

**Supplement No. 19 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, London Branch, dated 20 October 2005,

concerning the issue of

[Call] [Put] Warrants, HIT [Call] [Put] Warrants, Lock Out [Call] [Put] Warrants, Double Lock Out Warrants, [Turbo Long-] [Turbo Short-] Warrants, Digital [Call] [Put] Warrants and Hamster Warrants

at the same time

**Supplement No. 17 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 20 October 2005,

concerning the issue of

[Discount] [Discount PLUS] [Sprint] [Multibloc] Certificates

at the same time

**Supplement No. 20 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 5 January 2006,

concerning the issue of

UBS [Performance Certificates without settlement formula] [Performance-Certificates with settlement formula] [Outperformance Certificates] [Relative Performance Plus Certificates] [Open-End Certificates without settlement formula] [Open-End Certificates with settlement formula] [S<sup>2</sup>MART Certificates] [Super S<sup>2</sup>MART Certificates] [Bonus Certificates] [Bonus Plus Certificates] [Bonus Extra Plus Certificates] [Express Certificates] [Express Kick-In Certificates] [Express Plus Certificates] [Easy Express Certificates] [Express XL Certificates]

at the same time

**Supplement No. 18 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 1 March 2006,

concerning the issue of

UBS [Capital Protected] Gearing Certificates

at the same time

**Supplement No. 16 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, London Branch, dated 28 March 2006,

concerning the issue of

A(lternative) I(nvestment) S(trategies) Index - Certificates

at the same time

**Supplement No. 17 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, London Branch, dated 11 July 2006,

concerning the issue of

UBS [TWIN-WIN] [•] Certificates

at the same time

**Supplement No. 17 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, London Branch, dated 11 July 2006,

concerning the issue of

UBS Reverse [(Capped)] Bonus Certificates

at the same time

**Supplement No. 18 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, London Branch, dated 16 November 2006,

concerning the issue of

UBS [[Call] [or, as the case may be,] [Put] Warrants] [Hit [Call] [or, as the case may be,] [Put] Warrants] [Lock Out [Call] [or, as the case may be,] [Put] Warrants] [Double Lock Out Warrants] [[Turbo Long-] [or, as the case may be,] [Turbo Short-] Warrants] [Digital [Call] [or, as the case may be,] [Put] Warrants] [Hamster Warrants]

at the same time

**Supplement No. 19 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 17 November 2006,

concerning the issue of

UBS [Discount Certificates] [Discount PLUS Certificates] [Sprint [PLUS] Certificates] [Multibloc Certificates] [[Easy] [Outperformance [(Capped)]] Express [Kick-In] [PLUS] [XL] [Bonus] Certificates] [Callable Yield Certificates]

at the same time

**Supplement No. 22 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 25 January 2007,

concerning the issue of

UBS [[Performance] [PERLES] [(Capped)] Certificates [without] [with] settlement formula] [Outperformance [(Capped)] Certificates] [Relative Performance Plus Certificates] [Open-End [(Capped)] Certificates [without] [with] settlement formula] [[Super] S<sup>2</sup>MART Certificates] [[Lock-In] Bonus [(Capped)] [Extra] [Plus] [Flex] Certificates]

at the same time

### **Supplement No. 18 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, London Branch, dated 20 March 2007,

concerning the issue of

- Series 2007-[●] Up to CHF [●] 100% Principal Protected Type A Notes linked to the [●] CHF Protected Index
- Series 2007-[●] Up to CHF [●] 100% Principal Protected Type B Notes linked to the [●] CHF Protected Index ((i) and (ii) together, the CHF Notes) (for marketing purposes these securities are known as "[●] CHF Index Notes")
- Series 2007-[●] Up to EUR [●] 100% Principal Protected Type A Notes linked to the [●] EUR Protected Index
- Series 2007-[●] Up to EUR [●] 100% Principal Protected Type B Notes linked to the [●] EUR Protected Index ((iii) and (iv) together, the EUR Notes) (for marketing purposes these securities are known as the "[●] EUR Index Notes")
- Series 2007-[●] Up to USD [●] 100% Principal Protected Type A Notes linked to the [●] USD Protected Index
- Series 2007-[●] Up to USD [●] 100% Principal Protected Type B Notes linked to the [●] USD Protected Index ((v) and (vi) together, the USD Notes and, together with the CHF Notes and the EUR Notes, the Notes) (for marketing purposes these securities are known as "[●] USD Index Notes")

