

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
S&P 500[®] INDEX ISSUED BY MACQUARIE BANK LIMITED (S&P500 2900 MB
ECW190315)

(2) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE
S&P 500[®] INDEX ISSUED BY MACQUARIE BANK LIMITED (S&P500 2650 MB
EPW190315)

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 S&P 500[®] Index (S&P500 2900 MB ECW190315) (the "**S&P500 2900 Call Warrants**", the "**S&P500[®] Call Warrants**"); and
- (b) the European Style Index Put Warrants relating to the S&P 500[®] Index (S&P500 2650 MB EPW190315) (the "**S&P 500 2650 Put Warrants**", the "**S&P500[®] Put Warrants**"),

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

Terms defined or construed in (1) the Supplemental Listing Document dated 26 October 2018 in relation to the S&P500 2900 Call Warrants, (2) the Supplemental Listing Document dated 7 September 2018 in relation to the S&P500 2650 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 units per Warrant)
S&P500 2900 Call Warrants	15 March 2019	2,900	0.001250
S&P500 2650 Put Warrants	15 March 2019	2,650	0.001250

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 S&P 500[®] Call Warrants

The Cash Settlement Amount in respect of each S&P 500[®] Call Warrants is an amount equal to:

$$[(\text{Closing Level} - \text{Strike Level}) \times \text{Conversion Ratio}] \times \text{Exchange Rate}$$

Where:

Closing Level: The Special Opening Quotation (“**SOQ**”) for the Index as published on the Bloomberg page “SPXSET <INDEX>” on the Valuation Date, where such SOQ will also be used for determining the final settlement price for the futures contracts over the Index expiring on the Valuation Date

Exchange Rate: The prevailing rate of exchange between the United States dollar to Singapore dollar as at 10:00 a.m. (New York time) on the Valuation Date as shown on Reuters provided that if the Reuters service ceases to display such information, such page as displays such information on such other services as may be selected by the Issuer

The Valuation Date for the S&P 500[®] Call Warrants is 15 March 2019 or if such day is not the day on which the March 2019 futures contracts over the Index expire on the Chicago Mercantile Exchange Inc., the day on which such futures contracts will expire on the Chicago Mercantile Exchange Inc. or its successor or assign.

Cash Settlement Amount for the S&P 500[®] Put Warrants

The Cash Settlement Amount in respect of each S&P 500[®] Put Warrants is an amount equal to:

$$[(\text{Strike Level} - \text{Closing Level}) \times \text{Conversion Ratio}] \times \text{Exchange Rate}$$

Where:

Closing Level: The Special Opening Quotation (“**SOQ**”) for the Index as published on the Bloomberg page “SPXSET <INDEX>” on the Valuation Date, where such SOQ will also be used for determining the final settlement price for the futures contracts over the Index expiring on the Valuation Date.

Exchange Rate: The prevailing rate of exchange between the United States dollar to Singapore dollar as at 10:00 a.m. (New York time) on the Valuation Date as shown on Reuters provided that if the Reuters service ceases to display such information, such page as displays such information on such other services as may be selected by the Issuer

The Valuation Date for the S&P 500[®] Put Warrants is 15 March 2019 or if such day is not the day on which the March 2019 futures contracts over the Index expire on the Chicago Mercantile Exchange Inc., the day on which such futures contracts will expire on the Chicago Mercantile Exchange Inc. or its successor or assign.

Warrantholders will not be required to deliver an exercise notice. Exercise of Warrants shall be determined by whether the Cash Settlement Amount (less any Exercise Expenses) is positive. 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 8 March 2019. The expected date on which the Warrants will be de-listed from the Official List of the SGX-ST is 18 March 2019 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

15 February 2019

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.