

**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 Put Warrants expiring on 16 Jul 2018 relating to the ordinary shares of DBS Group Holdings Ltd (DBS MB EPW180716);
- 2 80,000,000 European Style Cash Settled Put Warrants expiring on 17 Jul 2018 relating to the ordinary shares of DBS Group Holdings Ltd (DBS MB EPW180717);
- 3 80,000,000 European Style Cash Settled Put Warrants expiring on 18 Jul 2018 relating to the ordinary shares of DBS Group Holdings Ltd (DBS MB EPW180718);
- 4 80,000,000 European Style Cash Settled Put Warrants expiring on 19 Jul 2018 relating to the ordinary shares of DBS Group Holdings Ltd (DBS MB EPW180719);
- 5 80,000,000 European Style Cash Settled Call Warrants expiring on 06 Aug 2018 relating to the ordinary shares of DBS Group Holdings Ltd (DBS MB ECW180806);
- 6 80,000,000 European Style Cash Settled Call Warrants expiring on 07 Aug 2018 relating to the ordinary shares of DBS Group Holdings Ltd (DBS MB ECW180807);
- 7 80,000,000 European Style Cash Settled Call Warrants expiring on 08 Aug 2018 relating to the ordinary shares of DBS Group Holdings Ltd (DBS MB ECW180808);
- 8 80,000,000 European Style Cash Settled Call Warrants expiring on 10 Aug 2018 relating to the ordinary shares of DBS Group Holdings Ltd (DBS MB ECW180810); and
- 9 80,000,000 European Style Cash Settled Put Warrants expiring on 01 Oct 2018 relating to the ordinary shares of DBS Group Holdings Ltd (DBS MB EPW181001).

**Introduction**

In the announcements dated 8 February 2018 and 25 April 2018 (the "**Announcements**"), DBS Group Holdings Ltd (the "**Company**") announced, among other things, the proposed declaration of (i) the final one-tier tax exempt dividend (the "**Final Dividend**") of SGD 0.60 and (ii) one-tier tax exempt special dividend (the "**Special Dividend**") of SGD 0.50 per ordinary share (the "**Share**") for the financial year ended 31 December 2017 to be paid to shareholders whose names appear in the Company's Register of Members as at 5:00 p.m. on 7 May 2018 (the "**Books Closure Date**"). Payment of the Final Dividend and the Special Dividend was approved by the shareholders at the Annual General Meeting held on 25 April 2018. 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-Final Dividend and ex-Special Dividend basis is 3 May 2018.

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:

<b>SGX counter full name</b>	<b>Current Exercise Price</b>	<b>Current Conversion Ratio</b>	<b>Expiry Date</b>
DBS MB EPW180716	SGD 25.500	0.111111 (every 9 Warrants relates to 1 Share)	16-Jul-18
DBS MB EPW180717	SGD 27.000	0.111111 (every 9 Warrants relates to 1 Share)	17-Jul-18
DBS MB EPW180718	SGD 23.500	0.111111 (every 9 Warrants relates to 1 Share)	18-Jul-18
DBS MB EPW180719	SGD 28.800	0.111111 (every 9 Warrants relates to 1 Share)	19-Jul-18
DBS MB ECW180806	SGD 24.500	0.111111 (every 9 Warrants relates to 1 Share)	06-Aug-18
DBS MB ECW180807	SGD 26.500	0.111111 (every 9 Warrants relates to 1 Share)	07-Aug-18
DBS MB ECW180808	SGD 31.000	0.111111 (every 9 Warrants relates to 1 Share)	08-Aug-18
DBS MB ECW180810	SGD 28.800	0.111111 (every 9 Warrants relates to 1 Share)	10-Aug-18
DBS MB EPW181001	SGD 26.800	0.111111 (every 9 Warrants relates to 1 Share)	01-Oct-18

### **The Adjustments**

#### **(a) Adjustment Factor**

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

Where:

P = SGD 30.61, 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 2 May 2018)

SD = SGD 0.50 (being the Special Dividend per Share)

FD = SGD 0.60 (being the Final 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:

<b>SGX counter full name</b>	<b>Old Exercise Price</b>	<b>Date of Supplemental Listing Document</b>
DBS MB EPW180716	SGD 25.500	28-Dec-17
DBS MB EPW180717	SGD 27.000	20-Feb-18
DBS MB EPW180718	SGD 23.500	28-Dec-17
DBS MB EPW180719	SGD 28.800	1-Mar-18
DBS MB ECW180806	SGD 24.500	28-Dec-17
DBS MB ECW180807	SGD 26.500	28-Dec-17
DBS MB ECW180808	SGD 31.000	20-Feb-18
DBS MB ECW180810	SGD 28.800	29-Jan-18
DBS MB EPW181001	SGD 26.800	20-Apr-18

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

<b>SGX counter full name</b>	<b>Old Exercise Price</b>	<b>Adjusted Exercise Price</b>
DBS MB EPW180716	SGD 25.500	SGD 25.075
DBS MB EPW180717	SGD 27.000	SGD 26.550
DBS MB EPW180718	SGD 23.500	SGD 23.108

