



Notification of interest payment & interest rate change

Update Summary

Entity name

MACQUARIE BANK LIMITED

Security on which the Interest Payment will be paid

MBLHB - HYBRID 3-BBSW+1.70% PERP SUB NON-CUM STAP

Announcement Type

Update to previous announcement

Date of this announcement

Wednesday April 20, 2016

Reason for the Update

On 19 April, it was erroneously announced that the distribution rate for the next Macquarie Income Securities payment would be 4.16 percent per annum.

Macquarie Bank Limited and Macquarie Finance Limited confirm that the distribution rate on Macquarie Income Securities (MBLHB) will be 3.99 percent.

Refer to below for full details of the announcement

Announcement Details

Part 1 - Entity and announcement details

1.1 Name of +Entity

MACQUARIE BANK LIMITED

1.2 Registered Number Type

ACN

Registration Number

008583542

1.3 ASX issuer code

MBL

1.4 The announcement is

Update/amendment to previous announcement

1.4a Reason for update to a previous announcement

On 19 April, it was erroneously announced that the distribution rate for the next Macquarie Income Securities payment would be 4.16 percent per annum.

Macquarie Bank Limited and Macquarie Finance Limited confirm that the distribution rate on Macquarie Income Securities (MBLHB) will be 3.99 percent.



1.4b Date of previous announcement(s) to this update

Tuesday April 19, 2016

1.5 Date of this announcement

Wednesday April 20, 2016

1.6 ASX +Security Code for Interest Payment

MBLHB

ASX +Security Description

HYBRID 3-BBSW+1.70% PERP SUB NON-CUM STAP

Part 2A - Interest period dates and interest payment details

Interest Rate Calendar Type

Rule 11, 11 business day

2A.1 Payment date

Friday July 15, 2016

2A.2 +Record Date

Thursday June 30, 2016

2A.3 Ex-Date

Wednesday June 29, 2016

2A.4 First day of payment period

Friday April 15, 2016

2A.5 Last day of payment period

Thursday July 14, 2016

2A.6 Number of days in the payment period

91

2A.7 Interest rate expressed as a per annum rate

3.990000 %

2A.8 Interest rate pro-rated for the number of days in the payment period

0.994767 %

2A.9 Currency in which the interest payment is made ("primary currency")

AUD - Australian Dollar

2A.10 Interest payment amount per +security

AUD 0.99476712

2A.10(i) Comment on how the interest payment amount per security is calculated

Principal (100) x Interest Rate p.a. (3.99%) x Interest Period (91/365)

2A.11 Are any of the below approvals required for the interest payment before business day 0 of the timetable?

- Security holder approval
- Court approval
- Lodgement of court order with +ASIC
- ACCC approval
- FIRB approval
- Another approval/condition external to the entity required before business day 0 of the timetable for the interest payment.

No

2A.12 Is the interest payment franked?

No



2A.13 Is the interest payment payable in the form of +securities rather than cash?

No

2A.14 Does the entity have arrangements relating to currency in which the interest payment is paid to security holders that it wishes to disclose to the market?

No

2A.15 Is there a principal amount payment component payable?

No

Part 3 - Floating rate +securities - details of interest rate applicable to the payment notified in

Part 2A

3.1 Date interest rate is set

Friday April 15, 2016

3.2 Comments on how the date that interest rate is set is determined

Per clause 5.3 of the Note Terms, the interest rate is determined on the first business day of the interest period.

3.3 Interest base rate

2.2900 %

3.4 Comments on how interest base rate is set

BBSW mid rate.

3.5 Interest margin

1.7000 %

3.6 Comments on how interest margin is set

The interest margin is a fixed rate of 1.7% per annum.

3.7 Any other rate/multiplier used in calculating interest rate

%

3.8 Comments on how other rate used in calculating interest rate is set

3.9 Total interest rate expressed as a per annum rate

3.9900 %

3.10 Comment on how the total interest rate expressed as a per annum rate is set

Part 4 - Further information



4.1 Please provide any further information applicable to this payment

Please note that while the amount is interest paid by Macquarie Finance Limited, it is treated for Australian income tax purposes as an unfranked distribution on a "non-share equity interest".

4.2 URL link to a copy of the prospectus/PDS or further information about the +security

4.3 Additional information for inclusion in the Announcement Summary