

Nexus Bonds Limited wish to advise that Standard & Poor's has downgraded its issuer credit rating for the senior unsecured debt of Southcorp Ltd, one of the companies in the Nexus Yield Bonds Portfolio, to BB+ Negative Outlook, which is below investment grade. As at the date of the prospectus, all companies in the Portfolio were investment grade rated.

This downgrade is not a Company Event under the terms of Nexus Yield Bonds.