<b>SGX counter full name</b>	<b>Old Exercise Price</b>	<b>Adjusted Exercise Price</b>
DBS MB EPW180719	SGD 28.800	SGD 28.320
DBS MB ECW180806	SGD 24.500	SGD 24.092
DBS MB ECW180807	SGD 26.500	SGD 26.058
DBS MB ECW180808	SGD 31.000	SGD 30.484
DBS MB ECW180810	SGD 28.800	SGD 28.320
DBS MB EPW181001	SGD 26.800	SGD 26.353

**(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:

<b>SGX counter full name</b>	<b>Old Conversion Ratio</b>	<b>Date of Supplemental Listing Document</b>
DBS MB EPW180716	0.111111 (every 9 Warrants relates to 1 Share)	28-Dec-17
DBS MB EPW180717	0.111111 (every 9 Warrants relates to 1 Share)	20-Feb-18
DBS MB EPW180718	0.111111 (every 9 Warrants relates to 1 Share)	28-Dec-17
DBS MB EPW180719	0.111111 (every 9 Warrants relates to 1 Share)	1-Mar-18
DBS MB ECW180806	0.111111 (every 9 Warrants relates to 1 Share)	28-Dec-17

<b>SGX counter full name</b>	<b>Old Conversion Ratio</b>	<b>Date of Supplemental Listing Document</b>
DBS MB ECW180807	0.111111 (every 9 Warrants relates to 1 Share)	28-Dec-17
DBS MB ECW180808	0.111111 (every 9 Warrants relates to 1 Share)	20-Feb-18
DBS MB ECW180810	0.111111 (every 9 Warrants relates to 1 Share)	29-Jan-18
DBS MB EPW181001	0.111111 (every 9 Warrants relates to 1 Share)	20-Apr-18

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

<b>SGX counter full name</b>	<b>Old Conversion Ratio</b>	<b>New Conversion Ratio</b>
DBS MB EPW180716	0.111111 (every 9 Warrants relates to 1 Share)	0.112994 (every 8.850051 Warrants relates to 1 Share)
DBS MB EPW180717	0.111111 (every 9 Warrants relates to 1 Share)	0.112994 (every 8.850051 Warrants relates to 1 Share)
DBS MB EPW180718	0.111111 (every 9 Warrants relates to 1 Share)	0.112994 (every 8.850051 Warrants relates to 1 Share)
DBS MB EPW180719	0.111111 (every 9 Warrants relates to 1 Share)	0.112994 (every 8.850051 Warrants relates to 1 Share)
DBS MB ECW180806	0.111111 (every 9 Warrants relates to 1 Share)	0.112994 (every 8.850051 Warrants relates to 1 Share)
DBS MB ECW180807	0.111111 (every 9 Warrants relates to 1 Share)	0.112994 (every 8.850051 Warrants relates to 1 Share)
DBS MB ECW180808	0.111111 (every 9 Warrants relates to 1 Share)	0.112994 (every 8.850051 Warrants relates to 1 Share)
DBS MB ECW180810	0.111111 (every 9 Warrants relates to 1 Share)	0.112994 (every 8.850051 Warrants relates to 1 Share)
DBS MB EPW181001	0.111111 (every 9 Warrants relates to 1 Share)	0.112994 (every 8.850051 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
DBS MB EPW180716	The amount (if positive) equal to: (A) (i) the adjusted Exercise Price of SGD 25.075 LESS (ii) 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 MULTIPLIED by (B) the adjusted Conversion Ratio of 0.112994
DBS MB EPW180717	The amount (if positive) equal to: (A) (i) the adjusted Exercise Price of SGD 26.550 LESS (ii) 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 MULTIPLIED by (B) the adjusted Conversion Ratio of 0.112994
DBS MB EPW180718	The amount (if positive) equal to: (A) (i) the adjusted Exercise Price of SGD 23.108 LESS (ii) 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 MULTIPLIED by (B) the adjusted Conversion Ratio of 0.112994
DBS MB EPW180719	The amount (if positive) equal to: (A) (i) the adjusted Exercise Price of SGD 28.320 LESS (ii) 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 MULTIPLIED by (B) the adjusted Conversion Ratio of 0.112994
DBS MB ECW180806	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 24.092 MULTIPLIED by (B) the adjusted Conversion Ratio of 0.112994
DBS MB ECW180807	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 26.058 MULTIPLIED by (B) the adjusted Conversion Ratio of 0.112994

SGX counter full name	Cash Settlement Amount
DBS MB ECW180808	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 30.484 MULTIPLIED by (B) the adjusted Conversion Ratio of 0.112994
DBS MB ECW180810	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 28.320 MULTIPLIED by (B) the adjusted Conversion Ratio of 0.112994
DBS MB EPW181001	The amount (if positive) equal to: (A) (i) the adjusted Exercise Price of SGD 26.353 LESS (ii) 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 MULTIPLIED by (B) the adjusted Conversion Ratio of 0.112994

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 3 May 2018.

Issued by  
**MACQUARIE BANK LIMITED**

2 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.*