

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

dated 29 August 2013 to the Registration Document of UBS AG dated 22 May 2013

Supplement No. 2 pursuant to § 16 (1) of the German Securities Prospectus Act

dated 29 August 2013 to the already published tripartite Base Prospectus dated 12 June 2013 comprising the Summary and Securities Note of UBS AG, [London] [Jersey] [Branch], dated 12 June 2013 and the Registration Document dated 22 May 2013

in relation to Warrants

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

dated 29 August 2013 to the already published tripartite Base Prospectus dated 4 July 2013 comprising the Summary and Securities Note of UBS AG, [London] [Jersey] [Branch], dated 4 July 2013 and the Registration Document dated 22 May 2013

in relation to Securities

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

dated 29 August 2013 to the already published Base Prospectus dated 23 July 2013

for the issuance of Money Market Switch Notes

This supplement serves as update to the Registration Document and the Base Prospectuses mentioned above in connection to the following occurrence:

Publication of the second quarter report of UBS AG as per 30 June 2013 on 30 July 2013.

Further this supplement contains corrections in relation to the Summary of the Base Prospectus, the Securities Note (Part C: General Information on the Securities), the Conditions of the Securities (Product Terms, Part 2; Special Conditions of the Securities), as the case may be, of the Base Prospectus for Securities of UBS AG, [London] [Jersey] [Branch], dated 4 July 2013 regarding the following securities:

- (13) UBS Express Securities (cash settlement only / record day related observation / Coupon)
- (14) UBS Express Securities (cash settlement only / record day related observation / Interest Amount)
- (20) UBS Express Securities (cash or physical settlement / period related observation / Interest Amount)
- (59) UBS Reverse Convertible (Aktienanleihe) Plus (cash settlement only record day related observation)
- (61) UBS Reverse Convertible Securities (Aktienanleihe) Plus (cash or physical settlement / record day related observation).

UBS has also taken the occasion to reflect in this supplement revisions to the wording of the Registration Document and the Base Prospectuses as mentioned above as originally drafted, as well as certain updated information that has become available after the date of the Registration Document or the Base Prospectuses as mentioned above.

The following table shows the necessary revisions and the updated information that has become available after the date of the Registration Document or the Base Prospectuses, as the case may be, as mentioned above and the revisions that have been made as a result thereof:

Corrections / Updated information	Revisions
V. Business Overview, paragraph headed Corporate Center	The section has been updated regarding Corporate Center – Core and None-core functions (terms underlined have been revised).
VI. Organisational Structure of the Issuer	The section has been updated.
Certain information in the CVs of Board of Directors and Group Executive Board members has changed over time.	The section 'Current principal positions outside UBS AG' with respect to Reto Francioni has been revised.
VIII. Administrative, Management and Supervisory Bodies of UBS AG	The section has been updated.
Potential conflicts of interest	The section has been clarified (the term as underlined has been added).
XIII. Material Contracts	The wording has been clarified (terms as underlined have been added).
B.5 Organisational Structure	Element B.5 has been revised .
Element B.9 requires the issuer to indicate whether the prospectus includes a profit forecast or estimate.	Element B.9 of the summary has been adjusted consistently.
B.14 Dependence upon other entities within the group	Element B.14 has been revised.
B.15 Issuer's principal activities	Element B.15 has been revised.

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.

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- 1) In relation to the Registration Document as listed introductory on page 1 the following adjustments have been made:

In the section headed "IV. Information about UBS AG" (page 17 of the Registration Document) the second paragraph is replaced by the following text:

"On 30 June 2013 UBS's BIS Basel III common equity tier 1 capital ratio¹ was 16.2% on a phase-in basis and 11.2% on a fully applied basis, invested assets stood at CHF 2,348 billion, equity attributable to UBS shareholders was CHF 47,073 million and market capitalization was CHF 61,737 million. On the same date, UBS employed 60,754 people²."

In the section headed "V. Business Overview" (page 18 of the Registration Document) the paragraph headed "Corporate Center" is replaced by the following text:

"Corporate Center

The Corporate Center – Core Functions provides control functions for the business divisions and the Group in such areas as risk control and legal and compliance, as well as finance, which includes treasury services, funding, balance sheet and capital management. In addition, it provides all logistics and support functions including information technology, human resources, corporate development, Group regulatory relations and strategic initiatives, communications and branding, corporate real estate and administrative services, procurement, physical and information security, offshoring and Group-wide operations. Corporate Center – Core Functions allocates most of its treasury income, operating expenses and personnel associated with these activities to the businesses based on capital and service consumption levels. Corporate Center – Non-core and Legacy Portfolio comprises the non-core businesses previously part of the Investment Bank and the Legacy Portfolio, including certain centrally managed positions such as the SNB StabFund option."

In the section headed "V. Business Overview" (page 18 of the Registration Document) the paragraph headed "Recent Developments" (page 19) is replaced by the following text:

"Recent Developments:

Results as of and for the quarter ended 30 June 2013, as presented in UBS's second quarter report 2013 (including unaudited consolidated financial statements)

Second-quarter 2013 net profit attributable to UBS shareholders was CHF 690 million compared with CHF 988 million in the first quarter of 2013. On an adjusted basis¹, the second-quarter profit before tax was CHF 1,022 million compared with CHF 1,901 million in the prior quarter. On a reported basis, profit before tax was CHF 1,020 million compared with CHF 1,447 million in the prior quarter. Operating income decreased by CHF 386 million, primarily due to lower net interest and trading income. Operating expenses increased by CHF 42 million, predominantly as a result of higher general and administrative expenses, partly offset by decreased variable compensation

¹ The BIS Basel III common equity tier 1 capital ratio is the ratio of BIS Basel III common equity tier 1 capital to BIS Basel III risk-weighted assets. The information provided on a fully applied basis does not consider the effects of the transition period, during which new capital deductions are phased in and Basel III ineligible capital instruments are phased out. For information as to how BIS Basel III common equity tier 1 capital is calculated, refer to the "Capital management" section of UBS's second quarter 2013 report.

² Full-time equivalents.

¹ Unless otherwise indicated, throughout this section "adjusted" figures exclude each of the following items, to the extent applicable, on a Group and business division level: own credit gain on financial liabilities designated at fair value for the Group of CHF 138 million in 2Q13 (CHF 181 million loss in 1Q13), net restructuring charges of CHF 140 million for the Group in 2Q13 (net charges of CHF 246 million in 1Q13), a gain of CHF 34 million on the disposal of Global Asset Management's Canadian domestic business in 1Q13, a gain on the sale of the remaining proprietary trading business in the Investment Bank of CHF 55 million and an associated foreign currency translation loss of CHF 24 million in Corporate Center – Core Functions in 1Q13, and a net loss of CHF 92 million for the Group incurred on the buyback of debt in a public tender offer in 1Q13.

performance awards. In the second quarter, UBS recorded a tax expense of CHF 125 million compared with CHF 458 million in the prior quarter. Net profit attributable to preferred noteholders was CHF 204 million compared with zero in the first quarter.

Wealth Management's profit before tax in the second quarter was CHF 557 million compared with CHF 664 million in the prior quarter. Adjusted profit before tax decreased by CHF 83 million to CHF 607 million and included a charge of CHF 104 million in relation to the Swiss-UK tax agreement. Excluding also this charge, profit before tax was CHF 711 million, an increase of CHF 21 million from the previous quarter. Operating income was CHF 1,953 million compared with CHF 1,913 million in the prior quarter. The gross margin on invested assets decreased 1 basis point to 90 basis points as average invested assets increased faster than income. Operating expenses increased by CHF 146 million to CHF 1,396 million, mainly due to the charge in relation to the Swiss-UK tax agreement. All regions contributed to net new money inflows of CHF 10.1 billion. The cost / income ratio increased to 71.5% from 64.9%. Adjusted for restructuring costs of CHF 50 million in the second quarter and CHF 26 million in the prior quarter, the cost / income ratio increased to 69.0% from 63.6%.

Wealth Management Americas' profit before tax was USD 258 million compared with USD 251 million in the prior quarter. Adjusted for restructuring charges, profit before tax increased by USD 7 million to USD 269 million from USD 262 million. Operating income was USD 1,792 million compared with USD 1,737 million in the prior quarter. Operating expenses were USD 1,534 million compared with USD 1,486 million. Net new money inflows declined to USD 2.8 billion from USD 9.2 billion, partly reflecting client withdrawals of around USD 2.5 billion associated with annual income tax payments. The gross margin on invested assets was unchanged at 80 basis points. The gross margin from recurring income increased 3 basis points due to higher managed account fees and interest income, while the gross margin from non-recurring income decreased 3 basis points due to lower transaction-based revenue and lower realized gains from sales of financial investments held in the available-for-sale portfolio. The cost / income ratio was 85.6%, broadly in line with 85.5% in the prior quarter. On an adjusted basis, the cost / income ratio was 85.0% compared with 84.9% in the prior quarter.

The Investment Bank recorded a profit before tax of CHF 775 million compared with CHF 977 million in the prior quarter. Adjusted profit before tax was CHF 806 million compared with CHF 928 million. Adjusted return on attributed equity for the quarter was 38% compared with 47% in the prior quarter. Operating income was CHF 2,250 million compared with CHF 2,783 million in the prior quarter. Both Corporate Client Solutions and Investor Client Services reported lower revenues. Total operating expenses decreased 18% to CHF 1,475 million from CHF 1,806 million, mainly due to lower variable compensation accruals. Adjusted for restructuring charges of CHF 31 million in the second quarter compared with CHF 6 million in the first quarter, operating expenses decreased 20% to CHF 1,444 million from CHF 1,800 million. Fully applied Basel III RWA decreased slightly to CHF 67 billion as of 30 June 2013 from CHF 69 billion as of 31 March 2013. Funded assets, which represent total assets excluding positive replacement values and collateral delivered against over-the-counter derivatives, decreased to CHF 179 billion as of 30 June 2013 from CHF 186 billion as of 31 March 2013. The cost / income ratio increased to 65.7% from 64.8%. On an adjusted basis, the cost / income ratio improved to 64.3% from 65.9%.

Global Asset Management's profit before tax was CHF 138 million compared with CHF 190 million in the prior quarter. Adjusted for a gain of CHF 34 million on the disposal of its Canadian domestic business in the first quarter and restructuring charges in both quarters, profit before tax was CHF 152 million compared with CHF 160 million, mainly due to higher operating expenses. Operating expenses were CHF 352 million compared with CHF 327 million in the first quarter. Operating income was CHF 489 million compared with CHF 517 million in the prior quarter. Excluding money market flows, net new money inflows from third parties were CHF 1.6 billion compared with CHF 4.2 billion in the prior quarter. Net new money outflows from clients of UBS's wealth management businesses, excluding money market flows, were CHF 3.0 billion compared with net inflows of CHF 0.9 billion in the first quarter. The total gross margin was 33 basis points compared with 35 basis points in the first quarter. Excluding the gain on disposal of the Canadian domestic business in the first quarter, the gross margin remained unchanged as the effect of higher net management fees due to higher average invested assets was offset by lower performance fees. The cost / income ratio was 72.0% compared with 63.2% in the first quarter. Adjusted for restructuring charges and the gain on disposal of the Canadian domestic business, the cost / income ratio was 69.1%, compared with 66.9% in the prior quarter.

Retail & Corporate's profit before tax was CHF 377 million compared with CHF 347 million in the prior quarter. Adjusted profit before tax increased to CHF 390 million from CHF 362 million, reflecting higher operating income and broadly stable operating expenses. Operating income was CHF 948 million compared with CHF 919 million in the prior quarter. Net new business volume growth was negative 2.7%, reflecting a small number of corporate outflows including an outflow related to the issuance of a banking license to Swiss PostFinance, compared with positive 4.7% in the previous quarter. The net interest margin increased 3 basis points to 157 basis points, reflecting 2% higher net interest income and a slightly higher average loan volume. The cost / income ratio improved by 2.2 percentage points to 60.0%, mainly reflecting higher income. Adjusted for restructuring charges, the cost / income ratio improved to 58.7% from 60.6%.

Corporate Center – Core Functions recorded a loss before tax of CHF 142 million compared with a loss before tax of CHF 719 million in the previous quarter. On an adjusted basis, the loss before tax was CHF 275 million compared with a loss before tax of CHF 398 million in the prior quarter. Treasury income remaining in Corporate Center – Core Functions after allocations to the business divisions was negative CHF 136 million compared with negative CHF 255 million in the prior quarter. Expenses remaining after allocations to the business divisions and Corporate Center – Non-core and Legacy Portfolio declined by CHF 113 million.

Corporate Center – Non-core and Legacy Portfolio recorded a loss before tax of CHF 927 million in the second quarter of 2013 compared with a loss before tax of CHF 245 million in the previous quarter. On an adjusted basis, the result before tax was a loss of CHF 909 million compared with an adjusted loss before tax of CHF 84 million in the prior quarter. This was mainly due to higher charges for provisions for litigation, regulatory and similar matters, lower revenues in rates and credit portfolios within Non-core, a lower gain from the revaluation of the option to acquire the SNB StabFund's equity, and an impairment charge related to certain disputed receivables as well as a negative debit valuation adjustment on UBS's derivatives portfolio. Balance sheet assets declined by CHF 82 billion. Fully applied BIS Basel III RWA decreased by CHF 17 billion to CHF 78 billion.

Balance sheet: As of 30 June 2013, UBS's balance sheet stood at CHF 1,129 billion, a decrease of CHF 85 billion from 31 March 2013. Funded assets, which represent total assets excluding positive replacement values and collateral delivered against over-the-counter derivatives, were reduced by CHF 32 billion to CHF 765 billion, mainly in the Corporate Center – Non-core and Legacy Portfolio and the Investment Bank, primarily due to a reduction in trading portfolio assets and reflecting the ongoing implementation of UBS's strategy.

Capital management: UBS's phase-in BIS Basel III common equity tier 1 (CET1) ratio was 16.2% as of 30 June 2013, an increase of 0.9 percentage points from 31 March 2013. The phase-in BIS Basel III CET1 capital decreased by CHF 0.8 billion to CHF 39.4 billion at the end of the second quarter of 2013. The phase-in Basel III RWA decreased by CHF 19.8 billion to CHF 242.6 billion. On a fully applied basis, the BIS Basel III CET1 ratio increased 1.1 percentage points to 11.2% and the fully applied RWA declined to CHF 239.2 billion. Consistent with what UBS has said previously, UBS expects to reach its 13% BIS Basel III fully applied CET1 ratio target in 2014.

UBS expects to exercise the option to acquire the SNB StabFund's equity in the fourth quarter of 2013, and estimates that this transaction will boost its fully applied BIS Basel III CET1 capital ratio by an additional 70-90 basis points in the fourth quarter.

Invested assets: Group invested assets stood at CHF 2,348 billion at the end of the second quarter, a decrease of CHF 25 billion on the prior quarter. Of these, invested assets in Wealth Management decreased by CHF 8 billion to CHF 862 billion as negative market performance of CHF 19 billion more than offset net new money inflows of CHF 10 billion and positive currency translation effects of CHF 1 billion. In Wealth Management Americas, invested assets decreased by CHF 2 billion to CHF 843 billion. In US dollar terms, invested assets increased by USD 1 billion to USD 892 billion, reflecting continued net new money inflows, mostly offset by negative market performance of USD 2 billion. Global Asset Management's invested assets decreased by CHF 13 billion to CHF 586 billion due to negative currency translation effects of CHF 6 billion, negative market movements of CHF 5 billion and net new money outflows."

In the section headed "VI. Organisational Structure of the Issuer" (page 22 of the Registration Document) the following sentence has been added before the last sentence of the second paragraph:

UBS AG is the parent company of the UBS Group. As such, to a certain extent, it is dependent on certain of its subsidiaries."

The paragraph headed "VII. Trend Information" (page 22 of the Registration Document) is replaced by the following text:

"VII. Trend Information

Outlook

As stated in the outlook statement presented in UBS AG's second quarter 2013 report, including unaudited consolidated financial statements and issued on 30 July 2013, at the end of the second quarter, the market reaction to the eventual end of quantitative easing in the US served as a reminder that looser monetary policy across the globe has not resolved the underlying challenges related to structural fiscal and economic issues. For the first half of 2013, UBS's revenue growth and business flows evidence the fact that UBS continued to manage its businesses effectively in challenging market conditions. However, for the third quarter of 2013, client confidence and activity levels could be impacted further by the continued absence of sustained and credible improvements to unresolved European sovereign debt and banking system issues and US fiscal issues, and by the mixed outlook for global growth. This would make improvements in prevailing market conditions unlikely and, together with the seasonal decline in activity levels traditionally associated with the summer holiday season, would consequently generate headwinds for revenue growth, net interest margins and net new money. Nevertheless, UBS remains confident that its wealth management businesses will continue to attract net new money, reflecting new and existing clients' steadfast trust in the firm, and that the actions it has taken will ensure the firm's long-term success and will deliver sustainable returns for its shareholders going forward."

In the section headed "VIII. Administrative, Management and Supervisory Bodies of UBS AG" (page 21 of the Registration Document) in the table headed "Members of the Board of Directors" the following section has been replaced:

"

Members and business addresses	Title	Term of office	Current principal positions outside UBS AG
Reto Francioni Deutsche Börse AG, Mergenthalerallee 61, D-65760 Eschborn	Member	2014	CEO of Deutsche Börse AG (holding different mandates in boards of subsidiaries within the Deutsche Börse Group); professor at the University of Basel. Member of the Shanghai International Financial Advisory Committee; member of the Advisory Board of the Moscow International Financial Center; member of the Advisory Board of Instituto de Empresa; member of the Board of Trustees of the Goethe Business School; member of the Strategic Advisory Group of VHV Insurance; Vice President of the <i>Deutsche Aktieninstitut</i> .

"

In the section headed "VIII. Administrative, Management and Supervisory Bodies of UBS AG" in the subparagraph headed "Group Executive Board" (page 25 of the Registration Document) the following sentence is replaced:

"The business address of the members of the GEB is UBS AG, Bahnhofstrasse 45, CH-8098 Zurich."

In the section headed "VIII. Administrative, Management and Supervisory Bodies of UBS AG the subparagraph headed "Potential conflicts of interest" (page 25 of the Registration Document) is replaced by the following text:

Potential conflicts of interest

Members of the BoD and GEB may act as directors or executive officers of other companies (for current principal positions outside UBS AG (if any) please see above under "Members of the Board of Directors") and may have economic or other private interests that differ from those of UBS AG. Potential conflicts of interest may arise from these positions or interests. UBS is confident that its internal corporate governance practices and its compliance with relevant legal and regulatory provisions reasonably ensure that any conflicts of interest of the type described above are appropriately managed, including through disclosure when appropriate.

In the section headed "Major Shareholders" the third and the fourth paragraph (page 26 of the Registration Document) is replaced by the following text:

"As of 30 June 2013, the following shareholders (acting in their own name or in their capacity as nominees for other investors or beneficial owners) were registered in the share register with 3% or more of the total share capital of UBS AG: Chase Nominees Ltd., London (11.46%); Government of Singapore Investment Corp., Singapore (6.39%); the US securities clearing organization DTC (Cede & Co.) New York, "The Depository Trust Company" (5.36%); and Nortrust Nominees Ltd., London (4.09%).