as well as for the

- Series 2007-[●] Up to CHF [●] Type A Certificates linked to the [●] CHF Index
- Series 2007-[●] Up to CHF [●] Type B Certificates linked to the [●] CHF Index ((vii) and (viii) together, the CHF Certificates) (for marketing purposes these securities are known as "[●] CHF Index Certificates")
- Series 2007-[●] Up to EUR [●] Type A Certificates linked to the [●] EUR Index
- Series 2007-[●] Up to EUR [●] Type B Certificates linked to the [●] EUR Index ((ix) and (x) together, the EUR Certificates) (for marketing purposes these securities are known as "[●] EUR Index Certificates")
- Series 2007-[●] Up to USD [●] Type A Certificates linked to the [●] USD Index
- Series 2007-[●] Up to USD [●] Type B Certificates linked to the [●] USD Index ((xi) and (xii) together, the USD Certificates) (for marketing purposes these securities are known as "[●] USD Certificates")

at the same time

### **Supplement No. 22 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 12 April 2007,

concerning the issue of

UBS [Capital Protected] [Gearing] [●] [(Capped)] Certificates

at the same time

**Supplement No. 18 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 17 April 2007,

concerning the issue of

UBS [Capital Protected] [A(ternative) I(nvestment) S(trategies)] [●] Index [(Capped)]-Certificates

at the same time

**Supplement No. 16 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 17 August 2007

concerning the issue of

UBS [Capital Protected] [A(ternative) I(nvestment) S(trategies)] [●] [Portfolio] [(Capped)] Certificates

at the same time

**Supplement No. 21 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London][Jersey] Branch, dated 13 November 2007,

concerning the issue of

UBS [Capital Protected] [[Call] [or, as the case may be,] [Put]] [Hit [Call] [or, as the case may be,] [Put]] [Lock Out [Call] [or, as the case may be,] [Put]] [Double Lock Out] [[Turbo Long-] [or, as the case may be,] [Turbo Short-]] [Digital [Call] [or, as the case may be,] [Put]] [Hamster] [●] [(Capped)] Warrants

at the same time

**Supplement No. 20 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 23 November 2007,

concerning the issue of

UBS [Capital Protected] [Discount [PLUS]] [Sprint [PLUS]] [Multibloc] [[Easy] [Outperformance [Express]] [Kick-In] [PLUS] [XL] [Bonus]] [Callable Yield] [●] [(Capped)] Certificates

at the same time

**Supplement No. 18 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 20 December 2007,

concerning the issue of

UBS [Capital Protected] [Bonus] [Express] [Reverse] [Lock-in] [(Capped)] Certificates

at the same time

**Supplement No. 18 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 21 January 2008,

concerning the issue of

UBS [Capital Protected] [[Performance] [PERLES]] [Outperformance] [Relative Performance Plus] [Open-End] [[Super] S<sup>2</sup>MART] [[Lock-In] Bonus [Extra] [Plus] [Flex]] [(Capped)] Certificates [[without] [with] settlement formula]

at the same time

**Supplement No. 16 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG [Zurich], [London] [Jersey] Branch, dated 29 February 2008,

concerning the issue of

UBS [Capital Protected] [A(lternative) I(nvestment) S(trategies)] [Reverse] [Performance] [Tracker] [(Capped)] Certificates

at the same time

**Supplement No. 15 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG [London] [Jersey] Branch, dated 18 April 2008,

concerning the issue of

UBS [Capital Protected] [Gearing] [(Capped)] Certificates

at the same time

**Supplement No. 15 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 the already published (single document) Base Prospectus of UBS AG [Zurich], [London] [Jersey] Branch, dated 2 May 2008,

