

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 FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 11500 MBECW160428)
- (2) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 19200 MB ECW160428)
- (3) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 20200 MB ECW160428)
- (4) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 21000 MB ECW160428)
- (5) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 22800 MB ECW160428)
- (6) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 9500 MBEPW160428)
- (7) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 18000 MB EPW160428)
- (8) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 19600 MB EPW160428)
- (9) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 20600 MB EPW160428)

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 FTSE China A50 Index (FTSECHINAA50 11500 MBECW160428) (the "**FTSECHINAA50 11500 Call Warrants**");

- (b) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 19200 MB ECW160428) (the "**HSI 19200 Call Warrants**");
- (c) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 20200 MB ECW160428) (the "**HSI 20200 Call Warrants**");
- (d) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 21000 MB ECW160428) (the "**HSI 21000 Call Warrants**");
- (e) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 22800 MB ECW160428) (the "**HSI 22800 Call Warrants**", together with the HSI 19200 Call Warrants and the HSI 20200 Call Warrants and the HSI 21000 Call Warrants, the "**HSI Call Warrants**");
- (f) the European Style Index Put Warrants relating to the FTSE China A50 Index (FTSECHINAA50 9500 MBEPW160428) (the "**FTSECHINAA50 9500 Put Warrants**");
- (g) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 18000 MB EPW160428) (the "**HSI 18000 Put Warrants**");
- (h) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 19600 MB EPW160428) (the "**HSI 19600 Put Warrants**"); and
- (i) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 20600 MB EPW160428) (the "**HSI 20600 Put Warrants**", together with the HSI 18000 Put Warrants and the HSI 19600 Put Warrants, the "**HSI Put Warrants**"),

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

Terms defined or construed in (1) the Supplemental Listing Document dated 21 December 2015 in relation to the FTSECHINAA50 11500 Call Warrants, FTSECHINAA50 9500 Put Warrants, (2) the Supplemental Listing Document dated 28 December 2015 in relation to the HSI 22800 Call Warrants, HSI 20600 Put Warrants, (3) the Supplemental Listing Document dated 22 February 2016 in relation to the HSI 20200 Call Warrants, HSI 18000 Put Warrants, (4) the Supplemental Listing Document dated 01 March 2016 in relation to the HSI 19200 Call Warrants, (5) the Supplemental Listing Document dated 07 March 2016 in relation to the HSI 21000 Call Warrants, HSI 19600 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	Strike Level	Conversion Ratio (number of units per Warrant)
FTSECHINAA50 11500 Call Warrants	28 April 2016	11,500	0.000125
HSI 19200 Call Warrants	28 April 2016	19,200	0.001000
HSI 20200 Call Warrants	28 April 2016	20,200	0.001000
HSI 21000 Call Warrants	28 April 2016	21,000	0.001000
HSI 22800 Call Warrants	28 April 2016	22,800	0.001000

FTSECHINAA50 9500 Put Warrants	28 April 2016	9,500	0.000125
HSI 18000 Put Warrants	28 April 2016	18,000	0.001000
HSI 19600 Put Warrants	28 April 2016	19,600	0.001000
HSI 20600 Put Warrants	28 April 2016	20,600	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 19200 Call Warrants, the HSI 20200 Call Warrants and the HSI 21000 Call Warrants are positive, the HSI 19200 Call Warrants, the HSI 20200 Call Warrants and the HSI 21000 Call Warrants are deemed to have been automatically exercised at 12:00 noon (Singapore time) on 28 April 2016.

As the Cash Settlement Amounts (less any Exercise Expenses) for the FTSECHINAA50 11500 Call Warrants, the HSI 22800 Call Warrants, the FTSECHINAA50 9500 Put Warrants, the HSI 18000 Put Warrants, the HSI 19600 Put Warrants and the HSI 20600 Put Warrants are zero, the FTSECHINAA50 11500 Call Warrants, the HSI 22800 Call Warrants, the FTSECHINAA50 9500 Put Warrants, the HSI 18000 Put Warrants, the HSI 19600 Put Warrants and the HSI 20600 Put Warrants are deemed to have expired at 12:00 noon (Singapore time) on 28 April 2016 and the Warrantholders shall not be entitled to receive any payment from the Issuer in respect of the FTSECHINAA50 11500 Call Warrants, the HSI 22800 Call Warrants, the FTSECHINAA50 9500 Put Warrants, the HSI 18000 Put Warrants, the HSI 19600 Put Warrants and the HSI 20600 Put Warrants.

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

Warrant	Cash Settlement Amount per Warrant ¹
FTSECHINAA50 11500 Call Warrants	SGD 0
HSI 19200 Call Warrants	SGD 0.39305
HSI 20200 Call Warrants	SGD 0.21990
HSI 21000 Call Warrants	SGD 0.08138
HSI 22800 Call Warrants	SGD 0
FTSECHINAA50 9500 Put Warrants	SGD 0
HSI 18000 Put Warrants	SGD 0
HSI 19600 Put Warrants	SGD 0
HSI 20600 Put Warrants	SGD 0

which will be paid in the manner set out in the terms and conditions of each of the Warrants.

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

Queries regarding the Notice may be directed to our toll-free hotline at 1800 288 2880.

Issued by
MACQUARIE BANK LIMITED

28 April 2016