UBS holds UBS AG shares primarily to hedge employee share and option participation plans. A smaller number is held by the Investment Bank for hedging related derivatives and for market-making in UBS AG shares. As of 30 June 2013, UBS held a stake of UBS AG's shares, which corresponded to less than 3.00% of UBS AG's total share capital. As of 31 December 2012, UBS had disposal positions relating to 422,236,769 voting rights, corresponding to 11.02% of the total voting rights of UBS AG. 8.20% of this consisted of voting rights on shares deliverable in respect of employee awards. The year-end disposal positions also included the number of shares that may be issued, upon certain conditions, out of conditional capital to the Swiss National Bank ("**SNB**") in connection with the transfer of certain illiquid securities and other positions to a fund owned and controlled by the SNB."

In the section headed "X. Financial Information concerning the Issuer's Assets and Liabilities, Financial Position and Profits and Losses" the subparagraph headed "Interim Financial Information" (page 27 of the Registration Document) is replaced by the following text:

"Interim Financial Information

Reference is also made to UBS AG's first and second quarter 2013 reports, which contain information on the financial condition and the results of operation of the UBS Group as of and for the quarter ended on 31 March 2013 and on 30 June 2013, respectively. The interim financial statements are not audited."

The section headed "XI. Legal and Arbitration Proceedings" (page 27 of the Registration Document) is completely replaced by the following text:

"XI. Legal and Arbitration Proceedings

The Group operates in a legal and regulatory environment that exposes it to significant litigation and similar risks arising from disputes and regulatory proceedings. As a result, UBS (which for purposes of this section may refer to UBS AG and/or one or more of its subsidiaries, as applicable) is involved in various disputes and legal proceedings, including litigation, arbitration, and regulatory and criminal investigations.

Such matters are subject to many uncertainties and the outcome is often difficult to predict, particularly in the earlier stages of a case. There are also situations where the Group may enter into a settlement agreement. This may occur in order to avoid the expense, management distraction or reputational implications of continuing to contest liability, even for those matters for which the

Group believes it should be exonerated. The uncertainties inherent in all such matters affect the amount and timing of any potential outflows for both matters with respect to which provisions have been established and other contingent liabilities. The Group makes provisions for such matters brought against it when, in the opinion of management after seeking legal advice, it is more likely than not that the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required, and the amount can be reliably estimated. If any of those conditions is not met, such matters result in contingent liabilities.

Specific litigation, regulatory and other matters are described below, including all such matters that management considers to be material and others that management believes to be of significance due to potential financial, reputational and other effects. The amount of damages claimed, the size of a transaction or other information is provided where available and appropriate in order to assist users in considering the magnitude of potential exposures.

In the case of certain matters below, UBS states that it has established a provision, and for the other matters it makes no such statement. When UBS makes this statement and it expects disclosure of the amount of a provision to prejudice seriously its position with other parties in the matter, because it would reveal what UBS believes to be the probable and reliably estimable outflow, UBS does not disclose that amount. In some cases UBS is subject to confidentiality obligations that preclude such disclosure. With respect to the matters for which UBS does not state whether it has established a provision, either (a) it has not established a provision, in which case the matter is treated as a contingent liability under the applicable accounting standard, or (b) it has established a provision but expects disclosure of that fact to prejudice seriously its position with other parties in the matter because it would reveal the fact that UBS believes an outflow of resources to be probable and reliably estimable.

The aggregate amount provisioned for litigation, regulatory and similar matters as a class is disclosed in Note 17a to the unaudited consolidated financial statements of UBS's second quarter 2013 report. It is not practicable to provide an aggregate estimate of liability for UBS's litigation, regulatory and similar matters as a class of contingent liabilities. Doing so would require UBS to provide speculative legal assessments as to claims and proceedings that involve unique fact patterns or novel legal theories, which have not yet been initiated or are at early stages of adjudication, or as to which alleged damages have not been quantified by the claimants.

Provisions for litigation, regulatory and similar matters by segment

<i>CHF million</i>	Wealth Management	Wealth Management Americas	Investment Bank	Global Asset Management	Retail & Corporate	CC – Core Functions	CC – Non-core and Legacy Portfolio	UBS
Balance as of 31 December 2012	130	170	28	7	29	338	732	1,432
Balance as of 31 March 2013	114	172	35	7	26	370	1,074	1,797
Increase in provisions recognized in the income statement	25	16	2	0	10	14	620	687
Release of provisions recognized in the income statement	(5)	(3)	(5)	0	0	0	(1)	(14)
Provisions used in conformity with designated purpose	(17)	(12)	(13)	(5)	(1)	0	(221)	(268)
Foreign currency translation / unwind of discount	0	(1)	(1)	0	0	(8)	(8)	(17)
Balance as of 30 June 2013	117	173	19	2	34	376	1,465	2,185

1. Inquiries regarding cross-border wealth management businesses

Following the disclosure and the settlement of the US cross-border matter, tax and regulatory authorities in a number of countries have made inquiries and served requests for information located in their respective jurisdictions relating to the cross-border wealth management services provided by UBS and other financial institutions. As a result of the French investigations, in May

and June 2013, respectively, UBS (France) S.A. and UBS AG have been put under formal examination ("mise en examen") for complicity in having illicitly solicited clients on French territory, and were declared witness with legal assistance ("témoin assisté") regarding the laundering of the proceeds of tax fraud and of banking and financial solicitation by unauthorized persons. In June 2013, the French banking supervisory authority's disciplinary commission reprimanded UBS (France) S.A. for having had insufficiencies in its control and compliance framework around its cross-border activities and "know your customer" obligations. It imposed a penalty of EUR 10 million, and a provision of that amount is reflected on UBS's balance sheet at 30 June 2013. UBS has also received inquiries from German authorities concerning certain matters relating to its cross-border business. UBS is cooperating with these inquiries, requests and investigations within the limits of financial privacy obligations under Swiss and other applicable laws.

2. Matters related to the financial crisis

UBS has responded to a number of governmental inquiries and investigations and is involved in a number of litigations, arbitrations and disputes related to the financial crisis of 2007 to 2009 and in particular mortgage-related securities and other structured transactions and derivatives. UBS is in discussions with the SEC concerning UBS's structuring and underwriting of one CDO in 2007.

UBS is a defendant in several lawsuits filed by institutional purchasers of CDOs structured by UBS in which plaintiffs allege, under various legal theories, that UBS misrepresented the quality of the collateral underlying the CDOs. Plaintiffs in these suits collectively seek to recover several hundred million dollars in claimed losses. In April 2013, the trial court dismissed with prejudice one of these suits in which plaintiffs claimed losses of at least USD 331 million. In July 2013 the plaintiffs filed a notice of appeal and also moved the trial court for reconsideration of the dismissal.

UBS's balance sheet at 30 June 2013 reflected a provision with respect to matters described in this item 2 in an amount that UBS believes to be appropriate under the applicable accounting standard. As in the case of other matters for which UBS has established provisions, the future outflow of resources in respect of this matter cannot be determined with certainty based on currently available information, and accordingly may ultimately prove to be substantially greater (or may be less) than the provision that UBS has recognized.

3. Lehman principal protection notes

From March 2007 through September 2008, UBS Financial Services Inc. ("**UBSFS**") sold approximately USD 1 billion face amount of structured notes issued by Lehman Brothers Holdings Inc. ("**Lehman**"), a majority of which were referred to as "principal protection notes", reflecting the fact that while the notes' return was in some manner linked to market indices or other measures, some or all of the investor's principal was an unconditional obligation of Lehman as issuer of the notes. Based on its role as an underwriter of Lehman structured notes, UBSFS has been named as a defendant in a putative class action asserting violations of disclosure provisions of the federal securities laws. In January 2013, plaintiffs' motion to certify the case as a class action, which UBS opposed, was granted with respect to certain claims. UBS's petition to appeal that ruling was denied by the Second Circuit and discovery has commenced. Firms that underwrote other non-structured Lehman securities have been named as defendants in the same purported class action, and those underwriters have entered into settlements. In 2011, UBSFS entered into a settlement with the Financial Industry Regulatory Authority ("**FINRA**") related to the sale of these notes, pursuant to which UBSFS agreed to pay a USD 2.5 million fine and up to USD 8.25 million in restitution and interest to a limited number of investors in the US. UBSFS has also been named in numerous individual civil suits and customer arbitrations, which proceedings are at various stages. The individual customer claims, some of which have resulted in awards payable by UBSFS, relate primarily to whether UBSFS adequately disclosed the risks of these notes to its customers.

4. Claims related to sales of residential mortgage-backed securities and mortgages

From 2002 through 2007, prior to the crisis in the US residential loan market, UBS was a substantial issuer and underwriter of US residential mortgage-backed securities ("**RMBS**") and was a purchaser and seller of US residential mortgages. A subsidiary of UBS, UBS Real Estate Securities Inc. ("**UBS RESI**"), acquired pools of residential mortgage loans from originators and (through an affiliate) deposited them into securitization trusts. In this manner, from 2004 through 2007, UBS

RESI sponsored approximately USD 80 billion in RMBS, based on the original principal balances of the securities issued.

UBS RESI also sold pools of loans acquired from originators to third-party purchasers. These whole loan sales during the period 2004 through 2007 totaled approximately USD 19 billion in original principal balance.

UBS was not a significant originator of US residential loans. A subsidiary of UBS originated approximately USD 1.5 billion in US residential mortgage loans during the period in which it was active from 2006 to 2008, and securitized less than half of these loans.

Securities Lawsuits Concerning Disclosures in RMBS Offering Documents: UBS has been named as a defendant relating to its role as underwriter and issuer of RMBS in a large number of lawsuits. As a result of the settlement with the Federal Housing Finance Agency ("FHFA") announced in July 2013 (addressed below), the remaining pending lawsuits relate to approximately USD 40 billion in original face amount of RMBS underwritten or issued by UBS. Some of the lawsuits are in their early stages and have not advanced beyond the motion to dismiss phase; others are in varying stages of discovery. Of the USD 40 billion in original face amount of RMBS at issue in these cases, approximately USD 6 billion was issued in offerings in which a UBS subsidiary transferred underlying loans (the majority of which were purchased from third-party originators) into a securitization trust and made representations and warranties about those loans ("UBS-sponsored RMBS"). The remaining USD 34 billion of RMBS to which these cases relate was issued by third parties in securitizations in which UBS acted as underwriter ("**third-party RMBS**").

In connection with certain of these lawsuits, UBS has indemnification rights against surviving third-party issuers or originators for losses or liabilities incurred by UBS, but UBS cannot predict the extent to which it will succeed in enforcing those rights. A settlement announced in April 2013 by a third-party issuer could, upon court approval and finalization, reduce the original face amount of RMBS at issue in these cases from USD 40 billion to USD 16 billion, and the original face amount of RMBS at issue in cases involving third-party issuers from USD 34 billion to USD 10 billion. UBS cannot make any assurance that this third-party issuer settlement, to which UBS is not required or expected to make a financial contribution, will receive court approval and be finalized.

These lawsuits included actions brought by the FHFA, as conservator for the Federal National Mortgage Association ("**Fannie Mae**") and the Federal Home Loan Mortgage Corporation ("**Freddie Mac**" and, collectively with Fannie Mae, the "**GSEs**"), in connection with the GSEs' investments in USD 4.5 billion in original face amount of UBS-sponsored RMBS and USD 1.8 billion in original face amount of third-party RMBS. These suits asserted claims for damages and rescission under federal and state securities laws and state common law and alleged losses of at least USD 1.2 billion plus interest. The court denied UBS's motion to dismiss in 2012. In April 2013, the court's decision with respect to two legal issues that were the subject of UBS's motion to dismiss was affirmed on appeal by the US Court of Appeals for the Second Circuit. The FHFA also filed suits in 2011 against UBS and other financial institutions relating to their role as underwriters of third-party RMBS purchased by the GSEs asserting claims under various legal theories, including violations of the federal and state securities laws and state common law. In July 2013, UBS entered into a settlement with the FHFA under which UBS will pay USD 885 million to resolve these lawsuits and certain other unasserted claims. More specifically, the FHFA has agreed to dismiss the pending lawsuits and release potential claims it could assert against UBS on behalf of the GSEs related to UBS-sponsored RMBS and third-party RMBS underwritten by UBS. The FHFA and the GSEs have also agreed that they will not take steps to cause third parties to assert loan repurchase demands or commence loan repurchase litigation in connection with UBS-sponsored RMBS. This settlement, however, will not resolve the two pending lawsuits described below under "Lawsuits related to contractual representations and warranties concerning mortgages and RMBS."

In 2012 a federal court in New Jersey dismissed with prejudice on statute of limitations grounds a putative class action lawsuit that asserted violations of the federal securities laws against various UBS entities, among others, in connection with USD 2.6 billion in original face amount of UBS-sponsored RMBS. The named plaintiff's appeal of the dismissal is pending.

Loan repurchase demands related to sales of mortgages and RMBS: When UBS acted as an RMBS sponsor or mortgage seller, it generally made certain representations relating to the characteristics of the underlying loans. In the event of a material breach of these representations, UBS was in

certain circumstances contractually obligated to repurchase the loans to which they related or to indemnify certain parties against losses. UBS has received demands to repurchase US residential mortgage loans as to which UBS made certain representations at the time the loans were transferred to the securitization trust. UBS has been notified by certain institutional purchasers and insurers of mortgage loans and RMBS, including Freddie Mac, of their contention that possible breaches of representations may entitle the purchasers to require that UBS repurchase the loans or to other relief. The table below summarizes repurchase demands received by UBS and UBS's repurchase activity from 2006 through 23 July 2013. In the table, repurchase demands characterized as Demands resolved in litigation and Demands rescinded by counterparty are considered to be finally resolved. Repurchase demands in all other categories are not finally resolved.

Loan repurchase demands by year received – original principal balance of loans ¹

<i>USD million</i>	2006-2008	2009	2010	2011	2012	through 23 July 2013	Total
Resolved demands							
Actual or agreed loan repurchases / make whole payments by UBS	12	1					13
Demands rescinded by counterparty	110	104	19	301	237		772
Demands resolved in litigation	1	21					21
Demands expected to be resolved by third parties							
Demands resolved or expected to be resolved through enforcement of indemnification rights against third-party originators		77	2	45	142	1	267
Demands in dispute							
Demands in litigation			346	732	1,041		2,118
Demands in review by UBS				6	8	9	23
Demands rebutted by UBS but not yet rescinded by counterparty		1	2		10		14
Total	123	205	368	1,084	1,438	10	3,228

¹ Loans submitted by multiple counterparties are counted only once.

Payments that UBS has made or agreed to make to date to resolve repurchase demands equate to approximately 62% of the original principal balance of the related loans. Most of the payments that UBS has made or agreed to make to date have related to so-called "Option ARM" loans; severity rates may vary for other types of loans or for Option ARMs with different characteristics. Actual losses upon repurchase will reflect the estimated value of the loans in question at the time of repurchase as well as, in some cases, partial repayment by the borrowers or advances by servicers prior to repurchase. It is not possible to predict future losses upon repurchase for reasons including timing and market uncertainties.

In most instances in which it would be required to repurchase loans due to misrepresentations, UBS would be able to assert demands against third-party loan originators who provided representations when selling the related loans to UBS. However, many of these third parties are insolvent or no longer exist. UBS estimates that, of the total original principal balance of loans sold or securitized by UBS from 2004 through 2007, less than 50% was purchased from surviving third-party originators. In connection with approximately 60% of the loans (by original principal balance) for which UBS has made payment or agreed to make payment in response to demands received in 2010, UBS has asserted indemnity or repurchase demands against originators. Since 2011, UBS has advised certain surviving originators of repurchase demands made against UBS for which UBS would be entitled to indemnity, and has asserted that such demands should be resolved directly by the originator and the party making the demand.

UBS cannot reliably estimate the level of future repurchase demands, and does not know whether its rebuttals of such demands will be a good predictor of future rates of rebuttal. UBS also cannot reliably estimate the timing of any such demands.

Lawsuits related to contractual representations and warranties concerning mortgages and RMBS: In 2012, Assured Guaranty Municipal Corp. ("Assured Guaranty"), a financial guaranty insurance company, filed suit against UBS RESI asserting claims for breach of contract and declaratory relief based on UBS RESI's alleged failure to repurchase allegedly defective mortgage loans with an original principal balance of at least USD 997 million that serve as collateral for UBS-sponsored RMBS insured in part by Assured Guaranty. Assured Guaranty also claimed that UBS RESI breached representations and warranties concerning the mortgage loans and breached certain obligations under commitment letters. In May 2013 UBS entered into a settlement agreement with Assured Guaranty that resolves all claims in this litigation, as well as unasserted claims related to RMBS issued, underwritten or sponsored by UBS. Pursuant to the settlement, UBS made a cash payment to Assured Guaranty and entered into a reinsurance agreement whereby UBS agreed to reimburse Assured Guaranty for a portion of future losses on certain RMBS transactions insured by Assured Guaranty. The pre-tax expense incurred by UBS as a result of its obligations under the settlement agreement, net of an indemnification payment received from a third party, was approximately USD 310 million, all of which had been accrued in UBS's litigation provisions in periods prior to the second quarter of 2013.

In 2012, certain RMBS trusts filed an action in the Southern District of New York seeking to enforce UBS RESI's obligation to repurchase loans with an original principal balance of approximately USD 2 billion for which Assured Guaranty had previously demanded repurchase. UBS's motion to dismiss the suit filed by the trusts is pending. With respect to the loans subject to the suit that were originated by institutions still in existence, UBS intends to enforce its indemnity rights against those institutions. At this time, UBS does not expect that it will be required to make payment for the majority of loan repurchase demands at issue in the suit brought by the RMBS trusts for at least the following reasons: (1) UBS reviewed the origination file and/or servicing records for the loan and concluded that the allegations of breach of representations and warranties are unfounded, or (2) a surviving originator is contractually liable for any breaches of representations and warranties with respect to loans that it originated. UBS has indemnification rights in connection with approximately half of the USD 2 billion in original principal balance of loans at issue in this suit (reflected in the "In litigation" category in the accompanying table). Additionally, in its motion to dismiss the suit filed by the trusts, UBS has asserted that, under governing transaction documents, UBS is not required to repurchase liquidated loans that were the subject of repurchase demands now at issue in this suit.

In 2012, the FHFA, on behalf of Freddie Mac, filed a notice and summons in New York Supreme Court initiating suit against UBS RESI for breach of contract and declaratory relief arising from alleged breaches of representations and warranties in connection with certain mortgage loans and UBS RESI's alleged failure to repurchase such mortgage loans. The complaint for this suit was filed in September 2012. The lawsuit seeks, among other relief, specific performance of UBS RESI's alleged loan repurchase obligations for at least USD 94 million in original principal balance of loans for which Freddie Mac had previously demanded repurchase; no damages are specified. In June 2013 the Court dismissed the complaint for lack of standing, on the basis that only the RMBS trustee could assert the claims in the complaint, and the complaint was unclear as to whether the trustee was the plaintiff and had proper authority to bring suit. The trustee filed an amended complaint in June 2013, which UBS moved to dismiss in July 2013. The motion remains pending.