concerning the issue of

UBS [Capital Protected] [A(lternative) I(nvestment) S(trategies)] [●] [Portfolio] [(Capped)] Certificates

at the same time

**Supplement No. 15 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 27 May 2008,

concerning the issue of

UBS [Capital Protected] [Kick-In] [GOAL] [(Capped)] Notes

at the same time

**Supplement No. 12 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] [Branch], dated 16 June 2008,

in relation to the  
Structured Warrant Programme

at the same time

**Supplement No. 14 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 14 July 2008,

concerning the issue of

UBS [Capital Protected] [Champion] [Express] [(Capped)] Certificates

at the same time]

**Supplement No. 12 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 25 November 2008,

concerning the issue of

UBS [Capital Protected] [Discount [PLUS]] [Sprint [PLUS]] [Multibloc] [[Easy] [Outperformance [Express] [Kick-In] [PLUS] [XL] [Bonus]] [Callable Yield] [Reverse] [Champion] [Express] [(Capped)] Certificates

at the same time

**Supplement No. 12 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 17 December 2008,

concerning the issue of

UBS [Capital Protected] [Bonus] [Twin-Win] [Express] [Reverse] [Lock-In] [Basket] [Select] [(Capped)] [Certificates] [Notes]

at the same time

**Supplement No. 11 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 29 January 2009,

concerning the issue of

UBS [Capital Protected] [[Performance] [Express] [Reverse] [PERLES]] [Outperformance] [Relative Performance Plus] [Open-End] [[Super] S2MART] [[Lock-In] [Bonus] [Extra Plus] [Flex]] [(Capped)] Certificates

at the same time

**Supplement No. 10 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] [Branch], dated 21 April 2009,

concerning the issue of  
UBS [CAPITAL PROTECTED] [GEARING] [(CAPPED)] [Certificates] [Notes]

at the same time

**Supplement No. 10 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] [Branch], dated 15 June 2009,

in relation to the  
Structured Warrant Programme

at the same time

**Supplement No. 11 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] [Branch], dated 21 October 2009,

in relation to the  
Structured Warrant Programme

at the same time

**Supplement No. 10 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] [Branch], dated 26 April 2010,

concerning the issue of  
UBS [Capital Protected] [Gearing] [Capital Yield] [Champion] [Outperformance] [Easy] [Express] [Kick-In] [PLUS] [XL] [Bonus] [(Capped)] [Certificates] [Notes]

at the same time

**Supplement No. 9 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] [Branch], dated 19 August 2010,

concerning the issue of  
Securities

at the same time

**Supplement No. 10 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] [Branch], dated 22 October 2010,

in relation to the  
Structured Warrant Programme

at the same time

**Supplement No. 10 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] [Branch], dated 3 December 2010,

concerning the issue of  
Securities

at the same time

**Supplement No. 7 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] [Branch], dated 14 October 2011,

in relation to the  
Structured Warrant Programme

at the same time

**Supplement No. 6 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] [Branch], dated 28 November 2011,

concerning the issue of  
Securities

at the same time

**Supplement No. 4 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] [Branch], dated 20 June 2012,

in relation to the  
Structured Warrant Programme

at the same time

**Supplement No. 4 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] [Branch], dated 20 June 2012,

concerning the issue of  
Securities

at the same time

**Supplement No. 3 pursuant to § 16 (1) of the German Securities Prospectus Act**

dated 7 January 2013 to the already published (single document) Base Prospectus of UBS AG,



London Branch, dated 25 June 2012,

concerning the issue of  
Open End Index Certificates

**This supplement serves as update to the Base Prospectus mentioned above in connection to the following occurrence:**

**Update on certain LIBOR related claims on 19 December 2012.**

**The attention of the investors is in particular drawn to the following: Investors who have already agreed to purchase or subscribe for the Notes, Certificates, Bonds or Securities, as the case may be, before this supplement is published have, pursuant to § 16 (3) of the German Securities Prospectus Act, the right, exercisable within a time limit of two working days after the publication of this supplement, to withdraw their acceptances, provided that the new circumstances or the incorrectness causing the supplement occurred before the closing of the public offering and before the delivery of the securities. A withdrawal, if any, of an order must be communicated in writing to the Issuer at its registered office specified in the address list hereof.**

