



10 May 2007

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The Directors
Nexus Bonds Limited
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Dear Sirs

Nexus4 Topaz Notes – Portfolio substitution and composition report as at 30 March 2007

Attached is the Portfolio substitution and composition report from Deutsche Bank setting out information in respect of the Portfolio as at 30 March 2007.

The report has been prepared solely on the basis of information provided to Deutsche Bank by the Portfolio Manager, Société Générale Asset Management Alternative Investments S.A., and neither Deutsche Bank nor Nexus 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

Two handwritten signatures in black ink. The first signature is on the left and the second is on the right, both appearing to be in cursive.

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



Nexus 4

Topaz Notes

Quarterly report

First Quarter

Alternative Investments



SOCIETE GENERALE
Asset Management

NEXUS4 Topaz Note

First Quarter

SUBSTITUTIONS DURING THE PERIOD & RESULTS

Add	Remove
FKI PLC	RADIOSHACK
EXPEDIA INC	BRITISH AIRWAYS PLC
EMBARQ CORP	HEIDELBERGCEMENT AG
FOSTERS GROUP LTD	MBIA INC
STARWOOD HOTEL & RESORTS WORLDWIDE INC	INTL LEASE FINANCE CORP
CIBA SPECIALTY CHEMICALS INC	KONINKLIJKE AHOLD NV
LEGRAND France	ENECO HOLDING NV
DEUTSCHE TELEKOM AG-REG	GENERAL ELECTRIC CAPITAL CORP

Class	Rate	Participation	Maturity	Previous Income	New Income factor	Change in Income
Nexus4	BBWS 6m	4	10Y	76.9926%	76.9503%	-0.04223%