UBS also has tolling agreements with certain institutional purchasers of RMBS concerning their potential claims related to substantial purchases of UBS-sponsored or third-party RMBS.

As reflected in the table below, UBS's balance sheet at 30 June 2013 reflected a provision of USD 1.4 billion with respect to matters described in this item 4. As in the case of other matters for which UBS has established provisions, the future outflow of resources in respect of this matter cannot be determined with certainty based on currently available information, and accordingly may ultimately prove to be substantially greater (or may be less) than the provision that UBS has recognized.

Provision for claims related to sales of residential mortgage-backed securities and mortgages

<i>USD million</i>	
Balance as of 31 December 2012	658
Balance as of 31 March 2013	962
Increase in provision recognized in the income statement	653
Release of provision recognized in the income statement	(1)
Provision used in conformity with designated purpose	(213)¹
Balance as of 30 June 2013	1,401

¹ Reflects usage of the provision in connection with the cash payment under the settlement with Assured Guaranty referred to above; reflects no usage of the provision in connection with the settlement with FHFA referred to above.

5. Claims related to UBS disclosure

A putative consolidated class action has been filed in the United States District Court for the Southern District of New York against UBS, a number of current and former directors and senior officers and certain banks that underwrote UBS's May 2008 Rights Offering (including UBS Securities LLC) alleging violation of the US securities laws in connection with UBS's disclosures relating to UBS's positions and losses in mortgage-related securities, UBS's positions and losses in auction rate securities, and UBS's US cross-border business. In 2011, the court dismissed all claims based on purchases or sales of UBS ordinary shares made outside the US, and, in 2012, the court dismissed with prejudice the remaining claims based on purchases or sales of UBS ordinary shares made in the US for failure to state a claim. Plaintiffs have appealed the court's decision. UBS, a number of senior officers and employees and various UBS committees have also been sued in a putative consolidated class action for breach of fiduciary duties brought on behalf of current and former participants in two UBS Employee Retirement Income Security Act ("**ERISA**") retirement plans in which there were purchases of UBS stock. In 2011, the court dismissed the ERISA complaint. In 2012, the court denied plaintiffs' motion for leave to file an amended complaint. On appeal, the Second Circuit upheld the dismissal of all counts relating to one of the retirement plans. With respect to the second retirement plan, the Court upheld the dismissal of some of the counts, and vacated and remanded for further proceedings with regard to the counts alleging that defendants had violated their fiduciary duty to prudently manage the plan's investment options, as well as the claims derivative of that duty.

In 2012, a consolidated complaint was filed in a putative securities fraud class action pending in federal court in Manhattan against UBS AG and certain of its current and former officers relating to the unauthorized trading incident that occurred in the Investment Bank and was announced in September 2011. The lawsuit was filed on behalf of parties who purchased publicly traded UBS securities on any US exchange, or where title passed within the US, during the period 17 November 2009 through 15 September 2011. UBS's motion to dismiss the complaint is pending.

6. Madoff

In relation to the Bernard L. Madoff Investment Securities LLC ("**BMIS**") investment fraud, UBS AG, UBS (Luxembourg) SA and certain other UBS subsidiaries have been subject to inquiries by a number of regulators, including the Swiss Financial Market Supervisory Authority ("**FINMA**") and the Luxembourg Commission de Surveillance du Secteur Financier ("**CSSF**"). Those inquiries concerned two third-party funds established under Luxembourg law, substantially all assets of which were with BMIS, as well as certain funds established in offshore jurisdictions with either direct or indirect exposure to BMIS. These funds now face severe losses, and the Luxembourg funds are in liquidation. The last reported net asset value of the two Luxembourg funds before revelation of the Madoff scheme was approximately USD 1.7 billion in the aggregate, although that figure likely includes fictitious profit reported by BMIS. The documentation establishing both funds identifies UBS entities in various roles including custodian, administrator, manager, distributor and promoter, and indicates that UBS employees serve as board members. UBS (Luxembourg) SA and certain other UBS subsidiaries are responding to inquiries by Luxembourg investigating authorities, without however being named as parties in those investigations. In 2009 and 2010, the liquidators of the two Luxembourg funds filed claims on behalf of the funds against UBS entities, non-UBS entities and certain individuals including current and former UBS employees. The amounts claimed are approximately EUR 890 million and EUR 305 million, respectively. The liquidators have filed supplementary claims for amounts that the funds may possibly be held liable to pay the BMIS Trustee. These amounts claimed by the liquidator are approximately EUR 564 million and EUR 370 million, respectively. In addition, a large number of alleged beneficiaries have filed claims against

UBS entities (and non-UBS entities) for purported losses relating to the Madoff scheme. The majority of these cases are pending in Luxembourg, where appeals have been filed by the claimants against the 2010 decisions of the court in which the claims in a number of test cases were held to be inadmissible. In the US, the BMIS Trustee has filed claims against UBS entities, among others, in relation to the two Luxembourg funds and one of the offshore funds. A claim was filed in 2010 against 23 defendants, including UBS entities, the Luxembourg and offshore funds concerned and various individuals, including current and former UBS employees. The total amount claimed against all defendants in this action was not less than USD 2 billion. A second claim was filed in 2010 against 16 defendants including UBS entities and the Luxembourg fund concerned. The total amount claimed against all defendants was not less than USD 555 million. Following a motion by UBS, in 2011 the District Court dismissed all of the BMIS Trustee's claims other than claims for recovery of fraudulent conveyances and preference payments that were allegedly transferred to UBS on the ground that the BMIS Trustee lacks standing to bring such claims. In June 2013, the Second Circuit Court of Appeals rejected the BMIS Trustee's appeal against that ruling and upheld the District Court's decision. The BMIS Trustee may seek to appeal to the US Supreme Court. In Germany, certain clients of UBS are exposed to Madoff-managed positions through third-party funds and funds administered by UBS entities in Germany. A small number of claims have been filed with respect to such funds.

7. Transactions with Italian public sector entities

A number of transactions that UBS Limited and UBS AG respectively entered into with public sector entity counterparties in Italy have been called into question or become the subject of legal proceedings and claims for damages and other awards. In Milan, in 2012, civil claims brought by the City of Milan against UBS Limited, UBS Italia SIM Spa and three other international banks in relation to a 2005 bond issue and associated derivatives transactions entered into with Milan between 2005 and 2007 were settled without admission of liability. In 2012, the criminal court in Milan issued a judgment convicting two current UBS employees and one former employee, together with employees from the three other banks, of fraud against a public entity in relation to the same bond issue and the execution, and subsequent restructuring, of the related derivative transactions. In the same proceedings, the Milan criminal court also found UBS Limited and three other banks liable for the administrative offense of failing to have in place a business organizational model capable of preventing the criminal offenses of which its employees were convicted. The sanctions against UBS Limited, which are not effective until appeals are exhausted, are confiscation of the alleged level of profit flowing from the criminal findings (EUR 16.6 million), a fine in respect of the finding of the administrative offense (EUR 1 million) and payment of legal fees. UBS has previously provided for this potential exposure in the amount of EUR 18.5 million. UBS Limited and the individuals filed their appeal in May 2013.

Derivative transactions with the Regions of Calabria, Tuscany, Lombardy, Lazio and Campania, and the City of Florence have also been called into question or become the subject of legal proceedings and claims for damages and other awards. In 2012, UBS AG and UBS Limited settled all civil disputes with the Regions of Tuscany, Lombardy and Lazio without any admission of liability. An in-principle agreement has also been reached with the City of Florence. Provisions have been booked in respect of these agreed or prospective settlements.

8. Kommunale Wasserwerke Leipzig GmbH ("**KWL**")

In 2006 and 2007, KWL entered into a series of credit default swap ("CDS") transactions with bank swap counterparties, including UBS. UBS entered into back-to-back CDS transactions with the other counterparties, Depfa Bank plc ("**Depfa**") and Landesbank Baden-Württemberg ("**LBBW**"), in relation to their respective swaps with KWL. As a result of the KWL CDS transactions and the back-to-back CDS transactions with Depfa and LBBW, UBS and UBS Limited are owed a total amount of USD 319.8 million, plus interest, which remains unpaid. Specifically, under the CDS contracts between KWL and UBS, the last of which were terminated by UBS in 2010, a net sum of approximately USD 137.6 million, plus interest, has fallen due from KWL but not been paid. Earlier in 2010, UBS issued proceedings in the English High Court against KWL seeking various declarations from the English court, in order to establish that the swap transaction between KWL and UBS is valid, binding and enforceable as against KWL. The English court ruled in 2010 that it has jurisdiction and will hear the proceedings and UBS issued a further claim seeking declarations concerning the validity of its early termination of the remaining CDS transactions with KWL. KWL withdrew its appeal from that decision and the civil dispute is now proceeding before the English court. UBS has added its monetary claim to the proceedings. KWL is defending against UBS's claims

and has served a counterclaim which also joins UBS Limited and Depfa to the proceedings. As part of its assertions, KWL claims damages of at least USD 68 million in respect of UBS's termination of some of the CDS contracts, whilst disputing that any monies are owed to UBS pursuant to another CDS contract. UBS, UBS Limited and Depfa are defending against KWL's counterclaims, and Depfa has asserted additional claims against UBS and UBS Limited.

In 2010, KWL issued proceedings in Leipzig, Germany against UBS, Depfa and LBBW, claiming that the swap transactions are void and not binding on the basis of KWL's allegation that KWL did not have the capacity or the necessary internal authorization to enter into the transactions and that the banks knew this. Upon and as a consequence of KWL withdrawing its appeal on jurisdiction in England, KWL also withdrew its civil claims against UBS and Depfa in the German courts, and no civil claim will proceed against either of them in Germany. The proceedings brought by KWL against LBBW have continued in Leipzig, and in June 2013 the court in Leipzig ruled in LBBW's favor. The Leipzig court has ruled that it is for the London court and not the Leipzig court to determine the validity and effect of a third party notice served by LBBW on UBS in the Leipzig proceedings.

The back-to-back CDS transactions were terminated in 2010. In 2010, UBS and UBS Limited issued separate proceedings in the English High Court against Depfa and LBBW seeking declarations as to the parties' obligations under the back-to-back CDS transactions and monetary claims. UBS Limited contends that it is owed USD 83.3 million, plus interest, by Depfa. UBS contends that it is owed EUR 75.5 million, plus interest, by LBBW. Depfa and LBBW are defending against the claims and have also issued counterclaims. Additionally Depfa added a claim against KWL to the proceedings against it and KWL served a defense.

In 2011, the former managing director of KWL and two financial advisers were convicted on criminal charges related to certain KWL transactions, including swap transactions with UBS and other banks. They are all the subject of further ongoing criminal proceedings in Dresden relating to the transactions with UBS, LBBW and DEPFA.

In 2011, the SEC commenced an investigation concerning, among other things, the suitability of the KWL transactions. UBS is cooperating with the SEC.

9. Puerto Rico

In 2011, a purported derivative action was filed on behalf of the Employee Retirement System of the Commonwealth of Puerto Rico ("**System**") against over 40 defendants, including UBS Financial Services Inc. of Puerto Rico ("**UBS PR**") and other consultants and underwriters, trustees of the System, and the President and Board of the Government Development Bank of Puerto Rico. The plaintiffs alleged that defendants violated their purported fiduciary duties and contractual obligations in connection with the issuance and underwriting of approximately three billion dollars of bonds by the System in 2008 and sought damages of over USD 800 million. UBS is named in connection with its underwriting and consulting services. In March 2013, the case was dismissed by the Puerto Rico court on the grounds that plaintiffs did not have standing to bring the claim. UBS is also cooperating with an SEC investigation into the bond offerings. Also, in late 2012, an SEC administrative hearing on securities law violation charges against two UBS PR executives concluded, with a decision expected in late 2013. The charges stemmed from the SEC's investigation of UBS PR's sale of closed-end funds in 2008 and 2009, which UBS PR settled in May 2012.

10. LIBOR and other benchmark rates

Numerous government agencies, including the SEC, the US Commodity Futures Trading Commission ("**CFTC**"), the US Department of Justice ("**DOJ**"), the UK Financial Conduct Authority ("**FCA**") (to which certain responsibilities of the UK Financial Services Authority ("**FSA**") have passed), the UK Serious Fraud Office ("**SFO**"), the Monetary Authority of Singapore ("**MAS**"), the Hong Kong Monetary Authority ("**HKMA**"), FINMA, the various state attorneys general in the US, and competition authorities in various jurisdictions have conducted or are continuing to conduct investigations regarding submissions with respect to British Bankers' Association LIBOR (London Interbank Offered Rate) and other benchmark rates, including HIBOR (Hong Kong Interbank Offered Rate) and ISDAFIX. These investigations focus on whether there were improper attempts by UBS (among others), either acting on its own or together with others, to manipulate LIBOR and other benchmark rates at certain times.

In June 2013 the MAS announced the results of its investigation of benchmark submissions by twenty banks, including UBS. The investigation related to various benchmark submissions, including the Singapore Interbank Offered Rates and the Swap Offered Rates, and covered the period from 2007 to 2011. The MAS found deficiencies in the governance, risk management, internal controls and surveillance systems for the banks' benchmark submission processes and directed the banks to correct the deficiencies and set aside additional statutory reserves with MAS at zero interest for one year. The MAS also announced proposed changes to its regulatory framework for financial benchmarks that are designed to enhance the integrity of the process for setting benchmarks.

In 2012, UBS reached settlements with the FSA, the CFTC and the Criminal Division of the DOJ in connection with their investigations of benchmark interest rates. At the same time FINMA issued an order concluding its formal proceedings with respect to UBS relating to benchmark interest rates. UBS will pay a total of approximately CHF 1.4 billion in fines and disgorgement – including GBP 160 million in fines to the FSA, USD 700 million in fines to the CFTC, and CHF 59 million in disgorgement to FINMA. Under a non-prosecution agreement ("**NPA**") that UBS entered into with the DOJ, UBS has agreed to pay a fine of USD 500 million. Pursuant to a separate plea agreement between the DOJ and UBS Securities Japan Co. Ltd. ("**UBSSJ**"), UBSSJ has entered a plea to one count of wire fraud relating to the manipulation of certain benchmark interest rates, including Yen LIBOR, and the DOJ and UBSSJ have agreed to a sentence to be imposed on UBSSJ that would include a fine of USD 100 million, which is subject to the discretion of the sentencing court. The NPA requires UBS to pay the USD 500 million fine to DOJ within 10 days of the sentencing of UBSSJ, and provides that any criminal penalties imposed on UBSSJ at sentencing, which currently is scheduled for 18 September 2013, will be deducted from the USD 500 million fine. The conduct described in the various settlements and the FINMA order includes certain UBS personnel: engaging in efforts to manipulate submissions for certain benchmark rates to benefit trading positions; colluding with employees at other banks and cash brokers to influence certain benchmark rates to benefit their trading positions; and giving 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 benchmark interest rates encompassed by one or more of these resolutions include Yen LIBOR, GBP LIBOR, CHF LIBOR, Euro LIBOR, USD LIBOR, EURIBOR (Euro Interbank Offered Rate) and Euroyen TIBOR (Tokyo Interbank Offered Rate). UBS has ongoing obligations to cooperate with authorities with which it has reached resolutions and to undertake certain remediation with respect to benchmark interest rate submissions. Investigations by the CFTC and other government authorities remain ongoing notwithstanding these resolutions.

UBS has been granted conditional leniency or conditional immunity from authorities in certain jurisdictions, including the Antitrust Division of the DOJ and the Swiss Competition Commission ("**WEKO**"), in connection with potential antitrust or competition law violations related to submissions for Yen LIBOR and Euroyen TIBOR. WEKO has also granted UBS conditional immunity in connection with potential competition law violations related to submissions for Swiss franc LIBOR and certain transactions related to Swiss franc LIBOR. The Canadian Competition Bureau has granted UBS conditional immunity in connection with potential competition law violations related to submissions for Yen LIBOR. As a result of these conditional grants, UBS will not be subject to prosecutions, fines or other sanctions for antitrust or competition law violations in the jurisdictions where it has conditional immunity or leniency in connection with the matters covered by the conditional grants, subject to UBS's continuing cooperation. However, the conditional leniency and conditional immunity grants UBS has received do not bar government agencies from asserting other claims and imposing sanctions against UBS, as evidenced by the settlements and ongoing investigations referred to above. In addition, as a result of the conditional leniency agreement with the DOJ, UBS is eligible for a limit on liability to actual rather than treble damages were damages to be awarded in any civil antitrust action under US law based on conduct covered by the agreement and for relief from potential joint and several liability in connection with such civil antitrust action, subject to UBS satisfying the DOJ and the court presiding over the civil litigation of its cooperation. The conditional leniency and conditional immunity grants do not otherwise affect the ability of private parties to assert civil claims against UBS.

In 2011, the Japan Financial Services Agency ("**JFSA**") commenced administrative actions and issued orders against UBS Securities Japan Ltd ("**UBS Securities Japan**") and UBS AG, Tokyo Branch in connection with their investigation of Yen LIBOR and Euroyen TIBOR. These actions were based on findings by the Japan Securities and Exchange Surveillance Commission ("**SESC**"), and, in the case of UBS AG, Tokyo Branch, the JFSA, that a former UBS Securities Japan trader engaged in

inappropriate conduct relating to Euroyen TIBOR and Yen LIBOR, including approaching UBS AG, Tokyo Branch, and other banks to ask them to submit TIBOR rates taking into account requests from the trader for the purpose of benefiting trading positions.

A number of putative class actions and other actions are pending in the federal courts in New York and other jurisdictions against UBS and numerous other banks on behalf of parties who transacted in certain interest rate benchmark-based derivatives linked directly or indirectly to US dollar LIBOR, Yen LIBOR, Euroyen TIBOR and EURIBOR. Also pending are actions asserting losses related to various products whose interest rate was linked to US dollar LIBOR, including adjustable rate mortgages, preferred and debt securities, bonds pledged as collateral, loans, depository accounts, investments and other interest bearing instruments. All of the complaints allege manipulation, through various means, of various benchmark interest rates, including LIBOR, Euroyen TIBOR or EURIBOR rates and seek unspecified compensatory and other damages, including treble and punitive damages, under varying legal theories that include violations of the US Commodity Exchange Act, federal and state antitrust laws and the federal racketeering statute. In March 2013, a federal court in New York dismissed the federal antitrust and racketeering claims of certain US dollar LIBOR plaintiffs and a portion of their claims brought under the Commodity Exchange Act. Plaintiffs will have the opportunity to replead certain claims that have been dismissed. Defendants in the lawsuit asserting claims related to Euroyen TIBOR filed motions to dismiss in June 2013.

