

Summary and Securities Note

dated 25 October 2013

of

UBS AG

(a corporation limited by shares established under the laws of Switzerland)



for the issue of

up to 100,000 Global FX/Income Opportunities Certificates

linked to the notional BHF-BANK Global FX/Income Opportunities Reference Portfolio
(the "Underlying" or the notional "Reference Portfolio")

ISIN CH0202050081
WKN UBS3FX
Valor 20205008

This document comprises a securities note (the "**Securities Note**") and a summary (the "**Summary**") and, together with the registration document of UBS AG dated 22 May 2013, as supplemented by Supplement No. 1 dated 29 August 2013 and from time to time, (the "**Registration Document**"), constitutes a prospectus (the "**Prospectus**") according to Art. 5 (3) of the Prospectus Directive (Directive 2003/71/EC, as amended), as implemented by the relevant provisions of the EU member states, in connection with Regulation 809/2004 of the European Commission, as amended. The Securities Note contains information relating to the securities (the "**Securities**", and each a "**Security**") to be issued and the Summary comprises a summary of the Registration Document and the Securities Note.

In this document, unless otherwise specified, references to a "**Member State**" are references to a Member State of the European Economic Area, references to "**EUR**" or "**euro**" are to the currency introduced at the start of the third stage of European economic and monetary union, and as defined in Article 2 of Council Regulation (EC) No 974/98 of 3 May 1998 on the introduction of the euro, as amended and references to "**U.S. dollars**" are to United States dollars.

THE SECURITIES HAVE NOT BEEN APPROVED OR DISAPPROVED BY THE UNITED STATES SECURITIES AND EXCHANGE COMMISSION OR ANY STATE SECURITIES COMMISSION IN THE UNITED STATES NOR HAS THE SECURITIES AND EXCHANGE COMMISSION OR ANY STATE SECURITIES COMMISSION PASSED UPON THE ACCURACY OR THE ADEQUACY OF THE PROSPECTUS. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENCE IN THE UNITED STATES.

THE SECURITIES HAVE NOT BEEN AND WILL NOT BE REGISTERED UNDER THE UNITED STATES SECURITIES ACT OF 1933, AS AMENDED (THE "SECURITIES ACT"), OR WITH ANY SECURITIES REGULATORY AUTHORITY OF ANY STATE OR OTHER JURISDICTION OF THE UNITED STATES AND MAY INCLUDE SECURITIES IN BEARER FORM THAT ARE SUBJECT TO U.S. TAX LAW REQUIREMENTS. TRADING IN THE SECURITIES HAS NOT BEEN APPROVED BY THE U.S. COMMODITY FUTURES TRADING COMMISSION UNDER THE U.S. COMMODITY EXCHANGE ACT OF 1936, AS AMENDED (THE "COMMODITY EXCHANGE ACT") OR BY THE UNITED STATES SECURITIES AND EXCHANGE COMMISSION. SUBJECT TO CERTAIN EXCEPTIONS, THE SECURITIES MAY NOT BE

OFFERED, SOLD OR, IN THE CASE OF BEARER SECURITIES, DELIVERED WITHIN THE UNITED STATES OR TO, OR FOR THE ACCOUNT OR BENEFIT OF, U.S. PERSONS (AS DEFINED IN REGULATION S UNDER THE SECURITIES ACT ("REGULATION S")). SEE "*SUBSCRIPTION AND SALE*".

AN INVESTMENT IN THE SECURITIES DOES NOT CONSTITUTE A PARTICIPATION IN A COLLECTIVE INVESTMENT SCHEME FOR SWISS LAW PURPOSES. THEREFORE, THE SECURITIES ARE NOT SUPERVISED OR APPROVED BY THE SWISS FINANCIAL MARKET SUPERVISORY AUTHORITY FINMA ("FINMA") AND INVESTORS MAY NOT BENEFIT FROM THE SPECIFIC INVESTOR PROTECTION PROVIDED UNDER THE SWISS FEDERAL ACT ON COLLECTIVE INVESTMENT SCHEMES.

Potential investors in the Securities are explicitly reminded that an investment in Securities entails financial risks. Holders of Securities run the risk of losing all or part of the amount invested by them in the Securities. All potential investors in Securities are, therefore, advised to study the full contents of the Prospectus, in particular the risk factors.

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The following information comprises a legally non-binding German translation of the section "D. Terms and Conditions of the Securities", which has neither been reviewed nor approved by the Federal Financial Services Supervisory Authority

APPENDIX 1: ABSCHNITT D. WERTPAPIERBEDINGUNGEN98

I. SUMMARY OF THE PROSPECTUS

A. SUMMARY OF THE PROSPECTUS (IN THE ENGLISH LANGUAGE)

Summaries are made up of disclosure requirements known as "Elements". These elements are numbered in Sections A – E (A.1 – E.7).

This Summary contains all the Elements required to be included in a summary for this type of securities and Issuer. Because some Elements are not required to be addressed, there may be gaps in the numbering sequence of the Elements.

Even though an Element may be required to be inserted in the summary because of the type of securities and Issuer, it is possible that no relevant information can be given regarding the Element. In this case a short description of the Element is included in the summary with the mention of "not applicable".

Element	Section A – Introduction and warnings	
A.1	Warning.	<p>This Summary should be read as an introduction to the Prospectus. Any decision to invest in the Securities should be based on consideration of the Prospectus as a whole by the investor.</p> <p>Potential investors should be aware that where a claim relating to the information contained in the Prospectus is brought before a court, the plaintiff investor might, under the national legislation of the respective European Economic Area member state, have to bear the costs of translating the document before the legal proceedings are initiated.</p> <p>Those persons who are responsible for the summary including the translation thereof, and who have initiated the preparation of the summary can be held liable, but only if the summary is misleading, inaccurate or inconsistent when read together with the other parts of the Prospectus or it does not provide, when read together with the other parts of the Prospectus, all required key information.</p> <p>UBS AG in its capacity as Issuer assumes responsibility for the content of this Summary (including any translation hereof) pursuant to section 5 paragraph 2b No. 4 of the German Securities Prospectus Act (<i>Wertpapierprospektgesetz</i>).</p>
A.2	Consent to use of Prospectus.	<p>The Issuer consents to the use of the Prospectus in connection with a public offer of the Securities (a "Public Offer") by UBS Limited, 1 Finsbury Avenue, London EC2M 2PP, United Kingdom, (where UBS Limited together with UBS AG, Bahnhofstrasse 45, 8001 Zurich, Switzerland, are each referred as "Manager") as well as BHF-BANK Aktiengesellschaft, Bockenheimer Landstraße 10, 60323 Frankfurt am Main, Federal Republic of Germany, (each an "Authorised Offeror") on the following basis:</p> <ul style="list-style-type: none"> (a) the relevant Public Offer must occur as long as the Prospectus is valid in accordance with § 9 of the German Securities Prospectus Act (<i>Wertpapierprospektgesetz</i>, WpPG) (the "Offer Period"); (b) the relevant Public Offer may only be made in the Federal Republic of Germany, Luxembourg and Switzerland (each a "Public Offer Jurisdiction"); and (c) any Authorised Offeror which is not the Manager must comply with the restrictions set out in "Subscription and Sale" as if it were the Manager. <p>Authorised Offerors will provide information to investors on the terms and conditions of the Public Offer of the Securities at the time such Public Offer is made by the Authorised Offeror to the investor.</p>

Element	Section B – Issuer	
B.1	Legal and commercial name of the issuer.	The legal and commercial name of the Issuer is UBS AG ("Issuer", "UBS" or "Bank").
B.2	Domicile, legal form, legislation and country of incorporation of the issuer.	<p>UBS in its present form was created on 29 June 1998 by the merger of Union Bank of Switzerland (founded 1862) and Swiss Bank Corporation (founded 1872). UBS AG is entered in the Commercial Registers of Canton Zurich and Canton Basel-City. The registration number is CH-270.3.004.646-4.</p> <p>UBS AG is incorporated and domiciled in Switzerland and operates under the Swiss Code of Obligations and Swiss Federal Banking Law as an Aktiengesellschaft, a corporation that has issued shares of common stock to investors. The addresses of UBS AG's two registered offices and principal places of business are: Bahnhofstrasse 45, CH-8001 Zurich, Switzerland, and Aeschenvorstadt 1, CH-4051 Basel, Switzerland.</p>
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.	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.
B.9	Profit forecast or estimate.	Not applicable; no profit forecast or estimate is made in the Prospectus.
B.10	Qualifications in the audit report.	Not applicable; the auditor's reports on the audited historical financial information are unqualified.

B.12	Selected historical key financial information.	<p>UBS AG derived the following selected consolidated financial data from (i) its annual report 2012 containing the audited consolidated financial statements and additional unaudited financial data as of or for the fiscal year ended 31 December 2012 (including comparative figures as of or for the fiscal years ended 31 December 2011 and 2010), (ii) its second quarter 2013 report containing the unaudited consolidated financial statements and additional unaudited financial data as of or for the first six months ended 30 June 2013 (from which comparative figures as of or for the first six months ended 30 June 2012 have been derived) and (iii) its first quarter 2013 report containing the unaudited consolidated financial statements and additional unaudited financial data as of or for the quarter ended 31 March 2013 (from which selected comparative figures as of or for the fiscal year ended 31 December 2012 have been derived). UBS AG'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="550 678 1369 853"> <thead> <tr> <th></th> <th colspan="2">As of or for the first six months ended</th> <th colspan="3">As of or for the year ended</th> </tr> </thead> <tbody> <tr> <td><i>CHF million, except where indicated</i></td> <td>30.06.13</td> <td>30.06.12¹</td> <td>31.12.12¹</td> <td>31.12.11</td> <td>31.12.10</td> </tr> <tr> <td></td> <td colspan="2"><i>unaudited</i></td> <td colspan="3"><i>audited, except where indicated</i></td> </tr> </tbody> </table> <p>Group results</p> <table border="1" data-bbox="550 891 1369 1196"> <tbody> <tr> <td>Operating income</td> <td>15,164</td> <td>12,925</td> <td>25,423*¹</td> <td>27,788</td> <td>31,994</td> </tr> <tr> <td>Operating expenses</td> <td>12,697</td> <td>10,356</td> <td>27,216</td> <td>22,482</td> <td>24,650</td> </tr> <tr> <td>Operating profit / (loss) before tax</td> <td>2,467</td> <td>2,569</td> <td>(1,794)*¹</td> <td>5,307</td> <td>7,345</td> </tr> <tr> <td>Net profit / (loss) attributable to UBS shareholders</td> <td>1,678</td> <td>1,558</td> <td>(2,480)*¹</td> <td>4,138</td> <td>7,452</td> </tr> <tr> <td>Diluted earnings per share (CHF)</td> <td>0.44</td> <td>0.41</td> <td>(0.66)*¹</td> <td>1.08</td> <td>1.94</td> </tr> </tbody> </table> <p>Key performance indicators, balance sheet and capital management, and additional information</p> <p>Performance</p> <table border="1" data-bbox="550 1285 1369 1568"> <tbody> <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> </tbody> </table> <p>Growth</p> <table border="1" data-bbox="550 1606 1369 1697"> <tbody> <tr> <td>Net profit growth (%)⁶</td> <td>7.7</td> <td>(44.5)</td> <td>N/A*</td> <td>(44.5)*</td> <td>N/A*</td> </tr> <tr> <td>Net new money growth (%)⁷</td> <td>2.8</td> <td>1.2</td> <td>1.6*</td> <td>1.9*</td> <td>(0.8)*</td> </tr> </tbody> </table> <p>Efficiency</p> <table border="1" data-bbox="550 1736 1369 1783"> <tbody> <tr> <td>Cost / income ratio (%)⁸</td> <td>83.6</td> <td>80.3</td> <td>106.6*</td> <td>80.7*</td> <td>76.9*</td> </tr> </tbody> </table> <p>Capital strength</p> <table border="1" data-bbox="550 1821 1369 2031"> <tbody> <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> </tbody> </table>		As of or for the first six months 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>			Operating income	15,164	12,925	25,423* ¹	27,788	31,994	Operating expenses	12,697	10,356	27,216	22,482	24,650	Operating profit / (loss) before tax	2,467	2,569	(1,794)* ¹	5,307	7,345	Net profit / (loss) attributable to UBS shareholders	1,678	1,558	(2,480)* ¹	4,138	7,452	Diluted earnings per share (CHF)	0.44	0.41	(0.66)* ¹	1.08	1.94	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*	Net profit growth (%) ⁶	7.7	(44.5)	N/A*	(44.5)*	N/A*	Net new money growth (%) ⁷	2.8	1.2	1.6*	1.9*	(0.8)*	Cost / income ratio (%) ⁸	83.6	80.3	106.6*	80.7*	76.9*	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*		
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Swiss leverage (%) ^{9, 11}	SRB ratio	3.9		3.6*		
Balance sheet and capital management						
Total assets		1,129,071	1,410,233	1,259,797* ¹	1,416,962	1,314,813
Equity attributable to UBS shareholders		47,073	50,503	45,949* ¹	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 <i>Consolidated Financial Statements</i> . The comparative 2012 periods included in UBS' first quarter 2013 report and second quarter 2013 report 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. As a result of this, the restated financial data as of or for the fiscal year ended 31 December 2012 included in this table were not available in the annual report 2012. As a further consequence, that financial data as of or for the fiscal year ended 31 December 2012 that would have been marked as audited, had they not been restated, are not audited and are marked in the table with this footnote 1.						
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						