TOPAZ PORTFOLIO

Reference Entity	Reference Obligation	Industry classification group Moody's	Industry classification group S&P	5 yr Spreads	LT Debt Rating Moody's	LT Debt Rating S&P	Category	Region of incorporation
ACE LTD	ACE 6 04/01/07	Insurance	Insurance	27	A3	A-	Senior	North America
AIR FRANCE		Personal Transportation	Air transport	47	NR	NR	Senior	Europe
ALTRIA GROUP INC	MO 7 11/04/13	Beverage, Food & Tobacco	Beverage & Tobacco	29	Baa1	BBB	Senior	North America
AMCOR LTD	AMCOR 4 1/4 03/11	Containers, Packaging & Glass	Containers & glass products	42	Baa1	BBB	Senior	AustralAsia
AOL TIME WARNER	TWX 6 7/8 05/01/12	Broadcasting & Entertainment	Leisure goods/activities/movies	29	Baa2	BBB+	Senior	North America
ARCELOR FINANCE SCA	LORFP 3 06/27/17	Mining, Steel, Iron & Non Precious Metals	Steel	29	Baa3	BBB	Senior	Europe
ARROW ELECTRONICS INC	ARW 6.875% OF 06/18	Electronics	Electronics/electrical	60	Baa3	BBB-	Senior	North America
AUTOZONE INC	AZO 5 7/8 10/15/12	Retail Stores	Retailers (except food & drug)	31	Baa2	BBB+	Senior	North America
BAE SYSTEMS PLC	BAPLC 10 3/4 11/14	Aerospace & Defense	Aerospace & Defense	14	Baa2	BBB	Senior	Europe
BANCA POPOLARE DI LODI SCRL	BPIIMFloat 11/07	Banking	Financial intermediaries	20	Baa2	A	Subordinated	Europe
BOMBARDIER INC-A		Aerospace & Defense	Aerospace & Defense	176	Ba2	BB	Senior	North America
BOOTS GROUP PLC	BOOTS 1/2 05/26/09	Retail Stores	Food/drug retailers	173	Baa2	BBB	Senior	Europe
EXPEDIA INC		Leisure, Amusement, Entertainment	Leisure goods/activities/movies	138	Baa3	BBB-	Senior	North America
BRITISH AMERICAN TOBACCO PLC	BATSLN 4 7/8 02/09	Beverage, Food & Tobacco	Beverage & Tobacco	24	Baa1	BBB+	Senior	Europe
BRITISH SKY BROADCASTING PLC	BSY 8.2 07/15/09	Broadcasting & Entertainment	Cable & satellite television	27	Baa2	BBB	Senior	Europe
CALTEX AUSTRALIA LIMITED		Oil & Gas	Oil & gas	29	NR	BBB+	Senior	Australasia
CAPITAL ONE FINANCIAL CORP	COF 7 1/8 08/01/08	Banking	Financial intermediaries	50	A3	BBB+	Senior	North America
CARNIVAL CORP	CCL 6.65 01/15/28	Leisure, Amusement, Entertainment	Food/drug retailers	20	A3	A-	Senior	North America
CENTURY TEL INC	CTL 7.875% OF 08/12 [L]	Telecommunications	Telecommunications	60	Baa2	BBB	Senior	North America
CIT GROUP INC	CIT 7 3/4 04/02/12	Banking	Financial intermediaries	46	A2	A	Senior	North America
CNOOC LTD	CNOOC 6 3/8 03/12	Oil & Gas	Oil & gas	12	A2	A-	Senior	AustralAsia
COMCAST CORP-CL A	CMCSA 5 1/2 03/11	Broadcasting & Entertainment	Cable & satellite television	21	Baa2	BBB+	Senior	North America
COMPASS	CPGLN 6 05/29/09	Personal, Food & Miscellaneous	Food service	48	Baa2	BBB+	Senior	Europe
CONTINENTAL AG	CONTI 6 7/8 12/08	Automobile	Automotive	49	Baa1	BBB+	Senior	Europe