With respect to additional matters and jurisdictions not encompassed by the settlements and order referred to above, UBS's balance sheet at 30 June 2013 reflected a provision of an amount that UBS believes to be appropriate under the applicable accounting standard. As in the case of other matters for which UBS has established provisions, the future outflow of resources in respect of such matters cannot be determined with certainty based on currently available information, and accordingly may ultimately prove to be substantially greater (or may be less) than the provision that UBS has recognized.

11. Swiss retrocessions

The Swiss Supreme Court ruled in 2012, in a test case against UBS, that distribution fees paid to a bank for distributing third party and intra-group investment funds and structured products must be disclosed and surrendered to clients who have entered into a discretionary mandate agreement with the bank, absent a valid waiver.

FINMA has issued a supervisory note to all Swiss banks in response to the Supreme Court decision. The note sets forth the measures Swiss banks are to adopt, which include informing all affected clients about the Supreme Court decision and directing them to an internal bank contact for further details. UBS has met the FINMA requirements and has notified all potentially affected clients in the context of the mailing of the year-end account statements.

It is expected that the Supreme Court decision will result in a significant number of client requests for UBS to disclose and potentially surrender retrocessions. Client requests are being assessed on a case-by-case basis. Considerations to be taken into account when assessing these cases include, among others, the existence of a discretionary mandate and whether or not the client documentation contained a valid waiver with respect to distribution fees.

UBS's balance sheet at 30 June 2013 reflected a provision with respect to matters described in this item 11 in an amount that UBS believes to be appropriate under the applicable accounting standard. The ultimate exposure will depend on client requests and the resolution thereof, factors that are difficult to predict and assess, particularly in view of the limited experience to date. Hence as in the case of other matters for which UBS has established provisions, the future outflow of resources in respect of such matters cannot be determined with certainty based on currently available information, and accordingly may ultimately prove to be substantially greater (or may be less) than the provision that UBS has recognized.

12. Banco UBS Pactual tax indemnity

Pursuant to the 2009 sale of Banco UBS Pactual S.A. ("**Pactual**") by UBS to BTG Investments, LP ("**BTG**"), BTG has submitted contractual indemnification claims that UBS estimates amount to approximately BRL 2.5 billion, including interest and penalties. The claims pertain principally to several tax assessments issued by the Brazilian tax authorities against Pactual relating to the period from December 2006 through March 2009, when UBS owned Pactual. These assessments are

being or will be challenged in administrative proceedings. BTG has also provided notice to UBS of several additional Pactual-related inquiries by the Brazilian tax authorities that relate to the period of UBS's ownership of Pactual, but involving substantially smaller amounts.

13. EC investigation into CDS information market

In July 2013 the European Commission ("EC") issued a Statement of Objections against thirteen credit default swap ("CDS") dealers including UBS, as well as data service provider Markit and the International Swaps and Derivatives Association ("ISDA"). This followed an investigation into the CDS information market which commenced in 2011, with which UBS cooperated fully. The Statement of Objections broadly alleges that the dealers infringed EU antitrust rules by colluding to prevent exchanges from entering the credit derivatives market between 2006 and 2009. Since mid-2009, the Antitrust Division of the DOJ has also been investigating whether multiple dealers, including UBS, conspired with each other and with Markit to restrain competition in the markets for CDS trading, clearing and other services. In May and July 2013, two putative class action complaints were filed in the Northern District of Illinois against twelve dealers, including UBS, as well as Markit and ISDA, alleging violations of the US Sherman Antitrust Act. The complaints allege that the dealers unlawfully exercised collective control over Markit and other industry organizations to seek to ensure that CDS continued to trade over-the-counter rather than on an exchange platform. Plaintiffs seek unspecified trebled compensatory damages, among other relief.

Besides the proceedings specified above under (1) through (13) no governmental, legal or arbitration proceedings (including any such proceedings which are pending or threatened, of which UBS AG is aware) which may have, or have had in the recent past, significant effects on UBS AG's and/or UBS Group's financial position or profitability, are or have been pending during the last twelve months until the date of this document."

The section headed "XII. Significant Changes in the Financial or Trading Position; Material Adverse Change in Prospects" (page 37 of the Registration Document) is completely replaced by the following text:

"XII. Significant Changes in the Financial or Trading Position; Material Adverse Change in Prospects

There has been no significant change in the financial or trading position of UBS since 30 June 2013.

There has been no material adverse change in the prospects of UBS since 31 December 2012."

The section headed "XIII. Material Contracts" (page 37 of the Registration Document) is replaced by the following text:

"XIII. Material Contracts

No material contracts have been entered into outside of the ordinary course of UBS AG's or UBS Group's business, which could result in any member of the UBS Group being under an obligation or entitlement that is material to UBS AG's ability to meet its obligations to the investors in relation to the issued securities."

In the section headed "XIV. Documents on Display" (page 37 of the Registration Document) the third bullet point is replaced by the following text:

"

- UBS's report for the quarters ended 31 March 2013 and 30 June 2013, respectively (including unaudited consolidated financial statements); and"

The following section headed "Incorporation by Reference" is inserted below the section headed "XIV. Documents on Display"

"Incorporation by Reference

The following documents shall be incorporated in, and form part of, this document:

Incorporated document	Referred to in	Information
- UBS Quarterly Report 30 June 2013	- Financial Information concerning the Issuer's Assets and Liabilities, Financial Position and Profits and Losses	- Financial Information on the Issuer as of 30 June 2013
	- Business Overview	- Description of the Issuer's business groups
	- Major Shareholders of the Issuer	- Further details on UBS shares

The Quarterly Report of UBS AG as of 30 June 2013 has been filed with the BaFin as appendix to Supplement No. 2 to the Short Form Prospectus dated 10 May 2013."

2) In relation to
(i) the Base Prospectus for Warrants of UBS AG, [London] [Jersey] [Branch] dated 12 June 2013 in the section
 "I. Summary of the Base Prospectus" in the section headed
 "A. Summary of the Base Prospectus (in the English language)" in the section headed
 "Section B – Issuer", and

(ii) in relation to the Base Prospectus for Securities of UBS AG, [London] [Jersey] [Branch] dated 4 July 2013 in the section
 "I. Summary of the Base Prospectus" in the section headed
 "A. Summary of the Base Prospectus (in the English language)" the section headed
 "Section B – Issuer", and

(iii) in relation to the Base Prospectus dated 23 July 2013 for Money Market Switch Notes in the section
 "Summary of the Base Prospectus" in the section headed
 "Section B – Issuer"

the elements B.4b, B.5, B.9, B.12, B.14 and B.15 are completely replaced as follows and the last paragraph in element B.16 has been replaced as follows:

Element	Section B – Issuer	
B.4b	Trends.	<p>Trend Information</p> <p>As stated in the outlook statement presented in UBS AG's second quarter 2013 report, including unaudited consolidated financial statements and issued on 30 July 2013, at the end of the second quarter, the market reaction to the eventual end of quantitative easing in the US served as a reminder that looser monetary policy across the globe has not resolved the underlying challenges related to structural fiscal and economic issues. For the first half of 2013, UBS's revenue growth and business flows evidence the fact that UBS continued to manage its businesses effectively in challenging market conditions. However, for the third quarter of 2013, client confidence and activity levels could be impacted further by the continued absence of sustained and credible improvements to unresolved European sovereign debt and banking system issues and US fiscal issues, and by the mixed outlook for global growth. This would make improvements in prevailing market conditions unlikely and, together with the seasonal decline in activity levels traditionally associated with the summer holiday season, would consequently generate headwinds for revenue growth, net interest margins and net new money. Nevertheless, UBS remains confident that its wealth management businesses will continue to attract net new money, reflecting new and existing clients' steadfast trust in the firm, and that the actions it has taken will ensure the firm's long-term success and will deliver sustainable returns for its shareholders going forward.</p>
B.5	Organisational structure.	<p>UBS AG is the parent company of the UBS Group. The objective of the UBS's group structure is to support the business activities of the parent company within an efficient legal, tax, regulatory and funding framework. None of the individual business divisions of UBS or the Corporate Center are legally independent entities; instead, they primarily perform their activities through the domestic and foreign offices of the parent bank. In cases where it is impossible or inefficient to operate via the parent bank, due to local legal, tax or regulatory provisions, or where additional legal entities join the Group through acquisition, the business is operated on location by legally independent group companies.</p>

B.9	Profit forecast or estimate.	Not applicable; no profit forecasts or estimates are included in this document.																																																																																																																																																
B.12	Selected historical key financial information.	<p>UBS derived the following selected consolidated financial data from (i) its annual report 2012 containing the audited consolidated financial statements for the fiscal year ended 31 December 2012 (including comparative figures for the fiscal years ended 31 December 2011 and 2010) and (ii) its unaudited consolidated financial statements for the quarter ended 30 June 2013 (from which comparative figures for the quarter ended 30 June 2012 have been derived). UBS's consolidated financial statements were prepared in accordance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and stated in Swiss francs ("CHF").</p> <table border="1" data-bbox="691 645 1497 2042"> <thead> <tr> <th></th> <th colspan="2">As of or for the quarter ended</th> <th colspan="3">As of or for the year ended</th> </tr> <tr> <th><i>CHF million, except where indicated</i></th> <th>30.06.13</th> <th>30.06.12¹</th> <th>31.12.12¹</th> <th>31.12.11</th> <th>31.12.10</th> </tr> <tr> <th></th> <th colspan="3"><i>unaudited</i></th> <th colspan="2"><i>audited, except where indicated</i></th> </tr> </thead> <tbody> <tr> <td colspan="6">Group results</td> </tr> <tr> <td>Operating income</td> <td>7,389</td> <td>6,402</td> <td>25,423*</td> <td>27,788</td> <td>31,994</td> </tr> <tr> <td>Operating expenses</td> <td>6,369</td> <td>5,400</td> <td>27,216</td> <td>22,482</td> <td>24,650</td> </tr> <tr> <td>Operating profit / (loss) before tax</td> <td>1,020</td> <td>1,002</td> <td>(1,794)*</td> <td>5,307</td> <td>7,345</td> </tr> <tr> <td>Net profit / (loss) attributable to UBS shareholders</td> <td>690</td> <td>524</td> <td>(2,480)*</td> <td>4,138</td> <td>7,452</td> </tr> <tr> <td>Diluted earnings per share (CHF)</td> <td>0.18</td> <td>0.14</td> <td>(0.66)*</td> <td>1.08</td> <td>1.94</td> </tr> <tr> <td colspan="6">Key performance indicators, balance sheet and capital management, and additional information</td> </tr> <tr> <td colspan="6">Performance</td> </tr> <tr> <td>Return on equity (RoE) (%) ²</td> <td>7.2</td> <td>6.3</td> <td>(5.1)*</td> <td>9.1*</td> <td>18.0*</td> </tr> <tr> <td>Return on tangible equity (%) ³</td> <td>8.5</td> <td>8.1</td> <td>1.6*</td> <td>11.9*</td> <td>24.7*</td> </tr> <tr> <td>Return on risk-weighted assets, gross (%) ⁴</td> <td>11.8</td> <td>11.7</td> <td>12.0*</td> <td>13.7*</td> <td>15.5*</td> </tr> <tr> <td>Return on assets, gross (%) ⁵</td> <td>2.5</td> <td>1.9</td> <td>1.9*</td> <td>2.1*</td> <td>2.3*</td> </tr> <tr> <td colspan="6">Growth</td> </tr> <tr> <td>Net profit growth (%) ⁶</td> <td>(30.2)</td> <td>(49.4)</td> <td>N/A*</td> <td>(44.5)*</td> <td>N/A*</td> </tr> <tr> <td>Net new money growth (%) ⁷</td> <td>1.8</td> <td>1.8</td> <td>1.6*</td> <td>1.9*</td> <td>(0.8)*</td> </tr> <tr> <td colspan="6">Efficiency</td> </tr> <tr> <td>Cost / income ratio (%) ⁸</td> <td>86.2</td> <td>84.3</td> <td>106.6*</td> <td>80.7*</td> <td>76.9*</td> </tr> <tr> <td colspan="6">Capital strength</td> </tr> <tr> <td>BIS Basel III common equity tier 1 capital ratio (% , phase-in) ^{9, 10}</td> <td>16.2</td> <td></td> <td>15.3*</td> <td></td> <td></td> </tr> <tr> <td>BIS Basel III common equity tier 1 capital ratio (% , fully applied) ^{9, 10}</td> <td>11.2</td> <td></td> <td>9.8*</td> <td></td> <td></td> </tr> <tr> <td>Swiss SRB leverage ratio (%) ^{9, 11}</td> <td>3.9</td> <td></td> <td>3.6*</td> <td></td> <td></td> </tr> </tbody> </table>		As of or for the quarter ended		As of or for the year ended			<i>CHF million, except where indicated</i>	30.06.13	30.06.12 ¹	31.12.12 ¹	31.12.11	31.12.10		<i>unaudited</i>			<i>audited, except where indicated</i>		Group results						Operating income	7,389	6,402	25,423*	27,788	31,994	Operating expenses	6,369	5,400	27,216	22,482	24,650	Operating profit / (loss) before tax	1,020	1,002	(1,794)*	5,307	7,345	Net profit / (loss) attributable to UBS shareholders	690	524	(2,480)*	4,138	7,452	Diluted earnings per share (CHF)	0.18	0.14	(0.66)*	1.08	1.94	Key performance indicators, balance sheet and capital management, and additional information						Performance						Return on equity (RoE) (%) ²	7.2	6.3	(5.1)*	9.1*	18.0*	Return on tangible equity (%) ³	8.5	8.1	1.6*	11.9*	24.7*	Return on risk-weighted assets, gross (%) ⁴	11.8	11.7	12.0*	13.7*	15.5*	Return on assets, gross (%) ⁵	2.5	1.9	1.9*	2.1*	2.3*	Growth						Net profit growth (%) ⁶	(30.2)	(49.4)	N/A*	(44.5)*	N/A*	Net new money growth (%) ⁷	1.8	1.8	1.6*	1.9*	(0.8)*	Efficiency						Cost / income ratio (%) ⁸	86.2	84.3	106.6*	80.7*	76.9*	Capital strength						BIS Basel III common equity tier 1 capital ratio (% , phase-in) ^{9, 10}	16.2		15.3*			BIS Basel III common equity tier 1 capital ratio (% , fully applied) ^{9, 10}	11.2		9.8*			Swiss SRB leverage ratio (%) ^{9, 11}	3.9		3.6*		
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Balance sheet and capital management

Total assets	1,129,071	1,410,233	1,259,797*	1,416,962	1,314,813
Equity attributable to UBS shareholders	47,073	50,503	45,949*	48,530	43,728
Total book value per share (CHF)	12.49	13.47	12.26*	12.95*	11.53*
Tangible book value per share (CHF)	10.73	10.87	10.54*	10.36*	8.94*
BIS Basel III common equity tier 1 capital (phase-in) ¹²	39,398		40,032*		
BIS Basel III common equity tier 1 capital (fully applied) ¹²	26,817		25,182*		
BIS Basel III risk-weighted assets (phase-in) ¹²	242,626		261,800*		
BIS Basel III risk-weighted assets (fully applied) ¹²	239,182		258,113*		
BIS Basel III total capital ratio (% phase-in) ¹²	20.5		18.9*		
BIS Basel III total capital ratio (% fully applied) ¹²	13.5		11.4*		

Additional information

Invested assets (CHF billion) ¹³	2,348	2,163	2,230	2,088	2,075
Personnel (full-time equivalents)	60,754	63,520	62,628*	64,820*	64,617*
Market capitalization	61,737	42,356	54,729*	42,843*	58,803*

*unaudited

¹ On 1 January 2013, UBS adopted IASB October 2012 amendments to IFRS 10 *Consolidated Financial Statements*. The comparative 2012 periods included in UBS's first and second quarter reports 2013 have been adjusted to reflect the effect of adopting IFRS 10. Under IFRS 10, periods prior to 2012 are not required to be restated in 2013 quarterly reports. ² Net profit attributable to UBS shareholders on a year-to-date basis (annualized as applicable) / average equity attributable to UBS shareholders (year-to-date basis). ³ Net profit attributable to UBS shareholders before amortization and impairment of goodwill and intangible assets / average equity attributable to UBS shareholders less average goodwill and intangible assets. ⁴ Operating income before credit loss (expense) or recovery on a year-to-date basis (annualized as applicable) / average risk-weighted assets (year-to-date basis). Based on BIS Basel III risk-weighted assets (phase-in) for 2013, on Basel 2.5 risk-weighted assets for 2012 and on Basel II risk-weighted assets for 2011 and 2010. ⁵ Operating income before credit loss (expense) or recovery on a year-to-date basis (annualized as applicable) / average total assets (year-to-date basis). ⁶ Change in net profit attributable to UBS shareholders from continuing operations between current and comparison periods / net profit attributable to UBS shareholders from continuing operations of comparison period. Not meaningful and not included if either the reporting period or the comparison period is a loss period. ⁷ Net new money for the period (annualized as applicable) / invested assets at the beginning of the period. Group net new money includes net new money for Retail & Corporate and excludes interest and dividend income. ⁸ Operating expenses / operating income before credit loss (expense) or recovery. ⁹ On 1 January 2013 the BIS Basel III requirements became effective in Switzerland. In order to align its key performance indicators framework, in the first quarter of 2013 UBS replaced the key performance indicators "BIS tier 1 ratio (%)" and "FINMA leverage ratio (%)" with "BIS Basel III common equity tier 1 capital ratio (% phase in / fully applied)" and "Swiss SRB (systemically relevant banks) leverage ratio (%)". Numbers for 31 December 2012 are on a pro-forma basis. ¹⁰ BIS Basel III common equity tier 1 capital / BIS Basel III risk-weighted assets. The information provided on a fully applied basis does not consider the effects of the transition period, during which new capital deductions are phased in and ineligible capital instruments are phased out. ¹¹ Total capital / IFRS assets, based on a capital adequacy scope of consolidation, adjusted for replacement value netting and other adjustments, including off-balance sheet items. Formerly referred to as FINMA Basel III leverage ratio. ¹² On 1 January 2013 the Basel III requirements became effective in Switzerland. BIS Basel III numbers for 31

		December 2012 are on a pro-forma basis. ¹³ Group invested assets includes invested assets for Retail & Corporate.
	Material adverse change statement.	There has been no material adverse change in the prospects of UBS since 31 December 2012.
	Significant changes statement.	There has been no significant change in the financial or trading position of UBS since 30 June 2013.
B.14	Dependence upon other entities within the group.	UBS AG is the parent company of the UBS Group. As such, to a certain extent, it is dependent on certain of its subsidiaries.
B.15	Issuer's principal activities.	<p>UBS AG with its subsidiaries (together, "UBS Group", "Group" or "UBS") draws on its 150-year heritage to serve private, institutional and corporate clients worldwide, as well as retail clients in Switzerland. UBS's business strategy is centered on its pre-eminent global wealth management businesses and its leading universal bank in Switzerland. These businesses, together with a client-focused Investment Bank and a strong, well-diversified Global Asset Management business, will enable UBS to expand its premier wealth management franchise and drive further growth across the Group. Headquartered in Zurich and Basel, Switzerland, UBS has offices in more than 50 countries, including all major financial centers.</p> <p>According to Article 2 of the Articles of Association of UBS AG ("Articles of Association") the purpose of UBS AG is the operation of a bank. Its scope of operations extends to all types of banking, financial, advisory, trading and service activities in Switzerland and abroad.</p>
B.16	Controlling persons.	As of 30 June 2013, the following shareholders (acting in their own name or in their capacity as nominees for other investors or beneficial owners) were registered in the share register with 3% or more of the total share capital of UBS AG: Chase Nominees Ltd., London (11.46%); Government of Singapore Investment Corp., Singapore (6.39%); the US securities clearing organization DTC (Cede & Co.) New York, "The Depository Trust Company" (5.36%); and Nortrust Nominees Ltd., London (4.09%).

