

15 October 2008

The Directors  
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Dear Sirs

**Nexus4 Topaz Notes – Notification of credit event**

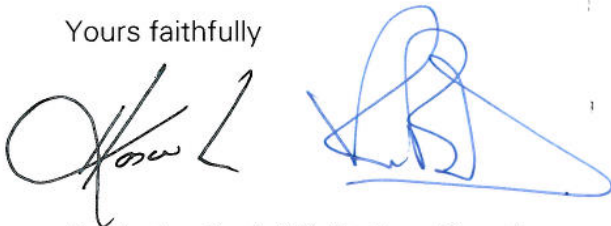
On 9 October 2008 a receivership committee was appointed for Kaupthing Banki hf (**Kaupthing**). Kaupthing is a Portfolio Company in the Nexus4 Topaz Notes Portfolio. The appointment of a receivership committee is a Credit Event that impacts on the interest payable on Nexus4 Topaz Notes.

As a result of this Credit Event in relation to Kaupthing, the Income Factor used to calculate the interest payable on Nexus4 Topaz Notes will reduce from its current level of 29.716 to 6.386. If there are no other changes to the Income Factor between the date of this notice and the end of the current interest period on 20 November 2008, then the resulting interest rate applicable for this current interest period will be 0.8915% per annum (calculated as the interest rate set on 20 May 2008 of 13.9607% multiplied by the revised Income Factor of 6.39 divided by 100.00).

Because the Income Factor has fallen below 20.0 as a result of the Credit Event in respect of Kaupthing, no further substitutions are permitted in the Nexu4 Topaz Notes portfolio and the Portfolio has now become static (meaning it is no longer managed by Société Générale Asset Management Alternative Investments SA).

This Credit Event in relation to Kaupthing has no impact on the repayment of the full Principal Amount invested in Nexus4 Topaz Notes on the Maturity Date, which is guaranteed by Deutsche Bank.

Yours faithfully



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