## TABLE OF CONTENTS OF THIS SUPPLEMENT

	Page
1) Summary	12
2) <i>Zusammenfassung</i>	13
3) – 6) Description of the Issuer	15
Adress List	20
Signatories	21

1) In relation to the Base Prospectuses as listed introductory on pages 1 to 9 except for the Base Prospectuses as specified below in the section 2) (a) to (i), in the bullet point in the section "Summary"

- "Who is the Issuer",

and in relation to the Base Prospectus dated 20 March 2007 in the bullet point in the section "Summary"

- "Issuer",

and in relation to the Base Prospectuses dated 16 June 2008, 15 June 2009, 21 October 2009, 26 April 2010, 19 August 2010, 22 October 2010, 3 December 2010, 14 October 2011, 28 November 2011, 20 June 2012 (Structured Warrant Programme), 20 June 2012 and (Base Prospectus Securities), and 25 June 2012 in the section headed "Who is the Issuer?" in the section "Summary"

the first sentence in the section headed 'Trend Information' has been replaced and the two subparagraphs have been added as follows to this section:

#### ***"Trend Information***

(Outlook statement as presented in UBS's third quarter 2012 (unaudited) report issued on 30 October 2012 and as updated on 19 December 2012)

Based on business activity through 19 December 2012, UBS believes its fourth quarter net profit attributable to shareholders will show a loss, primarily as a result of: total provisions for litigation and regulatory matters, (including the LIBOR settlements, claims related to sales of residential mortgage backed-securities (RMBS) and other matters), of approximately CHF 2.1 billion; restructuring charges of approximately CHF 0.5 billion; and an own credit loss on financial liabilities designated at fair value of approximately CHF 0.4 billion. Because on the day of the announcement of 19 December 2012 the quarter had not yet ended, the above information has been provided subject to variability due to market movements (including those relating to own credit) and other factors, and in the case of after-tax information is subject to tax computations.

UBS is encouraged by the progress it has seen in the fourth quarter to 19 December 2012 on both RWA reduction and balance sheet deleveraging. Net new money is expected to be positive in the fourth quarter as UBS has seen good flows in the Wealth Management and Wealth Management Americas businesses, while it has seen net outflows in Global Asset Management. The Basel III phase-in common equity tier 1 ratio is expected to improve to around 14% by fourth quarter-end and the fully applied Basel III common equity tier 1 ratio, inclusive of the effects from early adopting IAS 19R in the fourth quarter, is expected to be roughly in line with the third quarter's level of 9.3%<sup>1</sup>.

---

<sup>1</sup> The calculation of UBS's estimated Basel III RWA combines existing Basel 2.5 RWA, a revised treatment for low-rated securitization exposures which are no longer deducted from capital but are risk-weighted at 1250%, and new model-based capital charges. Some of these new models still require regulatory approval and therefore UBS's estimated calculations include estimates (discussed with UBS's primary regulator) of the effect of these new capital charges which will be refined as models and the associated systems are enhanced.