3) In relation to

(i) the Base Prospectus for Warrants of UBS AG, [London] [Jersey] [Branch] dated 12 June 2013 in the section

"I. Summary of the Base Prospectus" in the section headed

"B. Summary of the Base Prospectus (in the German language)" the section headed

"Abschnitt B – Emittentin", and

(ii) the Base Prospectus for Securities of UBS AG, [London] [Jersey] [Branch] dated 4 July 2013 in the section

"I. Summary of the Base Prospectus" in the section headed

"B. Summary of the Base Prospectus (in the German language)" the section headed

"Abschnitt B – Emittentin", and

(iii) in relation to the Base Prospectus dated 23 July 2013 Money Market Switch Notes in the section

"Deutsche Übersetzung der Zusammenfassung des Basisprospekts" the section headed

"Abschnitt B – Emittentin"

the elements B.4b, B.5, B.9, B.12, B.14 and B.15 are completely replaced as follows and the last paragraph in element B.16 has been replaced as follows:

Element	Abschnitt B – Emittentin	
B.4b	Trends.	<p>Trendinformation</p> <p>Wie im am 30. Juli 2013 publizierten zweiten Quartalsbericht 2013 von UBS (einschließlich ungeprüften konsolidierten Finanzangaben) dargestellt, erinnerte die Marktreaktion auf das mögliche Ende der quantitativen Lockerung in den USA am Ende des zweiten Quartals daran, dass die zugrunde liegenden Herausforderungen im Zusammenhang mit den strukturellen fiskalpolitischen und wirtschaftlichen Problemen trotz expansiver Geldpolitik rund um den Globus nicht gelöst sind. Das Ertragswachstum und das Geschäftsvolumen der UBS für das erste Halbjahr 2013 bestätigen, dass die UBS ihre Geschäftsbereiche auch unter schwierigen Bedingungen effektiv führt. Im dritten Quartal 2013 könnten das Kundenvertrauen und die Kundenaktivitäten unter den nach wie vor fehlenden nachhaltigen und glaubwürdigen Fortschritten bei der ungelösten Staatsschuldenkrise in Europa, den Problemen im Bankensystem und den US-Haushaltsproblemen sowie dem durchwachsenen Ausblick für das Weltwirtschaftswachstum leiden. Aufgrund dessen dürften Ergebnisverbesserungen unter den herrschenden Marktbedingungen unwahrscheinlich sein. Zusammen mit dem saisonalen Rückgang der Aktivitäten infolge der Urlaubszeit dürfte dies Druck auf das Ertragswachstum, die Nettozinsmargen und den Nettoneugeldzufluss ausüben. Dennoch ist die UBS zuversichtlich, dass ihr Vermögensverwaltungsgeschäft dank des unerschütterlichen Vertrauens, das neue und bestehende Kunden in UBS setzen, weiterhin Nettoneugelder anziehen wird und dass die ergriffenen Massnahmen den langfristigen Erfolg des Unternehmens gewährleisten und in Zukunft nachhaltige Renditen für ihre Aktionäre generieren werden.</p>
B.5	Organisationsstruktur.	<p>Die UBS AG ist das Stammhaus der UBS Gruppe. Ziel dieser Struktur ist es, die Geschäftstätigkeiten durch effiziente rechtliche, steuerliche, regulatorische und finanzielle Rahmenbedingungen zu unterstützen. Weder die einzelnen Unternehmensbereiche noch das Corporate Center sind rechtlich unabhängige Einheiten. Sie sind hauptsächlich als Teile des Stammhauses über die weltweiten Niederlassungen operativ tätig. Wo es nicht möglich oder nicht effizient ist, die Geschäfte durch das Stammhaus zu tätigen, werden Geschäfte durch rechtlich selbstständige Tochtergesellschaften vor</p>

		Ort geführt. Dies ist beispielsweise aufgrund rechtlicher, steuerlicher oder regulatorischer Vorschriften oder bei der Akquisition rechtlicher Einheiten durch den Konzern der Fall.																																																																																																																														
B.9	Gewinnprognosen oder -schätzungen.	Entfällt. Es ist keine Gewinnprognose- oder schätzung in diesem Dokument enthalten.																																																																																																																														
B.12	Ausgewählte wesentliche historische Finanzinformationen.	<p>UBS hat die nachstehenden ausgewählten konsolidierten Finanzdaten aus (i) dem Geschäftsbericht für das Geschäftsjahr 2012, der die geprüften konsolidierten Finanzangaben für das am 31. Dezember 2012 endende Geschäftsjahr enthält (einschließlich der Vergleichszahlen zum 31. Dezember 2011 und 2010), (ii) den ungeprüften konsolidierten Finanzangaben für das Quartal endend zum 30. Juni 2013 (aus denen Vergleichszahlen zum 30. Juni 2012 entnommen bzw. abgeleitet wurden) entnommen bzw. abgeleitet wurden). Die konsolidierten Finanzangaben der UBS wurden nach den vom International Accounting Standards Board ("IASB") herausgegebenen International Financial Reporting Standards ("IFRS") erstellt und in Schweizer Franken ("CHF") aufgeführt.</p> <table border="1"> <thead> <tr> <th></th> <th colspan="2">Für das Quartal endend am oder per</th> <th colspan="3">Für das Jahr endend am oder per</th> </tr> <tr> <th><i>Mio. CHF (Ausnahmen sind angegeben)</i></th> <th>30.06.13</th> <th>30.06.12¹</th> <th>31.12.12¹</th> <th>31.12.11</th> <th>31.12.10</th> </tr> <tr> <th></th> <th colspan="2"><i>ungeprüft</i></th> <th colspan="3"><i>geprüft (Ausnahmen sind angegeben)</i></th> </tr> </thead> <tbody> <tr> <td colspan="6">UBS-Konzern</td> </tr> <tr> <td>Geschäftsertrag</td> <td>7.389</td> <td>6.402</td> <td>25.423*</td> <td>27.788</td> <td>31.994</td> </tr> <tr> <td>Geschäftsaufwand</td> <td>6.369</td> <td>5.400</td> <td>27.216</td> <td>22.482</td> <td>24.650</td> </tr> <tr> <td>Ergebnis vor Steuern</td> <td>1.020</td> <td>1.002</td> <td>(1.794)*</td> <td>5.307</td> <td>7.345</td> </tr> <tr> <td>Den UBS-Aktionären zurechenbares Konzernergebnis</td> <td>690</td> <td>524</td> <td>(2.480)*</td> <td>4.138</td> <td>7.452</td> </tr> <tr> <td>Verwässertes Ergebnis pro Aktie (CHF)</td> <td>0,18</td> <td>0,14</td> <td>(0,66)*</td> <td>1,08</td> <td>1,94</td> </tr> <tr> <td colspan="6">Kennzahlen zur Leistungsmessung, Bilanz- und Kapitalbewirtschaftung, und zusätzliche Informationen</td> </tr> <tr> <td colspan="6">Performance</td> </tr> <tr> <td>Eigenkapitalrendite (RoE) (%) ²</td> <td>7,2</td> <td>6,3</td> <td>(5,1)*</td> <td>9,1*</td> <td>18,0*</td> </tr> <tr> <td>Rendite auf Eigenkapital abzüglich Goodwill und anderer immaterieller Vermögenswerte (%) ³</td> <td>8,5</td> <td>8,1</td> <td>1,6*</td> <td>11,9*</td> <td>24,7*</td> </tr> <tr> <td>Rendite auf risikogewichteten Aktiven, brutto (%) ⁴</td> <td>11,8</td> <td>11,7</td> <td>12,0*</td> <td>13,7*</td> <td>15,5*</td> </tr> <tr> <td>Rendite auf Aktiven, brutto (%) ⁵</td> <td>2,5</td> <td>1,9</td> <td>1,9*</td> <td>2,1*</td> <td>2,3*</td> </tr> <tr> <td colspan="6">Wachstum</td> </tr> <tr> <td>Wachstum des Ergebnisses (%) ⁶</td> <td>(30,2)</td> <td>(49,4)</td> <td>N/A*</td> <td>(44,5)*</td> <td>N/A*</td> </tr> <tr> <td>Wachstum der Nettoneugelder (%) ⁷</td> <td>1,8</td> <td>1,8</td> <td>1,6*</td> <td>1,9*</td> <td>(0,8)*</td> </tr> <tr> <td colspan="6">Effizienz</td> </tr> <tr> <td>Verhältnis von Geschäftsaufwand / Geschäftsertrag (%) ⁸</td> <td>86,2</td> <td>84,3</td> <td>106,6*</td> <td>80,7*</td> <td>76,9*</td> </tr> <tr> <td colspan="6">Kapitalkraft</td> </tr> </tbody> </table>		Für das Quartal endend am oder per		Für das Jahr endend am oder per			<i>Mio. CHF (Ausnahmen sind angegeben)</i>	30.06.13	30.06.12 ¹	31.12.12 ¹	31.12.11	31.12.10		<i>ungeprüft</i>		<i>geprüft (Ausnahmen sind angegeben)</i>			UBS-Konzern						Geschäftsertrag	7.389	6.402	25.423*	27.788	31.994	Geschäftsaufwand	6.369	5.400	27.216	22.482	24.650	Ergebnis vor Steuern	1.020	1.002	(1.794)*	5.307	7.345	Den UBS-Aktionären zurechenbares Konzernergebnis	690	524	(2.480)*	4.138	7.452	Verwässertes Ergebnis pro Aktie (CHF)	0,18	0,14	(0,66)*	1,08	1,94	Kennzahlen zur Leistungsmessung, Bilanz- und Kapitalbewirtschaftung, und zusätzliche Informationen						Performance						Eigenkapitalrendite (RoE) (%) ²	7,2	6,3	(5,1)*	9,1*	18,0*	Rendite auf Eigenkapital abzüglich Goodwill und anderer immaterieller Vermögenswerte (%) ³	8,5	8,1	1,6*	11,9*	24,7*	Rendite auf risikogewichteten Aktiven, brutto (%) ⁴	11,8	11,7	12,0*	13,7*	15,5*	Rendite auf Aktiven, brutto (%) ⁵	2,5	1,9	1,9*	2,1*	2,3*	Wachstum						Wachstum des Ergebnisses (%) ⁶	(30,2)	(49,4)	N/A*	(44,5)*	N/A*	Wachstum der Nettoneugelder (%) ⁷	1,8	1,8	1,6*	1,9*	(0,8)*	Effizienz						Verhältnis von Geschäftsaufwand / Geschäftsertrag (%) ⁸	86,2	84,3	106,6*	80,7*	76,9*	Kapitalkraft					
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BIZ-Harte Kernkapitalquote (CET1) gemäss Basel III (% , stufenweise umgesetzt) ^{9, 10}	16,2		15,3*		
BIZ-Harte Kernkapitalquote (CET1) gemäss Basel III (% , vollständig umgesetzt) ^{9, 10}	11,2		9,8*		
Schweizer Leverage Ratio (%) für SRB ^{9, 11}	3,9		3,6*		
Total Aktiven	1.129.071	1.410.233	1.259.797*	1.416.962	1.314.813
Den UBS-Aktionären zurechenbares Eigenkapital	47.073	50.503	45.949*	48.530	43.728
Buchwert des den UBS-Aktionären zurechenbaren Eigenkapitals pro Aktie (CHF)	12,49	13,47	12,26*	12,95*	11,53*
Buchwert des den UBS-Aktionären zurechenbaren Eigenkapitals abzüglich Goodwill und anderer immaterieller Vermögenswerte pro Aktie (CHF)	10,73	10,87	10,54*	10,36*	8,94*
BIZ-Hartes Kernkapital (CET1) gemäss Basel III (stufenweise umgesetzt) ¹²	39.398		40.032*		
BIZ-Hartes Kernkapital (CET1) gemäss Basel III (vollständig umgesetzt) ¹²	26.817		25.182*		
BIZ-Risikogewichtete Aktiven gemäss Basel III (stufenweise umgesetzt) ¹²	242.626		261.800*		
BIZ-Risikogewichtete Aktiven gemäss Basel III (vollständig umgesetzt) ¹²	239.182		258.113*		
BIZ-Gesamtkapitalquote gemäss Basel III (% , stufenweise umgesetzt) ¹²	20,5		18,9*		
BIZ-Gesamtkapitalquote gemäss Basel III (% , vollständig umgesetzt) ¹²	13,5		11,4*		
Zusätzliche Informationen					
Verwaltete Vermögen (Mrd. CHF) ¹³	2.348	2.163	2.230	2.088	2.075
Personalbestand (auf Vollzeitbasis)	60.754	63.520	62.628*	64.820*	64.617*
Börsenkapitalisierung	61.737	42.356	54.729*	42.843*	58.803*
*ungeprüft					
<p>¹ Per 1. Januar 2013 wendete UBS die vom IASB im Oktober 2012 veröffentlichten Änderungen zu IFRS 10 an. Die im Finanzbericht für das erste und zweite Quartale 2013 enthaltenen Vergleichsperioden für 2012 wurden angepasst, um den Effekt der Anwendung von IFRS 10 widerzuspiegeln. Unter IFRS 10 müssen die Perioden vor 2012 in den Quartalsberichten für 2013 nicht angepasst werden. ² Das den UBS-Aktionären zurechenbare Konzernergebnis seit Jahresbeginn (gegebenenfalls annualisiert) / Das den UBS-Aktionären zurechenbare durchschnittliche Eigenkapital (seit Jahresbeginn). ³ Das den UBS-Aktionären zurechenbare Konzernergebnis vor Abschreibung und Wertminderung auf Goodwill und andere immaterielle Vermögenswerte / das den UBS-Aktionären zurechenbare durchschnittliche Eigenkapital abzüglich Goodwill und anderer immaterieller Vermögenswerte. ⁴ Geschäftsertrag vor Wertberichtigungen für Kreditrisiken seit Jahresbeginn (gegebenenfalls annualisiert) / Durchschnittliche risikogewichtete Aktiven (seit Jahresbeginn). Für 2013 basieren die risikogewichteten Aktiven (stufenweise umgesetzt) auf den Basel-III-Richtlinien. Für 2012 basieren die risikogewichteten Aktiven auf den Basel-2.5-Richtlinien. Für 2011 und 2010 basieren die risikogewichteten Aktiven auf den Basel-II-Richtlinien. ⁵ Geschäftsertrag vor Wertberichtigungen für Kreditrisiken seit Jahresbeginn (gegebenenfalls annualisiert) / Total durchschnittliche Aktiven (seit Jahresbeginn). ⁶ Veränderung des aktuellen den UBS-Aktionären zurechenbaren Konzernergebnisses aus fortzuführenden Geschäftsbereichen gegenüber einer Vergleichsperiode / Das den UBS-Aktionären zurechenbare Konzernergebnis aus fortzuführenden Geschäftsbereichen in einer</p>					

		<p>Vergleichsperiode. Besitzt keine Aussagekraft und wird nicht ausgewiesen, falls für die laufende Periode oder die Vergleichsperiode ein Verlust verzeichnet wird. ⁷ Nettoneugelder seit Periodebeginn (gegebenenfalls annualisiert) / verwaltete Vermögen zu Beginn der Periode. Nettoneugelder des Konzerns beinhalten Nettoneugelder von Retail & Corporate und schliessen Zins- und Dividendenerträge aus. ⁸ Geschäftsaufwand / Geschäftsertrag vor Wertberichtigungen für Kreditrisiken. ⁹ Die BIZ-Rahmenregelungen gemäss Basel III traten in der Schweiz per 1. Januar 2013 in Kraft. Im ersten Quartal 2013 hat die UBS die Kennzahlen zur Leistungsmessung "BIZ-Kernkapitalquote (%)" und "FINMA Leverage Ratio (%)" durch die "harte Kernkapitalquote (CET1) gemäss Basel III (% , stufenweise umgesetzt / vollständig umgesetzt)" und die "Schweizer Leverage Ratio (%)" für SRB (systemrelevante Banken)" ersetzt, um ihres Rahmenwerk für Kennzahlen zur Leistungsmessung zu angleichen. Die Zahlen zum 31. Dezember 2012 sind Pro-forma-basiert. ¹⁰ Hartes Kernkapital (CET1) gemäss Basel III / Risikogewichtete Aktiven gemäss Basel III. Die Informationen auf eine vollständig umgesetzte Basis berücksichtigen keine Effekte der Übergangsphase, während der allmählich die Verlustabsorptionsfähigkeit eingeführt wird sowie ungeeignete Eigenkapitalinstrumente abgeschafft werden. ¹¹ Total Kapital / IFRS-Aktiven, basierend auf Eigenmittelunterlegung gemäss Konsolidierungskreis, adjustiert für das Netting von Wiederbeschaffungswerten und andere Anpassungen, inklusive Ausserbilanzpositionen. Vormalig als FINMA Basel III Leverage Ratio ausgewiesen. ¹² Die BIZ-Rahmenregelungen gemäss Basel III traten in der Schweiz per 1. Januar 2013 in Kraft. Die Zahlen gemäss Basel III zum 31. Dezember 2012 sind Pro-forma-basiert. ¹³ Verwaltete Vermögen des Konzerns beinhalten Vermögen unter der Verwaltung von Retail & Corporate.</p>
	Erklärung hinsichtlich wesentlicher Verschlechterung.	Seit dem 31. Dezember 2012 sind keine wesentlichen Veränderungen in den Aussichten der UBS eingetreten.
	Beschreibung wesentlicher Veränderungen der Finanzlage oder Handelsposition.	Seit dem 30. Juni 2013 hat sich keine wesentliche Veränderung der Finanzlage oder der Handelsposition der UBS ergeben.
B.14	Abhängigkeit von anderen Unternehmen der Gruppe.	Die UBS AG ist die Stammhaus von UBS. Als solches ist sie, bis zu einem gewissen Grad, von bestimmten Tochtergesellschaften abhängig.
B.15	Haupttätigkeiten der Emittentin.	<p>Seit 150 Jahren betreut UBS (zusammen mit ihren Tochtergesellschaften „UBS Gruppe“, „Gruppe“ oder „UBS“) private, institutionelle und Firmenkunden weltweit ebenso wie Retailkunden in der Schweiz. Die Geschäftsstrategie der UBS konzentriert sich auf ihr (nach Ansicht der UBS) herausragendes globales Wealth Management sowie ihre (nach Ansicht der UBS) führende Universalbank in der Schweiz. Diese Geschäfte, zusammen mit einer kundenorientierten Investmentbank und einem starken, gut diversifizierten Global Asset Management, erlauben es der UBS, ihre erstklassige Marktstellung im Wealth-Management erweitern und das Wachstum im gesamten Konzern weiter vorantreiben. UBS hat ihren Hauptsitz in Zürich und Basel und ist in mehr als 50 Ländern und an allen wichtigen Finanzplätzen präsent.</p> <p>Gemäß Artikel 2 der Statuten der UBS AG ("Statuten") ist der Zweck der UBS AG der Betrieb einer Bank. Ihr Geschäftskreis umfasst alle Arten von Bank-, Finanz-, Beratungs-, Dienstleistungs- und Handelsgeschäften im In- und Ausland.</p>
B.16	Beteiligungen oder Beherrschungsverhältnisse	Laut dem Aktienregister der UBS AG per 30. Juni 2013 verfügten die folgende Aktionäre (die entweder in eigenem Namen oder als Nominees für andere Investoren oder wirtschaftlich Berechtigte handeln) über eine Beteiligung von mindestens 3% am gesamten Aktienkapital von UBS AG: Chase Nominees Ltd., London (11,46%);

		Government of Singapore Investment Corp., Singapore (6,39%); the US securities clearing organization DTC (Cede & Co.) New York, "The Depository Trust Company" (5,36%); and Nortrust Nominees Ltd., London (4,09%)."
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- 4) In relation to the Base Prospectus for Securities of UBS AG, [London] [Jersey] [Branch] dated 4 July 2013 for Securities,
with respect to product no. (13) UBS Express Securities (cash settlement only / record day related observation / Coupon)

- (i) in the section "I. Summary of the Base Prospects" in the section headed "A. Summary of the Base Prospectus (in the English language)" in the section headed "Section C – Securities" subparagraph "C.10" in relation to "(13) UBS Express Securities (cash settlement only / record day related observation / Coupon)" is replaced as follows:

[In case of
(13) UBS Express Securities (cash settlement only / record day related observation / Coupon)
insert:

"[Not applicable; the Securities have no derivative component in the coupon payment.]"

