

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 22400 MB
ECW150226)
- (2) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 23000 MB
ECW150226)
- (3) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 23600 MB
ECW150226)
- (4) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 24200 MB
ECW150226)
- (5) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 22200 MB
EPW150226)
- (6) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 22800 MB
EPW150226)
- (7) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 23400 MB
EPW150226)
- (8) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 25400 MB
ECW150226)
- (9) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE
HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 24000 MB
EPW150226)

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 22400 MB
ECW150226) (the "**HSI 22400 Call Warrants**");

- (b) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 23000 MB ECW150226) (the "**HSI 23000 Call Warrants**");
- (c) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 23600 MB ECW150226) (the "**HSI 23600 Call Warrants**");
- (d) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 24200 MB ECW150226) (the "**HSI 24200 Call Warrants**");
- (e) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 22200 MB EPW150226) (the "**HSI 22200 Put Warrants**");
- (f) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 22800 MB EPW150226) (the "**HSI 22800 Put Warrants**");
- (g) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 23400 MB EPW150226) (the "**HSI 23400 Put Warrants**");
- (h) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 25400 MB ECW150226) (the "**HSI 25400 Call Warrants**"); and
- (i) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 24000 MB EPW150226) (the "**HSI 24000 Put Warrants**").

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

Terms defined or construed in (1) the Supplemental Listing Document dated 18 December 2014 in relation to the HSI 22400 Call Warrants, HSI 23000 Call Warrants, HSI 22200 Put Warrants, HSI 22800 Put Warrants, (2) the Supplemental Listing Document dated 24 December 2014 in relation to the HSI 23600 Call Warrants, (3) the Supplemental Listing Document dated 30 December 2014 in relation to the HSI 24200 Call Warrants, HSI 23400 Put Warrants, (4) the Supplemental Listing Document dated 28 January 2015 in relation to the HSI 25400 Call Warrants, HSI 24000 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 22400 Call Warrants	26 February 2015	22,400	0.001000
HSI 23000 Call Warrants	26 February 2015	23,000	0.001000
HSI 23600 Call Warrants	26 February 2015	23,600	0.001000
HSI 24200 Call Warrants	26 February 2015	24,200	0.001000
HSI 22200 Put Warrants	26 February 2015	22,200	0.001000

HSI 22800 Put Warrants	26 February 2015	22,800	0.001000
HSI 23400 Put Warrants	26 February 2015	23,400	0.001000
HSI 25400 Call Warrants	26 February 2015	25,400	0.001000
HSI 24000 Put Warrants	26 February 2015	24,000	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 22400 Call Warrants, the HSI 23000 Call Warrants, the HSI 23600 Call Warrants and the HSI 24200 Call Warrants are positive, the HSI 22400 Call Warrants, the HSI 23000 Call Warrants, the HSI 23600 Call Warrants and the HSI 24200 Call Warrants are deemed to have been automatically exercised at 12:00 noon (Singapore time) on 26 February 2015.

As the Cash Settlement Amounts (less any Exercise Expenses) for the HSI 22200 Put Warrants, the HSI 22800 Put Warrants, the HSI 23400 Put Warrants, the HSI 25400 Call Warrants and the HSI 24000 Put Warrants are zero, the HSI 22200 Put Warrants, the HSI 22800 Put Warrants, the HSI 23400 Put Warrants, the HSI 25400 Call Warrants and the HSI 24000 Put Warrants are deemed to have expired at 12:00 noon (Singapore time) on 26 February 2015 and the Warrantholders shall not be entitled to receive any payment from the Issuer in respect of the HSI 22200 Put Warrants, the HSI 22800 Put Warrants, the HSI 23400 Put Warrants, the HSI 25400 Call Warrants and the HSI 24000 Put Warrants.

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

Warrant	Cash Settlement Amount per Warrant ¹
HSI 22400 Call Warrants	SGD 0.42784
HSI 23000 Call Warrants	SGD 0.32332
HSI 23600 Call Warrants	SGD 0.21880
HSI 24200 Call Warrants	SGD 0.11428
HSI 22200 Put Warrants	SGD 0
HSI 22800 Put Warrants	SGD 0

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

Warrant	Cash Settlement Amount per Warrant ¹
HSI 23400 Put Warrants	SGD 0
HSI 25400 Call Warrants	SGD 0
HSI 24000 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

26 February 2015