- 2) In relation to
- (a) the Base Prospectus dated 28 March 2006 concerning the issue of A(lternative) I(nvestment) S(trategies) Index – Certificates,
  - (b) the Base Prospectus dated 17 April 2007 concerning the issue of UBS [Capital Protected] [A(lternative) I(nvestment) S(trategies)] [•] Index [(Capped)]-Certificates,
  - (c) the Base Prospectus dated 17 August 2007 concerning the issue of UBS [Capital Protected] [A(lternative) I(nvestment) S(trategies)] [•] [Portfolio] [(Capped)] Certificates,
  - (d) the Base Prospectus dated 29 February 2008 for the issue of UBS [Capital Protected] [A(lternative) I(nvestment) S(trategies)] [Reverse] [Performance] [Tracker] [(Capped)] Certificates,
  - (e) the Base Prospectus dated 2 May 2008 concerning the issue of UBS [Capital Protected] [A(lternative) I(nvestment) S(trategies)] [•] [Portfolio] [(Capped)] Certificates,
  - (f) the Base Prospectus dated 25 November 2008 concerning the issue of UBS [Capital Protected] [Discount [PLUS]] [Sprint [PLUS]] [Multibloc] [[Easy] [Outperformance [Express] [Kick-In] [PLUS] [XL] [Bonus]] [Callable Yield] [Reverse] [Champion] [Express] [(Capped)] Certificates,
  - (g) the Base Prospectus dated 17 December 2008 concerning the issue of UBS [Capital Protected] [Bonus] [Twin-Win] [Express] [Reverse] [Lock-In] [Basket] [Select] [(Capped)] [Certificates] [Notes]
  - (h) the Base Prospectus dated 29 January 2009 concerning the issue of UBS [Capital Protected] [[Performance] [Express] [Reverse] [PERLES]] [Outperformance] [Relative Performance Plus] [Open-End] [[Super] S2MART] [[Lock-In] [Bonus] [Extra Plus] [Flex]] [(Capped)] Certificates, and
  - (i) the Base Prospectus dated 21 April 2009 concerning the issue of UBS [Capital Protected] [Gearing] [(Capped)] [Certificates] [Notes],

In the following bullet point in the section "*Zusammenfassung*"

- "*Wer ist die Emittentin*",

and in relation to the Base Prospectus dated 20 March 2007, in the following bullet point in the section "*Zusammenfassung*"

- "*Emittentin*",

and in relation to the Base Prospectuses dated 16 June 2008, 15 June 2009, 21 October 2009, 19 August 2010, 22 October 2010, 3 December 2010, 14 October 2011, 28 November 2011, 20 June 2012 (Structured Warrant Programme), 20 June 2012 (Base Prospectus Securities), and 25 June 2012 in the section headed "Wer ist die Emittentin?" in the section "*Zusammenfassung*"

the first sentence in the section headed 'Trend Information' has been replaced and the two subparagraphs have been added as follows to this section:

### ***"Trend Information***

"Trendinformationen (Ausblick wie im dritten Quartalsbericht 2012 von UBS dargestellt, und am 30. Oktober 2012 publiziert und wie am 19. Dezember 2012 aktualisiert)

Auf der Grundlage der Geschäftstätigkeit bis zum 19. Dezember 2012 rechnet UBS für das vierte Quartal mit einem den Aktionären zurechenbaren Reinverlust. Gründe dafür sind in erster Linie: Rückstellungen für Rechtsfälle und regulatorische Angelegenheiten (einschließlich der Libor-Vergleiche und Klagen im Zusammenhang mit dem Verkauf von RMBS und anderer Belange) von zirka CHF 2,1 Milliarden; Restrukturierungskosten von zirka CHF 0,5 Milliarden und Verlust von zirka CHF 0,4 Milliarden aus der Neubewertung eigener Verbindlichkeiten, die als finanzielle Verpflichtungen zum Fair Value bilanziert sind. Da am 19. Dezember 2012, dem Tag der Bekanntmachung, das Quartal noch nicht abgeschlossen war, sind die oben genannten Informationen Schwankungen unterworfen, bedingt durch Marktbewegungen (inklusive solche mit Bezug zu eigenen Verbindlichkeiten) und andere Faktoren und sind im Hinblick auf Nachtsteuerbetrachtung abhängig von Steuerberechnungen.