[The Securityholder is - provided that the Securities did not expire early on any of the previous Observation Dates - entitled to receive in relation to each Observation Date⁽ⁱ⁾ payment of the relevant Coupon in the Redemption Currency **provided** that the Price of the Underlying was on an Observation Date as specified in the relevant Product Terms, either (i) **equal to or higher than** or, as the case may be, and as specified in the relevant Product Terms, (ii) **higher than the Express Level**, as specified in the relevant Product Terms, and/or either (i) **equal to or higher than** or, as the case may be, and as specified in the relevant Product Terms, (ii) **higher than the Barrier or other threshold specified for these purposes**, all as specified in the applicable Product Terms. If these requirements are not met, no Coupon is paid in relation to this Observation Date.]"

- (ii) in the section "I. Summary of the Base Prospects" in the section headed "B. Summary of the Base Prospectus (in the German language)" in the section headed "Section C – Securities" subparagraph "C.10" in relation to "(13) UBS Express Securities (cash settlement only / record day related observation / Coupon)" is replaced as follows:

[Im Fall von
(13) UBS Express Wertpapieren (nur gegen Barausgleich / stichtagsbezogene Betrachtung / Kupon)
einfügen:

"[Entfällt; die Wertpapiere haben keine derivative Komponente bei der Kuponzahlung.]"

[Der Wertpapiergläubiger hat - sofern die Wertpapiere nicht an einem der vorhergehenden Beobachtungstage vorzeitig verfallen sind - das Recht, in Bezug auf jeden Beobachtungstag⁽ⁱ⁾ den jeweiligen Kupon in der Auszahlungswährung zu erhalten, **sofern** der Kurs des Basiswerts an einem Beobachtungstag wie in den anwendbaren Produktbedingungen angegeben entweder (i) **gleich der oder höher als der Express Level** oder, wie in den anwendbaren Produktbedingungen angegeben, (ii) **höher als der Express Level** und/oder entweder (i) **gleich der oder höher als** oder, wie in den anwendbaren Produktbedingungen angegeben, (ii) **höher als die Barriere oder eine andere für diesen Zweck bestimmte Schwelle ist**, jeweils wie in den anwendbaren Produktbedingungen angegeben. Wenn diese Voraussetzungen nicht erfüllt sind, wird kein Kupon in Bezug auf diesen Beobachtungstag gezahlt.]"

(iii) in the part headed "II. Securities Note", in the section headed "C. General Information on the Securities" in no. 13. headed "**Functioning of the Securities**" in the section headed "UBS Express Securities", the description headed "(13) UBS Express Securities (cash settlement only / record day related observation / Coupon)" part headed "(B) Payment Coupon" is replaced as follows:

"(B) Payment of Coupon

In addition, and as specified in the relevant Product Terms, the Securityholder is during the term of the UBS Express Securities entitled to receive payment of a Coupon:

If the relevant Product Terms specify **unconditional Coupon** to apply, the Securityholder is - provided that the Securities did not expire early on any of the previous Observation Dates - entitled to receive in relation to each Observation Date⁽ⁱ⁾ payment of the relevant Coupon in the Redemption Currency. If the relevant Product Terms specify **conditional Coupon** to apply, the Securityholder is - provided that the Securities did not expire early on any of the previous Observation Dates - entitled to receive in relation to each Observation Date⁽ⁱ⁾ payment of the relevant Coupon in the Redemption Currency **provided** that the Price of the Underlying was on an Observation Date, as specified in the relevant Product Terms, either (i) **equal to or higher than** or, as the case may be, and as specified in the relevant Product Terms, (ii) **higher than the Express Level**, as specified in the relevant Product Terms, and/or either (i) **equal to or higher than** or, as the case may be, and as specified in the relevant Product Terms, (ii) **higher than the Barrier or other threshold specified for these purposes**, all as specified in the applicable Product Terms. If in case of a **conditional Coupon** these requirements are not met, no Coupon is paid in relation to this Observation Date."

(i) in the part headed "II. Securities Note", in the section headed "D. Conditions of the Securities", "2. Product Terms" in the section headed "Product Terms Part 2: Special Conditions of the Securities" in the section headed "UBS Express Securities", in relation to "(13) UBS Express Securities (cash settlement only / record day related observation / Coupon)" in § 2 headed "**Kupon / Coupon**" in the case of **Securities providing for a conditional Coupon** the subparagraphs (a) and (b) of § 2 are replaced as follows:

*[im Fall von Wertpapieren, die einen **bedingten Kupon** vorsehen, folgenden Text einfügen:*

*[in the case of Securities providing for a conditional **Coupon** add the following text:*

(a) Darüber hinaus hat der Wertpapiergläubiger [vorbehaltlich von § 2 (1) (c) dieser Bedingungen] das Recht, in Bezug auf jeden Beobachtungstag⁽ⁱ⁾, den jeweiligen Kupon in der Auszahlungswährung zu erhalten, **sofern** [die Wertpapiere nicht an einem der vorhergehenden Beobachtungstage gemäß § 1 (1) (a) dieser Bedingungen vorzeitig verfallen sind, und]

(a) Furthermore, the Securityholder is [subject to § 2 (1) (c) of these Conditions] entitled to receive in relation to each Observation Date⁽ⁱ⁾, the relevant Coupon in the Redemption Currency, provided that [the Securities did not expire early on any of the previous Observation Dates in accordance with § 1 (1) (a) of these Condition and]

der Kurs [des Basiswerts] [gegebenenfalls anderen Bezugspunkt hinsichtlich des in dem Basisprospekt verwendeten Basiswerts einfügen: [•]] an diesem Beobachtungstag⁽ⁱ⁾ [zur Bewertungszeit] [(i) sofern dieser **Beobachtungstag⁽ⁱ⁾ nicht zugleich dem Bewertungstag entspricht, [gleich dem oder] höher als der [jeweilige] Express-Level** ist bzw. (ii) sofern dieser **Beobachtungstag⁽ⁱ⁾ zugleich dem Bewertungstag entspricht,**] [gleich der oder] höher als [die [jeweilige] Barriere]

the Price of [the Underlying] [if appropriate, insert different point of reference to an Underlying comprised in the Base Prospectus: [•]] on this Observation Date⁽ⁱ⁾ [at the Valuation Time] is [(i) if this **Observation Date⁽ⁱ⁾ is not also the Valuation Date, [equal to or] higher than the [respective] Express Level** or, as the case may be, (ii) if this **Observation Date⁽ⁱ⁾ is also the Valuation Date, [equal to or] higher than [the [respective] Barrier] [•].**

[•] ist.

Im Falle eines vorzeitigen Verfalls gemäß § 1 (1) (a) dieser Bedingungen verfallen die Wertpapiere vollständig und es besteht kein Recht mehr auf Zahlung des Kupons für noch nachfolgende Beobachtungstage. **Zur Klarstellung:** Der Kupon gemäß § 2 (1) dieser Bedingungen in Bezug auf den Vorzeitigen Verfalltag wird noch ausgezahlt.

- (b) Sofern der Kurs [des Basiswerts] [gegebenenfalls anderen Bezugspunkt hinsichtlich des in dem Basisprospekt verwendeten Basiswerts einfügen: [•]] an einem der Beobachtungstage [zur Bewertungszeit] [[gleich dem oder] kleiner als [der [jeweilige] Express-Level] [•] ist (in Bezug auf einen Beobachtungstag, der nicht zugleich dem Bewertungstag entspricht) bzw.] [gleich der oder] kleiner als [die [jeweilige] Barriere] [•] [(in Bezug auf einen Beobachtungstag, der zugleich dem Bewertungstag entspricht)] ist,] erhält der Wertpapiergläubiger für den entsprechenden Beobachtungstag(i) keinen Kupon."

In case of an early expiry in accordance with § 1 (1) (a) of these Conditions, the Securities will terminate in whole and there will be no further payments of the Coupon in relation to any following Observation Dates. **For the avoidance of doubt,** any payment due in respect of the Coupon in accordance with § 2 (1) of these Conditions in relation to the Early Expiration Date shall still be paid out.

- (b) If the Price of [the Underlying] [if appropriate, insert different point of reference to an Underlying comprised in the Base Prospectus: [•]] on any of the Observation Dates [at the Valuation Time] is [[equal to or] below [the [respective] Express Level] [•] (with respect to an Observation Date which is not also the Valuation Date) or, as the case may be,] [equal to or] below [the [respective] Barrier] [•] [(with respect to an Observation Date which is also the Valuation Date)],] the Securityholder will not receive payment of the Coupon in relation to the relevant Observation Date(i).

5) In relation to the Base Prospectus for Securities of UBS AG, [London] [Jersey] [Branch] dated 4 July 2013 for Securities, with respect to product no. (14) UBS Express Securities (cash settlement only / record day related observation / Interest Amount)

(i) in the section "I. Summary of the Base Prospects" in the section headed "A. Summary of the Base Prospectus (in the English language)" in the section headed "Section C – Securities" subparagraph "C.10" in relation to "(14) UBS Express Securities (cash settlement only / record day related observation / Interest Amount)" is replaced as follows:

[In case of
(14) UBS Express Securities (cash settlement only / record day related observation / Interest Amount)
insert:

"[Not applicable; the Securities have no derivative component in the interest payment.]

The Securityholder is - provided that the Securities did not expire early on any of the previous Observation Dates - entitled to receive on the relevant Interest Payment Date payment of the Interest Amount in the Redemption Currency in relation to the preceding Interest Calculation Period **provided** that the Price of the Underlying was on an Observation Date as specified in the relevant Product Terms, either (i) **equal to or higher than** or, as the case may be, and as specified in the relevant Product Terms, (ii) **higher than the Express Level** or, as specified in the relevant Product Terms, and/or either (i) **equal to or higher than** or, as the case may be, and as specified in the relevant Product Terms, (ii) **higher than the Barrier or other threshold specified for these purposes**, all as specified in the applicable Product Terms. The Interest Amount is calculated by applying the Interest Rate and the Day Count Fraction to the Nominal Amount per Security. If these requirements are not met, no Interest Amount is paid in relation to this Interest Calculation Period.]"

(ii) in the section "I. Summary of the Base Prospects" in the section headed "B. Summary of the Base Prospectus (in the German language)" in the section headed "Section C – Securities" subparagraph "C.10" in relation to "(14) UBS Express Securities (cash settlement only / record day related observation / Interest Amount)" is replaced as follows:

[Im Fall von
(14) UBS Express Wertpapieren (nur gegen Barausgleich / stichtagsbezogene Betrachtung / Zinsbetrag)
einfügen:

"[Entfällt; die Wertpapiere haben keine derivative Komponente bei der Zinszahlung.]

[Der Wertpapiergläubiger hat - sofern die Wertpapiere nicht an einem der vorhergehenden Beobachtungstage vorzeitig verfallen sind - das Recht, zum jeweiligen Zins-Zahltag in Bezug auf die vorangegangene Zins-Berechnungsperiode die Zahlung des Zinsbetrags in der Auszahlungswährung zu erhalten, **sofern** der Kurs des Basiswerts an einem Beobachtungstag wie in den anwendbaren Produktbedingungen angegeben entweder (i) **gleich der oder höher als der Express Level** oder, wie in den anwendbaren Produktbedingungen angegeben, (ii) **höher als der Express Level** und/oder entweder (i) entweder **gleich der oder höher als** oder, wie in den anwendbaren Produktbedingungen angegeben, (ii) **höher als die Barriere oder eine andere für diesen Zweck bestimmte Schwelle ist**, jeweils wie in den anwendbaren Produktbedingungen angegeben. Der Zinsbetrag wird ermittelt, indem der Zinssatz und der Zinstagequotient auf den Nennbetrag je Wertpapier angewendet werden. Wenn diese Voraussetzungen nicht erfüllt sind, wird kein Zinsbetrag in Bezug auf diese Zins-Berechnungsperiode gezahlt.]"

- (iii) in the part headed "II. Securities Note", in the section headed "C. General Information on the Securities" in no. 13. headed "Functioning of the Securities" in the section headed "UBS Express Securities", the description headed "(14) UBS Express Securities (cash settlement only / record day related observation / Interest Amount)" part headed "(B) Payment Interest Amount" is replaced as follows:

"(B) Payment of Interest Amount

In addition, and as specified in the relevant Product Terms, the Securityholder is during the term of the UBS Express Securities entitled to receive payment of an Interest Amount:

If the relevant Product Terms specify **unconditional Interest Amount** to apply, the Securityholder is - provided that the Securities did not expire early on any of the previous Observation Dates - entitled to receive on the relevant Interest Payment Date payment of the Interest Amount in relation to the preceding Interest Calculation Period. If the relevant Product Terms specify **conditional Interest Amount** to apply, the Securityholder is - provided that the Securities did not expire early on any of the previous Observation Dates - entitled to receive on the relevant Interest Payment Date payment of the Interest Amount in relation to the preceding Interest Calculation Period **provided** that the Price of the Underlying was on an Observation Date, as specified in the relevant Product Terms, either (i) **equal to or higher than** or, as the case may be, and as specified in the relevant Product Terms, (ii) **higher than the Express Level** or, as specified in the relevant Product Terms, and/or either (i) **equal to or higher than** or, as the case may be, and as specified in the relevant Product Terms, (ii) **higher than the Barrier or other threshold specified for these purposes**, all as specified in the applicable Product Terms. The Interest Amount is calculated by applying the Interest Rate and the Day Count Fraction to the Nominal Amount per Security. If in case of a **conditional Interest Amount** these requirements are not met, no Interest Amount is paid in relation to this Observation Date."

- (iv) in the part headed "II. Securities Note", in the section headed "D. Conditions of the Securities", "2. Product Terms" in the section headed "Product Terms Part 2: Special Conditions of the Securities" in the section headed "UBS Express Securities", in relation to "(14) UBS Express Securities (cash settlement only / record day related observation / Interest Amount)" in § 2 headed "Zinsbetrag / Interest Amount" in § 2 headed "Zinsbetrag / Interest Amount" in the case of **Securities providing for a conditional Interest Amount** the subparagraphs (a) and (b) of § 2 are replaced as follows:

*Im Fall von Wertpapieren, die einen **bedingten Zinsbetrag** vorsehen, folgenden Text einfügen:*

*In the case of Securities providing for a conditional **Interest Amount** add the following text:*

- (a) Darüber hinaus hat der Wertpapiergläubiger **[vorbehaltlich von § 2 (1) (c) dieser Bedingungen]** das Recht, zum jeweiligen Zins-Zahltag in Bezug auf die vorangegangene Zins-Berechnungsperiode⁽ⁱ⁾ die Zahlung des Zinsbetrags in der Auszahlungswährung zu erhalten, **sofern [die Wertpapiere nicht an einem der vorhergehenden Beobachtungstage gemäß § 1 (1) (a) dieser Bedingungen vorzeitig verfallen sind, und]**
- (a) Furthermore, the Securityholder is **[subject to § 2 (1) (c) of these Conditions]** entitled to receive the payment of the Interest Amount in the Redemption Currency on the relevant Interest Payment Date in relation to the preceding Interest Calculation Period⁽ⁱ⁾, provided that **[the Securities did not expire early on any of the previous Observation Dates in accordance with § 1 (1) (a) of these Condition and]**

der Kurs [des Basiswerts] **[gegebenenfalls anderen Bezugspunkt hinsichtlich des in dem Basisprospekt verwendeten Basiswerts einfügen: [•]]** an diesem Beobachtungstag⁽ⁱ⁾ [zur Bewertungszeit] [(i) sofern dieser **Beobachtungstag⁽ⁱ⁾ nicht zugleich dem Bewertungstag entspricht, [gleich dem oder] höher als der [jeweilige] Express-Level** ist bzw. (ii) sofern dieser

the Price of **[the Underlying]** *[if appropriate, insert different point of reference to an Underlying comprised in the Base Prospectus: [•]]* on this Observation Date⁽ⁱ⁾ [at the Valuation Time] is [(i) if this **Observation Date⁽ⁱ⁾ is not also the Valuation Date, [equal to or] higher than the [respective] Express Level** or, as the case may be, (ii) if this **Observation Date⁽ⁱ⁾ is also the**

Beobachtungstag⁽ⁱ⁾ zugleich dem Bewertungstag entspricht,] [gleich der oder] höher als [die [jeweilige] Barriere] [•] ist.