		<p>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.</p> <p>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.</p> <p>⁸ Operating expenses / operating income before credit loss (expense) or recovery.</p> <p>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 AG 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.</p> <p>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.</p> <p>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.</p> <p>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.</p> <p>¹³ Group invested assets includes invested assets for Retail & Corporate.</p>
	Material adverse change statement.	There has been no material adverse change in the prospects of UBS AG 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.13	Recent events.	Not applicable, no recent events particular to the Issuer have occurred, which are to a material extent relevant to the evaluation of the Issuer's solvency.
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" or "Group") draws on its 150-year heritage to serve private, institutional and corporate clients worldwide, as well as retail clients in Switzerland. UBS Group'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 Group to expand its premier wealth management franchise and drive further growth across the Group. Headquartered in Zurich and Basel, Switzerland, UBS Group 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.	Under the Federal Act on Stock Exchanges and Securities Trading of 24 March 1995, as amended (the " Swiss Stock Exchange Act "), anyone holding shares in a company listed in Switzerland, or derivative rights

		<p>related to shares of such a company, must notify the company and the SIX Swiss Exchange if the holding attains, falls below or exceeds one of the following thresholds: 3, 5, 10, 15, 20, 25, 33 1/3, 50, or 66 2/3% of the voting rights, whether they are exercisable or not.</p> <p>The following are the most recent notifications of holdings in UBS AG's share capital filed in accordance with the Swiss Stock Exchange Act, based on UBS AG's registered share capital at the time of the disclosure:</p> <ul style="list-style-type: none"> • 30 September 2011: Norges Bank (the Central Bank of Norway), 3.04%; • 12 March 2010: Government of Singapore Investment Corp., 6.45%; • 17 December 2009: BlackRock Inc., New York, USA, 3.45%. <p>Voting rights may be exercised without any restrictions by shareholders entered into UBS's share register, if they expressly render a declaration of beneficial ownership according to the provisions of the Articles of Association. Special provisions exist for the registration of fiduciaries and nominees. Fiduciaries and nominees are entered in the share register with voting rights up to a total of 5% of all shares issued, if they agree to disclose upon UBS AG's request beneficial owners holding 0.3% or more of all UBS AG shares. An exception to the 5% voting limit rule exists for securities clearing organizations such as The Depository Trust Company in New York.</p> <p>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%).</p>
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Section C – Securities		
<p>Element</p> <p>C.1</p>	<p>Type and the class of the securities, security identification number.</p>	<p>Type and Form of Securities</p> <p>The Securities are not capital protected certificates.</p> <p>The Securities are issued as uncertificated securities (<i>Wertrechte</i>; "Uncertificated Securities") pursuant to article 973c of the Swiss Code of Obligations ("CO"). Uncertificated Securities are registered in the main register of a Swiss depository (<i>Verwahrungsstelle</i>; "FISA Depository") according to the Swiss Federal Act on Intermediated Securities ("FISA"). Upon (a) entering the Uncertificated Securities into the main register of a FISA Depository and (b) booking the Securities into a securities account at a FISA Depository, the Uncertificated Securities will constitute intermediated securities within the meaning of the FISA (<i>Bucheffekten</i>; "Intermediated Securities"). The Issuer will normally choose SIS SIX AG, Baslerstrasse 100, CH-4600 Olten, Switzerland, ("SIS" or the "Clearing System") as FISA Depository, but reserves the right to choose any other FISA Depository, including UBS AG.</p> <p>Intermediated Securities are transferred and otherwise disposed of in accordance with the provisions of the FISA and the relevant agreements with the respective FISA Depository (in particular, neither the Intermediated Securities nor any rights pertaining to the Intermediated Securities may be transferred by way of assignment pursuant to articles 164 et seq. CO without the prior written consent of the Issuer).</p> <p>The holders of the Securities shall at no time have the right to demand (a)</p>

		<p>conversion of Uncertificated Securities into physical securities and/or (b) delivery of physical securities. The Issuer may convert Uncertificated Securities constituting Intermediated Securities into Intermediated Securities based on global notes (<i>Globalurkunden</i>; "Swiss Global Notes") pursuant to article 973b CO) and <i>vice versa</i> at any time and without consent of the holders of the respective Securities. For the avoidance of doubt and regardless of such conversion, both Swiss Global Securities and Uncertificated Securities will at any time constitute Intermediated Securities.</p> <p>Security identification number(s) of the Securities ISIN: CH0202050081 WKN: UBS3FX Valor: 20205008</p>
C.2	Currency of the securities.	Euro (the " Redemption Currency ")
C.5	Restrictions on the free transferability of the securities.	Not applicable; no restrictions on the free transferability of the Securities apply.
C.8	Rights attached to the securities, including ranking and limitations to those rights.	<p>Governing law of the Securities The Securities are governed by Swiss law.</p> <p>Rights attached to the Securities The Securities provide, subject to the Terms and Conditions of the Securities, Securityholders, upon exercise, with a claim for payment of the Redemption Amount in the Redemption Currency. During their term, the Securities do not generate any regular income (e.g. dividends or interest).</p> <p>Limitation of the rights attached to the Securities Under the conditions set out in the Terms and Conditions, the Issuer is entitled to terminate the Securities and to make certain adjustments to the Terms and Conditions.</p> <p>Status of the Securities The Securities will constitute direct, unsecured and unsubordinated obligations of the Issuer, ranking <i>pari passu</i> among themselves and with all other present and future unsecured and unsubordinated obligations of the Issuer, other than obligations preferred by mandatory provisions of law.</p>
C.11	Admission to trading on a regulated market or other equivalent markets.	<p>The Issuer intends to apply for the listing of the Securities at Frankfurt Stock Exchange (Open Market) and the Stuttgart Stock Exchange (Third Section).</p> <p>Provided that the Securities have not been terminated by the Issuer prior to the Expiration Date, trading of the Securities shall cease two trading days prior to the Expiration Date (such day, the "Last Exchange Trading Day"). As of the Last Exchange Trading Day trading may only take place off exchange with the Manager.</p>
C.15	Influence of the underlying on the value of the securities.	<p>The value of the Securities during their term depends on the performance of the notional Reference Portfolio used as the Underlying. In case the level of the Underlying increases, also the value of the Securities (disregarding any special features of the Securities) is likely to increase.</p> <p>In particular, the Redemption Amount, if any, to be received by the Securityholder upon exercise of the Securities depends on the performance of the notional Reference Portfolio. In detail:</p> <p>The Securities allow investors to participate, considering the fees on the level of the notional Reference Portfolio, in the positive development of the notional Reference Portfolio. Conversely, investors in the Securities also</p>

		<p>participate in the negative development of the notional Reference Portfolio.</p> <p>Securityholders receive on the Maturity Date a Redemption Amount in the Redemption Currency equal to the Settlement Level of the Reference Portfolio multiplied by the Ratio. The Settlement Level of the Reference Portfolio means, subject to a Market Disruption, the Level of the Reference Portfolio as calculated by the Calculation Agent on the Valuation Date. For the avoidance of doubt: Whilst the Redemption Amount may be linked to the market value of the Reference Portfolio Components, the Issuer is not obliged to invest the proceeds of the issuance of the Securities in any Reference Portfolio Components at any time and the Securityholders do not have any interest in any Reference Portfolio Components at any time.</p> <p>During their term, the Securities do not generate any regular income (e.g. dividends or interest).</p>
C.16	Expiration or maturity date, the exercise date or final reference date.	<p>The Maturity Date means the fifth Business Day following the relevant Valuation Date and is, hence, expected to be 7 October 2016.</p> <p>The Valuation Date means (i) in case of a redemption of the Securities in accordance with § 1 of the Terms and Conditions of the Securities, the Expiration Date, (ii) in case of an automatic termination of the term of the Securities in accordance with § 2 (2) of the Terms and Conditions of the Securities, the relevant Automatic Termination Date, and (iii) in case of a termination by the Issuer in accordance with § 8 of the Terms and Conditions of the Securities, the relevant Termination Date. If this day is not an Exchange Business Day, the immediately succeeding Exchange Business Day shall be the Valuation Date.</p> <p>The Expiration Date of the Securities means, subject to an extension of the Term of the Securities in accordance with § 2 (3) of the Conditions of the Securities, 30 September 2016. If this day is not a Business Day, the immediately succeeding Business Day shall be the Expiration Date.</p>
C.17	Settlement procedure of the derivative securities.	<p>Payments shall, in all cases subject to any applicable fiscal or other laws and regulations in the place of payment or other laws and regulations to which the Issuer agree to be subject, be made in accordance with the relevant regulation and operating procedure applicable to and/or issued by the Clearing System (the "CA Rules") to the relevant Clearing System or the relevant intermediary or to its order for credit to the accounts of the relevant account holders of the Clearing System or the relevant intermediary.</p> <p>The Issuer shall be discharged from its redemption obligations or any other payment obligations under the Securities by delivery to the Clearing System in the manner described above.</p>
C.18	A description of how the return on derivative securities takes place.	<p>Securityholders will receive on the relevant Maturity Date payment of the Redemption Amount.</p>
C.19	Exercise price or final reference price of the underlying.	<p>The Settlement Level of the Reference Portfolio means, subject to a Market Disruption, the Level of the Reference Portfolio as calculated by the Calculation Agent on the Valuation Date.</p> <p>The Level of the Reference Portfolio means the sum of all Constituents taking into consideration their respective weightings, plus the Cash Position, whereby a Constituent is, subject to the Terms and Conditions of the Securities, valued at the closing level as determined by the Calculation Agent and converted into the Redemption Currency by the Calculation</p>

		<p>Agent. The calculation also takes into account the effect of the Reference Portfolio fees.</p> <p>The initial Level of the Reference Portfolio as of 30 September 2013 was EUR 100,000.00.</p> <p>The Level of the Reference Portfolio is calculated for each Business Day by the Calculation Agent on the next Business Day.</p> <p>The Level of the Reference Portfolio will be published in the internet on www.ubs.com/keyinvest or a substitute thereof.</p>
C.20	Type of the underlying and where the information on the underlying can be found.	<p>Type of Underlying:</p> <p>The Reference Portfolio means the BHF-BANK Global FX/Income Opportunities Reference Portfolio is a notional Euro ("EUR") denominated Reference Portfolio, actively managed, created and maintained by BHF-BANK AG (the "Reference Portfolio Advisor").</p> <p>The Reference Portfolio aims to replicate (i) the performance of a long only basket of Synthetic Discount Certificates linked to currencies and potentially exchange traded funds (each an "ETF" or a "Fund") linked to currency exposure (the "Constituents") and (ii) from time to time, a cash position accruing interest at the Euro OverNight Index Average (Eonia[®]) rate (the "Cash Position", which together with the Constituents shall be referred to as the "Reference Portfolio Components"), less fees and expenses.</p> <p>The Reference Portfolio Advisor manages the Reference Portfolio in accordance with the attached Reference Portfolio Guidelines.</p> <p>The Reference Portfolio has been initiated on 30 September 2013 by the Reference Portfolio Advisor.</p>

Element		Section D – Risks
		<p>The purchase of Securities is associated with certain risks. The Issuer expressly points out that the description of the risks associated with an investment in the Securities describes only the key risks which were known to the Issuer at the date of the Prospectus.</p>
D.2	Key information on the key risks that are specific and individual to the issuer.	<p>The Securities entails an issuer risk, also referred to as debtor risk or credit risk for prospective investors. An issuer risk is the risk that UBS AG becomes temporarily or permanently unable to meet its obligations under the Securities.</p> <p>General insolvency risk</p> <p>Each investor bears the general risk that the financial situation of the Issuer could deteriorate. The debt or derivative securities of the Issuer will constitute immediate, unsecured and unsubordinated obligations of the Issuer, which, in particular in the case of insolvency of the Issuer, rank pari passu with each other and all other current and future unsecured and unsubordinated obligations of the Issuer, with the exception of those that have priority due to mandatory statutory provisions. The Issuer's obligations relating to the Securities are not protected by any statutory or voluntary deposit guarantee system or compensation scheme. In the event of insolvency of the Issuer, investors may thus experience a total loss of their investment in the Securities.</p> <p>UBS as Issuer is subject to various risks within its business activities. Such risks comprise in particular the following types of risks, where all of these risks might have adverse effects on the value of the Securities:</p>