Die im vierten Quartal bis 19. Dezember 2012 verzeichneten Fortschritte im Hinblick sowohl auf Reduktion der risikogewichteten Aktiven als auch Bilanz-Deleveraging stimmt UBS zuversichtlich. Für das vierte Quartal rechnet UBS mit positivem Nettoneugeldwachstum. UBS verzeichnete gute Zuflüsse in den Bereichen Wealth Management und Wealth Management Americas, während sie bei Global Asset Management

Nettoabflüsse registrierte. UBS' Kernkapitalquote (Common Equity Tier 1) wird sich auf Basis der stufenweise umzusetzenden Basel-III-Regeln bis zum Quartalsende voraussichtlich auf über 14% erhöhen, und auf Basis einer vollständigen Basel-III-Umsetzung dürfte sie ungefähr dem Stand per Ende drittes Quartal von 9,3%<sup>2</sup> entsprechen. Darin berücksichtigt ist auch der Effekt der für das vierte Quartal vorgesehenen vorzeitigen Übernahme des Rechnungslegungsstandards IAS 19R."

---

<sup>2</sup> UBS' geschätzte Berechnung der risikogewichteten Aktiven gemäß Basel III bildet eine Kombination aus den bestehenden risikogewichteten Aktiven gemäß Basel 2.5, einer revidierten Behandlung von Verbriefungspositionen mit niedrigem Rating, die nicht mehr vom Kapital abgezogen, sondern mit einer Risikogewichtung von 1250% versehen werden, sowie neuen Kapitalanforderungen, die auf Modellen basieren. Einige dieser neuen Modelle müssen von der Aufsichtsbehörde noch genehmigt werden. UBS' geschätzte Berechnung berücksichtigt deshalb die geschätzten Auswirkungen dieser neuen Kapitalanforderungen und wird mit der fortschreitenden Umsetzung der neuen Modelle und damit verbundenen Systeme weiter verfeinert.

**3) In relation to the Base Prospectuses as listed introductory on pages 1 to 9, in the section headed "Description of the Issuer" or in relation to the Base Prospectus dated 20 March 2007 in the section headed "Description of UBS AG", the section headed 'Recent Developments' is supplemented by the following subparagraphs:**

**"Recent Developments:**

*Update on certain LIBOR-related claims*

On 19 December 2012, UBS AG announced that its Board of Directors has authorized settlements with the US Department of Justice ("**DoJ**") and Commodity Futures Trading Commission ("**CFTC**") in connection with their investigations of benchmark interest rates. The proposed settlement with the CFTC is subject to the Commission's approval. UBS has reached a settlement with the UK Financial Services Authority ("**FSA**") concerning its investigation. The Swiss Financial Market Supervisory Authority ("**FINMA**") has also issued an order concluding its formal proceedings with respect to UBS.

UBS agrees to pay a total of approximately CHF 1.4 billion<sup>3</sup> in fines and disgorgement. UBS will pay GBP 160 million in fines to the FSA and CHF 59 million as disgorgement of estimated profits to FINMA. The Board has authorized a payment of fines totaling USD 1.2 billion to the DoJ and CFTC. These monies would be paid according to specified payment schedules.

The conduct described in the settlements includes the following:

- Certain UBS personnel engaged in efforts to manipulate submissions for certain benchmark rates to benefit trading positions;
- Certain employees at the bank colluded with employees at other banks and cash brokers to influence certain benchmark rates to benefit their trading positions; and
- Certain personnel gave inappropriate directions to UBS submitters that were in part motivated by a desire to avoid unfair and negative market and media perceptions during the financial crisis.

The conduct encompassed by the settlements includes Yen LIBOR, GBP LIBOR, CHF LIBOR, Euro LIBOR, USD LIBOR, Euribor and Euroyen TIBOR, although the nature and extent of the conduct in question varied significantly from one currency to another.

The Board of UBS Securities Japan Co. Ltd., ("**UBSSJ**") has authorized UBSSJ to enter a plea to one count of wire fraud relating to the manipulation of certain benchmark interest rates, including Yen LIBOR. The Board of UBS AG has authorized the firm to enter into a Non-Prosecution Agreement ("**NPA**") with DoJ relating to UBS AG and all of its subsidiaries and affiliates, except for UBSSJ.

These resolutions stem from industry-wide investigations into the setting of certain benchmark rates across a range of currencies. These investigations have focused on whether there were improper attempts by banks, either acting on their own or with others, to manipulate LIBOR and other benchmark rates at certain times.

