

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 CASH SETTLED CALL WARRANTS RELATING TO THE ORDINARY SHARES OF DBS GROUP HOLDINGS LTD ISSUED BY MACQUARIE BANK LIMITED (DBS MB ECW160128)
- (2) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 11500 MBECW160128)
- (3) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 21600 MB ECW160128)
- (4) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 22400 MB ECW160128)
- (5) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 23200 MB ECW160128)
- (6) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE FTSE CHINA A50 INDEX ISSUED BY MACQUARIE BANK LIMITED (FTSECHINAA50 9500 MBEPW160128)
- (7) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 20400 MB EPW160128)
- (8) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 21200 MB EPW160128)
- (9) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY MACQUARIE BANK LIMITED (HSI 22000 MB EPW160128)

Notice is hereby given by Macquarie Bank Limited ("**Macquarie**" or the "**Issuer**") in respect of:

- (a) the European Style Cash Settled Call Warrants relating to the ordinary shares of DBS Group Holdings Ltd (DBS MB ECW160128) (the "**DBSM Call Warrants**");

- (b) the European Style Index Call Warrants relating to the FTSE China A50 Index (FTSECHINAA50 11500 MBECW160128) (the "**FTSECHINAA50 11500 Call Warrants**");
- (c) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 21600 MB ECW160128) (the "**HSI 21600 Call Warrants**");
- (d) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 22400 MB ECW160128) (the "**HSI 22400 Call Warrants**");
- (e) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 23200 MB ECW160128) (the "**HSI 23200 Call Warrants**", together with the HSI 21600 Call Warrants and the HSI 22400 Call Warrants, the "**HSI Call Warrants**");
- (f) the European Style Index Put Warrants relating to the FTSE China A50 Index (FTSECHINAA50 9500 MBEPW160128) (the "**FTSECHINAA50 9500 Put Warrants**");
- (g) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 20400 MB EPW160128) (the "**HSI 20400 Put Warrants**");
- (h) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 21200 MB EPW160128) (the "**HSI 21200 Put Warrants**"); and
- (i) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 22000 MB EPW160128) (the "**HSI 22000 Put Warrants**", together with the HSI 20400 Put Warrants and the HSI 21200 Put Warrants, the "**HSI Put Warrants**"),

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

Terms defined or construed in (1) the Supplemental Listing Document dated 02 October 2015 in relation to the DBSM Call Warrants, (2) the Supplemental Listing Document dated 26 October 2015 in relation to the FTSECHINAA50 11500 Call Warrants, FTSECHINAA50 9500 Put Warrants, (3) the Supplemental Listing Document dated 23 November 2015 in relation to the HSI 23200 Call Warrants, HSI 21200 Put Warrants, (4) the Supplemental Listing Document dated 03 December 2015 in relation to the HSI 22400 Call Warrants, HSI 22000 Put Warrants, (5) the Supplemental Listing Document dated 14 December 2015 in relation to the HSI 21600 Call Warrants, (6) the Supplemental Listing Document dated 17 December 2015 in relation to the HSI 20400 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)
DBSM Call Warrants	28 January 2016	SGD 17.400	0.125000
FTSECHINAA50 11500 Call Warrants	28 January 2016	11,500	0.000125
HSI 21600 Call Warrants	28 January 2016	21,600	0.001000
HSI 22400 Call Warrants	28 January 2016	22,400	0.001000
HSI 23200 Call Warrants	28 January 2016	23,200	0.001000

FTSECHINAA50 9500 Put Warrants	28 January 2016	9,500	0.000125
HSI 20400 Put Warrants	28 January 2016	20,400	0.001000
HSI 21200 Put Warrants	28 January 2016	21,200	0.001000
HSI 22000 Put Warrants	28 January 2016	22,000	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 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.

As the Cash Settlement Amounts (less any Exercise Expenses) for the FTSECHINAA50 9500 Put Warrants, the HSI 20400 Put Warrants, the HSI 21200 Put Warrants and the HSI 22000 Put Warrants are positive, the FTSECHINAA50 9500 Put Warrants, the HSI 20400 Put Warrants, the HSI 21200 Put Warrants and the HSI 22000 Put Warrants are deemed to have been automatically exercised at 12:00 noon (Singapore time) on 28 January 2016.

As the Cash Settlement Amounts (less any Exercise Expenses) for the DBSM Call Warrants, the FTSECHINAA50 11500 Call Warrants, the HSI 21600 Call Warrants, the HSI 22400 Call Warrants and the HSI 23200 Call Warrants are zero, the DBSM Call Warrants, the FTSECHINAA50 11500 Call Warrants, the HSI 21600 Call Warrants, the HSI 22400 Call Warrants and the HSI 23200 Call Warrants are deemed to have expired at 12:00 noon (Singapore time) on 28 January 2016 and the Warrantholders shall not be entitled to receive any payment from the Issuer in respect of the DBSM Call Warrants, the FTSECHINAA50 11500 Call Warrants, the HSI 21600 Call Warrants, the HSI 22400 Call Warrants and the HSI 23200 Call Warrants.

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

Warrant	Cash Settlement Amount per Warrant ¹
DBSM Call Warrants	SGD 0
FTSECHINAA50 11500 Call Warrants	SGD 0
HSI 21600 Call Warrants	SGD 0
HSI 22400 Call Warrants	SGD 0
HSI 23200 Call Warrants	SGD 0
FTSECHINAA50 9500 Put Warrants	SGD 0.15270
HSI 20400 Put Warrants	SGD 0.23906
HSI 21200 Put Warrants	SGD 0.38550
HSI 22000 Put Warrants	SGD 0.53194

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

28 January 2016

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