

17 November 2006

The Directors
Nexus Bonds Limited
Level 16, Deutsche Bank Place
Cnr Hunter & Phillip Streets
Sydney NSW 2000
Australia

Deutsche Bank AG
ABN 13 064 165 162
Deutsche Bank Place
Level 16, corner of Hunter & Phillip Streets
Sydney NSW 2000 Australia
GPO Box 7033 Sydney NSW 2001

Tel: 61 2 8258 1234
Fax: 61 2 8258 3632

Direct: 61 2 8258 2978

Dear Sirs

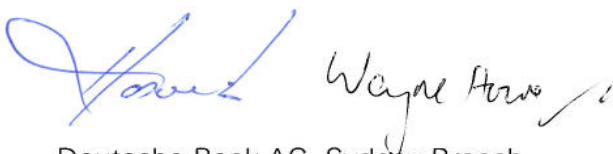
Nexus4 Topaz Notes – Substitution Summary

Please find attached a report setting out information in relation to a Substitution of Portfolio Companies in relation to Nexus4 Topaz Notes (ASX code NXBHD).

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.

Please note this report is in relation to Nexus4 Topaz Notes only and does not relate to Nexus1 Notes (ASX code NXBHA), Nexus2 Notes (NXBHB) nor Nexus3 Notes (NXBHC).

Yours faithfully



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

Nexus4 Topaz Notes**Substitution date**

30-Oct-06

Outgoing Portfolio Company	Industry classification Moody's	Industry classification S&P	Moody's Rating	S&P Rating	Senior or sub debt	Country of incorporation
AMBAC Financial Group	Insurance	Insurance	Aa2	AA	Senior	USA
Essent N.V.	Utilities	Utilities	A2	A+	Senior	NET
Degussa AG	Chemicals, Plastics and Rubber	Chemicals & Plastics	Baa3	BB	Senior	GER
Clear Channel Communications Inc	Printing, Publishing and Broadcasting	Broadcast radio and television	Baa3	BB+	Senior	USA
Incoming Portfolio Company	Industry classification Moody's	Industry classification S&P	Moody's Rating	S&P Rating	Senior or sub debt	Country of incorporation
Lanxess Aktiengesellschaft	Chemicals, Plastic and Rubber	Chemicals & Plastics	Baa3	BBB-	Senior	GER
Marsh & McLennan Companies Inc	Insurance	Insurance	Baa2	BBB	Senior	USA
Thomson	Electronics	Electronics / Electrical	NR	BBB	Senior	FRA
GMAC LLC	Finance	Financial Intermediaries	Ba1	BB	Senior	USA

Previous Income Factor

77.04

Net Trading Gain resulting from Substitutions

-0.05

New Income Factor¹

76.99

1. If there are no other changes to the Income Factor between the date of this notice and the interest period ending 20 November 2006, then the Income Factor of 76.99 will be used to calculate the interest payable on Nexus4 Topaz Notes for that interest period.