MACQUARIE BANK LIMITED

(ABN 46 008 583 542)

(Incorporated under the laws of the Australia)

NOTICE TO WARRANTHOLDERS

To : (1) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE MSCI SINGAPORE INDEX ISSUED BY MACQUARIE BANK LIMITED (SIMSCI 450 MBL ECW180629)

(2) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE STRAITS TIMES INDEX ISSUED BY MACQUARIE BANK LIMITED (STI 3500 MB ECW180629)

(3) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE STRAITS TIMES INDEX ISSUED BY MACQUARIE BANK LIMITED (STI 3700 MB ECW180629)

(4) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE MSCI SINGAPORE INDEX ISSUED BY MACQUARIE BANK LIMITED (SIMSCI 380 MBL EPW180629)

(5) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE STRAITS TIMES INDEX ISSUED BY MACQUARIE BANK LIMITED (STI 3250 MB EPW180629)

(6) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE STRAITS TIMES INDEX ISSUED BY MACQUARIE BANK LIMITED (STI 3450 MB EPW180629)

(7) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE STRAITS TIMES INDEX ISSUED BY MACQUARIE BANK LIMITED (STI 3450 MB EPW180629A)

Notice is hereby given by Macquarie Bank Limited ("**Macquarie**" or the "**Issuer**") in respect of:

(a) the European Style Index Call Warrants relating to the MSCI Singapore Index (SIMSCI 450 MBL ECW180629) (the "**SIMSCI 450 Call Warrants");**

(b) the European Style Index Call Warrants relating to the Straits Times Index (STI 3500 MB ECW180629) (the "**STI 3500 Call Warrants**");

(c) the European Style Index Call Warrants relating to the Straits Times Index (STI 3700 MB ECW180629) (the "**STI 3700 Call Warrants**", together with the STI 3500 Call Warrants, the "**STI Call Warrants**");

(d) the European Style Index Put Warrants relating to the MSCI Singapore Index (SIMSCI 380 MBL EPW180629) (the " **SIMSCI 380 Put Warrants ");**

(e) the European Style Index Put Warrants relating to the Straits Times Index (STI 3250 MB EPW180629) (the "**STI 3250 Put Warrants**");

(f) the European Style Index Put Warrants relating to the Straits Times Index (STI 3450 MB EPW180629) (the "**STI 3450 Put Warrants**"); and

(g) the European Style Index Put Warrants relating to the Straits Times Index (STI 3450 MB EPW180629A) (the "**STI 3450 Put Warrants**", together with the STI 3250 Put Warrants and the STI 3450 Put Warrants, the "**STI Put Warrants**")

(together, the "**Warrants**") on the following:

Terms defined or construed in (1) the Supplemental Listing Document dated 27 December 2017 in relation to the STI 3500 Call Warrants, STI 3700 Call Warrants, STI 3250 Put Warrants, STI 3450 Put Warrants, (2) the Supplemental Listing Document dated 31 January 2018 in relation to the SIMSCI 450 Call Warrants, SIMSCI 380 Put Warrants, (3) the Supplemental Listing Document dated 01 March 2018 in relation to the STI 3450 Put Warrants issued by Macquarie bear the same meaning and construction in this Notice.

EXPIRY OF WARRANTS

In accordance with the terms and conditions of the Warrants, the Warrants will expire on the following date:

Warrant	Expiry Date	Exercise Price/Strike Level	Conversion Ratio (number of shares per Warrant)
SIMSCI 450 Call Warrants	29 June 2018	450	0.010000
STI 3500 Call Warrants	29 June 2018	3,500	0.000400
STI 3700 Call Warrants	29 June 2018	3,700	0.000400
SIMSCI 380 Put Warrants	29 June 2018	380	0.010000
STI 3250 Put Warrants	29 June 2018	3,250	0.000400
STI 3450 Put Warrants	29 June 2018	3,450	0.000400
STI 3450 Put Warrants	29 June 2018	3,450	0.000400

The Warrants are cash-settled warrants which entitle a Warrantholder to be paid a cash settlement amount (if positive) (the "**Cash Settlement Amount**") in accordance with the terms and conditions of the Warrants.

