

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 7800 MBECW150330)
- (2) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 8600 MBECW150330)
- (3) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 9600 MBECW150330)
- (4) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 24000 MB ECW150330)
- (5) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 24600 MB ECW150330)
- (6) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 25000 MB ECW150330)
- (7) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 25600 MB ECW150330)
- (8) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 7200 MBEPW150330)
- (9) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 8000 MBEPW150330)
- (10) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 9000 MBEPW150330)
- (11) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 22200 MB EPW150330)

- (12) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 23200 MB EPW150330)
- (13) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 23800 MB EPW150330)
- (14) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 24400 MB EPW150330)
- (15) ALL HOLDERS OF EUROPEAN STYLE CASH SETTLED PUT WARRANTS RELATING TO THE ORDINARY SHARES OF KEPPEL CORPORATION LIMITED ISSUED BY MACQUARIE BANK LIMITED (KEPCORP MB EPW150330)

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 7800 MBECW150330) (the "**FTSECHINAA50 7800 Call Warrants**");
- (b) the European Style Index Call Warrants relating to the FTSE China A50 Index (FTSECHINAA50 8600 MBECW150330) (the "**FTSECHINAA50 8600 Call Warrants**");
- (c) the European Style Index Call Warrants relating to the FTSE China A50 Index (FTSECHINAA50 9600 MBECW150330) (the "**FTSECHINAA50 9600 Call Warrants**");
- (d) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 24000 MB ECW150330) (the "**HSI 24000 Call Warrants**");
- (e) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 24600 MB ECW150330) (the "**HSI 24600 Call Warrants**");
- (f) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 25000 MB ECW150330) (the "**HSI 25000 Call Warrants**");
- (g) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 25600 MB ECW150330) (the "**HSI 25600 Call Warrants**");
- (h) the European Style Index Put Warrants relating to the FTSE China A50 Index (FTSECHINAA50 7200 MBEPW150330) (the "**FTSECHINAA50 7200 Put Warrants**");
- (i) the European Style Index Put Warrants relating to the FTSE China A50 Index (FTSECHINAA50 8000 MBEPW150330) (the "**FTSECHINAA50 8000 Put Warrants**");
- (j) the European Style Index Put Warrants relating to the FTSE China A50 Index (FTSECHINAA50 9000 MBEPW150330) (the "**FTSECHINAA50 9000 Put Warrants**");

- (k) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 22200 MB EPW150330) (the "**HSI 22200 Put Warrants**");
- (l) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 23200 MB EPW150330) (the "**HSI 23200 Put Warrants**");
- (m) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 23800 MB EPW150330) (the "**HSI 23800 Put Warrants**");
- (n) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 24400 MB EPW150330) (the "**HSI 24400 Put Warrants**"; and
- (o) the European Style Cash Settled Put Warrants relating to the ordinary shares of Keppel Corporation Limited (KEPCORP MB EPW150330) (the "**KPLM Put Warrants**").

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

Terms defined or construed in (1) the Supplemental Listing Document dated 20 October 2014 in relation to the KPLM Put Warrants, (2) the Supplemental Listing Document dated 31 October 2014 in relation to the HSI 24600 Call Warrants, HSI 22200 Put Warrants, (3) the Supplemental Listing Document dated 17 November 2014 in relation to the FTSECHINAA50 7800 Call Warrants, FTSECHINAA50 7200 Put Warrants, (4) the Supplemental Listing Document dated 02 December 2014 in relation to the FTSECHINAA50 8600 Call Warrants, FTSECHINAA50 8000 Put Warrants, (5) the Supplemental Listing Document dated 08 December 2014 in relation to the FTSECHINAA50 9600 Call Warrants, FTSECHINAA50 9000 Put Warrants, (6) the Supplemental Listing Document dated 22 January 2015 in relation to the HSI 24000 Call Warrants, HSI 25000 Call Warrants, HSI 23200 Put Warrants, HSI 23800 Put Warrants, HSI 24400 Put Warrants, (7) the Supplemental Listing Document dated 28 January 2015 in relation to the HSI 25600 Call 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)
FTSECHINAA50 7800 Call Warrants	30 March 2015	7,800	0.000167
FTSECHINAA50 8600 Call Warrants	30 March 2015	8,600	0.000167
FTSECHINAA50 9600 Call Warrants	30 March 2015	9,600	0.000167
HSI 24000 Call Warrants	30 March 2015	24,000	0.001000
HSI 24600 Call Warrants	30 March 2015	24,600	0.001000
HSI 25000 Call Warrants	30 March 2015	25,000	0.001000
HSI 25600 Call Warrants	30 March 2015	25,600	0.001000
FTSECHINAA50 7200 Put Warrants	30 March 2015	7,200	0.000167
FTSECHINAA50 8000 Put Warrants	30 March 2015	8,000	0.000167