		<ul style="list-style-type: none"> • Effect of downgrading of the Issuer's rating • Regulatory and legislative changes may adversely affect UBS's business and ability to execute its strategic plans • UBS's capital strength is important in supporting UBS's strategy, client franchise and competitive position • UBS may not be successful in executing its announced strategic plans • UBS's reputation is critical to the success of its business • Material legal and regulatory risks arise in the conduct of UBS's business • Performance in the financial services industry is affected by market conditions and the macroeconomic climate • UBS holds legacy and other risk positions that may be adversely affected by conditions in the financial markets; legacy risk positions may be difficult to liquidate • UBS's global presence subjects it to risk from currency fluctuations • UBS is dependent upon UBS's risk management and control processes to avoid or limit potential losses in UBS's trading and counterparty credit businesses • Valuations of certain positions rely on models; models have inherent limitations and may use inputs which have no observable source • UBS is exposed to possible outflows of client assets in its asset-gathering businesses and to changes affecting the profitability of its Wealth Management business division • Liquidity and funding management are critical to UBS's ongoing performance • Operational risks may affect UBS's business • UBS might be unable to identify or capture revenue or competitive opportunities, or retain and attract qualified employees • UBS's financial results may be negatively affected by changes to accounting standards • UBS's financial results may be negatively affected by changes to assumptions supporting the value of UBS's goodwill • The effects of taxes on UBS's financial results are significantly influenced by changes in UBS's deferred tax assets and final determinations on audits by tax authorities • Potential conflicts of interest
D.6	Key information on the risks that are specific and individual to the securities.	Potential investors of the Securities should recognise that the Securities constitute a risk investment which can lead to a total loss of their investment in the Securities. Securityholders will incur a loss, if the amounts received in accordance with the Terms and Conditions of the Securities is below the purchase price of the Securities (including the transaction costs). Any investor

		<p>bears the risk of the Issuer's financial situation worsening and the potential subsequent inability of the Issuer to pay its obligations under the Securities. Potential investors must therefore be prepared and able to sustain a partial or even a total loss of the invested capital. Any investors interested in purchasing the Securities should assess their financial situation, to ensure that they are in a position to bear the risks of loss connected with the Securities.</p> <p>Security specific Risks</p> <p>1. <u>Special risks related to specific features of the Security structure</u> Prior to investing in the Securities, potential investors should note that the following special features of the Securities may have a negative impact on the value of the Securities or, as the case may be, on any amount, if any, payable according to the Terms and Conditions of the Securities and that the Securities accordingly have special risk profiles:</p> <p>Extent of participation in the notional Reference Portfolio Potential investors should be aware that the application of the Ratio within the determination of the Security Right results in the Securities being in economic terms similar to a direct investment in the notional Reference Portfolio, but being nonetheless not fully comparable with such a direct investment, in particular because the Securityholders do not participate in the relevant performance of the notional Reference Portfolio by a 1:1 ratio, but by the proportion of the Ratio.</p> <p>Currency exchange rate risk The value of the Reference Portfolio Components comprised in the notional Reference Portfolio may be determined in currencies other than the Redemption Currency. Potential investors should, therefore, be aware that investments in these Securities could entail risks due to fluctuating exchange rates, and that the risk of loss does not depend solely on the performance of the Reference Portfolio Components comprised in the notional Reference Portfolio, but also on unfavourable developments in the value of the foreign currency, currency unit or calculation unit.</p> <p>Such developments can additionally increase the Securityholders' exposure to losses, because an unfavourable performance of the relevant currency exchange rate may correspondingly decrease the value of the purchased Securities during their term or, as the case may be, the level of the Redemption Amount or, as the case may be, the Termination Amount. Currency exchange rates are determined by factors of offer and demand on the international currency exchange markets, which are themselves exposed to economic factors, speculations and measures by governments and central banks (for example monetary controls or restrictions).</p> <p>Extension of the Term of the Securities at the option of the Issuer Potential investors in the Securities should also be aware that according to the Terms and Conditions of the Securities, the Issuer is entitled to extend, by giving notice to the Securityholder prior to the then existing Expiration Date (or any later expiration date resulting from any extension of the maturity of the Securities) the maturity of all then outstanding Securities for an additional period of three (3) years, in which case the "Expiration Date" shall be deemed to be the date falling three (3) years after the scheduled Expiration Date (the "Issuer Extension Option"). There is no limit to the number of times the Issuer may extend the maturity of the Securities. In case that the Issuer exercises the Issuer Extension</p>
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		<p>some jurisdictions. Additionally, the Issuer has the right (but no obligation) to purchase Securities at any time and at any price in the open market or by tender or private agreement. Any Securities so purchased may be held or resold or surrendered for cancellation.</p> <p>In addition, it cannot be excluded that the number of Securities actually issued and purchased by investors is less than the intended Issue Size of the Securities. Consequently, there is the risk that due to the low volume of Securities actually issued the liquidity of the Securities is lower than if all Securities were issued and purchased by investors.</p> <p>The Manager intends, under normal market conditions, to provide bid and offer prices for the Securities of an issue on a regular basis. However, the Manager makes no firm commitment to the Issuer to provide liquidity by means of bid and offer prices for the Securities, and assumes no legal obligation to quote any such prices or with respect to the level or determination of such prices. Potential investors therefore should not rely on the ability to sell Securities at a specific time or at a specific price.</p> <p>9. <u>Borrowed funds</u> If the purchase of Securities is financed by borrowed funds and investors' expectations are not met, they not only suffer the loss incurred under the Securities, but in addition also have to pay interest on and repay the loan. This produces a substantial increase in investors' risk of loss. Investors of Securities should never rely on being able to redeem and pay interest on the loan through gains from a Securities transaction. Rather, before financing the purchase of a Security with borrowed funds, the investors' financial situations should be assessed, as to their ability to pay interest on or redeem the loan immediately, even if they incur losses instead of the expected gains.</p> <p>10. <u>Taxation in relation to the Securities</u> Potential investors should be aware that they may be required to pay taxes or other documentary charges or duties in accordance with the laws and practices of the country where the Securities are transferred or other jurisdictions. In some jurisdictions, no official statements of the tax authorities or court decisions may be available for innovative financial instruments such as the Securities. Potential investors are advised not to rely upon the tax summary contained in this Prospectus but to ask for their own tax adviser's advice on their individual taxation with respect to the acquisition, sale and redemption of the Securities. Only these advisors are in a position to duly consider the specific situation of the potential investor.</p> <p>11. <u>Payments under the Securities may be subject to U.S. withholding under FATCA</u> The Issuer and other financial institutions through which payments on the Securities are made may be required to withhold at a rate of up to 30 per cent. on all, or a portion of, payments made after 31 December 2016 in respect of any Securities which are issued (or materially modified) after 1 January 2014 or that are treated as equity for U.S. federal tax purposes whenever issued, pursuant to Sections 1471 through 1474 of the U.S. Internal Revenue Code (commonly referred to as "FATCA", the Foreign Account Tax Compliance Act).</p> <p>The Issuer is a foreign financial institution ("FFI") for the purposes of FATCA. If the Issuer becomes obliged to provide certain information on its account holders pursuant to a FATCA agreement with the</p>
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		<p>U.S. Internal Revenue Service (“IRS”) (i.e. the Issuer is a “Participating FFI”) then withholding may be triggered if: (i) an investor does not provide information sufficient for the relevant Participating FFI to determine whether the investor is a U.S. person or should otherwise be treated as holding a “United States Account” of the Issuer, (ii) an investor does not consent, where necessary, to have its information disclosed to the IRS or (iii) any FFI that is an investor, or through which payment on the Securities is made, is not a Participating FFI. An investor that is an FFI that is withheld upon generally will be able to obtain a refund only to the extent an applicable income tax treaty with the United States entitles such institution to a reduced rate of tax on the payment that was subject to withholding under these rules, provided the required information is furnished in a timely manner to the IRS. Holders of Securities should, consequently, be aware that payments under the Securities may under certain circumstances be subject to U.S. withholding under FATCA.</p> <p>12. <u>Changes in Taxation in relation to the Securities</u> The considerations concerning the taxation of the Securities set forth in the Securities Note reflect the opinion of the Issuer on the basis of the legal situation identifiable as of the date of the Securities Note. However, a different tax treatment by the fiscal authorities and tax courts cannot be excluded. Each investor should seek the advice of his or her personal tax consultant before deciding whether to purchase the Securities.</p> <p>Neither the Issuer nor the Manager assumes any responsibility vis-à-vis the Securityholders for the tax consequences of an investment in the Securities.</p> <p>13. <u>Potential conflicts of interest</u> The Issuer and affiliated companies may participate in transactions related to the Securities in some way, for their own account or for account of a client. Such transactions may not serve to benefit the Securityholders and may have a positive or negative effect on the value of the Reference Portfolio Components comprised in the notional Reference Portfolio, and consequently on the value of the Securities. Furthermore, companies affiliated with the Issuer may become counterparties in hedging transactions relating to obligations of the Issuer stemming from the Securities. As a result, conflicts of interest can arise between companies affiliated with the Issuer, as well as between these companies and investors, in relation to obligations regarding the calculation of the price of the Securities and other associated determinations. In addition, the Issuer and its affiliates may act in other capacities with regard to the Securities, such as calculation agent, paying agent and administrative agent.</p> <p>Furthermore, the Issuer and its affiliates may issue other derivative instruments relating to the notional Reference Portfolio; introduction of such competing products may affect the value of the Securities. The Issuer and its affiliated companies may receive non-public information relating to the notional Reference Portfolio, and neither the Issuer nor any of its affiliates undertakes to make this information available to Securityholders.</p> <p>Within the context of the offering and sale of the Securities, the Issuer or any of its affiliates may directly or indirectly pay fees in varying amounts to third parties, such as distributors or investment advisors, or receive payment of fees in varying amounts, including those levied in association with the distribution of the Securities, from third parties. Potential investors should be aware that the</p>
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		<p>Issuer may retain fees in part or in full. The Issuer or, as the case may be, the Managers, upon request, will provide information on the amount of these fees.</p> <p>Reference Portfolio specific Risks</p> <p>The Reference Portfolio aims to replicate (i) the performance of a long only basket of Synthetic Discount Certificates linked to currencies and potentially exchange traded funds (each an "ETF" or a "Fund") linked to currency exposure (the "Constituents") and (ii) from time to time, a cash position accruing interest at the Euro OverNight Index Average (Eonia[®]) rate (the "Cash Position", which together with the Constituents shall be referred to as the "Reference Portfolio Components"), less fees and expenses, all as described in the sections "Key Terms and Definitions of the Securities" and "Information about the Reference Portfolio". Investing in the Securities, hence also involves certain risks that are related to the notional Reference Portfolio:</p> <p>1. <u>General risks related to the notional Reference Portfolio</u> Investors should be aware that some risks are related to the notional Reference Portfolio in general:</p> <p>Risk of fluctuations in value The performance of the notional Reference Portfolio is subject to fluctuations. Therefore, Securityholders cannot foresee what consideration they can expect to receive for the Securities they hold on a certain day in the future. When the Securities are redeemed, exercised or otherwise disposed of on a certain day, they may be worth a lot less than if they were disposed of at a later or earlier point in time.</p> <p>Uncertainty about future performance It is not possible to reliably predict the future performance of the notional Reference Portfolio and the Reference Portfolio Components respectively. Likewise, the historical data of the notional Reference Portfolio and the Reference Portfolio Components respectively, does also not allow for any conclusions to be drawn about the future performance of the notional Reference Portfolio and the Securities.</p> <p>Consequence of the linkage to a notional Reference Portfolio The Securities have the special feature that the calculation of the level of the Settlement Amount depends on the performance of a notional Reference Portfolio comprising several Reference Portfolio Components. As a result, fluctuations in the value of one Reference Portfolio Component may be offset or intensified by fluctuations in the value of other Reference Portfolio Components comprised in the notional Reference Portfolio. Even in the case of a positive performance of one or more Reference Portfolio Components comprised in the notional Reference Portfolio, the performance of notional Reference Portfolio as a whole may be negative if the performance of the other Reference Portfolio Components comprised in the notional Reference Portfolio is negative to a greater extent.</p> <p>2. <u>Specific risks related to the notional Reference Portfolio</u> In addition, the following risks are specifically related to the notional Reference Portfolio:</p> <p>Notional Reference Portfolio The notional Reference Portfolio is a synthetic portfolio which has been created and is managed and calculated solely for the purposes of being used as underlying of securities issued by UBS. There is no</p>
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		<p>currency of an emerging market jurisdiction. Therefore, potential investors should be familiar with foreign exchange rates as an asset class. Furthermore, legal restrictions on the free exchangeability may adversely affect the value of the Securities.</p> <p>The Securities are also linked emerging market currencies. There is an increased risk of significant adverse fluctuations in the performances of the emerging markets currencies as they are currencies of less developed and less stable economies without a stabilizing component that could be provided by one of the major currencies. With respect to any emerging or developing nation, there is the possibility of nationalisation, expropriation or confiscation, political changes, government regulation and social instability. Currencies of emerging economies are often subject to more frequent and larger central bank interventions than the currencies of developed countries and are also more likely to be affected by drastic changes in monetary or exchange rate policies of the relevant countries, with adverse consequences on the tradability/convertibility of the currencies, which may negatively affect the value the Securities.</p> <p>4. <u>Specific risks related to the Reference Portfolio Advisor</u> Additional risks are related to the Reference Portfolio Advisor.</p> <p>Dependence on the Reference Portfolio Advisor The success of the Reference Portfolio depends upon the Reference Portfolio Advisor selecting successful Reference Portfolio Components. There can be no assurance that the Reference Portfolio Advisor will be able to do so. In particular, subjective (as opposed to systematic) decisions made by the Reference Portfolio Advisor may cause the Reference Portfolio to decline (or not to increase) in a manner which less subjective decision making might have avoided.</p> <p>Reliance on Key Individuals The loss of one or more key individuals could have a material adverse effect on the Reference Portfolio Advisor's ability to perform its responsibilities in relation to the Reference Portfolio.</p> <p>Automatic Termination of the Securities According to the Terms and Conditions, the Securities will be automatically terminated and redeemed, in case that the BHF-BANK AG ceases in accordance with the relevant Reference Portfolio Advisor agreement to act as Reference Portfolio Advisor. This could have a considerable impact on the value of the Securities.</p>
	Risk warning to the effect that investors may lose the value of their entire investment or part of it.	Each investor in the Securities bears the risk of the Issuer's financial situation worsening. Potential investors must therefore be prepared and able to sustain a partial or even a total loss of their entire investment.