UBS has fully cooperated with the authorities in their investigations and significantly enhanced its control framework for its submissions process for LIBOR and other benchmark interest rates. The investigations by other governmental authorities and private litigation referred to in UBS's third quarter 2012 report remain ongoing notwithstanding the announcements of 19 December 2012.

Despite the expected payments announced on 19 December 2012, UBS remains, in its own opinion, one of the best capitalized banks in the world.

Based on business activity through 19 December 2012, UBS believes its fourth quarter net profit attributable to shareholders will show a loss, primarily as a result of: total provisions for litigation and regulatory matters, (including the LIBOR settlements, claims related to sales of residential mortgage backed-securities (RMBS) and other matters), of approximately CHF 2.1 billion; restructuring charges of approximately CHF 0.5 billion; and an own credit loss on financial liabilities designated at fair value of approximately CHF 0.4 billion. Because on the day of the announcement of 19 December 2012 the

---

<sup>3</sup> Based on currency rates as of 6pm Zürich time on 18 December 2012.

quarter had not yet ended, the above information has been provided subject to variability due to market movements (including those relating to own credit) and other factors.

UBS is encouraged by the progress it has seen in the fourth quarter to the date of its announcement on both RWA reduction and balance sheet deleveraging. Net new money is expected to be positive in the fourth quarter as UBS has seen good flows in the Wealth Management and Wealth Management Americas businesses, while it has seen net outflows in Global Asset Management. The Basel III phase-in common equity tier 1 ratio is expected to improve to around 14% by fourth quarter-end and the fully applied Basel III common equity tier 1 ratio, inclusive of the effects from early adopting IAS 19R in the fourth quarter, is expected to be roughly in line with the third quarter's level of 9.3%<sup>4</sup>.

---

<sup>4</sup> The calculation of UBS's estimated Basel III RWA combines existing Basel 2.5 RWA, a revised treatment for low-rated securitization exposures which are no longer deducted from capital but are risk-weighted at 1250%, and new model-based capital charges. Some of these new models still require regulatory approval and therefore UBS's estimated calculations include estimates (discussed with UBS's primary regulator) of the effect of these new capital charges which will be refined as models and the associated systems are enhanced.



- 4) In relation to the Base Prospectuses as listed introductory on pages 1 to 9, in the section headed "Description of the Issuer" or in relation to the Base Prospectus dated 20 March 2007 in the section headed "Description of UBS AG", the first sentence in the section headed 'Trend Information' has been replaced and the following two subparagraphs have been added to this section:**

**"IV. Trend Information**

(Outlook statement as presented in UBS's third quarter 2012 (unaudited) report issued on 30 October 2012 and as updated on 19 December 2012)

Based on business activity through 19 December 2012, UBS believes its fourth quarter net profit attributable to shareholders will show a loss, primarily as a result of: total provisions for litigation and regulatory matters, (including the LIBOR settlements, claims related to sales of residential mortgage backed-securities (RMBS) and other matters), of approximately CHF 2.1 billion; restructuring charges of approximately CHF 0.5 billion; and an own credit loss on financial liabilities designated at fair value of approximately CHF 0.4 billion. Because on the day of the announcement of 19 December 2012 the quarter had not yet ended, the above information has been provided subject to variability due to market movements (including those relating to own credit) and other factors, and in the case of after-tax information is subject to tax computations.

UBS is encouraged by the progress it has seen in the fourth quarter to 19 December 2012 on both RWA reduction and balance sheet deleveraging. Net new money is expected to be positive in the fourth quarter as UBS has seen good flows in the Wealth Management and Wealth Management Americas businesses, while it has seen net outflows in Global Asset Management. The Basel III phase-in common equity tier 1 ratio is expected to improve to around 14% by fourth quarter-end and the fully applied Basel III common equity tier 1 ratio, inclusive of the effects from early adopting IAS 19R in the fourth quarter, is expected to be roughly in line with the third quarter's level of 9.3%<sup>5</sup>."

