

MACQUARIE BANK LIMITED
(ABN 46 008 583 542)
(Incorporated under the laws of Australia)

ANNOUNCEMENT

Proposed adjustments to the terms and conditions of:

- 1 80,000,000 European Style Cash Settled Call Warrants expiring on 29 January 2018 relating to the ordinary shares of Singapore Telecommunications Limited (SINGTEL MB ECW180129); and
- 2 80,000,000 European Style Cash Settled Call Warrants expiring on 02 April 2018 relating to the ordinary shares of Singapore Telecommunications Limited (SINGTEL MB ECW180402)

Introduction

In the announcements dated 9 November 2017 and 16 November 2017 (the "**Announcements**"), Singapore Telecommunications Limited (the "**Company**") announced, among other things, the proposed declaration of (i) an interim 1-tier tax-exempt dividend (the "**Interim Dividend**") of SGD 0.068 per ordinary share (the "**Share**") and (ii) a special 1-tier tax-exempt dividend (the "**Special Dividend**") of SGD 0.03 per Share, for the financial year ended 31 March 2018 to be paid to shareholders whose names appear in the Company's Register of Members as at 5:00 p.m. on 20 December 2017 (the "**Books Closure Date**"). Payment of the Interim Dividend and the Special Dividend was approved by the Directors on 8 November 2017. Please refer to the Announcements for further details.

The date (the "**Ex-Date**") on which the Shares are expected to commence trading on an ex-Interim Dividend and ex-Special Dividend basis is 18 December 2017.

In relation to the Special Dividend, Macquarie Bank Limited (the "**Issuer**") wishes to make the following adjustments to the terms and conditions of the Warrants.

Warrants Affected

The details of the Warrants subject to adjustment are as follows:

SGX counter full name	Current Exercise Price	Current Conversion Ratio	Expiry Date
SINGTEL MB ECW180129	SGD 4.000	0.200000 (every 5 Warrants relates to 1 Share)	29-Jan-18
SINGTEL MB ECW180402	SGD 3.750	0.200000 (every 5 Warrants relates to 1 Share)	02-Apr-18

The Adjustments

(a) Adjustment Factor

$$\text{Adjustment Factor (AF)} = (P - SD - ID) / (P - ID)$$

Where:

P = SGD 3.75, being the closing price of one Share on the Singapore Exchange Securities Trading Limited ("**SGX-ST**") on the exchange business day immediately preceding the Ex-Date (the "**Last Cum Date**", which is expected to be 15 December 2017)

SD = SGD 0.03 (being the Special Dividend per Share)

ID = SGD 0.068 (being the Interim Dividend per Share)

(b) Exercise Price

The Exercise Price for each Share will be adjusted to be equal to the amount (rounded to the nearest three decimal places) determined by the following formula:

$$\text{Adjusted Exercise Price} = \text{Old Exercise Price} \times \text{AF}$$

where:

SGX counter full name	Old Exercise Price	Date of Supplemental Listing Document
SINGTEL MB ECW180129	SGD 4.000	13-Jul-17
SINGTEL MB ECW180402	SGD 3.750	25-Sep-17

Based on the above adjustment, the Exercise Price for each Share will be adjusted (rounded to the nearest three decimal places) as below:

SGX counter full name	Old Exercise Price	Adjusted Exercise Price
SINGTEL MB ECW180129	SGD 4.000	SGD 3.967
SINGTEL MB ECW180402	SGD 3.750	SGD 3.719

(c) Conversion Ratio

The Conversion Ratio for each Warrant will be adjusted (and rounded to the nearest six decimal places) as determined by the following formula:

$$\text{Adjusted Conversion Ratio} = \text{Old Conversion Ratio} / \text{AF}$$

The number of Warrants relating to each Share will be adjusted (and rounded to the nearest six decimal places) as determined by the following formula:

$$\begin{array}{l} \text{Adjusted number of Warrants} \\ \text{relating to each Share} \end{array} = \text{Old number of Warrants relating to each Share} \times \text{AF}$$

where:

SGX counter full name	Old Conversion Ratio	Date of Supplemental Listing Document
SINGTEL MB ECW180129	0.200000 (every 5 Warrants relates to 1 Share)	13-Jul-17
SINGTEL MB ECW180402	0.200000 (every 5 Warrants relates to 1 Share)	25-Sep-17

Based on the above adjustment, the Conversion Ratio for each Warrant will be adjusted (rounded to the nearest six decimal places) as below:

SGX counter full name	Old Conversion Ratio	New Conversion Ratio
SINGTEL MB ECW180129	0.200000 (every 5 Warrants relates to 1 Share)	0.201643 (every 4.959570 Warrants relates to 1 Share)
SINGTEL MB ECW180402	0.200000 (every 5 Warrants relates to 1 Share)	0.201643 (every 4.959570 Warrants relates to 1 Share)

(d) Cash Settlement Amount

Based on the above adjustments, the Cash Settlement Amount in respect of each Warrant (if positive) will be equal to the following (rounded to the nearest three decimal places):

SGX counter full name	Cash Settlement Amount
SINGTEL MB ECW180129	The amount (if positive) equal to: (A) (i) the arithmetic mean of the closing prices of one Share (as derived from the daily publications of the SGX-ST, subject to any adjustments to such closing prices determined by the Issuer to be necessary to reflect any capitalisation, rights issue, distribution or the like) for each Valuation Date LESS (ii) the adjusted Exercise Price of SGD 3.967 MULTIPLIED by (B) the adjusted Conversion Ratio of 0.201643.
SINGTEL MB ECW180402	The amount (if positive) equal to: (A) (i) the arithmetic mean of the closing prices of one Share (as derived from the daily publications of the SGX-ST, subject to any adjustments to such closing prices determined by the Issuer to be necessary to reflect any capitalisation, rights issue, distribution or the like) for each Valuation Date LESS (ii) the adjusted Exercise Price of SGD 3.719 MULTIPLIED by (B) the adjusted Conversion Ratio of 0.201643.

The above adjustments will take effect on the day on which the Shares commence trading on an ex-Special Dividend basis, which is expected to be 18 December 2017.

Issued by

MACQUARIE BANK LIMITED

15 December 2017

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.