Element	Section E – Offer	
E.2b	Reasons for the offer and use of proceeds.	Not applicable. Reasons for the offer and use of proceeds is not different from making profit and/or hedging certain risks.
E.3	Terms and conditions of the offer.	It has been agreed that on 27 December 2013 (the " Issue Date "; in case that the Subscription Period (as as defined below) is shortened or extended, the Issue Date may be changed accordingly), UBS Limited, 1 Finsbury Avenue, London EC2M 2PP, United Kingdom, may purchase

		<p>Securities and shall place the Securities together with UBS AG, Bahnhofstrasse 45, 8001 Zurich, Switzerland, each as Manager for sale under terms subject to change in the Public Offer Jurisdictions during the Subscription Period.</p> <p>The Securities may be subscribed in the Public Offer Jurisdictions from the Manager(s) during normal banking hours within the subscription period starting on the business day following the publication of this Summary and Securities Note and ending on 19 December 2013 (15:00 hrs CET) (the "Subscription Period") at an amount of EUR 1,000.00 per Security (the "Issue Price") plus an offering premium amounting to up to 3 % of the Issue Price per Security (charged at the discretion of the distributor). After closing of the Subscription Period the selling price will be adjusted on a continual basis to reflect the prevailing market situation.</p> <p>The Issuer reserves the right to earlier close or to extend the Subscription Period if market conditions so require.</p> <p>The Issue Price per Security is due and payable on 27 December 2013 (the "Initial Payment Date"). After the Initial Payment Date, the appropriate number of Securities shall be credited to the investor's account in accordance with the rules of SIX SIS AG, Baslerstrasse 100, CH-4600 Olten, Switzerland as the Clearing System. If the Subscription Period is shortened or extended, the Initial Payment Date may also be brought forward or postponed.</p>
E.4	Interest that is material to the issue/offer including conflicting interests.	Save for the Manager and the Reference Portfolio Advisor regarding its fees, as far as the Issuer is aware, no person involved in the issue of the Securities has an interest material to the offer.
E.7	Estimated expenses charged to the investor by the issuer or the offeror.	<p>Distributors may charge at subscription an offering premium amounting to up to 3 % of the Issue Price per Security</p> <p>The following fees will be deducted on the level of the notional Reference Portfolio:</p> <p>The Reference Portfolio Advisor will receive a quarterly fee of 0.25% (1.00% per year) of the Level of the Reference Portfolio accrued on a daily basis charged by the Calculation Agent and deducted from the Level of the Reference Portfolio (the "Reference Portfolio Advisory Fee").</p> <p>The Issuer will receive a quarterly fee of 0.125% (0.50% per year) of the Level of the Reference Portfolio accrued on a daily basis plus the Adjustment Fee, charged by the Calculation Agent and deducted from the Level of the Reference Portfolio (the "UBS Management Fee"). The "Adjustment Fee" is levied for each adjustment made in the Reference Portfolio, and represents a percentage of the notional volume of each of the purchase and/or sale of a Constituent. The Adjustment Fee equals 0.10%. If the number of Rebalancings exceed the number of 30 within a year, then the Adjustment Fee equals 0.20% for these additional Rebalancings above 30. If the number of Rebalancings exceed the number of 50 within a year, then the Adjustment Fee equals 0.40% for these additional Rebalancings above 50. The Reference Portfolio Advisor is only entitled to proceed a Rebalancing above the number of 50 within a year, if the notional volume of the rebalancing equals or exceeds 10% of the total notional volume of the Reference Portfolio. The total number of rebalancings is capped to 80 per year.</p>

B. SUMMARY OF THE PROSPECTUS (IN THE GERMAN LANGUAGE)**ZUSAMMENFASSUNG**

Zusammenfassungen bestehen aus bestimmten Offenlegungspflichten, den sogenannten "Punkten". Diese Punkte sind in den Abschnitten A - E enthalten und nummeriert (A.1 – E.7).

Diese Zusammenfassung enthält alle Punkte, die für eine Zusammenfassung dieses Typs von Wertpapieren und Emittent erforderlich sind. Da einige Punkte nicht adressiert werden müssen, kann es Lücken in der Nummerierungsreihenfolge geben.

Auch wenn ein Punkt aufgrund des Typs von Wertpapieren und Emittent erforderlich sein kann, besteht die Möglichkeit, dass zu diesem Punkt keine relevanten Informationen gegeben werden können. In diesem Fall wird eine kurze Beschreibung des Punktes mit der Erwähnung "Entfällt" eingefügt.

Punkt	Abschnitt A – Einleitung und Warnhinweise	
A.1	Warnung.	<p>Diese Zusammenfassung ist als Einführung in den Prospekt zu verstehen. Anleger sollten jede Entscheidung zur Anlage in die betreffenden Wertpapiere auf die Prüfung des gesamten Basisprospekts stützen.</p> <p>Potenzielle Anleger sollten sich darüber im Klaren sein, dass für den Fall, dass vor einem Gericht Ansprüche auf Grund der in dem Prospekt enthaltenen Informationen geltend gemacht werden, der als Kläger auftretende Anleger in Anwendung der einzelstaatlichen Rechtsvorschriften der Staaten des Europäischen Wirtschaftsraums die Kosten für die Übersetzung des Prospekts vor Prozessbeginn zu tragen haben könnte.</p> <p>Diejenigen Personen, die die Verantwortung für die Zusammenfassung, einschließlich deren Übersetzung, übernommen haben, und von denen der Erlass der Zusammenfassung ausgeht, können haftbar gemacht werden, jedoch nur für den Fall, dass die Zusammenfassung irreführend, unrichtig oder widersprüchlich ist, wenn sie zusammen mit den anderen Teilen des Basisprospekts gelesen wird, oder sie, wenn sie zusammen mit den anderen Teilen des Prospekts gelesen wird, nicht alle erforderlichen Schlüsselinformationen vermittelt.</p> <p>Die UBS AG in ihrer Funktion als Emittentin übernimmt für den Inhalt dieser Zusammenfassung (einschließlich einer Übersetzung hiervon) gemäß § 5 Abs. 2b Nr. 4 WpPG (Wertpapierprospektgesetz) die Verantwortung.</p>
A.2	Zustimmung zur Verwendung des Prospekts.	<p>Die Emittentin stimmt einer Verwendung des Prospekts im Zusammenhang mit einem öffentlichen Angebot der Wertpapiere (das "Öffentliches Angebot") durch UBS Limited, 1 Finsbury Avenue, London EC2M 2PP, Vereinigtes Königreich, (wobei die UBS Limited, zusammen mit der UBS AG, Bahnhofstrasse 45, 8001 Zürich, Schweiz, jeweils auch als "Manager" bezeichnet werden) und die BHF-BANK Aktiengesellschaft, Bockenheimer Landstraße 10, 60323 Frankfurt am Main, Bundesrepublik Deutschland, (jeweils ein "Berechtigter Anbieter"), auf folgender Grundlage zu:</p> <ul style="list-style-type: none"> (a) das jeweilige Öffentliche Angebot findet während der Gültigkeit dieses Prospekts gemäß § 9 des Wertpapierprospektgesetzes (die "Angebotsfrist") statt; (b) das jeweilige Öffentliche Angebot wird ausschließlich in der Bundesrepublik Deutschland, Luxemburg und der Schweiz (jeweils eine "Jurisdiktion des Öffentlichen Angebots") gemacht; und (c) jeder Berechtigte Anbieter, der kein Manager ist, erfüllt die unter "Zeichnung und Verkauf" beschriebenen Beschränkungen als

