

Macquarie Capital Loans Management Limited

ABN 18 077 595 012
AFS Licence No. 241106
A Member of the Macquarie Group of Companies

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25 May 2011

Company Announcements Office
Australian Stock Exchange Limited
via ASX Online



Dear Sir/Madam,

**Macquarie Convertible Preference Securities Announcement
(Macquarie CPS)**

Macquarie Capital Loans Management Limited confirms that the distribution rate on Macquarie Convertible Preference Securities (MQCPA) is fixed at 11.095% per annum in respect of distributions to be paid up to and including the initial mandatory conversion date. Details of the distribution to be paid in respect of the next distribution period which commenced on 1 January 2011 and ceases on 30 June 2011 (inclusive) appear below. The distribution payment date will be on 30 June 2011 and the record date will be 21 June 2011.

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|--|---|
| Distribution rate for above securities | 11.095% per annum |
| Applicable distribution period | 1 January 2011 to 30 June 2011 (inclusive) |
| Dollar figure distribution per security* | \$5.5019 |
| Record Date | 21 June 2011 |

*As defined in the Terms set out in the Macquarie Convertible Preference Securities Product Disclosure Statement

This trust distribution does not carry franking credits and Australian non-resident withholding tax will not be deducted on payments to non-resident Holders as the distribution comprises income sourced outside Australia.

Yours faithfully,

Dennis Leong
Company Secretary
Macquarie Capital Loans Management Limited

None of the entities noted in this document is an authorised deposit-taking institution for the purposes of the Banking Act 1959 (Commonwealth of Australia). The obligations of these entities do not represent deposits or other liabilities of Macquarie Bank Limited ABN 46 008 583 542 (MBL). MBL does not guarantee or otherwise provide assurance in respect of the obligations of these entities.