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21 October 2003

Caitlin Chau
ASX Derivatives
Level 6, 20 Bridge Street
Sydney NSW 2000



Dear Caitlin

For announcement to the market:

**Macquarie Instalment Warrants – AMPIMF; AMPIMG; AMPIMV – AMP
Rights Offer**

Macquarie Bank Limited ("Macquarie") is the issuer of three series of Instalment Warrants (ASX codes: AMPIMF; AMPIMG; AMPIMV) over shares in AMP Limited ("AMP").

On 16 October 2003 AMP announced the details of its proposed corporate restructure, including a pro-rata 1:1 non-renounceable rights issue. The ex date for the rights issue is 22 October 2003 and the record date is 28 October 2003. The rights issue is conditional on, amongst other things, shareholders approving the demerger of AMP at an extraordinary general meeting on 9 December 2003.

AMP has announced that all AMP shareholders who do not take up their rights will receive a cash payment of \$0.082 per right not taken up (subject to any reduction in the size of the AMP Rights Offer). This cash amount is expected to be distributed to shareholders sometime after 9 December 2003, conditional on the demerger receiving shareholder approval.

Warrant Adjustments

Macquarie advises that pursuant to clause 21 of the Trust Deed dated 28 February 2001, the Security Trustee will direct that any cash payment received from AMP in consideration of the rights issue will be paid to those Instalment holders on the register on the record date of 28 October 2003. Payment is conditional upon the demerger of AMP proceeding as outlined above and will only be made upon receipt from AMP.

Macquarie AMP Instalments will commence trading ex entitlement for the rights issue on 22 October 2003.

If you have any questions regarding this matter please contact your Stockbroker or Financial Adviser or call Macquarie on 1800 80 30 10.

Yours Sincerely

A handwritten signature in black ink, appearing to read 'Chris Horne', with a horizontal line drawn through it.

Chris Horne
Associate Director
Macquarie Bank Limited