COUNTRYWIDE FINANCIAL CORP	CFC 5 5/8 07/15/09	Finance	Financial intermediaries	74	A3	A	Senior	North America
COX COMMUNICATIONS INC-CL A	COX 5.45% OF 12/14 [144A]	Telecommunications	Telecommunications	44	Baa3	BBB-	Senior	North America
DAILY MAIL & GENERAL TRUST		Broadcasting & Entertainment	Leisure goods/activities/movies	41	Baa2	BBB	Senior	Europe
DAIMLERCHRYSLER AG-REG	DCX 7.2 09/01/09	Automobile	Automotive	36	Baa1	BBB	Senior	Europe
DEUTSCHE LUFTHANSA-REG	LUFTHA 1 1/4 01/12	Personal Transportation	Air transport	43	Baa3	BBB	Senior	Europe
DIXONS GROUP PLC	DIX 6 1/8 11/15/12	Retail Stores	Food/drug retailers	53	Baa2	A+	Senior	Europe
DOMINION RESOURCES INCAVA	D 6.25% OF 06/12 [B]	Utilities	Utilities	29	Baa2	BBB	Senior	North America
EASTMAN CHEMICAL COMPANY	EMN 7 04/15/12	Chemicals, Plastics & Rubber	Chemicals & plastics	43	Baa2	BBB	Senior	North America
ELECTROLUX AB-SER B	ELTLX 6 03/20/08	Home & Office Furnishings, Housewares, & Durable Consumer Products	Home furnishings	38	Baa2	BBB+	Senior	Europe
ELISA COMMUNICATIONS OYJ	ELIIV 6 3/8 01/06	Telecommunications	Telecommunications	43	Baa2	BBB	Senior	Europe
EMI GROUP PLC	EMIB 3/8 08/15/09	Leisure, Amusement, Entertainment	Leisure goods/activities/movies	234	Ba3	BB-	Senior	Europe
LEGRAND		Electronics	Electronics/electrical	67	Baa3	BBB	Senior	Europe
EXPORT IMPORT BANK OF KOREA	EIBKOR 4 1/4 11/07	Banking	Financial intermediaries	15	Aa3	A	Senior	AustralAsia
FLEXTRONICS ONTL LTD	FLEX6 1/2 05/15/13	Electronics	Electronics/electrical	162	Ba2	BB-	Senior	North America
FRESenius	FME 7 3/4 04/30/09	Chemicals, Plastics & Rubber	Chemicals & plastics	95	Ba2	BB	Senior	Europe
GALLAHER GROUP PLC	GLHLN 5 7/8 08/08	Beverage, Food & Tobacco	Beverage & Tobacco	9	Baa3	A-	Senior	Europe
GAP INC		Retail Stores	Retailers (except food & drug)	107	Ba1	BB+	Senior	North America
GECINA SA	GFCFP 4 7/8 02/10	Buildings & Real Estate	Building & Development	125	Baa3	BBB-	Senior	Europe
DEUTSCHE TELEKOM AG-REG		Telecommunications	Telecommunications	27	A3	A-	Senior	Europe
GMAC LLC		Banking	Financial intermediaries	189	Ba1	BB+	Senior	North America
GKN PLC	GKNLN 7 05/14/12	Automobile	Automotive	45	Baa3	BBB	Senior	Europe
GUS PLC	GUSLN 6 3/8 07/09	Retail Stores	Retailers (except food & drug)	42	Baa1	BBB+	Senior	Europe
HALLIBURTON CO	HAL 5 1/2 10/15/10	Oil & Gas	Oil & gas	21	Baa1	BBB+	Senior	North America
HAMMERSON PLC	HMSOLN 6 1/4 06/08	Buildings & Real Estate	Building & Development	38	Baa2	AA-	Senior	Europe
HANNOVER RUECKVERSICHERU-REG	HANRUE 6 1/4 03/31	Insurance	Insurance	21	Aa3	A	Subordinated	Europe
HAVAS SA	HAVAS 4 01/01/09	Broadcasting & Entertainment	Radio & Television	228	Ba2	BB+	Senior	Europe
EMBARQ CORP		Telecommunications	Telecommunications	82	Baa3	BBB-	Senior	North America

