



28 February 2006

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Dear Sirs

## **Nexus4 Topaz Notes – Substitution Summary**

Please find attached a report setting out information in relation to the Substitution of Portfolio Companies that took place on 21 February 2006.

The attached report has been prepared solely on the basis of information provided to Deutsche Bank by the Portfolio Manager, Société Générale Asset Management Alternative Investments SA, and neither Deutsche Bank nor Nexus Bonds Limited is liable for any error or omission in the information contained in the report.

In addition, on 24 February 2006, the credit rating on Dana Corp. (**Dana**), a Portfolio Company in the Nexus4 Topaz Notes portfolio, was lowered by S&P from B+ to CCC+ and by Moody's from B1 to Caa1. In a report published on 24 February 2006 by S&P, S&P stated:

"The downgrade and CreditWatch listing on Toledo, Ohio-based Dana reflects our concerns that, according to published reports, the company has hired a restructuring firm. Dana has not commented on these reports. Standard & Poor's will evaluate the implications of this reported move, as well as the company's progress in completing a crucial new bank deal. If it appears that there has been an adverse shift in management's financial strategies, specifically that they entail a financial restructuring, the ratings could be lowered further despite the company's seemingly adequate near-term liquidity. Alternatively, the company could be upgraded, possibly to the 'B' category, if it completes its new bank deal and if its near-term operating prospects appear reasonable."

For further information and ongoing assessment of Dana, please see the Standard & Poor's website at [www.standardandpoors.com.au](http://www.standardandpoors.com.au).

Yours faithfully

Deutsche Bank AG, Sydney Branch  
(as Operating Agent for Nexus Bonds Limited)

**Nexus4 Topaz Notes**

21/02/2006

**Substitution date**

**Outgoing Portfolio Company Industry classification Moody's**

Company	Industry classification S&P	Moody's Rating	S&P Rating	Senior or sub debt	Country of incorporation
ABB International Finance Limit Diversified/Conglomerate Manufacturing	Industrial equipment	Ba2	BB+	Senior	Switzerland
ACCOR	Hotels, Motels, Inns and Gaming	NR	BBB	Senior	France
Allianz AG	Insurance	Aa3	AA-	Subordinated	Germany
BRITISH TELECOMMUNICATIK Telecommunications	Telecommunications	Baa1	A-	Senior	United Kingdom
CADBURY SCHWEPES Pic	Beverage, Food and Tobacco	Baa2	BBB	Senior	United Kingdom
FRANCE TELECOM	Telecommunications	A3	A-	Senior	France
Federated Retail Holdings, Inc.	Retail Stores	Baa1	NR	Senior	United States
ProSieben Media AG	Broadcasting & Entertainment	Ba1	NR	Senior	Germany

**Incoming Portfolio Company Industry classification Moody's**

Company	Industry classification S&P	Moody's Rating	S&P Rating	Senior or sub debt	Country of incorporation
Continental AG	Automotive	Baa1	BBB+	Senior	Germany
EMI Group Plc	Leisure, Amusement, Entertainment	Ba1	BB+	Senior	United Kingdom
H.J. HEINZ Company	Beverage, Food and Tobacco	Baa1	A-	Senior	United States
Limited Brands, Inc.	Retail Stores	Baa2	BBB	Senior	United States
TUI AG	Diversified/Conglomerate Manufacturing	Ba2	BB+	Senior	Germany
ROYAL & SUN ALLIANCE INSL Insurance	Insurance	Baa2	A-	Subordinated	United Kingdom
TELEFONICA, S.A.	Telecommunications	Baa1	BBB+	Senior	Spain
Telekom Austria AG	Telecommunications	A3	BBB+	Senior	Austria

Net Trading Loss resulting from Substitution

0.02

Resulting Income Factor

100.34