		wäre er der Manager. Jeder Berechtigte Anbieter wird die Anleger zum Zeitpunkt der Vorlage des Öffentlichen Angebots durch den Berechtigte Anbieter über die Bedingungen des Öffentlichen Angebots der Wertpapiere unterrichten.
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Punkt		Abschnitt B – Emittentin
B.1	Juristische und kommerzielle Bezeichnung der Emittentin.	Die juristische und kommerzielle Bezeichnung der Emittentin ist UBS AG (" Emittentin ", " UBS " oder " Bank ").
B.2	Sitz, Rechtsform, geltendes Recht und Land der Gründung der Emittentin.	UBS in ihrer heutigen Form entstand am 29. Juni 1998 durch die Fusion der 1862 gegründeten Schweizerischen Bankgesellschaft und des 1872 gegründeten Schweizerischen Bankvereins. UBS AG ist in den Handelsregistern des Kantons Zürich und des Kantons Basel-Stadt eingetragen. Die Handelsregisternummer lautet CH-270.3.004.646-4. UBS AG hat ihren Sitz in der Schweiz, wo sie als Aktiengesellschaft nach schweizerischem Aktienrecht und den schweizerischen bankengesetzlichen Bestimmungen eingetragen ist. Die Adressen und Telefonnummern der beiden Satzungs- und Verwaltungssitze der UBS AG lauten: Bahnhofstrasse 45, CH-8001 Zürich, Schweiz, Telefon +41 44 234 1111, und Aeschenvorstadt 1, CH-4051 Basel, Schweiz, Telefon +41 61 288 5050.
B.4b	Trends.	Trendinformation 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.
B.5	Organisationsstruktur.	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 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 sind in dem Prospekt keine Gewinnprognosen oder -schätzungen enthalten.																																																																														
B.10	Art etwaiger Beschränkungen im Bestätigungsvermerk.	Entfällt; die Bestätigungsvermerke der geprüften historischen Finanzinformationen sind uneingeschränkt.																																																																														
B.12	Ausgewählte wesentliche historische Finanzinformationen.	<p>UBS AG hat die nachstehenden ausgewählten konsolidierten Finanzdaten aus (i) dem Geschäftsbericht für das Geschäftsjahr 2012, der die geprüften konsolidierten Finanzangaben und zusätzliche ungeprüfte Finanzdaten für das am oder per 31. Dezember 2012 endende Geschäftsjahr enthält (einschließlich der Vergleichszahlen für die am oder per 31. Dezember 2011 und 2010 endenden Geschäftsjahre), (ii) dem Finanzbericht für das zweite Quartal 2013, der die ungeprüften konsolidierten Finanzangaben und zusätzliche ungeprüfte Finanzdaten für die ersten sechs Monate endend am oder per 30. Juni 2013 enthält (aus denen Vergleichszahlen für die ersten sechs Monate endend am oder per 30. Juni 2012 entnommen bzw. abgeleitet wurden) und (iii) dem Finanzbericht für das erste Quartal 2013, der die ungeprüften konsolidierten Finanzangaben und zusätzliche ungeprüfte Finanzdaten für das Quartal endend am oder per 31. März 2013 enthält (aus denen ausgewählte Vergleichszahlen für das am oder per 31. Dezember 2012 endende Geschäftsjahr entnommen bzw. abgeleitet wurden), entnommen bzw. abgeleitet. Die konsolidierten Finanzangaben der UBS AG 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 die ersten sechs Monate 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>15.164</td> <td>12.925</td> <td>25.423*</td> <td>27.788</td> <td>31.994</td> </tr> <tr> <td>Geschäftsaufwand</td> <td>12.697</td> <td>10.356</td> <td>27.216</td> <td>22.482</td> <td>24.650</td> </tr> <tr> <td>Ergebnis vor Steuern</td> <td>2.467</td> <td>2.569</td> <td>(1.794)*</td> <td>5.307</td> <td>7.345</td> </tr> <tr> <td>Den UBS-Aktionären zurechenbares Konzernergebnis</td> <td>1.678</td> <td>1.558</td> <td>(2.480)*</td> <td>4.138</td> <td>7.452</td> </tr> <tr> <td>Verwässertes Ergebnis pro Aktie (CHF)</td> <td>0,44</td> <td>0,41</td> <td>(0,66)*¹</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 Vermögenswert.</td> <td>8,5</td> <td>8,1</td> <td>1,6*</td> <td>11,9*</td> <td>24,7*</td> </tr> </tbody> </table>		Für die ersten sechs Monate 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	15.164	12.925	25.423*	27.788	31.994	Geschäftsaufwand	12.697	10.356	27.216	22.482	24.650	Ergebnis vor Steuern	2.467	2.569	(1.794)*	5.307	7.345	Den UBS-Aktionären zurechenbares Konzernergebnis	1.678	1.558	(2.480)*	4.138	7.452	Verwässertes Ergebnis pro Aktie (CHF)	0,44	0,41	(0,66)* ¹	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 Vermögenswert.	8,5	8,1	1,6*	11,9*	24,7*
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e (%) ³					
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	7,7	(44,5)	N/A*	(44,5)*	N/A*
Wachstum der Nettoneugelder (%) ⁷	2,8	1,2	1,6*	1,9*	(0,8)*
Effizienz					
Verhältnis von Geschäftsaufwand / Geschäftsertrag (%) ⁸	83,6	80,3	106,6*	80,7*	76,9*
Kapitalkraft					
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*		
Bilanz- und Kapitalbewirtschaftung					
Total Aktiven	1.129.071	1.410.233	1.259.797* ¹	1.416.962	1.314.813
Den UBS-Aktionären zurechenbares Eigenkapital	47.073	50.503	45.949* ¹	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	239.182		258.113*		

Aktiven gemäß Basel III (vollständig umgesetzt) ¹²					
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*
Börsenkaptalisierung	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 <i>Konzernabschlüsse</i> an. Die im Finanzbericht für das erste Quartal 2013 und im Finanzbericht für das 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. Daraus folgt, dass die in dieser Tabelle enthaltenen angepassten Finanzdaten für das Geschäftsjahr endend am oder per 31. Dezember 2012 nicht im Geschäftsbericht 2012 verfügbar waren. Als weitere Konsequenz folgt daraus, dass Finanzdaten für das Geschäftsjahr endend am oder per 31. Dezember 2012, die, wären sie nicht angepasst worden, als geprüft ausgewiesen worden wären, ungeprüft sind und in der Tabelle mit dieser Fußnote 1 versehen sind.</p> <p>² Das "den UBS-Aktionären zurechenbare Konzernergebnis" seit Jahresbeginn (gegebenenfalls annualisiert) / Das "den UBS-Aktionären zurechenbare durchschnittliche Eigenkapital" (seit Jahresbeginn).</p> <p>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.</p> <p>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.</p> <p>⁵ Geschäftsertrag vor Wertberichtigungen für Kreditrisiken seit Jahresbeginn (gegebenenfalls annualisiert) / Total durchschnittliche Aktiven (seit Jahresbeginn).</p> <p>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 Vergleichsperiode. Besitzt keine Aussagekraft und wird nicht ausgewiesen, falls für die laufende Periode oder die Vergleichsperiode ein Verlust verzeichnet wird.</p> <p>⁷ Nettoneugelder seit Periodesbeginn (gegebenenfalls annualisiert) / verwaltete Vermögen zu Beginn der Periode. Nettoneugelder des Konzerns beinhalten Nettoneugelder von Retail & Corporate und schliessen Zins- und Dividendenerträge aus.</p> <p>⁸ Geschäftsaufwand / Geschäftsertrag vor Wertberichtigungen für Kreditrisiken.</p> <p>⁹ Die BIZ-Rahmenregelungen gemäß Basel III traten in der Schweiz per 1. Januar 2013 in Kraft. Im ersten Quartal 2013 hat die UBS AG die Kennzahlen zur</p>					

		<p>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.</p> <p>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.</p> <p>¹¹ Total Kapital / IFRS-Aktiven, basierend auf Eigenmittelunterlegung gemäss Konsolidierungskreis, adjustiert für das Netting von Wiederbeschaffungswerten und andere Anpassungen, inklusive Ausserbilanzpositionen. Vormals als FINMA Basel III Leverage Ratio ausgewiesen.</p> <p>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.</p> <p>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 negativen Veränderungen in den Aussichten der UBS AG 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.13	Ereignisse aus jüngster Zeit.	Entfällt; es gibt keine Ereignisse aus der jüngsten Zeit der Geschäftstätigkeit der Emittentin, die für die Bewertung ihrer Zahlungsfähigkeit in hohem Maße relevant sind.
B.14	Abhängigkeit von anderen Unternehmen der Gruppe.	Die UBS AG ist das 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 die UBS AG mit ihren Tochtergesellschaften (zusammen „UBS Gruppe“ oder „Gruppe“) private, institutionelle und Firmenkunden weltweit ebenso wie Retailkunden in der Schweiz. Die Geschäftsstrategie der UBS Gruppe konzentriert sich auf ihr herausragendes globales Wealth Management sowie ihre führende Universalbank in der Schweiz. Diese Geschäfte, zusammen mit einer kundenorientierten Investmentbank und einem starken, gut diversifizierten Global Asset Management, erlauben es der UBS Gruppe, ihre erstklassige Marktstellung im Wealth-Management erweitern und das Wachstum im gesamten Konzern weiter vorantreiben zu können. Die UBS Gruppe 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	Gemäß dem schweizerischen Bundesgesetz über die Börsen und den Effektenhandel vom 24. März 1995 in der jeweils gültigen Fassung (das " Schweizerische Börsengesetz ") ist jede natürliche oder juristische Person, die Aktien oder derivative Finanzinstrumente auf Aktien einer in der

		<p>Schweiz kotierten Gesellschaft hält, verpflichtet, die Gesellschaft sowie die SIX Swiss Exchange zu benachrichtigen, wenn ihre Beteiligung einen der folgenden Schwellenwerte erreicht, unter- oder überschreitet: 3, 5, 10, 15, 20, 25, 33⅓ 50 oder 66⅔% der Stimmrechte, und zwar ungeachtet der Möglichkeit ihrer Ausübung.</p> <p>Im Folgenden sind die jüngsten gemäß Schweizerischem Börsengesetz bekannt gegebenen Anteile am Aktienkapital der UBS AG aufgelistet. Sie beziehen sich auf das im Aktienregister eingetragene Aktienkapital der UBS AG zum Zeitpunkt der Offenlegung:</p> <ul style="list-style-type: none"> • 30. September 2011: Norges Bank (die norwegische Zentralbank), 3,04%; • 12. März 2010: Gouvernement of Singapore Investment Corp. 6,45%; • 17. Dezember 2009: BlackRock Inc., New York, USA, 3,45%. <p>Aktionäre, deren Aktien im Aktienregister eingetragen sind, können ihr Stimmrecht unbeschränkt ausüben, sofern sie ausdrücklich ihre wirtschaftliche Berechtigung gemäß Statuten erklären. Spezielle Regeln gelten für die Eintragung von Treuhändern und Personen, die die Aktien nicht für eigene Rechnung halten, sog. Nominees. Diese werden im Aktienregister mit Stimmrechten von bis zu 5% aller ausgegebenen Aktien eingetragen, sofern sie sich dazu verpflichten, auf Verlangen von UBS diejenigen wirtschaftlich Berechtigten bekannt zu geben, die einen Anteil von 0,3% oder mehr sämtlicher UBS-Aktien besitzen. Eine Ausnahme von der 5%-Regel gilt für Wertschriften-Clearing-Organisationen wie The Depository Trust Company in New York.</p> <p>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%).</p>
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Abschnitt C – Wertpapiere		
<p>Punkt C.1</p>	<p>Art und Gattung der Wertpapiere, einschließlich jeder Wertpapierkennung.</p>	<p>Art und Gattung der Wertpapiere Die Wertpapiere sind nicht kapitalgeschützte Zertifikate.</p> <p>Die Wertpapiere werden als Wertrechte („Wertrechte“) im Sinne von Art. 973c des Schweizerischen Obligationenrechts („OR“) ausgegeben. Die Wertrechte werden in dem Hauptregister einer Schweizer Verwahrungsstelle („Verwahrungsstelle“) im Sinne des Bundesgesetzes über die Bucheffekten („BEG“) registriert.</p> <p>Durch (a) die Eintragung der Wertrechte in das Hauptregister der Verwahrungsstelle und (b) die Einbuchung der Wertpapiere in das Effektenkonto einer Verwahrungsstelle begründen die Wertrechte Bucheffekten im Sinn des BEG („Bucheffekten“). Die Emittentin wird üblicherweise SIS SIX AG, Baslerstrasse 100, CH-4600 Olten, Schweiz, („SIS“ oder das „Clearingsystem“) als Verwahrungsstelle einsetzen, behält sich aber das Recht vor, andere Verwahrungsstelle einschließlich der UBS AG einzusetzen.</p> <p>Bucheffekte werden gemäß den Bestimmungen der Verwahrungsstelle und den maßgeblichen Verträgen mit der Verwahrungsstelle übertragen (dabei dürfen insbesondere weder die Bucheffekten noch Rechte an den</p>

		<p>Bucheffekten ohne vorherige schriftliche Zustimmung der Emittentin durch Zession gemäß den Artikeln 164 ff. OR übertragen werden).</p> <p>Die Wertpapiergläubiger haben zu keinem Zeitpunkt das Recht, (a) die Umwandlung von Wertrechten in physische Wertpapiere und/oder (b) die Lieferung von physischen Wertpapieren zu verlangen. Die Emittentin kann jederzeit und ohne Zustimmung der Wertpapiergläubiger der betreffenden Wertpapiere die den Bucheffekten zu Grunde liegenden Wertrechte in Dauer-Inhaber-Sammelurkunden („Schweizer Globalurkunden“) im Sinne von Art. 973b des OR bzw. umgekehrt umwandeln. Zur Klarstellung und ungeachtet der Umwandlung begründen sowohl Schweizer Globalurkunden als auch Wertrechte stets Bucheffekten.</p> <p>Wertpapier-Kennnummer(n) der Wertpapiere ISIN: CH0202050081 WKN: UBS3FX Valor: 20205008</p>
C.2	Währung der Wertpapieremission.	Euro (die " Auszahlungswährung ")
C.5	Beschränkungen der freien Übertragbarkeit der Wertpapiere.	Entfällt; die freie Übertragbarkeit der Wertpapiere ist nicht beschränkt.
C.8	Mit den Wertpapieren verbundene Rechte, einschließlich der Rangordnung und Beschränkungen dieser Rechte.	<p>Maßgebliches Recht der Wertpapiere Die Wertpapiere unterliegen Schweizer Recht.</p> <p>Mit den Wertpapieren verbundene Rechte Die Wertpapiere berechtigen die Wertpapiergläubiger vorbehaltlich der Bedingungen der Wertpapiere bei Ausübung, zu einem Anspruch auf Zahlung des Auszahlungsbetrags. Während der Laufzeit der Wertpapiere erhält der Anleger keine laufenden Erträge (z. B. Dividenden oder Zinsen).</p> <p>Beschränkungen der mit den Wertpapieren verbundenen Rechten. Die Emittentin ist unter den in den Bedingungen festgelegten Voraussetzungen zur Kündigung der Wertpapiere und zu Anpassungen der Bedingungen berechtigt.</p> <p>Status der Wertpapiere Die Wertpapiere begründen unmittelbare, unbesicherte und nicht nachrangige Verbindlichkeiten der Emittentin, die untereinander und mit allen sonstigen gegenwärtigen und künftigen unbesicherten und nicht nachrangigen Verbindlichkeiten der Emittentin gleichrangig sind, ausgenommen solche Verbindlichkeiten, denen aufgrund zwingender gesetzlicher Vorschriften Vorrang zukommt.</p>
C.11	Antrag auf Zulassung zum Handel an einem geregelten Markt oder anderen gleichwertigen Märkten.	<p>Die Emittentin beabsichtigt, die Einbeziehung der Wertpapiere in den Freiverkehr der Frankfurter Wertpapierbörse (Open Market) und der Stuttgarter Wertpapierbörse (Freiverkehr) zu beantragen.</p> <p>Vorausgesetzt, dass die Wertpapiere nicht vor dem Verfalltag von der Emittentin gekündigt wurden, wird der Handel der Wertpapiere zwei Handelstage vor Verfalltag (dieser Tag der "Letzte Börsenhandelstag") eingestellt. Ab dem Letzten Börsenhandelstag kann der Handel nur noch außerbörslich mit dem Manager stattfinden.</p>
C.15	Einfluss des Basiswerts auf den Wert der Wertpapiere.	Der Wert der Wertpapiere während ihrer Laufzeit hängt von der Entwicklung des virtuellen Referenz-Portfolios als Basiswert ab. Im Fall, dass der Kurs des Basiswerts steigt, wird auch der Wert der Wertpapiere (ohne Berücksichtigung der besonderen Merkmale der Wertpapiere) wahrscheinlich steigen.

