

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited (the "Stock Exchange") take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

Non-collateralised Structured Products

**Notice of Valuation of Residual Value of
11,400,000 European Style (Cash Settled) Category R Callable Bear Contracts relating
to the existing issued ordinary shares ("Share") of Tencent Holdings Limited (the
"CBBCs")
(Stock Code : 63534)**

issued by

MACQUARIE BANK LIMITED

(ABN 46 008 583 542)

(incorporated under the laws of Australia)

Sponsor

Macquarie Capital Limited

Announcement

All capitalised terms not defined in this announcement have the same meaning as defined in the terms and conditions of the CBBCs (the "**Conditions**").

Under the Conditions, following the occurrence of the Mandatory Call Event ("**MCE**") of the CBBCs at 09:36:16 on 16 March 2018, the Residual Value has been determined to be HK\$8 per Board Lot (such Board Lot being 10,000 CBBCs).

The Residual Value is determined by us by reference to the following formula:

$$\text{Residual Value per Board Lot} = \frac{\text{Entitlement} \times (\text{Strike Price} - \text{Maximum Trade Price}) \times \text{One Board Lot}}{\text{Number of CBBC(s) per Entitlement}}$$

Where:

"Entitlement" means 1 Share(s);

"Strike Price" means HK\$472.880;

"Maximum Trade Price" means HK\$472.800; and

"Number of CBBC(s) per Entitlement" means 100 CBBC(s).

Subject to Settlement Disruption Event, all eligible CBBCs holders will receive the Residual Value on 21 March 2018, being three CCASS Settlement Days following the end of the MCE Valuation Period.

Hong Kong, 16 March 2018