FTSECHINAA50 9000 Put Warrants	30 March 2015	9,000	0.000167
HSI 22200 Put Warrants	30 March 2015	22,200	0.001000
HSI 23200 Put Warrants	30 March 2015	23,200	0.001000
HSI 23800 Put Warrants	30 March 2015	23,800	0.001000
HSI 24400 Put Warrants	30 March 2015	24,400	0.001000
KPLM Put Warrants	30 March 2015	SGD 9.200	0.200000

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 FTSE China A50 Call Warrants

The Cash Settlement Amount in respect of each FTSE China A50 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 final settlement price for settling the FTSE China A50 Index March 2015 Futures Contract

The prevailing rate of exchange between the United States 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

Exchange service ceases to display such information, such page as displays such information on such other Rate: services as may be selected by the Issuer

The Valuation Date for the FTSECHINAA50 Call Warrants is 30 March 2015 or if such day is not the day on which the FTSE China A50 Index March 2015 Futures Contract expires on the Singapore Exchange Derivatives Trading Limited, the day on which the FTSE China A50 Index March 2015 Futures Contract will expire on the SGX-DT or its successor or assign.

Cash Settlement Amount for the HSI Call Warrants

The Cash Settlement Amount in respect of each HSI 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 final settlement price for settling the Hang Seng Index March 2015 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 30 March 2015 or if such day is not the day on which the Hang Seng Index March 2015 Futures Contract expires on the Hong Kong Futures Exchange Limited, the day on which the Hang Seng Index March 2015 Futures Contract will expire on the Hong Kong Futures Exchange Limited or its successor or assign.

Cash Settlement Amount for the FTSE China A50 Put Warrants

The Cash Settlement Amount in respect of each FTSE China A50 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 final settlement price for settling the FTSE China A50 Index March 2015 Futures Contract

Exchange Rate: The prevailing rate of exchange between the United States 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 FTSECHINA A50 Put Warrants is 30 March 2015 or if such day is not the day on which the FTSE China A50 Index March 2015 Futures Contract expires on the Singapore Exchange Derivatives Trading Limited, the day on which the FTSE China A50 Index March 2015 Futures Contract will expire on the SGX-DT 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:

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

Where:

Closing Level: The final settlement price for settling the Hang Seng Index March 2015 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 30 March 2015 or if such day is not the day on which the Hang Seng Index March 2015 Futures Contract expires on the Hong Kong Futures Exchange Limited, the day on

which the Hang Seng Index March 2015 Futures Contract will expire on the Hong Kong Futures Exchange Limited or its successor or assign.

Cash Settlement Amount for the KPLM Put Warrants

The Cash Settlement Amount in respect of each KPLM Put Warrants exercised shall be the amount (if positive) equal to (A) (i) SGD 9.200 LESS (ii) the arithmetic mean of the closing prices of one Share (as derived from the daily publications of the Singapore Exchange Securities Trading Limited, subject to any adjustments to such closing prices determined by the Issuer to be necessary to reflect any capitalisation, rights issue, distribution or the like) for each Valuation Date MULTIPLIED by (B) 0.200000.

The Valuation Date is each of the five business days prior to and including the business day immediately before the Expiry Date.

In certain circumstances, the Conversion Ratio and the Exercise Price will be adjusted as set out in Condition 6 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 Expiry Date is not a Business Day, the immediately preceding Business Day). 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 Expiry Date is not a Business Day, the immediately preceding Business Day) and Warrantholders will not be entitled to receive any payment from the Issuer in respect 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 expected last day of trading in the Warrants on the SGX-ST is 23 March 2015. The expected date on which the Warrants will be de-listed from the Official List of the SGX-ST is 31 March 2015 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

27 February 2015

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.