---

<sup>5</sup> The calculation of UBS's estimated Basel III RWA combines existing Basel 2.5 RWA, a revised treatment for low-rated securitization exposures which are no longer deducted from capital but are risk-weighted at 1250%, and new model-based capital charges. Some of these new models still require regulatory approval and therefore UBS's estimated calculations include estimates (discussed with UBS's primary regulator) of the effect of these new capital charges which will be refined as models and the associated systems are enhanced.

- 5) In relation to the Base Prospectuses as listed introductory on pages 1 to 9, in the section headed "Description of the Issuer" or in relation to the Base Prospectus dated 20 March 2007 in the section headed "Description of UBS AG", in the sub-section headed "Litigation and regulatory Matters and Similar Matters" the following three subparagraphs have been added before the last subparagraph of the section headed "13. LIBOR":**

" 13. LIBOR

...

On 19 December 2012, UBS AG announced that its Board of Directors has authorized settlements with the DOJ and CFTC in connection with their investigations of benchmark interest rates. The proposed settlement with the CFTC is subject to the Commission's approval. UBS has reached a settlement with the UK FSA concerning its investigation. FINMA has also issued an order concluding its formal proceedings with respect to UBS. UBS agrees to pay approximately CHF 1.4 billion<sup>6</sup> in fines and disgorgement to US, UK and Swiss authorities to resolve LIBOR-related investigations.

As part of a proposed agreement with the DOJ, UBS Securities Japan Co. Ltd. has agreed to enter a plea to one count of wire fraud relating to the manipulation of certain benchmark interest rates, including Yen LIBOR.

For further information, refer to the section "Recent Developments - Update on certain LIBOR-related claims" above.

---

<sup>6</sup> Based on currency rates as of 6pm Zürich time on 18 December 2012.

- 6) In relation to the Base Prospectuses as listed introductory on pages 1 to 9, in the section headed "Description of the Issuer" or in relation to the Base Prospectus dated 20 March 2007 in the section headed "Description of UBS AG", in the sub-section headed "Litigation and regulatory Matters and Similar Matters" the following subparagraph has been added after the first subparagraph of the section headed "16. Unauthorized trading incident":**

"16. Unauthorized trading incident

On 26 November 2012, FINMA and FSA announced the findings of their investigations into the unauthorized trading incident. They also announced the actions they have taken, and the FSA imposed a fine of GBP 29.7 million on UBS."

**ADDRESS LIST**

**ISSUER**

**REGISTERED HEAD OFFICE**

UBS AG  
Bahnhofstrasse 45  
8001 Zurich  
Switzerland

UBS AG  
Aeschenvorstadt 1  
4051 Basle  
Switzerland

**EXECUTIVE OFFICE OF  
UBS AG, JERSEY BRANCH**

UBS AG, Jersey Branch  
24 Union Street  
St. Helier JE2 3RF  
Jersey

**EXECUTIVE OFFICE OF  
UBS AG, LONDON BRANCH**

UBS AG, London Branch  
1 Finsbury Avenue  
London EC2M 2PP  
United Kingdom

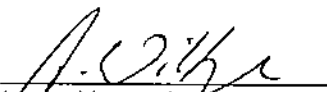
The Base Prospectus and all supplements thereto, shall be maintained in printed format, for free distribution, at the offices of the Issuer for a period of twelve months after the publication of this document and are published on the website [www.ubs.com/keyinvest](http://www.ubs.com/keyinvest), or a successor website.

In addition, the annual and quarterly reports of UBS AG are published on UBS' website, at [www.ubs.com/investors](http://www.ubs.com/investors) or a successor address.

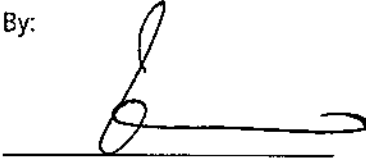
Zurich, 7 January 2013

**UBS AG**

By:

  
(signed by Andrea Wittge)

By:

  
(signed by Stefanie Zaromitidis)