

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 NIKKEI 225 INDEX ISSUED BY MACQUARIE BANK LIMITED (NIKKEI225 14500 MB ECW150313)
- (2) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE NIKKEI 225 INDEX ISSUED BY MACQUARIE BANK LIMITED (NIKKEI225 16000 MB ECW150313)
- (3) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE NIKKEI 225 INDEX ISSUED BY MACQUARIE BANK LIMITED (NIKKEI225 17500 MB ECW150313)
- (4) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE NIKKEI 225 INDEX ISSUED BY MACQUARIE BANK LIMITED (NIKKEI225 19000 MB ECW150313)
- (5) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE NIKKEI 225 INDEX ISSUED BY MACQUARIE BANK LIMITED (NIKKEI225 14000 MB EPW150313)
- (6) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE NIKKEI 225 INDEX ISSUED BY MACQUARIE BANK LIMITED (NIKKEI225 15500 MB EPW150313)
- (7) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE NIKKEI 225 INDEX ISSUED BY MACQUARIE BANK LIMITED (NIKKEI225 17000 MB EPW150313)
- (8) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE NIKKEI 225 INDEX ISSUED BY MACQUARIE BANK LIMITED (NIKKEI225 18500 MB EPW150313)

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 Nikkei 225 Index (NIKKEI225 14500 MB ECW150313) (the “**NIKKEI225 14500 Call Warrants**”);
- (b) the European Style Index Call Warrants relating to the Nikkei 225 Index (NIKKEI225 16000 MB ECW150313) (the “**NIKKEI225 16000 Call Warrants**”);
- (c) the European Style Index Call Warrants relating to the Nikkei 225 Index (NIKKEI225 17500 MB ECW150313) (the “**NIKKEI225 17500 Call Warrants**”);
- (d) the European Style Index Call Warrants relating to the Nikkei 225 Index (NIKKEI225 19000 MB ECW150313) (the “**NIKKEI225 19000 Call Warrants**”);

- (e) the European Style Index Put Warrants relating to the Nikkei 225 Index (NIKKEI225 14000 MB EPW150313) (the "**NIKKEI225 14000 Put Warrants**");
- (f) the European Style Index Put Warrants relating to the Nikkei 225 Index (NIKKEI225 15500 MB EPW150313) (the "**NIKKEI225 15500 Put Warrants**");
- (g) the European Style Index Put Warrants relating to the Nikkei 225 Index (NIKKEI225 17000 MB EPW150313) (the "**NIKKEI225 17000 Put Warrants**"); and
- (h) the European Style Index Put Warrants relating to the Nikkei 225 Index (NIKKEI225 18500 MB EPW150313) (the "**NIKKEI225 18500 Put Warrants**").

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

Terms defined or construed in the Supplemental Listing Document dated 08 October 2014 in relation to the NIKKEI225 14500 Call Warrants, NIKKEI225 16000 Call Warrants, NIKKEI225 17500 Call Warrants, NIKKEI225 19000 Call Warrants, NIKKEI225 14000 Put Warrants, NIKKEI225 15500 Put Warrants, NIKKEI225 17000 Put Warrants, NIKKEI225 18500 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)
NIKKEI225 14500 Call Warrants	13 March 2015	14,500	0.012500
NIKKEI225 16000 Call Warrants	13 March 2015	16,000	0.012500
NIKKEI225 17500 Call Warrants	13 March 2015	17,500	0.012500
NIKKEI225 19000 Call Warrants	13 March 2015	19,000	0.012500
NIKKEI225 14000 Put Warrants	13 March 2015	14,000	0.012500
NIKKEI225 15500 Put Warrants	13 March 2015	15,500	0.012500
NIKKEI225 17000 Put Warrants	13 March 2015	17,000	0.012500
NIKKEI225 18500 Put Warrants	13 March 2015	18,500	0.012500

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.

the NIKKEI225 14500 Call Warrants, the NIKKEI225 16000 Call Warrants, the NIKKEI225 17500 Call Warrants and the NIKKEI225 19000 Call Warrants

As the Cash Settlement Amounts (less any Exercise Expenses) for the NIKKEI225 14500 Call Warrants, the NIKKEI225 16000 Call Warrants, the NIKKEI225 17500 Call Warrants and the NIKKEI225 19000 Call Warrants are positive, the NIKKEI225 14500 Call Warrants, the NIKKEI225 16000 Call Warrants, the NIKKEI225 17500 Call Warrants and the NIKKEI225 19000 Call Warrants are deemed to have been automatically exercised at 12:00 noon (Singapore time) on 13 March 2015.

As the Cash Settlement Amounts (less any Exercise Expenses) for the NIKKEI225 14000 Put Warrants, the NIKKEI225 15500 Put Warrants, the NIKKEI225 17000 Put Warrants and the NIKKEI225 18500 Put Warrants are zero, the NIKKEI225 14000 Put Warrants, the NIKKEI225 15500 Put Warrants, the NIKKEI225 17000 Put Warrants and the NIKKEI225 18500 Put Warrants are deemed to have expired at 12:00 noon (Singapore time) on 13 March 2015 and the Warrantholders shall not be entitled to receive any payment from the Issuer in respect of the NIKKEI225 14000 Put Warrants, the NIKKEI225 15500 Put Warrants, the NIKKEI225 17000 Put Warrants and the NIKKEI225 18500 Put Warrants.

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

Warrant	Cash Settlement Amount per Warrant ¹
NIKKEI225 14500 Call Warrants	SGD 0.67406
NIKKEI225 16000 Call Warrants	SGD 0.46009
NIKKEI225 17500 Call Warrants	SGD 0.24612
NIKKEI225 19000 Call Warrants	SGD 0.03216
NIKKEI225 14000 Put Warrants	SGD 0
NIKKEI225 15500 Put Warrants	SGD 0
NIKKEI225 17000 Put Warrants	SGD 0
NIKKEI225 18500 Put Warrants	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

13 March 2015

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