Im Falle eines vorzeitigen Verfalls gemäß § 1 (1) (a) dieser Bedingungen verfallen die Wertpapiere vollständig und es besteht kein Recht mehr auf Zahlung des Zinsbetrags für noch nachfolgende Zins-Berechnungsperioden. **Zur Klarstellung:** Der Zinsbetrag gemäß § 2 (1) dieser Bedingungen in Bezug auf den Vorzeitigen Verfalltag wird noch ausgezahlt

- (b) Sofern der Kurs [des Basiswerts] **[gegebenenfalls anderen Bezugspunkt hinsichtlich des in dem Basisprospekt verwendeten Basiswerts einfügen: [•]]** an einem der Beobachtungstage [zur Bewertungszeit] **[[gleich dem oder] kleiner als [der [jeweilige] Express-Level] [•] ist (in Bezug auf einen Beobachtungstag, der nicht zugleich dem Bewertungstag entspricht) bzw.] [gleich der oder] kleiner als [die [jeweilige] Barriere] [•] [(in Bezug auf einen Beobachtungstag, der zugleich dem Bewertungstag entspricht)] ist,]** erhält der Wertpapiergläubiger keinen Zinsbetrag in Bezug auf [den jeweiligen Beobachtungszeitraums] [die jeweilige Zins-Berechnungsperiode]."

Valuation Date, [equal to or] higher than [the [respective] Barrier] [•].

In case of an early expiry in accordance with § 1 (1) (a) of these Conditions, the Securities will terminate in whole and there will be no further payments of the Interest Amount in relation to any following Interest Calculation Periods. **For the avoidance of doubt,** any payment due in respect of the Interest Amount in accordance with § 2 (1) of these Conditions in relation to the Early Expiration Date shall still be paid out.

- (b) If the Price of [the Underlying] *[if appropriate, insert different point of reference to an Underlying comprised in the Base Prospectus: [•]]* on any of the Observation Dates [at the Valuation Time] **is [[equal to or] below [the [respective] Express Level] [•] (with respect to an Observation Date which is not also the Valuation Date) or, as the case may be,] [equal to or] below [the [respective] Barrier] [•] [(with respect to an Observation Date which is also the Valuation Date)],]** the Securityholder will not receive payment of the Interest Amount in relation to [the relevant Observation Period] [the relevant Interest Calculation Period].

- 6) In relation to the Base Prospectus for Securities of UBS AG, [London] [Jersey] [Branch] dated 4 July 2013 for Securities,
with respect to product no. (20) UBS Express Securities (cash or physical settlement / period related observation / Interest Amount)
in section "I. Summary of the Base Prospectus" in section "B. Summary of the Base Prospectus (in the German language)"

C.15 is replaced as follows:

"Mit den UBS Express Wertpapieren (Barausgleich oder physische Lieferung / periodenbezogene Betrachtung / Zinsbetrag) können Anleger an der positiven Kursentwicklung des Basiswerts partizipieren. Im Gegenzug nehmen Anleger mit den UBS Express Wertpapieren aber auch an der negativen Kursentwicklung des Basiswerts teil.

(A) Zahlung bei Fälligkeit der UBS Express Wertpapiere / Vorzeitige Auszahlung

An jedem Beobachtungstag vor dem Bewertungstag oder dem Letzten Bewertungstag, wie in den anwendbaren Produktbedingungen festgelegt, wird geprüft, ob der Kurs des Basiswerts an dem Tag entweder (a) gleich dem oder höher als, bzw., wie in den anwendbaren Produktbedingungen festgelegt, (b) höher als der Express Level ist. Wenn der Kurs des Basiswerts an dem Tag **entweder (a) gleich dem oder höher als**, bzw., wie in den anwendbaren Produktbedingungen festgelegt, **(b) höher als der Express Level ist, kommt es an diesem Beobachtungstag zu einem vorzeitigen Verfall der Wertpapiere**, und der Wertpapiergläubiger hat Anspruch auf Erhalt des Nennbetrags.

Wenn es an keinem der bisherigen Beobachtungstage zu einem vorzeitigen Verfall der UBS Express Wertpapiere kommt, steht dem Wertpapiergläubiger das folgende Wertpapierrecht zu:

- (a) Wenn der Kurs des Basiswerts immer während des gesamten Beobachtungszeitraums entweder (i) **gleich dem oder höher als**, bzw., wie in den anwendbaren Produktbedingungen festgelegt, (ii) **höher als die Barriere war**, hat der Wertpapiergläubiger Anspruch auf Erhalt des Nennbetrags.
- (b) Wenn der Kurs des Basiswerts mindestens einmal im Beobachtungszeitraum entweder (i) **gleich dem oder kleiner als**, bzw., wie in den anwendbaren Produktbedingungen festgelegt, (ii) **kleiner als die Barriere war und** der Referenzpreis oder der Abrechnungskurs des Basiswerts, wie in den anwendbaren Produktbedingungen angegeben, **in jedem Fall gleich dem oder größer als der Express Level** ist, hat der Wertpapiergläubiger Anspruch auf Erhalt des Nennbetrags.
- (c) Wenn der Kurs des Basiswerts mindestens einmal im Beobachtungszeitraum entweder (i) **gleich dem oder kleiner als**, bzw., wie in den anwendbaren Produktbedingungen festgelegt, (ii) **kleiner als die Barriere war und** der Referenzpreis oder der Abrechnungskurs des Basiswerts, wie in den anwendbaren Produktbedingungen angegeben, **in jedem Fall kleiner als der Express Level** ist, hat der Wertpapiergläubiger zum Fälligkeitstag Anspruch auf Erhalt der Lieferung des Physischen Basiswerts in einer entsprechenden Anzahl, soweit angegeben, entweder ausgedrückt durch den Partizipationsfaktor, den Leverage Faktor oder das Bezugsverhältnis oder, die gleich der Anzahl von Referenzaktien pro Stückelung ist, jeweils wie in den anwendbaren Produktbedingungen angegeben. Bruchteile des Physischen Basiswerts werden nicht ausgegeben, sondern in bar ausgeglichen."

(B) Zahlung eines Zinsbetrags

Zusätzlich hat der Wertpapiergläubiger, wie in den anwendbaren Produktbedingungen festgelegt, während der Laufzeit der UBS Express Wertpapiere Anspruch auf Zahlung eines Zinsbetrags. Die Zahlung kann, wie in den anwendbaren Produktbedingungen angegeben, unbedingt oder bedingt durch eine bestimmte Wertentwicklung des Basiswerts erfolgen, wie in den anwendbaren Produktbedingungen beschrieben."

7) In relation to the Base Prospectus for Securities of UBS AG, [London] [Jersey] [Branch] dated 4 July 2013,
with respect to product no. (59) UBS Reverse Convertible (*Aktienanleihe*) Plus (cash settlement only / record day related observation)

(i) in section "I. Summary of the Base Prospectus" in section "A. Summary of the Base Prospectus (in the English language)" section C.15 is replaced as follows:

[In case of

(59) UBS Reverse Convertible Securities (*Aktienanleihe*) Plus (cash settlement only / record day related observation)

insert:

"UBS Reverse Convertible Securities (*Aktienanleihe*) Plus (cash settlement only / record day related observation) allow investors to participate in the positive development of the Underlying. Conversely, investors in UBS Reverse Convertible Securities (*Aktienanleihe*) Plus also participate in the negative development of the Underlying. Disregarding the performance of the Underlying, the Securityholder is entitled to receive on each Interest Payment Date the payment of an above average Interest Amount, the amount of which is determined by the Interest Rate and the Interest Calculation Period.

(a) If a **Kick In Event**, as described below, **has not occurred**, the Securityholder is entitled to receive the Nominal Amount.

A Kick In Event shall occur, if the Price of the Underlying on the Valuation Date, the Observation Date or any other pre-defined date specified for these purposes **reaches, i.e. is equal to or falls short of the Kick In Strike**, all as specified in the applicable Product Terms.

(b) If a **Kick In Event has occurred**, the Securityholder shall have the following Security Right, either and as specified in the relevant Product Terms:

(i) The Securityholder is entitled to receive on the Maturity Date a Redemption Amount in the Redemption Currency equal to the Reference Price or the Settlement Price of the Underlying, as specified in the relevant Product Terms, multiplied, if so specified, by the Multiplication Factor, the Leverage Factor or the Multiplier, as specified in the applicable Product Terms.

Or,

(II) as specified in the relevant Product Terms:

(i) If the Reference Price or the Settlement Price of the Underlying, as specified in the relevant Product Terms, is either (i) **lower than or equal to** or, as the case may be, and as specified in the relevant Product Terms, (ii) **lower than the Strike**, the Securityholder is entitled to receive on the Maturity Date a Redemption Amount in the Redemption Currency equal to the Reference Price or the Settlement Price of the Underlying, as specified in the relevant Product Terms, multiplied, if so specified, by the Multiplication Factor, the Leverage Factor or the Multiplier, as specified in the applicable Product Terms.

(ii) If the Reference Price or the Settlement Price of the Underlying, as specified in the relevant Product Terms, is either (i) **higher than** or, as the case may be, and as specified in the relevant Product Terms, (ii) **equal to or higher than the Strike**, the Securityholder is entitled to receive the Nominal Amount.

During the term of the UBS Reverse Convertible Securities (*Aktienanleihe*) Plus, the Securityholder is entitled to receive on the relevant Interest Payment Date the payment of the Interest Amount in relation to the preceding Interest Calculation Period.]"

- (ii) in section "I. Summary of the Base Prospectus" in section "A. Summary of the Base Prospectus (in the German language)" section C.15 is replaced as follows:

[Im Fall von

(59) UBS Reverse Convertible Wertpapieren (Aktienanleihe) Plus (nur gegen Barausgleich / stichtagsbezogene Betrachtung)

einfügen:

"Mit den UBS Reverse Convertible Wertpapieren (Aktienanleihen) Plus (nur gegen Barausgleich / stichtagsbezogene Betrachtung) können Anleger an der positiven Kursentwicklung des Basiswerts partizipieren. Im Gegenzug nehmen Anleger mit den UBS Reverse Convertible Wertpapieren (Aktienanleihen) Plus aber auch an der negativen Kursentwicklung des Basiswerts teil. Ungeachtet der Wertentwicklung des Basiswerts hat der Wertpapiergläubiger an jedem Zins-Zahltag Anspruch auf Erhalt der Zahlung eines überdurchschnittlichen Zinsbetrags, dessen Höhe anhand des Zinssatzes und der Zinsberechnungsperiode bestimmt wird.

- (a) Wenn **kein Kick In Event**, wie unten beschrieben, **eingetreten ist**, hat der Wertpapiergläubiger Anspruch auf Erhalt des Nennbetrags.

Ein Kick In Event tritt ein, wenn der Kurs des Basiswerts am Bewertungstag, Beobachtungstag oder einem anderen für diesen Fall festgelegten Tag **den Kick In Strike erreicht, d.h. berührt oder unterschreitet**, wie jeweils in den anwendbaren Produktbedingungen angegeben.

- (b) Wenn **ein Kick In Event eingetreten ist**, steht dem Wertpapiergläubiger das folgende Wertpapierrecht zu wie jeweils in den anwendbaren Produktbedingungen angegeben:

Entweder, wie jeweils in den anwendbaren Produktbedingungen angegeben,

- (I) hat der Wertpapiergläubiger zum Fälligkeitstag Anspruch auf Erhalt eines Auszahlungsbetrags in der Auszahlungswährung in Höhe des Referenzpreises oder Abrechnungskurses des Basiswerts, wie in den anwendbaren Produktbedingungen angegeben, multipliziert mit dem Multiplikationsfaktor, dem Leverage Faktor oder dem Bezugsverhältnis, wie in den anwendbaren Produktbedingungen angegeben, sofern entsprechend vorgesehen.

Oder,

- (II) wie jeweils in den anwendbaren Produktbedingungen angegeben

- (i) Sofern der Referenzpreis oder Abrechnungskurs des Basiswerts, wie in den anwendbaren Produktbedingungen angegeben, (i) entweder **kleiner als der oder gleich dem** (ii) oder **kleiner als der Basispreis ist**, wie in den anwendbaren Produktbedingungen angegeben, hat der Wertpapiergläubiger zum Fälligkeitstag Anspruch auf Erhalt eines Auszahlungsbetrags in der Auszahlungswährung in Höhe des Referenzpreises oder Abrechnungskurses des Basiswerts, wie in den anwendbaren Produktbedingungen angegeben, multipliziert mit dem Multiplikationsfaktor, dem Leverage Faktor oder dem Bezugsverhältnis, wie in den anwendbaren Produktbedingungen angegeben, sofern entsprechend vorgesehen.

- (ii) Wenn der Referenzpreis oder der Abrechnungskurs des Basiswerts, wie in den anwendbaren Produktbedingungen festgelegt, (i) entweder **höher als der** (ii) oder **gleich dem oder höher als der Basispreis ist**, wie in den anwendbaren Produktbedingungen angegeben, hat der Wertpapiergläubiger Anspruch auf Erhalt des Nennbetrags.

Während der Laufzeit der UBS Reverse Convertible Wertpapiere (Aktienanleihen) Plus hat der Wertpapiergläubiger an jedem einschlägigen Zins-Zahltag Anspruch auf Erhalt der Zahlung des Zinsbetrags für die vorangegangene Zinsberechnungsperiode.]"

- (iii) in section "II. Securities Note" in section "C. General Information on the Securities" no. 13 "Functioning of the Securities" in the section headed "(59) UBS Reverse Convertible Securities (Aktienanleihe) Plus (cash settlement only / record day related observation)" the following paragraph is replaced entirely:

(59) UBS Reverse Convertible Securities (Aktienanleihe) Plus (cash settlement only / record day related observation):

"UBS Reverse Convertible Securities (Aktienanleihe) Plus (cash settlement only / record day related observation) allow investors to participate in the positive development of the Underlying. Conversely, investors in UBS Reverse Convertible Securities (Aktienanleihe) Plus also participate in the negative development of the Underlying. Disregarding the performance of the Underlying, the Securityholder is entitled to receive on each Interest Payment Date the payment of an above average Interest Amount, the amount of which is determined by the Interest Rate and the Interest Calculation Period.

- (a) If a **Kick In Event**, as described below, **has not occurred**, the Securityholder is entitled to receive the Nominal Amount.

A Kick In Event shall occur, if the Price of the Underlying on the Valuation Date, the Observation Date or any other pre-defined date specified for these purposes **reaches, i.e. is equal to or falls short of the Kick In Strike**, all as specified in the applicable Product Terms.

- (b) If a **Kick In Event has occurred**, the Securityholder shall have the following Security Right, either and as specified in the relevant Product Terms:

(I) The Securityholder is entitled to receive on the Maturity Date a Redemption Amount in the Redemption Currency equal to the Reference Price or the Settlement Price of the Underlying, as specified in the relevant Product Terms, multiplied, if so specified, by the Multiplication Factor, the Leverage Factor or the Multiplier, as specified in the applicable Product Terms.

Or

(II) as specified in the relevant Product Terms:

(i) If the Reference Price or the Settlement Price of the Underlying, as specified in the relevant Product Terms, is either (i) **lower than or equal** or, as the case may be, and as specified in the relevant Product Terms, (ii) **lower than to the Strike**, the Securityholder is entitled to receive on the Maturity Date a Redemption Amount in the Redemption Currency equal to the Reference Price or the Settlement Price of the Underlying, as specified in the relevant Product Terms, multiplied, if so specified, by the Multiplication Factor, the Leverage Factor or the Multiplier, as specified in the applicable Product Terms.

(ii) If the Reference Price or the Settlement Price of the Underlying, as specified in the relevant Product Terms, is either (i) **higher than**, as the case may be, and as specified in the relevant Product Terms, (ii) **equal to or higher than the Strike**, the Securityholder is entitled to receive the Nominal Amount.

During the term of the UBS Reverse Convertible Securities (Aktienanleihe) Plus, the Securityholder is entitled to receive on the relevant Interest Payment Date the payment of the Interest Amount in relation to the preceding Interest Calculation Period."

- (iv) in the part headed "II. Securities Note", in the section headed "D. Conditions of the Securities", "2. Product Terms" in the section headed "Product Terms Part 2: Special Conditions of the Securities" in the section headed "UBS Reverse Convertible Securities (Aktienanleihe)", in relation to "(59) UBS Reverse Convertible Securities (Aktienanleihe) Plus (cash settlement only / record day related observation)" § 1 headed "Wertpapierrecht / Security Right" subparagraph (1)(b) of § 1 and subparagraph (2) of § 1 are adjusted as follows:

(59) UBS Reverse Convertible Securities (Aktienanleihe) Plus (cash settlement only / record day related observation):

"(b) Wenn [während der Laufzeit der Wertpapiere] ein **Kick In Event** (§ 1 (2)) **eingetreten** ist, hat der Wertpapiergläubiger das [folgende Wertpapierrecht][Recht]:

(b) If [, during the Term of the Securities,] a **Kick In Event** (§ 1 (2)) **has occurred**, the Securityholder [shall have the following Security Right][is entitled to receive]:

[(i)Sofern [der Referenzpreis] [der Abrechnungskurs] [des Basiswerts] [gegebenenfalls anderen Bezugspunkt hinsichtlich des in dem Basisprospekt verwendeten Basiswerts einfügen: [•]] der Abrechnungskurs des Basiswerts **kleiner als der [oder gleich dem] Basispreis** ist, hat der Wertpapiergläubiger das Recht,

[(i)If [the Reference Price] [the Settlement Price] of [the Underlying] [if appropriate, insert different point of reference to an Underlying comprised in the Base Prospectus: [•]] is **lower than [or equal to] the Strike**, the Securityholder is entitled to receive

[im Fall von **Kapitalgeschützten Wertpapieren** und **Teil-Kapitalgeschützten Wertpapieren** folgenden Text einfügen:

[in the case of **Capital Protected Securities** and **Partly Capital Protected Securities** add the following text:

, vorbehaltlich der Zahlung des kapitalgeschützten Mindestbetrags,]

, subject to the payment of the capital protected Minimum Amount,]

[im Fall von **Kapitalgeschützten Wertpapieren** und **Teil-Kapitalgeschützten Wertpapieren**, die einen **Höchstbetrag** vorsehen, folgenden Text einfügen:

[in the case of **Capital Protected Securities** and **Partly Capital Protected Securities** combined with a **Maximum Amount** add the following text:

, vorbehaltlich der Zahlung des kapitalgeschützten Mindestbetrags bzw. des Höchstbetrags,

, subject to the payment of the capital protected Minimum Amount and to the Maximum Amount,]

[im Fall von Wertpapieren, die einen **Höchstbetrag** vorsehen, folgenden Text einfügen:

[in the case of Securities providing for a **Maximum Amount** add the following text:

, vorbehaltlich des Höchstbetrags,]

, subject to the Maximum Amount,]

den [in die Auszahlungswährung umgerechneten] [Referenzpreis] [Abrechnungskurs] [des Basiswerts] [gegebenenfalls anderen Bezugspunkt hinsichtlich des in dem Basisprospekt verwendeten Basiswerts einfügen: [•]] [multipliziert mit dem [als Dezimalzahl ausgedrückten] [Multiplikationsfaktor]

[the Reference Price] [the Settlement Price] of [the Underlying] [if appropriate, insert different point of reference to an Underlying comprised in the Base Prospectus: [•]] [, converted into the Redemption Currency,] [multiplied by [the Multiplication Factor] [the Leverage

[Leverage Faktor] [Bezugsverhältnis] und] auf [zwei] [•] Dezimalstellen kaufmännisch gerundet, (der „**Auszahlungsbetrag**“) zu erhalten.

