

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 FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 10000 MBECW160629)
- (2) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 19400 MB ECW160629)
- (3) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 20200 MB ECW160629A)
- (4) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 21000 MB ECW160629)
- (5) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 21800 MB ECW160629)
- (6) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 23200 MB ECW160629)
- (7) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 8000 MBEPW160629)
- (8) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 18800 MB EPW160629)
- (9) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 19600 MB EPW160629A)
- (10) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 20000 MB EPW160629)
- (11) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 20600 MB EPW160629)

(12) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 21400 MB
EPW160629)

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 FTSE China A50 Index (FTSECHINAA50 10000 MBECW160629) (the "**FTSECHINAA50 10000 Call Warrants**");
- (b) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 19400 MB ECW160629) (the "**HSI 19400 Call Warrants**");
- (c) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 20200 MB ECW160629A) (the "**HSI 20200 Call Warrants**");
- (d) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 21000 MB ECW160629) (the "**HSI 21000 Call Warrants**");
- (e) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 21800 MB ECW160629) (the "**HSI 21800 Call Warrants**");
- (f) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 23200 MB ECW160629) (the "**HSI 23200 Call Warrants**", together with the HSI 19400 Call Warrants and the HSI 20200 Call Warrants and the HSI 21000 Call Warrants and the HSI 21800 Call Warrants, the "**HSI Call Warrants**");
- (g) the European Style Index Put Warrants relating to the FTSE China A50 Index (FTSECHINAA50 8000 MBEPW160629) (the "**FTSECHINAA50 8000 Put Warrants**");
- (h) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 18800 MB EPW160629) (the "**HSI 18800 Put Warrants**");
- (i) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 19600 MB EPW160629A) (the "**HSI 19600 Put Warrants**");
- (j) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 20000 MB EPW160629) (the "**HSI 20000 Put Warrants**");
- (k) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 20600 MB EPW160629) (the "**HSI 20600 Put Warrants**"); and
- (l) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 21400 MB EPW160629) (the "**HSI 21400 Put Warrants**", together with the HSI 18800 Put Warrants and the HSI 19600 Put Warrants and the HSI 20000 Put Warrants and the HSI 20600 Put Warrants, the "**HSI Put Warrants**");

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

Terms defined or construed in (1) the Supplemental Listing Document dated 28 December 2015 in relation to the HSI 23200 Call Warrants, HSI 20000 Put Warrants, (2) the Supplemental Listing Document

dated 19 January 2016 in relation to the FTSECHINAA50 10000 Call Warrants, FTSECHINAA50 8000 Put Warrants, (3) the Supplemental Listing Document dated 26 April 2016 in relation to the HSI 21000 Call Warrants, HSI 21800 Call Warrants, HSI 20600 Put Warrants, HSI 21400 Put Warrants, (4) the Supplemental Listing Document dated 06 May 2016 in relation to the HSI 20200 Call Warrants, HSI 19600 Put Warrants, (5) the Supplemental Listing Document dated 18 May 2016 in relation to the HSI 19400 Call Warrants, HSI 18800 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 have expired on the following date:

Warrant	Expiry Date	Exercise Price/Strike Level	Conversion Ratio (number of units per Warrant)
FTSECHINAA50 10000 Call Warrants	29 June 2016	10,000	0.000125
HSI 19400 Call Warrants	29 June 2016	19,400	0.001000
HSI 20200 Call Warrants	29 June 2016	20,200	0.001000
HSI 21000 Call Warrants	29 June 2016	21,000	0.001000
HSI 21800 Call Warrants	29 June 2016	21,800	0.001000
HSI 23200 Call Warrants	29 June 2016	23,200	0.000667
FTSECHINAA50 8000 Put Warrants	29 June 2016	8,000	0.000125
HSI 18800 Put Warrants	29 June 2016	18,800	0.001000
HSI 19600 Put Warrants	29 June 2016	19,600	0.001000
HSI 20000 Put Warrants	29 June 2016	20,000	0.000667
HSI 20600 Put Warrants	29 June 2016	20,600	0.001000
HSI 21400 Put Warrants	29 June 2016	21,400	0.001000

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.

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.

As the Cash Settlement Amounts (less any Exercise Expenses) for the HSI 19400 Call Warrants, the HSI 20200 Call Warrants, the HSI 20600 Put Warrants and the HSI 21400 Put Warrants are positive, the HSI 19400 Call Warrants, the HSI 20200 Call Warrants, the HSI 20600 Put Warrants and the HSI 21400 Put Warrants are deemed to have been automatically exercised at 12:00 noon (Singapore time) on 29 June 2016.

As the Cash Settlement Amounts (less any Exercise Expenses) for the FTSECHINAA50 10000 Call Warrants, the HSI 21000 Call Warrants, HSI 21800 Call Warrants, the HSI 23200 Call Warrants, the FTSECHINAA50 8000 Put Warrants, the HSI 18800 Put Warrants, the HSI 19600 Put Warrants and the HSI 20000 Put Warrants are zero, the FTSECHINAA50 10000 Call Warrants, the HSI 21000 Call Warrants, HSI 21800 Call Warrants, the HSI 23200 Call Warrants, the FTSECHINAA50 8000 Put Warrants, the HSI 18800 Put Warrants, the HSI 19600 Put Warrants and the HSI 20000 Put Warrants are deemed to have expired at 12:00 noon (Singapore time) on 29 June 2016 and the Warrantholders shall not be entitled to receive any payment from the Issuer in respect of the FTSECHINAA50 10000 Call Warrants, the HSI 21000 Call Warrants, HSI 21800 Call Warrants, the HSI 23200 Call Warrants, the FTSECHINAA50 8000 Put Warrants, the HSI 18800 Put Warrants, the HSI 19600 Put Warrants and the HSI 20000 Put Warrants.

Accordingly, a holder of a Warrant is entitled to receive (less any Exercise Expenses):

Warrant	Cash Settlement Amount per Warrant ¹
FTSECHINAA50 10000 Call Warrants	SGD 0
HSI 19400 Call Warrants	SGD 0.16498
HSI 20200 Call Warrants	SGD 0.02590
HSI 21000 Call Warrants	SGD 0
HSI 21800 Call Warrants	SGD 0
HSI 23200 Call Warrants	SGD 0
FTSECHINAA50 8000 Put Warrants	SGD 0
HSI 18800 Put Warrants	SGD 0
HSI 19600 Put Warrants	SGD 0
HSI 20000 Put Warrants	SGD 0
HSI 20600 Put Warrants	SGD 0.04364
HSI 21400 Put Warrants	SGD 0.18272

which will be paid in the manner set out in the terms and conditions of each of the Warrants.

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

Issued by
MACQUARIE BANK LIMITED

29 June 2016

¹ Warrantholders will be paid the aggregate Cash Settlement Amount less any Exercise Expenses.