26	4.53	8.16
Russell 1000® Value Index	14.29	-16.26	-8.84	1.82	4.64	10.41

Past performance is no guarantee of future results.

Fee schedule: maximum fee 300 bps annually; 75 bps quarterly.

Portfolio Characteristics

	Large Cap Value	Russell 1000® Value Index
Weighted Average Cap (\$mn)	79,553	113,587
P/E FY1 (x)	19.65	18.88
Dividend Yield (%)	3.33	2.80
Price/Cash Flow	7.60	9.23

Sector Weightings (%)

	Large Cap Value	Russell 1000® Value Index
Communication Services	0.00	9.33
Consumer Discretionary	2.34	6.98
Consumer Staples	5.50	8.12
Energy	11.47	5.28
Financials	23.65	18.52
Health Care	15.57	14.08
Industrials	11.07	12.34
Information Technology	0.00	10.22
Materials	19.68	4.48
Real Estate	3.60	4.75
Utilities	0.00	5.91
Cash	7.12	0.00

Top Ten Holdings (%)

Newmont Corporation	5.13
JPMorgan Chase & Co.	4.80
BHP Group Ltd Sponsored ADR	4.07
Johnson & Johnson	3.84
Caterpillar Inc.	3.75
Citigroup Inc.	3.27
Philip Morris International Inc.	2.99
General Electric Company	2.86
Rio Tinto plc Sponsored ADR	2.67
Southern Copper Corporation	2.64
Total	36.02

Source: FactSet and Neuberger Berman.

¹This Portfolio is available only through a wrap fee or similar program sponsored by a third-party intermediary ("Sponsor") that has engaged Neuberger Berman Investment Advisers LLC ("NBIA") to manage certain of the Sponsor's client accounts on a discretionary basis or to provide the Sponsor with recommendations in the form of model portfolio. Please refer to the attached GIPS® compliant composite presentation, which reflects NBIA's calculations with respect to the Portfolio that are not specific to any Sponsor or client account ("Composite"). Specific client account performance is reflected in the official books and records maintained by the Sponsor or other custodian selected by the Sponsor or client. Performance reflects reinvestment of any dividends and distributions. Representative portfolio information (characteristics, holdings, weightings, etc.) is based upon the Composite. Gross return is shown as supplemental and does not reflect the deduction of advisory fees and other expenses. Investing entails risks, including possible loss of principal. **Past performance is no guarantee of future results.**

Please see Additional Disclosures on page 2, which are a required part of this factsheet.

Investment Performance Disclosure Statement

	Composite		Benchmark	Composite					3 Year Standard Deviation	
	Total Return (% Gross of Fees)	Total Return (% Net of Fees)	Russell 1000 Value Index (%)	No. of Accounts	Market Value (\$, m)	Total Firm Assets (\$, bn)	% of Firm Assets	Internal Dispersion	Composite (%)	Russell 1000 Value Index (%)
YTD Jun-2020	-10.64	-11.95	-16.26	6	5.1	--	--	--	15.51	17.84
2019	21.61	18.07	26.54	≤ 5	3.7	355.8	0.00	--	8.85	11.85
2018	0.75	-2.18	-8.27	≤ 5	1.7	304.1	0.00	--	11.07	10.82
2017	14.38	11.05	13.66	≤ 5	1.7	295.2	0.00	--	12.83	10.20
2016	27.62	23.91	17.34	≤ 5	1.0	255.2	0.00	--	13.44	10.77
2015	-11.36	-13.94	-3.83	≤ 5	0.8	240.4	0.00	--	11.54	10.68
2014	12.45	9.17	13.45	≤ 5	1.0	250.0	0.00	--	9.25	9.20
2013	29.44	25.83	32.53	7	1.2	241.7	0.00	0.27	11.87	12.70
2012	16.25	12.92	17.51	6	0.8	205.0	0.00	0.44	14.76	15.51
2011	1.56	-1.46	0.39	≤ 5	0.8	193.1	0.00	--	18.23	20.69
2010	12.36	9.11	15.51	≤ 5	0.8	102.3	0.00	--	--	--

Compliance Statement

Neuberger Berman Group LLC ("NB", "Neuberger Berman" or the "Firm") claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS® standards. Neuberger Berman has been independently verified for the period January 1, 2011 to December 31, 2019. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS® standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS® standards. Verification does not ensure the accuracy of any specific composite presentation. The verification reports are available upon request.

The GIPS® firm definition was redefined effective January 1, 2011. For prior periods there were two separate firms for GIPS® firm definition purposes and such firms were independently verified for the periods January 1, 1997 to December 31, 2010 and January 1, 1996 to December 31, 2010, respectively.

Definition of the Firm

The firm is currently defined for GIPS® purposes as Neuberger Berman Group LLC, ("NB", "Neuberger Berman" or the "Firm"), and includes the following subsidiaries: Neuberger Berman Investment Advisers LLC, Neuberger Berman Europe Ltd., Neuberger Berman Asia Ltd., Neuberger Berman East Asia Ltd., Neuberger Berman Singapore Pte. Ltd., Neuberger Berman Taiwan Ltd, Neuberger Berman Australia Pty. Ltd., Neuberger Berman Trust Company N.A., Neuberger Berman Trust Company of Delaware N.A., NB Alternatives Advisers LLC and Neuberger Berman Breton Hill ULC.

Policies

Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.