Cash Settlement Amount for the SIMSCI 450 Call Warrants

The Cash Settlement Amount in respect of each SIMSCI 450 Call Warrants is an amount equal to:

SGD 1 x [(Closing Level - Strike Level) x Conversion Ratio]

Where:

Closing Level:	The final settlement price for settling the MSCI Singapore Index June 2018 Futures Contract.
Valuation Date:	29 June 2018 or if such day is not the day on which the final settlement price for settling the MSCI Singapore Index June 2018 Futures Contract traded on the Singapore Exchange Derivatives Trading Limited (the "SGX-DT") is published, the day on which such final settlement price is published.

Cash Settlement Amount for the STI Call Warrants

The Cash Settlement Amount in respect of each STI Call Warrants is an amount equal to:

SGD 1 x [(Closing Level - Strike Level) x Conversion Ratio]

Where:

Closing Level:	The final settlement price for settling the Straits Times Index June 2018 Futures Contract.
Valuation Date:	29 June 2018 or if such day is not the day on which the final settlement price for settling the Straits Times Index June 2018 Futures Contract traded on the Singapore Exchange Derivatives Trading Limited (the "SGX-DT") is published, the day on which such final settlement price is published.

Cash Settlement Amount for the SIMSCI 380 Put Warrants

The Cash Settlement Amount in respect of each SIMSCI 380 Put Warrants is an amount equal to:

SGD 1 x [(Strike Level - Closing Level) x Conversion Ratio]

Where:

Closing Level:	The final settlement price for settling the MSCI Singapore Index June 2018 Futures Contract.
Valuation Date:	29 June 2018 or if such day is not the day on which the final settlement price for settling the MSCI Singapore Index June 2018 Futures Contract traded on the Singapore Exchange Derivatives Trading Limited (the "SGX-DT") is published, the day on which such final settlement price is published.

Cash Settlement Amount for the STI Put Warrants

The Cash Settlement Amount in respect of each STI Put Warrants is an amount equal to:

SGD 1 x [(Strike Level - Closing Level) x Conversion Ratio]

Where:

Closing Level:	The final settlement price for settling the Straits Times Index June 2018 Futures Contract.
Valuation Date:	29 June 2018 or if such day is not the day on which the final settlement price for settling the Straits Times Index June 2018 Futures Contract traded on the Singapore Exchange Derivatives Trading Limited (the "SGX-DT") is published, the day on which such final settlement price is published.

Warrantholders will not be required to deliver an exercise notice. If the Cash Settlement Amount (less any Exercise Expenses) is positive, all Warrants will be deemed to have been automatically exercised at 12:00 noon (Singapore time) on the Expiry Date (or if the Valuation Date falls after the Expiry Date, the Expiry Date shall be the Business Day following the Valuation Date). The Cash Settlement Amount less the Exercise Expenses in respect of the Warrants will be paid in the manner set out in the terms and conditions of the Warrants. In the event the Cash Settlement Amount (less any Exercise Expenses) is zero or negative, all Warrants will be deemed to have expired at 12:00 noon (Singapore time) on the Expiry Date (or if the Valuation Date falls after the Expiry Date, the Expiry Date shall be the Business Day following the Valuation Date) and Warrantholders will not be entitled to receive any payment from the Issuer in respect of the Warrants.

The expected last day of trading in the Warrants on the SGX-ST is 22 June 2018. The expected date on which the Warrants will be de-listed from the Official List of the SGX-ST is 2 July 2018 with effect from 9:00 a.m. (Singapore time).

Holders of the Warrants who are in any doubt as to the action they should take should consult their stockbrokers, bank managers, accountants, solicitors or other professional advisers immediately.

Queries regarding the Notice may be directed to our toll-free hotline at 1800 288 2880.

Issued by
MACQUARIE BANK LIMITED

28 May 2018

*Macquarie Bank Limited ("**Macquarie**") is regulated as an Authorised Deposit-taking institution by the Australian Prudential Regulation Authority. Macquarie, acting through its Singapore branch, is authorised and licensed by the Monetary Authority of Singapore to carry on wholesale banking business in Singapore pursuant to the Banking Act, Chapter 19 of Singapore and therefore is subject to the supervision of the Monetary Authority of Singapore.*