		<p>Insbesondere hängt der gegebenenfalls an die Wertpapiergläubiger zu zahlende Auszahlungsbetrag von Entwicklung des Basiswerts ab. Im Detail:</p> <p>Mit den Wertpapieren können Anleger, unter Berücksichtigung der Gebühr auf Ebene des virtuellen Referenz-Portfolios, an der positiven Kursentwicklung des virtuellen Referenz-Portfolios als partizipieren. Im Gegenzug nehmen Anleger mit den Wertpapieren aber auch an der negativen Kursentwicklung des virtuellen Referenz-Portfolios teil. Wertpapiergläubiger erhalten am Fälligkeitstag einen Auszahlungsbetrag in der Auszahlungswährung, dessen Höhe dem Abrechnungslevel des Referenz-Portfolios multipliziert mit dem Bezugsverhältnis entspricht. Der Abrechnungslevel des Referenz-Portfolios bezeichnet, vorbehaltlich einer Marktstörung, den Level des Referenz-Portfolios, wie er am Bewertungstag von der Berechnungsstelle berechnet wird. Zur Klarstellung: Obwohl der Auszahlungsbetrag unter Bezugnahme auf den Marktwert der Referenz-Portfolio Bestandteile berechnet wird, ist die Emittentin nicht verpflichtet, den Erlös der Ausgabe der Wertpapiere zu irgendeinem Zeitpunkt in die Referenz-Portfolio Bestandteile zu investieren. Die Wertpapiergläubiger haben keine Eigentumsrechte oder Anteile an den Referenz-Portfolio Bestandteilen.</p> <p>Während der Laufzeit der Wertpapiere erhält der Anleger keine laufenden Erträge (z. B. Dividenden oder Zinsen).</p>
C.16	Verfalltag oder Fälligkeitstermin — Ausübungstermin oder letzter Referenztermin.	<p>Der Fälligkeitstag entspricht dem fünften Geschäftstag nach dem maßgeblichen Bewertungstag und damit voraussichtlich dem 7. Oktober 2016.</p> <p>Der Bewertungstag entspricht (i) im Fall einer Tilgung der Wertpapiere nach § 1 der Bedingungen der Wertpapiere, dem Verfalltag, (ii) im Fall einer automatischen Beendigung der Laufzeit der Wertpapiere nach § 2 (2) der Bedingungen der Wertpapiere, dem maßgeblichen Automatischen Beendigungstag, bzw. (iii) im Fall einer Kündigung durch die Emittentin nach § 8a der Bedingungen der Wertpapiere, dem maßgeblichen Kündigungstag. Falls dieser Tag kein Börsengeschäftstag ist, dann gilt der unmittelbar darauf folgende Börsengeschäftstag als der Bewertungstag.</p> <p>Der Verfalltag der Wertpapiere entspricht, vorbehaltlich einer Verlängerung der Laufzeit der Wertpapiere gemäß § 2 (3) der Bedingungen der Wertpapiere, dem 30. September 2016. Falls dieser Tag kein Geschäftstag ist, dann gilt der unmittelbar darauf folgende Geschäftstag als der Verfalltag.</p>
C.17	Abrechnungsverfahren für die derivativen Wertpapiere.	<p>Zahlungen werden in jedem Fall vorbehaltlich sämtlicher anwendbarer steuerlicher oder sonstiger Gesetze und Vorschriften im Zusammenhang mit der Zahlung oder sonstiger Gesetze und Vorschriften, denen sich die Emittentin unterwirft, in Übereinstimmung mit den Vorschriften und Verfahren, die auf das Clearingsystem Anwendung finden und/oder von diesem herausgegeben werden (die "CS-Regeln") dem maßgeblichen Clearingsystem bzw. der maßgeblichen Verwahrungsstelle oder an dessen/deren Order zur Gutschrift auf den Konten der betreffenden Kontoinhaber bei dem Clearingsystem oder der maßgeblichen Verwahrungsstelle bereitgestellt</p> <p>Die Emittentin wird mit der vorstehend beschriebenen Leistung an das Clearingsystem von den ihr unter diesen Bedingungen der Wertpapiere obliegenden Tilgungsverpflichtungen bzw. sonstigen Zahlungsverpflichtungen befreit.</p> <p>Die Emittentin wird mit der vorstehend beschriebenen Leistung an das Clearingsystem von den ihr unter diesen Bedingungen der Wertpapiere obliegenden Tilgungsverpflichtungen bzw. sonstigen Zahlungs- oder</p>

		Lieferverpflichtungen befreit.
C.18	Tilgung der derivativen Wertpapiere.	Die Wertpapiergläubiger erhalten an dem maßgeblichen Fälligkeitstag die Zahlung des Auszahlungsbetrags.
C.19	Ausübungspreis oder endgültiger Referenzpreis des Basiswerts.	<p>Der Abrechnungskurs des Basiswerts entspricht dem Kurs des Basiswerts an dem Bewertungstag zur Bewertungszeit.</p> <p>Der Abrechnungslevel des Referenz-Portfolios bezeichnet, vorbehaltlich einer Marktstörung, den Level des Referenz-Portfolios, wie er am Bewertungstag von der Berechnungsstelle berechnet wird.</p> <p>Der Level des Referenz-Portfolios entspricht unter Berücksichtigung der jeweiligen Gewichtung der Summe sämtlicher Komponenten zuzüglich der Barmittel-Position. Die Komponenten werden dabei, vorbehaltlich der Bedingungen der Wertpapiere, mit dem von der Berechnungsstelle bestimmten Schlusskurs bewertet und in die Auszahlungswährung umgerechnet. Die Berechnung berücksichtigt die Auswirkungen sämtlicher mit dem virtuellen Referenz-Portfolio verbundenen Gebühren und Kosten.</p> <p>Der anfängliche Level des Referenz-Portfolios zum 30. September 2013 entsprach EUR 100.000,00.</p> <p>Der Level des Referenz-Portfolios zu einem Geschäftstag wird von der Berechnungsstelle an dem folgenden Geschäftstag berechnet.</p> <p>Der Level des Referenz-Portfolios wird im Internet unter www.ubs.com/keyinvest oder einer diese ersetzenden Seite veröffentlicht.</p>
C.20	Art des Basiswerts und Angabe des Ortes, an dem Informationen über den Basiswert erhältlich sind.	<p>Art des Basiswerts:</p> <p>Das Referenz-Portfolio steht für das BHF-BANK Global FX/Income Opportunities Reference Portfolio, ein virtuelles Euro ("EUR") denominatedes aktiv verwaltetes Referenz-Portfolio, das von der BHF-BANK AG ("Referenz-Portfolio Advisor") erstellt und verwaltet wird.</p> <p>Das Referenz-Portfolio zielt darauf ab, (i) die Entwicklung eines Korbs von sog. long Positionen in Synthetic Discount Zertifikaten, die an die Währungen und gegebenenfalls an sog. Exchange Traded Funds (<i>börsennotierte Fonds</i> – jeweils ein "ETF" oder "Fonds") mit Währungsexposure gebunden sind, (die "Komponenten") und (ii) eine gelegentliche Barmittel-Position, die mit dem Euro OverNight Index Average (Eonia[®]) Zinssatz verzinst wird (die "Barmittel-Position", die zusammen mit den Komponenten als „Referenz-Portfolio Bestandteile“ bezeichnet wird) abzüglich bestimmter Gebühren und Kosten abzubilden.</p> <p>Der Referenz-Portfolio Advisor verwaltet das Referenz-Portfolio in Übereinstimmung mit den Referenz-Portfolio Vorgaben.</p> <p>Das Referenz-Portfolio wurde am 30. September 2013 von dem Referenz-Portfolio Advisor geschaffen.</p>

Punkt	Abschnitt D – Risiken	
		Der Erwerb von Wertpapieren ist mit bestimmten Risiken verbunden. Die Emittentin weist ausdrücklich darauf hin, dass die Beschreibung der mit einer Anlage in die Wertpapiere verbundenen Risiken nur die wesentlichen Risiken beschreibt, die der Emittentin zum Datum des Prospekts bekannt waren.