Composite Description

The Managed Account Group ("MAG") Large Cap Value Composite (the "Composite") includes Neuberger Berman's calculations with respect to all wrap fee or similar client accounts of third-party intermediaries (each, a "Sponsor") that are managed on a discretionary basis by Neuberger Berman in the MAG Large Cap Value investment style ("MAG Portfolio"). The Composite is not specific to any Sponsor or client account. Specific client account performance is reflected in the official books and records maintained by the Sponsor or other custodian selected by the Sponsor or the client. The MAG Portfolio is available only through Sponsors that have engaged Neuberger Berman to manage client accounts on a discretionary basis or to provide non-discretionary investment recommendations in the form of a model portfolio. The MAG Portfolio seeks to participate in a diversified portfolio of large capitalization value securities. The Composite was created in July 2014 and the performance inception date is January 1986. From January 1986 through December 1989, the performance track record includes the performance of the Large Cap Value Institutional Composite.

Primary Benchmark Description

The benchmark is the Russell 1000 Value Index (the "Index"). The index measures the performance of the large-cap value segment of the U.S. equity universe. It includes those Russell 1000 companies with lower price-to-book ratios and lower expected growth values. The Russell 1000 Index measures the performance of the large-cap segment of the U.S. equity universe. It is a subset of the Russell 3000 Index and includes approximately 1,000 of the largest securities based on a combination of their market cap and current index membership. The Russell 1000 represents approximately 90% of the U.S. market.

Reporting Currency

Valuations are computed and performance is reported in U.S. Dollars.

Fees

Pure "gross" returns, are presented as supplemental information, and do not reflect the deduction of any trading costs. Fees, or expenses, are presented for comparison purposes only. The Separately Managed Account ("SMA") fee charged by each sponsor typically include all charges for trading costs, portfolio management, custody and other administrative fees. Net returns are calculated by subtracting the hypothetical highest SMA fee charged by each sponsor (300 bps on an annual basis, or 75 bps quarterly) from the "pure" gross composite return.

Fee Schedule

The standard fee schedule in effect is as follows: 3.00% on total assets.

Internal Dispersion

Internal dispersion is calculated using the asset-weighted standard deviation of annual gross returns of those portfolios that were in the Composite for the entire year. Internal dispersion is not calculated if the Composite does not contain at least 6 portfolios for the entire year.

Annualized Standard Deviation

The three-year annualized standard deviation measures the variability of the Composite and the benchmark returns over the preceding 36-month period. The standard deviation is not required for periods prior to 2011.

Additional Disclosures

This material is intended as a broad overview of the portfolio managers' current style, philosophy and process. This material is presented solely for informational purposes and nothing herein constitutes investment, legal, accounting or tax advice, or a recommendation to buy, sell or hold a security. No recommendation or advice is being given as to whether any investment or strategy is suitable for a particular investor. Information is obtained from sources deemed reliable, but there is no representation or warranty as to its accuracy, completeness or reliability. All information is current as of the date of this material and is subject to change without notice. Any views or opinions expressed may not reflect those of the firm as a whole. Third-party economic, market or security estimates or forecasts discussed herein may or may not be realized and no opinion or representation is being given regarding such estimates or forecasts. Certain products and services may not be available in all jurisdictions or to all client types. Unless otherwise indicated, returns shown reflect reinvestment of dividends and distributions. Indexes are unmanaged and are not available for direct investment. Investing entails risks, including possible loss of principal. **Past performance is no guarantee of future results.**

Representative portfolio information (characteristics, holdings, weightings, etc.) is based upon the manager's composite account. For non-UMA accounts, client accounts are individually managed and may vary significantly from composite performance and composite portfolio information. For UMA accounts, accounts are not individually managed and portfolio allocations, actual account holdings, characteristics and performance will vary from composite performance and composite portfolio information, depending on the size of an account, cash flows within an account, client-imposed investment restrictions on an account, the timing of client investments, market, and other factors that may be outside of Neuberger Berman's control. Specific securities identified and described do not represent all of the securities purchased, sold or recommended for advisory clients. It should not be assumed that any investments in securities identified and described were or will be profitable.

Investing in the stocks of even the largest companies involves all the risks of stock market investing, including the risk that they may lose value due to overall market or economic conditions.

Weighted average market capitalization: Market capitalization is the price of the security multiplied by the number of shares. The weighted average market capitalization is the sum of the market caps divided by the percentage weight of the holdings.

Price-to-earnings ratio (P/E): The Price to earnings ratio is calculated by dividing the price of the security by the earnings per share. The higher the PE ratio the more the investor is willing to pay for earnings. A higher PE ratio would imply that earnings will grow higher in the future.

Price-to-cash flow ratio: Similar to the P/E ratio, price-to-cash flow provides a measure of relative value for a company. It is equal to the current price per share divided by annual cash flow per share. This measure deals with cash flow, therefore, the effects of depreciation and other non-cash factors are removed.

Dividend Yield: Dividend Yield is the weighted average of the dividend yields of all the stocks currently held in the Portfolio. The dividend yield of a stock is the sum of the dividends paid per share during the last 12 months divided by the current price.

Please note this represents gross yields of the current holdings in the Portfolio. It does not include expenses and does not reflect the actual yield an investor in the Portfolio would receive over time. Past yields are no guarantee of future yields.

This material is general in nature and is not directed to any category of investors and should not be regarded as individualized, a recommendation, investment advice or a suggestion to engage in or refrain from any investment-related course of action. Investment decisions and the appropriateness of this material should be made based on an investor's individual objectives and circumstances and in consultation with his or her advisors.

FOR MORE INFORMATION REGARDING NEUBERGER BERMAN PORTFOLIOS PLEASE CALL 212.476.5530 OR E-MAIL: MAG@NB.COM.

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