[im Fall von **Kapitalgeschützten Wertpapieren** und **Teil-Kapitalgeschützten Wertpapieren** folgenden Text einfügen:

Dabei entspricht der Auszahlungsbetrag mindestens dem kapitalgeschützten Mindestbetrag.]

[im Fall von **Kapitalgeschützten Wertpapieren** und **Teil-Kapitalgeschützten Wertpapieren**, die einen **Höchstbetrag** vorsehen, folgenden Text einfügen:

Dabei entspricht der Auszahlungsbetrag mindestens dem kapitalgeschützten Mindestbetrag, höchstens jedoch dem Höchstbetrag].

[im Fall von Wertpapieren, die einen **Höchstbetrag** vorsehen, folgenden Text einfügen:

Dabei entspricht der Auszahlungsbetrag höchstens jedoch dem Höchstbetrag.]

[(ii)Sofern [der Referenzpreis] [der Abrechnungskurs] [des Basiswerts] [gegebenenfalls anderen Bezugspunkt hinsichtlich des in dem Basisprospekt verwendeten Basiswerts einfügen: [•]] **höher als der [oder gleich dem] Basispreis** ist, hat der Wertpapiergläubiger das Recht, den Nennbetrag zu erhalten (lebenfalls] der „**Auszahlungsbetrag**“).]

(2) Eintritt eines Kick In Events

Ein „**Kick In Event**“ tritt ein, wenn

der Kurs [des Basiswerts] [gegebenenfalls anderen Bezugspunkt hinsichtlich des in dem Basisprospekt verwendeten Basiswerts einfügen: [•]] [zu irgendeinem Zeitpunkt] [um [•] Uhr (Ortszeit [•] [Frankfurt am Main, Bundesrepublik Deutschland] [London, Vereinigtes Königreich])] [an] [dem Bewertungstag] [dem Letzten Bewertungstag] [dem Beobachtungstag] [einem der Beobachtungstage] [einem Bewertungsdurchschnittstag] [•] **den Kick In**

Factor] [the Multiplier] [, expressed as a decimal number,]] [and] commercially rounded to [two] [•] decimal places (the “**Redemption Amount**”).

[in the case of **Capital Protected Securities** and **Partly Capital Protected Securities** add the following text:

The Redemption Amount is, in any case, at least equal to the capital protected Minimum Amount.]

[in the case of **Capital Protected Securities** and **Partly Capital Protected Securities** combined with a **Maximum Amount** add the following text:

The Redemption Amount is, in any case, at least equal to the capital protected Minimum Amount, however, capped, to the Maximum Amount.]

[in the case of Securities providing for a **Maximum Amount** add the following text:

The Redemption Amount is, however, capped, to the Maximum Amount.]

[(ii)If [the Reference Price] [the Settlement Price] of [the Underlying] [if appropriate, insert different point of reference to an Underlying comprised in the Base Prospectus: [•]] is **higher than [or equal to] the Strike**, the Securityholder is entitled to receive the Nominal Amount ([also] the “**Redemption Amount**”).]

(2) Occurrence of a Kick In Event

A “**Kick In Event**“ shall occur, if

[at any time] [at [•] hrs. (local time [•] [Frankfurt am Main, Federal Republic of Germany] [London, United Kingdom])] [on] [the Valuation Date] [the Final Valuation Date] [the Observation Date] [an Observation Date] [a Valuation Averaging Date] [•] the Price of [the Underlying] [if appropriate, insert different point of reference to an Underlying comprised in the Base Prospectus: [•]] **reaches, i.e. is equal to or falls short of the Kick In Strike.**

Strike erreicht, d.h. berührt oder unterschreitet.

[(Es gelten normale Handelszeiten an normalen Handelstagen.)]

[(Regular trading hours on regular trading days apply.)]

8) In relation to the Base Prospectus for Securities of UBS AG, [London] [Jersey] [Branch] dated 4 July 2013, with respect to product no. (61) UBS Reverse Convertible (*Aktienanleihe*) Plus (cash or physical settlement / record day related observation)

(i) in section "I. Summary of the Base Prospectus" in section "A. Summary of the Base Prospectus (in the English language) section C.15 is replaced as follows:

[In case of
(61) UBS Reverse Convertible Securities (*Aktienanleihe*) Plus (cash or physical settlement / record day related observation)
insert:

"UBS Reverse Convertible Securities (*Aktienanleihe*) Plus (cash or physical settlement / record day related observation) allow investors to participate in the positive development of the Underlying. Conversely, investors in UBS Reverse Convertible Securities (*Aktienanleihe*) Plus also participate in the negative development of the Underlying. Disregarding the performance of the Underlying, the Securityholder is entitled to receive on each Interest Payment Date the payment of an above average Interest Amount, the amount of which is determined by the Interest Rate and the Interest Calculation Period.

(a) If a **Kick In Event**, as described below, **has not occurred**, the Securityholder is entitled to receive the Nominal Amount.

A Kick In Event shall occur, if the Price of the Underlying on the Valuation Date, the Observation Date or any other pre-defined date specified for these purposes **reaches, i.e. is equal to or falls short of the Kick In Strike**, all as specified in the applicable Product Terms.

(b) If a **Kick In Event has occurred**, the Securityholder shall have the following Security Right, either and as specified in the relevant Product Terms:

(I) The Securityholder is entitled to receive on the Maturity Date delivery of the Physical Underlying in the appropriate number either expressed by the Multiplication Factor or, as the case may be, and as specified in the relevant Product Terms, equal to the number of Reference Shares per Denomination. Fractions of the Physical Underlying are not delivered; but settled in cash.

Or,

(II) as specified in the relevant Product Terms:

(i) If the Reference Price or the Settlement Price of the Underlying, as specified in the relevant Product Terms, is either (i) **lower than or equal to** or, as the case may be, and as specified in the relevant Product Terms, (ii) **lower than the Strike**, the Securityholder is entitled to receive on the Maturity Date delivery of the Physical Underlying in the appropriate number either expressed by the Multiplication Factor or, as the case may be, and as specified in the relevant Product Terms, equal to the number of Reference Shares per Denomination. Fractions of the Physical Underlying are not delivered; but settled in cash.

If the product feature "**Maximum Amount**" is specified to be applicable in the relevant Product Terms, the number of the Physical Underlying is capped to the value of the Maximum Amount.

(ii) If the Reference Price or the Settlement Price of the Underlying, as specified in the relevant Product Terms, is either (i) **higher than** or, as the case may be, and as specified in the relevant Product Terms, (ii) **equal to or higher than the Strike**, the Securityholder is entitled to receive the Nominal Amount.

During the term of the UBS Reverse Convertible Securities (*Aktienanleihe*) Plus, the Securityholder is entitled to receive on the relevant Interest Payment Date the payment of the Interest Amount in relation to the preceding Interest Calculation Period.]"

- (ii) in section "I. Summary of the Base Prospectus" in section "A. Summary of the Base Prospectus (in the German language) section C.15 is replaced as follows:

[Im Fall von

(61) UBS Reverse Convertible Wertpapieren (Aktienanleihe) Plus (Barausgleich oder physische Lieferung / stichtagsbezogene Betrachtung)

einfügen:

"Mit den UBS Reverse Convertible Wertpapieren (Aktienanleihen) Plus (Barausgleich oder physische Lieferung / stichtagsbezogene Betrachtung) können Anleger an der positiven Kursentwicklung des Basiswerts partizipieren. Im Gegenzug nehmen Anleger mit den UBS Reverse Convertible Wertpapieren (Aktienanleihen) Plus aber auch an der negativen Kursentwicklung des Basiswerts teil. Ungeachtet der Wertentwicklung des Basiswerts hat der Wertpapiergläubiger an jedem Zins-Zahltag Anspruch auf Erhalt der Zahlung eines überdurchschnittlichen Zinsbetrags, dessen Höhe anhand des Zinssatzes und der Zinsberechnungsperiode bestimmt wird.

- (a) Wenn **kein Kick In Event**, wie unten beschrieben, **eingetreten ist**, hat der Wertpapiergläubiger Anspruch auf Erhalt des Nennbetrags.

Ein Kick In Event tritt ein, wenn der Kurs des Basiswerts am Bewertungstag, Beobachtungstag oder einem anderen für diesen Fall festgelegten Tag **den Kick In Strike erreicht, d.h. berührt oder unterschreitet**, wie jeweils in den anwendbaren Produktbedingungen angegeben.

- (b) Wenn **ein Kick In Event eingetreten ist**, steht dem Wertpapiergläubiger das folgende Wertpapierrecht zu, wie jeweils in den anwendbaren Produktbedingungen angegeben:

Entweder, wie jeweils in den anwendbaren Produktbedingungen angegeben,

- (I) hat der Wertpapiergläubiger zum Fälligkeitstag Anspruch auf Erhalt der Lieferung des Physischen Basiswerts, in einer entsprechenden Anzahl, soweit angegeben, entweder ausgedrückt durch den Multiplikationsfaktor oder, die gleich der Anzahl von Referenzaktien pro Stückelung ist, jeweils wie in den anwendbaren Produktbedingungen angegeben. Bruchteile des Physischen Basiswerts werden nicht ausgegeben, sondern in bar ausgeglichen.

Oder

- (II) wie jeweils in den anwendbaren Produktbedingungen angegeben

- (i) Sofern der Referenzpreis oder Abrechnungskurs des Basiswerts, wie in den anwendbaren Produktbedingungen angegeben, (i) entweder **kleiner als der oder gleich dem** (ii) oder **kleiner als der Basispreis ist**, wie in den anwendbaren Produktbedingungen angegeben, hat der Wertpapiergläubiger zum Fälligkeitstag Anspruch auf Erhalt der Lieferung des Physischen Basiswerts, in einer entsprechenden Anzahl, soweit angegeben, entweder ausgedrückt durch den Multiplikationsfaktor oder, die gleich der Anzahl von Referenzaktien pro Stückelung ist, jeweils wie in den anwendbaren Produktbedingungen angegeben. Bruchteile des Physischen Basiswerts werden nicht ausgegeben, sondern in bar ausgeglichen.

Falls in den maßgeblichen Produktbedingungen das Produktmerkmal "**Höchstbetrag**" als anwendbar angegeben ist, entspricht die Anzahl der Physischen Basiswerte höchstens dem Wert des Höchstbetrags.

- (ii) Wenn der Referenzpreis oder der Abrechnungskurs des Basiswerts, wie in den anwendbaren Produktbedingungen festgelegt, (i) entweder **höher als der** (ii) oder **gleich dem oder höher als der Basispreis ist**, wie in den anwendbaren Produktbedingungen angegeben, hat der Wertpapiergläubiger Anspruch auf Erhalt des Nennbetrags.

Während der Laufzeit der UBS Reverse Convertible Wertpapiere (Aktienanleihen) Plus hat der Wertpapiergläubiger an jedem einschlägigen Zins-Zahltag Anspruch auf Erhalt der Zahlung des Zinsbetrags für die vorangegangene Zinsberechnungsperiode.]"

- (iii) in the section "II. Securities Note" in section "C. General Information on the Securities" no. 13 "Functioning of the Securities" in the section headed "(61) UBS Reverse Convertible Securities (*Aktienanleihe*) Plus (cash or physical settlement / record day related observation)" ") the following paragraph is replaced entirely:

(61) UBS Reverse Convertible Securities (*Aktienanleihe*) Plus (cash or physical settlement / record day related observation):

"UBS Reverse Convertible Securities (*Aktienanleihe*) Plus (cash or physical settlement / record day related observation) allow investors to participate in the positive development of the Underlying. Conversely, investors in UBS Reverse Convertible Securities (*Aktienanleihe*) Plus also participate in the negative development of the Underlying. Disregarding the performance of the Underlying, the Securityholder is entitled to receive on each Interest Payment Date the payment of an above average Interest Amount, the amount of which is determined by the Interest Rate and the Interest Calculation Period.

- (a) If a **Kick In Event**, as described below, **has not occurred**, the Securityholder is entitled to receive the Nominal Amount.

A Kick In Event shall occur, if the Price of the Underlying on the Valuation Date, the Observation Date or any other pre-defined date specified for these purposes **reaches, i.e. is equal to or falls short of the Kick In Strike**, all as specified in the applicable Product Terms.

- (b) If a **Kick In Event has occurred**, the Securityholder shall have the following Security Right, either and as specified in the relevant Product Terms:

- (I) The Securityholder is entitled to receive on the Maturity Date delivery of the Physical Underlying in the appropriate number either expressed by the Multiplication Factor or, as the case may be, and as specified in the relevant Product Terms, equal to the number of Reference Shares per Denomination. Fractions of the Physical Underlying are not delivered; but settled in cash.

Or

- (II) as specified in the relevant Product Terms:

- (i) If the Reference Price or the Settlement Price of the Underlying, as specified in the relevant Product Terms, is either (i) **lower than or equal to** or, as the case may be, and as specified in the relevant Product Terms, (ii) **lower than the Strike**, the Securityholder is entitled to receive on the Maturity Date delivery of the Physical Underlying in the appropriate number either expressed by the Multiplication Factor or, as the case may be, and as specified in the relevant Product Terms, equal to the number of Reference Shares per Denomination. Fractions of the Physical Underlying are not delivered; but settled in cash.

If the product feature "**Maximum Amount**" is specified to be applicable in the relevant Product Terms, the number of the Physical Underlying is capped to the value of the Maximum Amount.

- (ii) If the Reference Price or the Settlement Price of the Underlying, as specified in the relevant Product Terms, is either (i) **higher than** or, as the case may be, and as specified in the relevant Product Terms, (ii) **equal to or higher than the Strike**, the Securityholder is entitled to receive the Nominal Amount.

During the term of the UBS Reverse Convertible Securities (*Aktienanleihe*) Plus, the Securityholder is entitled to receive on the relevant Interest Payment Date the payment of the Interest Amount in relation to the preceding Interest Calculation Period."

- (iv) in the part headed "II. Securities Note", in the section headed "D. Conditions of the Securities", "2. Product Terms" in the section headed "Product Terms Part 2: Special Conditions of the Securities" in the section headed "UBS Reverse Convertible Securities (Aktienleihe)", in relation to "(61) UBS Reverse Convertible Securities (Aktienleihe) Plus (cash or physical settlement / record day related observation)" § 1 headed "Wertpapierrecht / Security Right" subparagraph (1)(b) of § 1 and subparagraph (2) of § 1 are adjusted as follows:

(61) UBS Reverse Convertible Securities (Aktienleihe) Plus (cash or physical settlement / record day related observation):

"(b) Wenn [während der Laufzeit der Wertpapiere] **ein Kick In Event** (§ 1 (2)) **eingetreten** ist, hat der Wertpapiergläubiger das [folgende Wertpapierrecht] [Recht]:

[(i)Sofern [der Referenzpreis] [der Abrechnungskurs] [des Basiswerts] [gegebenenfalls anderen Bezugspunkt hinsichtlich des in dem Basisprospekt verwendeten Basiswerts einfügen: [•]] der Abrechnungskurs des Basiswerts **kleiner als der [oder gleich dem] Basispreis** ist, hat der Wertpapiergläubiger das Recht,]

den Physischen Basiswert in [einer durch den Multiplikationsfaktor ausgedrückten] [entsprechender] Anzahl

[im Fall von Wertpapieren, die einen **Höchstbetrag** vorsehen, folgenden Text einfügen:

, höchstens jedoch im Wert des Höchstbetrags,]

zu erhalten.

[Die Anzahl des zu liefernden Physischen Basiswerts je eines (1) Wertpapiers entspricht der Anzahl Referenzaktien pro Stückelung.]

[(ii)Sofern [der Referenzpreis] [der Abrechnungskurs] [des Basiswerts] [gegebenenfalls anderen Bezugspunkt hinsichtlich des in dem Basisprospekt verwendeten Basiswerts einfügen: [•]] **höher als der [oder gleich dem] Basispreis** ist, hat der Wertpapiergläubiger das Recht, den Nennbetrag zu erhalten (der „Aus-

(b) If [, during the Term of the Securities,] a **Kick In Event** (§ 1 (2)) **has occurred**, the Securityholder [shall have the following Security Right] [is entitled to receive]:

[(i)If [the Reference Price] [the Settlement Price] of [the Underlying] [if appropriate, insert different point of reference to an Underlying comprised in the Base Prospectus: [•]] is **lower than [or equal to] the Strike**, the Securityholder is entitled to receive]

the Physical Underlying in [a number as expressed by the Multiplication Factor] [the appropriate number]

[in the case of Securities providing for a **Maximum Amount** add the following text:

capped, however, to the value of the Maximum Amount].

[The number of the Physical Underlying to be delivered per each (1) Security equals the number of Reference Shares per Denomination.]

[(ii)If [the Reference Price] [the Settlement Price] of [the Underlying] [if appropriate, insert different point of reference to an Underlying comprised in the Base Prospectus: [•]] is **higher than [or equal to] the Strike**, the Securityholder is entitled to receive the Nominal Amount (the "**Redemption Amount**").]

zahlungsbetrag“).]

(2) Eintritt eines Kick In Events

Ein „**Kick In Event**“ tritt ein, wenn

der Kurs [des Basiswerts] *[gegebenenfalls anderen Bezugspunkt hinsichtlich des in dem Basisprospekt verwendeten Basiswerts einfügen: [•]]* [zu irgendeinem Zeitpunkt] [um [•] Uhr (Ortszeit [•] [Frankfurt am Main, Bundesrepublik Deutschland] [London, Vereinigtes Königreich])] **[an]** [dem Bewertungstag] [dem Letzten Bewertungstag] [dem Beobachtungstag] [einem der Beobachtungstage] [einem Bewertungsdurchschnittstag] [•] **den Kick In Strike erreicht, d.h. berührt oder unterschreitet.**

[(Es gelten normale Handelszeiten an normalen Handelstagen.)]

(2) Occurrence of a Kick In Event

A “**Kick In Event**” shall occur, if

[at any time] [at [•] hrs. (local time [•] [Frankfurt am Main, Federal Republic of Germany] [London, United Kingdom])] **[on]** [the Valuation Date] [the Final Valuation Date] [the Observation Date] [an Observation Date] [a Valuation Averaging Date] [•] the Price of [the Underlying] *[if appropriate, insert different point of reference to an Underlying comprised in the Base Prospectus: [•]]* **reaches, i.e. is equal to or falls short of the Kick In Strike.**

[(Regular trading hours on regular trading days apply.)]

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
Channel Islands

Executive Office of UBS AG, London Branch

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

The tripartite Base Prospectus for Warrants of UBS AG, [London] [Jersey] [Branch] dated 12 June 2013, the tripartite Base Prospectus for Securities of UBS AG, [London] [Jersey] [Branch] dated 4 July 2013, the Base Prospectus for the issuance of Money Market Switch Notes of UBS AG dated 23 July 2013 and the Registration Document dated 22 May 2013 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, or a successor website.

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

Zurich, 29 August 2013

UBS AG

By:



(signed by Clemens Taupitz)

By:



(signed by Sigrid Kossatz)