D.2	Zentrale Angaben zu den zentralen Risiken, die der Emittentin eigen sind.	<p>Die Wertpapiere beinhalten ein sog. Emittentenrisiko, das auch als Schuldnerisiko oder Kreditrisiko der Investoren bezeichnet wird. Das Emittentenrisiko ist das Risiko, dass die UBS AG zeitweise oder andauernd nicht in der Lage ist, ihren Verpflichtungen unter den Wertpapieren nachzukommen.</p> <p>Allgemeines Insolvenzrisiko Jeder Investor trägt allgemein das Risiko, dass sich die finanzielle Situation der Emittentin verschlechtern könnte. Die Wertpapiere begründen unmittelbare, unbesicherte und nicht nachrangige Verbindlichkeiten der Emittentin, die - auch im Fall der Insolvenz der Emittentin - untereinander und mit allen sonstigen gegenwärtigen und künftigen unbesicherten und nicht nachrangigen Verbindlichkeiten der Emittentin gleichrangig sind, ausgenommen solche Verbindlichkeiten, denen aufgrund zwingender gesetzlicher Vorschriften Vorrang zukommt. Die durch die Wertpapiere begründeten Verbindlichkeiten der Emittentin sind nicht durch ein System von Einlagensicherungen oder eine Entschädigungseinrichtung geschützt. Im Falle der Insolvenz der Emittentin könnte es folglich sein, dass Anleger einen Totalverlust ihrer Investition in die Wertpapiere erleiden.</p> <p>UBS als Emittentin unterliegt in ihrer Geschäftsaktivitäten verschiedenen Risiken. Diese Risiken umfassen insbesondere Risiken der folgenden Arten, wobei sämtliche dieser Risiken nachteilige Auswirkungen auf den Wert der Wertpapiere haben können:</p> <ul style="list-style-type: none"> • Auswirkung einer Herabstufung des Ratings der Emittentin • Aufsichtsrechtliche und gesetzliche Veränderungen können die Geschäfte von UBS sowie die Fähigkeit von UBS, die strategischen Pläne umzusetzen, nachteilig beeinflussen • Die Kapitalstärke der UBS ist wichtig für die Umsetzung ihrer Strategie und den Erhalt ihrer Kundenbasis und Wettbewerbsfähigkeit • UBS kann ihre angekündigten strategischen Pläne möglicherweise nicht erfolgreich umsetzen • Der gute Ruf der UBS ist für den Erfolg der Geschäfte der UBS von zentraler Bedeutung • Aus der Geschäftstätigkeit der UBS können wesentliche rechtliche und regulatorische Risiken erwachsen • Die Ergebnisse der Finanzdienstleistungsbranche hängen von den Marktbedingungen und vom makroökonomischen Umfeld ab • UBS hält Legacy- und andere Risikopositionen, die von den Bedingungen an den Finanzmärkten beeinträchtigt werden könnten; Legacy-Risikopositionen könnten schwierig zu liquidieren sein • Aufgrund ihrer globalen Präsenz unterliegt UBS Risiken, die sich aus Währungsschwankungen ergeben • UBS ist auf ihre Risikomanagement- und -kontrollprozesse angewiesen, um mögliche Verluste bei Handelsgeschäften der UBS sowie Kreditgeschäften mit Gegenparteien zu verhindern oder zu begrenzen • Bewertungen bestimmter Positionen hängen von Modellen ab, die naturgemäß ihre Grenzen haben und die unter Umständen Daten aus nicht beobachtbaren Quellen anwenden
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		<ul style="list-style-type: none"> • UBS ist möglichen Abflüssen von Kundenvermögen in ihrem Vermögensverwaltungsgeschäft und Veränderungen ausgesetzt, welche die Profitabilität des Unternehmensbereichs Wealth Management der UBS beeinträchtigen können • Liquiditätsbewirtschaftung und Finanzierung sind für die laufende Performance der UBS von größter Bedeutung • Operationelle Risiken können das Geschäft der UBS beeinträchtigen • UBS könnte außerstande sein, Ertrags- oder Wettbewerbschancen zu identifizieren und zu nutzen, oder bei der Gewinnung und Bindung qualifizierter Mitarbeiter scheitern • Die Finanzergebnisse der UBS könnten durch geänderte Rechnungslegungsstandards beeinträchtigt werden • Die Finanzergebnisse der UBS könnten durch geänderte Annahmen bezüglich des Werts des Goodwills der UBS beeinträchtigt werden • Die Steuerauswirkungen auf das Finanzergebnis der UBS werden erheblich durch Änderungen in den latenten Steueransprüchen der UBS und die endgültige Festsetzung in Steuerprüfungen beeinflusst • Potenzielle Interessenkonflikte
D.6	Zentrale Angaben zu den zentralen Risiken, die den Wertpapieren eigen sind.	<p>Potenzielle Erwerber sollten sich darüber im Klaren sein, dass es sich bei Wertpapieren um eine Risikoanlage handelt, die mit der Möglichkeit von Totalverlusten hinsichtlich des eingesetzten Kapitals verbunden ist. Wertpapiergläubiger erleiden einen Verlust, wenn die gemäß den Bedingungen der Wertpapieren erhaltenen Beträge unter dem Kaufpreis der Wertpapiere (einschließlich etwaiger Transaktionskosten) liegt. Investoren tragen das Risiko der Verschlechterung der finanziellen Leistungsfähigkeit der Emittentin und der daraus folgenden möglichen Unfähigkeit der Emittentin ihren Verpflichtungen unter den Wertpapieren nachzukommen. Potenzielle Erwerber müssen deshalb bereit und in der Lage sein, Verluste des eingesetzten Kapitals bis hin zum Totalverlust hinzunehmen. In jedem Falle sollten Erwerber der Wertpapiere ihre jeweiligen wirtschaftlichen Verhältnisse daraufhin überprüfen, ob sie in der Lage sind, die mit dem Wertpapier verbundenen Verlustrisiken zu tragen.</p> <p>Wertpapierspezifische Risikohinweise</p> <p>1. <u>Spezielle Risiken im Zusammenhang mit besonderen Merkmalen der Wertpapierstruktur</u> Potenzielle Erwerber der Wertpapiere müssen vor einer Investition in die Wertpapiere beachten, dass die folgenden Besonderheiten der Wertpapiere nachteilige Auswirkungen auf den Wert der Wertpapiere bzw. die Höhe des nach den Wertpapierbedingungen gegebenenfalls zu zahlenden Geldbetrags haben können und dementsprechend besondere Risikoprofile aufweisen:</p> <p>Umfang der Teilnahme an dem virtuellen Referenz-Portfolio Potenzielle Erwerber der Wertpapier sollten sich bewusst sein, dass die Verwendung des Bezugsverhältnisses innerhalb der Bestimmung des Wertpapierrechts dazu führt, dass die Wertpapiere zwar wirtschaftlich einer Direktinvestition in das virtuelle Referenz-Portfolio ähnlich sind, mit einer solchen jedoch</p>

