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 27400 MBECW190328)

(2) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 28200 MBECW190328)

(3) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 29000 MBECW190328)

(4) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 24400 MB EPW190328)

(5) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 25200 MB EPW190328)

(6) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 26000 MBEPW190328)

(7) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 26800 MB EPW190328)

(8) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 27600 MB EPW190328)

(9) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 28400 MBEPW190328)

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 27400 MBECW190328) (the "**HSI 27400 Call Warrants**");

(b) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 28200 MBECW190328) (the "**HSI 28200 Call Warrants**");

(c) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 29000 MBECW190328) (the "**HSI 29000 Call Warrants**", together with the HSI 27400 Call Warrants and the HSI 28200 Call Warrants, the "**HSI Call Warrants**");

(d) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 24400 MB EPW190328) (the "**HSI 24400 Put Warrants**");

(e) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 25200 MB EPW190328) (the "**HSI 25200 Put Warrants**");

(f) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 26000 MBEPW190328) (the "**HSI 26000 Put Warrants**");

(g) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 26800 MB EPW190328) (the "**HSI 26800 Put Warrants**");

(h) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 27600 MB EPW190328) (the "**HSI 27600 Put Warrants**"); and

(i) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 28400 MBEPW190328) (the "**HSI 28400 Put Warrants**", together with the HSI 24400 Put Warrants and the HSI 25200 Put Warrants and the HSI 26000 Put Warrants and the HSI 26800 Put Warrants and the HSI 27600 Put Warrants, the "**HSI Put Warrants**"),

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

Terms defined or construed in (1) the Supplemental Listing Document dated 26 December 2018 in relation to the HSI 27400 Call Warrants, HSI 29000 Call Warrants, HSI 24400 Put Warrants, (2) the Supplemental Listing Document dated 15 January 2019 in relation to the HSI 28200 Call Warrants, HSI 25200 Put Warrants, (3) the Supplemental Listing Document dated 23 January 2019 in relation to the HSI 26000 Put Warrants, (4) the Supplemental Listing Document dated 14 February 2019 in relation to the HSI 27600 Put Warrants, (5) the Supplemental Listing Document dated 18 February 2019 in relation to the HSI 26800 Put Warrants, (6) the Supplemental Listing Document dated 25 February 2019 in relation to the HSI 28400 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 shares per Warrant)
HSI 27400 Call Warrants	28 March 2019	27,400	0.001000

HSI 28200 Call Warrants	28 March 2019	28,200	0.001000
HSI 29000 Call Warrants	28 March 2019	29,000	0.001000
HSI 24400 Put Warrants	28 March 2019	24,400	0.001000
HSI 25200 Put Warrants	28 March 2019	25,200	0.001000
HSI 26000 Put Warrants	28 March 2019	26,000	0.001000
HSI 26800 Put Warrants	28 March 2019	26,800	0.001000
HSI 27600 Put Warrants	28 March 2019	27,600	0.001000
HSI 28400 Put Warrants	28 March 2019	28,400	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.

Cash Settlement Amount for the HSI Call Warrants

The Cash Settlement Amount in respect of each HSI Call Warrants is an amount equal to:

[(Closing Level - Strike Level) x Conversion Ratio] x Exchange Rate

Where:

Closing Level:	The final settlement price for settling the Hang Seng Index March 2019 Futures Contract determined pursuant to Regulation 012 of the Regulations for trading Stock Index Futures and the Contract Specifications for Hang Seng Index Futures Contracts (as amended from time to time) of the Hong Kong Futures Exchange Limited
Exchange Rate:	The prevailing rate of exchange between the Hong Kong dollar to Singapore dollar as at 5:00 p.m. (Singapore 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 HSI Call Warrants is 28 March 2019 or if such day is not the day on which the Hang Seng Index March 2019 Futures Contract expires on the Hong Kong Futures Exchange Limited, the day on which the Hang Seng Index March 2019 Futures Contract will expire on the Hong Kong Futures Exchange Limited or its successor or assign.

Cash Settlement Amount for the HSI Put Warrants

The Cash Settlement Amount in respect of each HSI Put Warrants is an amount equal to:

[(Strike Level - Closing Level) x Conversion Ratio] x Exchange Rate

Where:

Closing Level:	The final settlement price for settling the Hang Seng Index March 2019 Futures Contract determined pursuant to Regulation 012 of the Regulations for trading Stock Index Futures and the Contract Specifications for Hang Seng Index Futures Contracts (as amended from time to

time) of the Hong Kong Futures Exchange Limited

Exchange Rate:	The prevailing rate of exchange between the Hong Kong dollar to Singapore dollar as at 5:00 p.m. (Singapore 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 HSI Put Warrants is 28 March 2019 or if such day is not the day on which the Hang Seng Index March 2019 Futures Contract expires on the Hong Kong Futures Exchange Limited, the day on which the Hang Seng Index March 2019 Futures Contract will expire on the Hong Kong Futures Exchange Limited or its successor or assign.

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 expected last day of trading in the Warrants on the SGX-ST is 21 March 2019. The expected date on which the Warrants will be de-listed from the Official List of the SGX-ST is 29 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

28 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.*