NEXUS4 Topaz Note

First Quarter

Reference Entity	Reference Obligation	Industry classification group Moody's	Industry classification group S&P	5 yr Spreads	LT Debt Rating Moody's	LT Debt Rating S&P	Category	Region of incorporation
HELLENIC TELECOMMUN ORGANIZA	OTE 5 08/05/13	Telecommunications	Telecommunications	29	Baa1	BBB+	Senior	Europe
HJ HEINZ CO	HNZ 6 03/15/08	Beverage, Food & Tobacco	Food products	30	Baa2	BBB	Senior	Europe
HOLCIM LTD	HOLZSW 4 3/8 06/10	Buildings & Real Estate	Building & Development	21	NR	BBB+	Senior	Europe
HUTCHISON WHAMPOA INTL LTD	HUWHY 7 02/16/11	Diversified/Conglomerate Service	Conglomerates	22	A3	A-	Senior	AustralAsia
IMPERIAL TOBACCO GROUP PLC	IMPTOB 7 1/8 04/09	Beverage, Food & Tobacco	Beverage & Tobacco	39	Baa3	BBB	Senior	Europe
INTERNATIONAL PAPER CO	IP 6 3/4 09/01/11	Printing & Publishing	Publishing	49	Baa3	BBB	Senior	North America
STARWOOD HOTEL & RESORTS WORLDWIDE INC		Hotels, Motels, Inns & Gaming	Lodging & casinos	97	Baa3	BBB-	Senior	North America
KAUPTHING BANK		Banking	Financial intermediaries	39	Aaa	NR	Senior	Europe
KINGFISHER PLC		Retail Stores	Retailers (except food & drug)	76	Baa3	BBB-	Senior	Europe
CIBA SPECIALTY CHEMICALS INC		Chemicals, Plastics & Rubber	Chemicals & plastics	47	Baa2	BBB	Senior	Europe
KROGER CO	KR 5 1/2 02/01/13	Grocery	Food/drug retailers	41	Baa2	BBB-	Senior	North America
LAFARGE SA	LAFCP 5 7/8 11/08	Buildings & Real Estate	Building & Development	26	Baa2	BBB	Senior	Europe
LANXESS AG		Chemicals, Plastics & Rubber	Chemicals & plastics	65	Baa3	BBB-	Senior	Europe
LEHMAN BROTHERS HOLDINGS INC	LEH 6 5/8 01/18/12	Finance	Brokers, Dealers & Investment houses	37	A1	A+	Senior	North America
LTD BRANDS INC	LTD6 1/8 12/01/12	Retail Stores	Retailers (except food & drug)	52	Baa2	BBB	Senior	Europe
LMVH MOET HENNESSY LOUIS VUI	MOET6 1/8 06/25/08	Diversified/Conglomerate Manufacturing	Leisure goods/activities/movies	19	NR	BBB+	Senior	Europe
MARATHON OIL CORP	MRO 6 1/8 03/15/12	Oil & Gas	Oil & gas	15	Baa1	BBB+	Senior	North America
MARSH & MCLENNAN COS INC		Finance	Financial intermediaries	43	Baa2	BBB	Senior	North America
FOSTERS GROUP LTD		Beverage, Food & Tobacco	Beverage & Tobacco	32	Baa2	BBB	Senior	Australia
METRO AG	METFNL 5 1/8 02/08	Retail Stores	Retailers (except food & drug)	34	Baa2	BBB	Senior	Europe
METSO CORPORATION	METSO 5 1/8 11/11	Machinery (Non-Agriculture, Non-Construction, Non-Electronic)	Industrial equipment	29	Baa3	BB+	Senior	Europe
MICHELIN (CGDE)-B	MICH6 1/8 04/16/09	Automobile	Automotive	24	Ba1	BB+	Senior	Europe
MUENCHENER RUECKVER AG-REG	MUNRE 6 3/4 06/23	Insurance	Insurance	17	A2	AA-	Subordinated	Europe
NEWELL RUBBERMAID INC	NWL 6 3/4 03/15/12	Home & Office Furnishings, Housewares, & Durable Consumer Products	Home furnishings	23	Baa2	BBB+	Senior	North America
PCCW-HKT TELEPHONE LTD	PCCW7 3/4 11/15/11	Telecommunications	Telecommunications	41	Baa2	BBB	Senior	AustralAsia
PETROLEOS MEXICANOS	PEMEX 9 1/2 09/27	Oil & Gas	Oil & gas	57	Baa1	BBB	Senior	North America
PILKINGTON PLC	PILKIN 6 1/2 10/08	Containers, Packaging & Glass	Containers & glass products	24	NR	BBB-	Senior	Europe
PINAULT-PRINTEMPS-REDOUTE	PRTP 5 01/23/09	Retail Stores	Retailers (except food & drug)	40	Baa3	BBB-	Senior	Europe
PROLOGIS TRUST	PLD 7.1 04/15/08	Buildings & Real Estate	Industrial equipment	33	Baa1	BBB+	Senior	North America
PUBLICIS GROUPE	PUBFP 1 01/18/18	Broadcasting & Entertainment	Publishing	25	Baa2	BBB+	Senior	Europe
QANTAS AIRWAYS LTD	QANTAS 7 3/4 06/09	Personal Transportation	Air transport	217	Baa1	BBB+	Senior	AustralAsia
