

Deal offering – Macquarie Bank Capital Notes (BCN)

Deal details

Summary

Offer by Macquarie Bank of Convertible Preference Shares (BCN) to raise approximately \$400 million, with the ability to raise less

Issue price	\$100 per Note
Total number of Notes available under the Offer	\$400 million (with the ability to raise less)
Distribution Rate	Indicative rate of 5.8%pa (3.1%-3.3%pa over the 180 day BBSW, 2.70%) 15/09/13
Initial Optional Exchange Date	24 th March 2020
Mandatory Exchange Date	24 th March 2023

Proceeds of the offer will be applied to:

- BCN will constitute Additional Tier 1 Capital of the Issuer which satisfies the APRA regulatory capital requirements. The net proceeds of the Offer will be used for general corporate funding and capital management purposes

Deal timetable

Event	Date / Time
Securityholder Offer & Reinvestment offer opens	23 rd September 2014
Bookbuild to determine interest rate	Friday 19 th September
Issue of Macquarie Bank Capital Notes	Wednesday 8 th October
Expected Commencement Trading (deferred settlement basis)	Thursday 9 th October
Expected Commencement Trading (Normal)	Monday 13 th October

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Deal details

Dividends	<ul style="list-style-type: none"> • Interest Payments are scheduled to be paid semi annually in arrears • Interest Payments are non-cumulative & partially franked (currently 40%, but Macquarie will make up for a shortfall if franked at a lower level) • MBL is restricted from paying dividends to ordinary shareholders in the event of non-payment of BCN dividends
Ranking	Rank ahead of Ordinary Shares and equally with Equal Ranking Instruments, but are subordinated to claims of depositors and other creditors.

Investors looking for an allocation can contact us on 1300 559 869

We encourage you to view our online presentation

[An Introduction to Fixed Income](#)

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