

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
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 21400 MB
ECW160929)
- (2) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 22000 MB
ECW160929)
- (3) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 22200 MB
ECW160929)
- (4) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 23000 MB
ECW160929)
- (5) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 23800 MB
ECW160929)
- (6) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 19000 MB
EPW160929)
- (7) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 19200 MB
EPW160929)
- (8) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 21600 MB
EPW160929)
- (9) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 22400 MB
EPW160929)

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 Hang Seng Index (HSI 21400 MB
ECW160929) (the "**HSI 21400 Call Warrants**");

- (b) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 22000 MB ECW160929) (the "**HSI 22000 Call Warrants**");
- (c) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 22200 MB ECW160929) (the "**HSI 22200 Call Warrants**");
- (d) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 23000 MB ECW160929) (the "**HSI 23000 Call Warrants**");
- (e) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 23800 MB ECW160929) (the "**HSI 23800 Call Warrants**");
- (f) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 19000 MB EPW160929) (the "**HSI 19000 Put Warrants**");
- (g) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 19200 MB EPW160929) (the "**HSI 19200 Put Warrants**");
- (h) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 21600 MB EPW160929) (the "**HSI 21600 Put Warrants**"); and
- (i) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 22400 MB EPW160929) (the "**HSI 22400 Put Warrants**")

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

Terms defined or construed in (1) the Supplemental Listing Document dated 09 May 2016 in relation to the HSI 22000 Call Warrants, HSI 19000 Put Warrants, (2) the Supplemental Listing Document dated 01 July 2016 in relation to the HSI 21400 Call Warrants, HSI 19200 Put Warrants, (3) the Supplemental Listing Document dated 18 July 2016 in relation to the HSI 22200 Call Warrants, (4) the Supplemental Listing Document dated 27 July 2016 in relation to the HSI 23000 Call Warrants, HSI 21600 Put Warrants, (5) the Supplemental Listing Document dated 15 August 2016 in relation to the HSI 23800 Call Warrants, HSI 22400 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 shares per Warrant)
HSI 21400 Call Warrants	29 September 2016	21,400	0.001000
HSI 22000 Call Warrants	29 September 2016	22,000	0.000667
HSI 22200 Call Warrants	29 September 2016	22,200	0.001000
HSI 23000 Call Warrants	29 September 2016	23,000	0.001000
HSI 23800 Call Warrants	29 September 2016	23,800	0.001000

HSI 19000 Put Warrants	29 September 2016	19,000	0.000667
HSI 19200 Put Warrants	29 September 2016	19,200	0.001000
HSI 21600 Put Warrants	29 September 2016	21,600	0.001000
HSI 22400 Put Warrants	29 September 2016	22,400	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 21400 Call Warrants, the HSI 22000 Call Warrants, the HSI 22200 Call Warrants and the HSI 23000 Call Warrants are positive, the HSI 21400 Call Warrants, the HSI 22000 Call Warrants, the HSI 22200 Call Warrants and the HSI 23000 Call Warrants are deemed to have been automatically exercised at 12:00 noon (Singapore time) on 29 September 2016.

As the Cash Settlement Amounts (less any Exercise Expenses) for the HSI 23800 Call Warrants, the HSI 19000 Put Warrants, the HSI 19200 Put Warrants, the HSI 21600 Put Warrants and the HSI 22400 Put Warrants are zero, the HSI 23800 Call Warrants, the HSI 19000 Put Warrants, the HSI 19200 Put Warrants, the HSI 21600 Put Warrants and the HSI 22400 Put Warrants are deemed to have expired at 12:00 noon (Singapore time) on 29 September 2016 and the Warrantholders shall not be entitled to receive any payment from the Issuer in respect of the HSI 23800 Call Warrants, the HSI 19000 Put Warrants, the HSI 19200 Put Warrants, the HSI 21600 Put Warrants and the HSI 22400 Put Warrants.

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

Warrant	Cash Settlement Amount per Warrant ¹
HSI 21400 Call Warrants	SGD 0.40469
HSI 22000 Call Warrants	SGD 0.19947
HSI 22200 Call Warrants	SGD 0.26405
HSI 23000 Call Warrants	SGD 0.12341
HSI 23800 Call Warrants	SGD 0
HSI 19000 Put Warrants	SGD 0
HSI 19200 Put Warrants	SGD 0
HSI 21600 Put Warrants	SGD 0

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

Warrant
HSI 22400 Put Warrants

Cash Settlement Amount per Warrant ¹
SGD 0

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 September 2016