RADIANT GROUP INC	RDN 7 3/4 06/01/11	Insurance	Insurance	87	A2	A	Senior	North America
FKI PLC		Diversified/Conglomerate Manufacturing	Conglomerates	174	Ba2	BB	Senior	Europe
RALLYE	GENP 5 3/8 01/09	Retail Stores	Food/drug retailers	235	NR	NR	Senior	Europe
RENAULT SA	RENAUL 4 5/8 05/10	Automobile	Automotive	23	Baa1	BBB+	Senior	Europe
REPSOL YPF SA		Oil & Gas	Oil & gas	30	Baa1	BBB	Senior	Europe
RHEINMETALL	RHEINM6 1/8 05/06	Automobile	Automotive	32	Baa2	BBB	Senior	Europe
ROYAL & SUN ALLIANCE INSURANCE PLC	RSA Var 10/19-09	Insurance	Insurance	19	Baa2	BBB	Subordinated	North America
SAFeway INC	SWY 5.8 08/15/12	Grocery	Food/drug retailers	41	Baa2	BBB-	Senior	North America
SARA LEE CORP	SLE 6.15 06/19/08	Beverage, Food & Tobacco	Food products	35	Baa1	BBB+	Senior	North America
SBC COMMUNICATIONS INC	SBC 5 7/8 08/15/12	Telecommunications	Telecommunications	39	A2	A	Senior	North America
SCOR SA	SCOR 0 07/06/20	Insurance	Insurance	29	A3	A-	Subordinated	Europe
SCOTTISH & NEWCASTLE PLC	SCOTNB 5 5/8 12/06	Beverage, Food & Tobacco	Beverage & Tobacco	40	Baa3	BBB-	Senior	Europe
SES GLOBAL SA	SEGLX 4 1/2 11/08	Broadcasting & Entertainment	Cable & satellite television	31	Baa2	BBB+	Senior	Europe
SODEXHO ALLIANCE SA	EXH05 7/8 03/25/09	Personal, Food & Miscellaneous	Food service	23	NR	BBB+	Senior	Europe
SPRINT CORP-FON GROUP	FON 8 3/8 03/15/12	Telecommunications	Telecommunications	59	Baa3	BBB	Senior	North America
TAKEFUJI CORPORATION	TAKFUJ9.2 04/15/11	Finance	Financial intermediaries	39	Baa1	BBB	Senior	Japan
TATE & LYLE PLC	TATELY 6 1/2 06/12	Beverage, Food & Tobacco	Food products	47	Baa2	BBB	Senior	Europe
TDC A/S	TELDAN 6 1/2 04/19/2012	Telecommunications	Telecommunications	114	B1	B	Senior	Europe
TECHNIP S.A.	TECFP 1 01/01/07	Oil & Gas	Oil & gas	34	NR	BBB+	Senior	Europe
TELECOM ITALIA SPA/OLD	TITIM 6 1/4 02/12	Telecommunications	Telecommunications	47	Baa2	BBB+	Senior	Europe
TELEFONICA S.A.	TELEF07 3/4 09/10	Telecommunications	Telecommunications	30	Baa1	BBB+	Senior	Europe
TELEFONOS DE MEXICO SA DE CV	TFONY 8 1/4 01/06	Telecommunications	Telecommunications	34	A3	BBB+	Senior	North America
TELEKOM AUSTRIA AG	TKA 5 07/22/13	Telecommunications	Telecommunications	25	A3	BBB+	Senior	Europe
TELEKOMUNIKACJA POLSKA S.A.	TPSA7 3/4 12/10/08	Telecommunications	Telecommunications	24	Baa1	BBB+	Senior	Europe
THE PMI GROUP INC	PMI 2 1/2 07/15/21	Insurance	Insurance	56	A1	A	Senior	North America
THOMSON (EX-TMM)		Electronics	Electronics/electrical	59	Baa2	BBB-	Senior	Europe
THYSSENKRUPP AG	TKAGR 7 03/19/09	Mining, Steel, Iron & Non Precious Metals	Steel	29	Baa2	BBB	Senior	Europe
TUI AG	TUIGR 6 5/8 05/11	Diversified/Conglomerate Service	Surface transport	252	B1	BB-	Senior	Europe
VALEO	VLOF5 5/8 07/13/06	Automobile	Automotive	118	Baa2	BBB+	Senior	Europe
VEOLIA ENVIRONNEMENT	VIIEP 5 7/8 02/12	Utilities	Utilities	24	A3	BBB	Senior	Europe
VNU N.V.	VNU 6 3/4 10/29/08	Printing & Publishing	Publishing	305	Caa1	B	Senior	Europe
VOLKSWAGEN AG	VW 4 7/8 05/22/13	Automobile	Automotive	19	A3	A-	Senior	Europe
WENDEL INVESTISSEMENT	MWDP 5 02/16/11	Utilities	Utilities	37	Baa1	BBB+	Senior	Europe
WOLTERS KLUWER-CVA	WOLKLU 5 1/8 01/14	Printing & Publishing	Publishing	38	Baa1	BBB+	Senior	Europe
WPP GROUP PLC	WPLPL 6 06/18/08	Broadcasting & Entertainment	Business equipment & services	27	Baa2	BBB+	Senior	Europe
XL CAPITAL LTD-CLASS A	XL 5.25% OF 09/14	Insurance	Insurance	35	A3	A-	Senior	North America
ZURICH INSURANCE COMPANY	ZURNVX Var 10/23	Insurance	Insurance	17	A3	A	Subordinated	Europe

NEXUS4 Topaz Note

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