		<p>insbesondere deshalb nicht vollständig vergleichbar sind, weil die Wertpapiergläubiger an der entsprechenden Wertentwicklung nicht im Verhältnis 1:1 partizipieren, sondern in dem Verhältnis des Bezugsverhältnisses teilnehmen.</p> <p>Währungswechselkursrisiko Der Wert der Referenz-Portfolio Bestandteile kann in einer von der Auszahlungswährung abweichenden Währung bestimmt werden, weshalb sich potenzielle Erwerber der Wertpapiere darüber im Klaren sein sollten, dass mit der Anlage in die Wertpapiere Risiken aufgrund von schwankenden Währungswechselkursen verbunden sein können und dass das Verlustrisiko nicht allein von der Entwicklung des Werts des virtuellen Referenz-Portfolios, sondern auch von ungünstigen Entwicklungen des Werts der fremden Währung, abhängt.</p> <p>Derartige Entwicklungen können das Verlustrisiko der Wertpapiergläubiger zusätzlich dadurch erhöhen, dass sich durch eine ungünstige Entwicklung des betreffenden Währungswechselkurses der Wert der erworbenen Wertpapiere während ihrer Laufzeit entsprechend vermindert oder sich die Höhe des möglicherweise unter den Wertpapieren zu zahlenden Auszahlungsbetrags bzw. Kündigungsbetrag entsprechend vermindert. Währungswechselkurse werden von Angebots- und Nachfragefaktoren auf den internationalen Devisenmärkten bestimmt, die volkswirtschaftlichen Faktoren, Spekulationen und Maßnahmen von Regierungen und Zentralbanken ausgesetzt sind (zum Beispiel währungspolitische Kontrollen oder Einschränkungen).</p> <p>Verlängerung der Laufzeit der Wertpapiere durch die Emittentin Potenziellen Erwerbern der Wertpapiere sollte bewusst sein, dass die Emittentin gemäß den Bedingungen der Wertpapiere berechtigt ist, die Laufzeit aller ausstehenden Wertpapiere durch Bekanntmachung an die Wertpapiergläubiger vor dem zu diesem Zeitpunkt geltenden Verfalltag (oder einem aus der Verlängerung der Laufzeit der Wertpapiere resultierenden späteren Verfalltag) um einen zusätzlichen Zeitraum von drei (3) Kalenderjahren zu verlängern; in einem solchen Fall ist der „Verfalltag“ der Tag, der drei (3) Kalenderjahre auf den vorher festgelegten Verfalltag folgt. Die Emittentin kann die Laufzeit der Wertpapiere beliebig oft verlängern (die „Verlängerungsoption der Emittentin“). Falls die Emittentin ihre Verlängerungsoption der Emittentin ausübt und ein Wertpapiergläubiger nicht gemäß den Bedingungen der Wertpapiere die von ihm gehaltenen Wertpapiere durch Ausübung der Wertpapiergläubiger Nicht-Verlängerungsoption kündigt, erhalten Anleger in die Wertpapiere die abschließende Zahlungen unter den Wertpapieren später, als beim Ausgabetag der Wertpapiere vorgesehen.</p> <p>2. <u>Kündigung und vorzeitige Tilgung der Wertpapiere durch die Emittentin</u> Potenziellen Erwerbern der Wertpapiere sollte bewusst sein, dass die Emittentin gemäß den Bedingungen der Wertpapiere die Möglichkeit hat, die Wertpapiere insgesamt vor dem Fälligkeitstag zu kündigen und vorzeitig zu tilgen. Wenn die Emittentin die Wertpapiere vor dem Fälligkeitstag kündigt und vorzeitig tilgt, hat der Wertpapiergläubiger das Recht, die Zahlung eines Geldbetrags in Bezug auf die vorzeitige Tilgung zu verlangen. Der Wertpapiergläubiger hat jedoch keinen Anspruch auf irgendwelche weiteren Zahlungen auf die Wertpapiere nach dem maßgeblichen Kündigungstag.</p>
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		<p>Der Wertpapiergläubiger trägt damit das Risiko, dass er an der Wertentwicklung des virtuellen Referenz-Portfolios und den Referenz-Portfolio Bestandteilen nicht in dem erwarteten Umfang und über den erwarteten Zeitraum partizipieren und damit auch weniger als sein eingesetztes Kapital zurückerhalten kann.</p> <p>Im Falle einer Kündigung der Wertpapiere durch die Emittentin trägt der Wertpapiergläubiger zudem das Wiederanlagerisiko. Dies bedeutet, dass er den durch die Emittentin im Falle einer Kündigung gegebenenfalls ausgezahlten Geldbetrag möglicherweise nur zu ungünstigeren Marktkonditionen als denen, die beim Erwerb der Wertpapiere vorlagen, wiederanlegen kann.</p> <p>3. <u>Mögliche Kursschwankungen des Levels des virtuellen Referenz-Portfolios nach Beendigung der Laufzeit der Wertpapiere</u> Soweit die Laufzeit der Wertpapiere durch die Emittentin vorzeitig durch Kündigung gemäß den Bedingungen der Wertpapiere beendet wird, müssen potenzielle Erwerber der Wertpapiere beachten, dass ungünstige Schwankungen des <u>Levels</u> des virtuellen Referenz-Portfolios nach dem Zeitpunkt der Kündigungserklärung bis zur Ermittlung des für die Berechnung des dann zahlbaren Geldbetrags verwendeten <u>Levels</u> des virtuellen Referenz-Portfolios zu Lasten der Wertpapiergläubiger gehen.</p> <p>4. <u>Nachteilige Auswirkungen von Anpassungen des Wertpapierrechts</u> Es kann nicht ausgeschlossen werden, dass gewisse Ereignisse eintreten oder (von Dritten, mit Ausnahme der Emittentin) in Bezug auf das virtuelle Referenz-Portfolio Maßnahmen ergriffen werden, die möglicherweise zu Änderungen an dem virtuellen Referenz-Portfolio führen oder darin resultieren, dass das dem virtuellen Referenz-Portfolio zu Grunde liegende Konzept geändert wird, so genannte potenzielle Anpassungsereignisse. Die Emittentin ist gemäß den Bedingungen der Wertpapiere bei Vorliegen eines potenziellen Anpassungsereignisses berechtigt, Anpassungen der Bedingungen der Wertpapiere vorzunehmen, um diese Ereignisse oder Maßnahmen zu berücksichtigen. Diese Anpassungen der Komponenten, die in dem virtuellen Referenz-Portfolio enthalten sind, können sich negativ auf den Wert der Wertpapiere auswirken.</p> <p>5. <u>Festlegungen durch die Berechnungsstelle</u> Die Berechnungsstelle hat nach Maßgabe der Bedingungen der Wertpapiere bestimmte Ermessensfreiheiten (i) bei der Feststellung, ob bestimmte Ereignisse (insbesondere in Übereinstimmung mit den Bedingungen der Wertpapiere ein Anpassungsereignis oder eine Marktstörung) eingetreten sind, (ii) bei der Feststellung der sich daraus ergebenden Anpassungen und Berechnungen, (iii) hinsichtlich der Anpassungen des Basiswert bzw. der Korbbestandteile hinsichtlich des (iv) Verschiebens von Bewertungen oder Zahlungen in Bezug auf die Wertpapiere. Die Berechnungsstelle nimmt solche Feststellungen nach ihrem billigen Ermessen. Potenziellen Anlegern sollte bewusst sein, dass eine von der Berechnungsstelle vorgenommene Feststellung sich auf den Wert der Wertpapiere und die Erträge daraus auswirken kann. Die Ausübung eines solchen Ermessens oder die Vornahme einer Berechnung durch die Berechnungsstelle ist, außer in Fällen offensichtlichen Irrtums, für die Emittentin und die Wertpapiergläubiger endgültig,</p>
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		<p>abschließend und bindend.</p> <p>6. <u>Weitere Wert bestimmende Faktoren</u> Der Wert eines Wertpapiers wird nicht nur von den Veränderungen des virtuellen Referenz-Portfolios bestimmt, sondern zusätzlich von einer Reihe weiterer Faktoren. Mehrere Risikofaktoren können den Wert der Wertpapiere gleichzeitig beeinflussen; daher lässt sich die Auswirkung eines einzelnen Risikofaktors nicht voraussagen. Zudem können mehrere Risikofaktoren auf bestimmte Art und Weise zusammenwirken, so dass sich deren gemeinsame Auswirkung auf die Wertpapiere ebenfalls nicht voraussagen lässt. Über die Auswirkungen einer Kombination von Risikofaktoren auf den Wert der Wertpapiere lassen sich keine verbindlichen Aussagen treffen.</p> <p>Potenzielle Erwerber der Wertpapiere sollten sich bewusst sein, dass eine Anlage in die Wertpapiere mit einem Bewertungsrisiko im Hinblick auf das virtuelle Referenz-Portfolios verbunden ist. Sie sollten Erfahrung mit Geschäften mit Wertpapieren haben, deren Wert von dem virtuellen Referenz-Portfolio bzw. den Referenz-Portfolio Bestandteilen abgeleitet wird. Der Level des virtuellen Referenz-Portfolios kann Schwankungen unterworfen sein; diese Wertschwankungen sind von einer Vielzahl von Faktoren abhängig, wie zum Beispiel volkswirtschaftlichen Faktoren und Spekulationen. Zudem ist die historische Wertentwicklung des virtuellen Referenz-Portfolios bzw. der Referenz-Portfolio Bestandteile kein Indikator für eine zukünftige Wertentwicklung. Veränderungen in dem Wert des virtuellen Referenz-Portfolios bzw. der Referenz-Portfolio Bestandteile beeinflussen den Handelspreis des Wertpapiers und es ist nicht möglich im Voraus zu bestimmen, ob der Wert des virtuellen Referenz-Portfolios bzw. der Referenz-Portfolio Bestandteile steigen oder fallen wird.</p> <p>7. <u>Einfluss von Nebenkosten</u> Provisionen und andere Transaktionskosten, die beim Kauf oder Verkauf von Wertpapieren anfallen, können - insbesondere in Kombination mit einem niedrigen Auftragswert - zu Kostenbelastungen führen, die den unter den Wertpapieren gegebenenfalls zu zahlenden Auszahlungsbetrag der Höhe nach erheblich vermindern können. Potenzielle Erwerber sollten sich deshalb vor Erwerb eines Wertpapiers über alle beim Kauf oder Verkauf des Wertpapiers anfallenden Kosten einschließlich etwaiger Kosten ihrer Depotbank bei Erwerb und bei Fälligkeit der Wertpapiere informieren.</p> <p>8. <u>Handel in den Wertpapieren / Mangelnde Liquidität</u> Es lässt sich nicht voraussagen, ob und inwieweit sich ein Sekundärmarkt für die Wertpapiere entwickelt, zu welchem Preis die Wertpapiere in diesem Sekundärmarkt gehandelt werden und ob dieser Sekundärmarkt liquide sein wird oder nicht.</p> <p>Anträge auf Notierungsaufnahme an den angegebenen Wertpapier-Börsen werden bzw. wurden gestellt. Sind die Wertpapiere an einer Börse für den Handel zugelassen oder notiert, kann nicht zugesichert werden, dass diese Zulassung oder Notierung beibehalten werden wird. Aus der Tatsache, dass die Wertpapiere in der genannten Art zum Handel zugelassen oder notiert sind, folgt nicht zwangsläufig, dass höhere Liquidität vorliegt, als wenn dies nicht der Fall wäre. Werden die Wertpapiere an keiner Wertpapier-Börse notiert oder an keiner Wertpapier-Börse gehandelt, können Informationen über die Preise schwieriger bezogen werden, und die unter Umständen</p>
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		<p>bestehende Liquidität der Wertpapiere kann nachteilig beeinflusst werden. Die gegebenenfalls bestehende Liquidität der Wertpapiere kann ebenfalls durch Beschränkung des Kaufs und Verkaufs der Wertpapiere in bestimmten Ländern beeinflusst werden. Die Emittentin ist zudem berechtigt, jedoch nicht verpflichtet, jederzeit Wertpapiere zu einem beliebigen Kurs im offenen Markt oder im Bietungsverfahren oder durch Privatvereinbarung zu erwerben. Alle derart erworbenen Wertpapiere können gehalten, wiederverkauft oder zur Entwertung eingereicht werden.</p> <p>Darüber hinaus kann nicht ausgeschlossen werden, dass die Anzahl der tatsächlich emittierten und von Anlegern erworbenen Wertpapieren geringer ist als das geplante Ausgabevolumen der Wertpapiere. Es besteht deshalb das Risiko, dass aufgrund einer geringen Anzahl tatsächlich emittierter Wertpapiere die Liquidität der Wertpapiere geringer ist, als sie bei einer Ausgabe und des Erwerbs sämtlicher Wertpapiere durch Anleger wäre.</p> <p>Der Manager beabsichtigt, unter gewöhnlichen Marktbedingungen regelmäßig Ankaufs- und Verkaufskurse für die Wertpapiere einer Emission zu stellen. Der Manager hat sich jedoch nicht aufgrund einer festen Zusage gegenüber der Emittentin zur Stellung von Liquidität mittels Geld- und Briefkursen hinsichtlich der Wertpapiere verpflichtet und übernimmt bzw. übernehmen keinerlei Rechtspflicht zur Stellung derartiger Kurse oder hinsichtlich der Höhe oder des Zustandekommens derartiger Kurse. Potenzielle Erwerber sollten deshalb nicht darauf vertrauen, das jeweilige Wertpapier zu einer bestimmten Zeit oder einem bestimmten Kurs veräußern zu können.</p> <p>9. <u>Inanspruchnahme von Krediten</u> Wenn Anleger den Erwerb der Wertpapiere mit einem Kredit finanzieren, müssen sie beim Nichteintritt ihrer Erwartungen, zusätzlich zu der Rückzahlung und Verzinsung des Kredits, auch den unter den Wertpapieren eingetretenen Verlust hinnehmen. Dadurch erhöht sich das Verlustrisiko des Anlegers erheblich. Erwerber von Wertpapieren sollten nie darauf vertrauen, den Kredit aus Gewinnen eines Wertpapiergeschäfts verzinsen und zurückzahlen zu können. Vielmehr sollten vor dem kreditfinanzierten Erwerb eines Wertpapiers die maßgeblichen wirtschaftlichen Verhältnisse daraufhin überprüft werden, ob der Anleger in die Wertpapiere zur Verzinsung und gegebenenfalls zur kurzfristigen Tilgung des Kredits auch dann in der Lage ist, wenn statt der von ihm erwarteten Gewinne Verluste eintreten.</p> <p>10. <u>Besteuerung der Wertpapiere</u> Potentielle Investoren sollten sich vergegenwärtigen, dass sie gegebenenfalls verpflichtet sind, Steuern oder andere Gebühren oder Abgaben nach Maßgabe der Rechtsordnung und Praktiken desjenigen Landes zu zahlen, in das die Wertpapiere übertragen werden oder möglicherweise auch nach Maßgabe anderer Rechtsordnungen. In einigen Rechtsordnungen kann es zudem an offiziellen Stellungnahmen der Finanzbehörden oder Gerichtsentscheidungen in Bezug auf innovative Finanzinstrumente wie den hiermit angebotenen Wertpapieren fehlen. Potentiellen Investoren wird daher geraten, sich nicht auf die in dem Basisprospekt enthaltene summarische Darstellung der Steuersituation zu verlassen, sondern sich in Bezug auf ihre individuelle Steuersituation hinsichtlich des Kaufs, des Verkaufs und der Rückzahlung der Wertpapiere von ihrem eigenen</p>
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		<p>Steuerberater beraten zu lassen. Nur diese Berater sind in der Lage, die individuelle Situation des potentiellen Investors angemessen einzuschätzen.</p> <p>11. Zahlungen unter den Wertpapieren können gemäß FATCA Einbehalten nach US-Recht unterliegen Die Emittentin und andere Finanzinstitute, über die Zahlungen auf die Wertpapiere erfolgen, haben gegebenenfalls gemäß Sections 1471 bis 1474 des U.S. Internal Revenue Code bis zu 30% der gesamten Zahlung oder eines Teils von Zahlungen einzubehalten, die nach dem 31. Dezember 2016 auf die Wertpapiere entrichtet werden, welche nach dem 1. Januar 2014 begeben (oder wesentlich geändert) werden, oder die unabhängig vom Zeitpunkt ihrer Begebung als Eigenkapital (<i>equity</i>) im Sinne der Einkommenssteuer auf U.S.-Bundesebene behandelt werden (üblicherweise als "FATCA", <i>Foreign Account Tax Compliance Act</i>, bezeichnet).</p> <p>Die Emittentin stellt für die Zwecke von FATCA ein ausländisches Finanzinstitut (<i>Foreign Financial Institution</i>, "FFI") dar. Sofern die Emittentin verpflichtet ist, gemäß einer FATCA-Vereinbarung mit dem U.S. Internal Revenue Service ("IRS") bestimmte Informationen über ihre Kontoinhaber beizubringen, (d.h., sofern die Emittentin ein teilnehmendes ausländisches Finanzinstitut (<i>Participating FFI</i>, "Teilnehmendes Ausländisches Finanzinstitut") ist), kann eine Verpflichtung zur Vornahme eines Einbehalts dadurch entstehen, dass (i) ein Anleger keine ausreichenden Informationen beibringt, um dem jeweiligen Teilnehmenden Ausländischen Finanzinstitut die Feststellung zu ermöglichen, ob es sich bei dem Anleger um eine U.S.-Person handelt oder ob er aus anderen Gründen als Inhaber eines US-Kontos („United States Account“) der Emittentin behandelt werden sollte, (ii) ein Anleger einer Offenlegung ihn betreffender Informationen gegenüber dem IRS in einem erforderlichen Fall nicht zustimmt, oder (iii) ein ausländisches Finanzinstitut, welches Anleger ist oder Zahlungen auf die Wertpapiere ausführt, selbst kein Teilnehmendes Ausländisches Finanzinstitut ist. Für einen Anleger, gegenüber dem ein Einbehalt erfolgt und der ein Teilnehmendes Ausländisches Finanzinstitut ist, ist eine Rückerstattung im Allgemeinen nur zu erreichen, soweit er für die Zahlung, auf die der Einbehalt nach diesen Regeln erfolgte, nach einem anwendbaren Doppelbesteuerungsabkommen (<i>income tax treaty</i>) mit den Vereinigten Staaten einen reduzierten Steuersatz geltend machen kann, und sofern die erforderlichen Informationen rechtzeitig an die IRS weitergeleitet werden. Wertpapiergläubiger sollten sich deshalb bewusst sein, dass Zahlungen unter den Wertpapieren gegebenenfalls gemäß FATCA Einbehalten nach US-Recht unterliegen können.</p> <p>12. <u>Änderung der Grundlage der Besteuerung der Wertpapiere</u> Die in der Wertpapierbeschreibung ausgeführten Überlegungen hinsichtlich der Besteuerung der Wertpapiere geben die Ansicht der Emittentin auf Basis der zum Datum der Wertpapierbeschreibung geltenden Gesetzgebung wieder. Folglich sollten Anleger vor der Entscheidung über einen Kauf der Wertpapiere ihre persönlichen Steuerberater konsultieren.</p> <p>Weder die Emittentin noch der Manager übernehmen gegenüber den Wertpapiergläubigern die Verantwortung für die steuerlichen Konsequenzen einer Anlage in die Wertpapiere.</p> <p>13. <u>Potenzielle Interessenkonflikte</u></p>
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		<p>Die Emittentin und mit ihr verbundene Unternehmen können sich von Zeit zu Zeit für eigene Rechnung oder für Rechnung eines Kunden an Transaktionen beteiligen, die mit den Wertpapieren in Verbindung stehen. Diese Transaktionen sind möglicherweise nicht zum Nutzen der Wertpapiergläubiger und können positive oder negative Auswirkungen auf den Wert in dem virtuellen Referenz-Portfolio enthaltenen Referenz-Portfolio Bestandteile und damit auf den Wert der Wertpapiere haben. Mit der Emittentin verbundene Unternehmen können außerdem Gegenparteien bei Deckungsgeschäften bezüglich der Verpflichtungen der Emittentin aus den Wertpapieren werden. Daher können hinsichtlich der Pflichten bei der Ermittlung der Kurse der Wertpapiere und anderen damit verbundenen Feststellungen sowohl unter den mit der Emittentin verbundenen Unternehmen als auch zwischen diesen Unternehmen und den Anlegern Interessenkonflikte auftreten. Zudem können die Emittentin und mit ihr verbundene Unternehmen gegebenenfalls in Bezug auf die Wertpapiere zusätzlich eine andere Funktion ausüben, zum Beispiel als Berechnungsstelle, Zahl- und Verwaltungsstelle und/oder als Index Sponsor.</p> <p>Die Emittentin und mit ihr verbundene Unternehmen können darüber hinaus weitere derivative Instrumente in Verbindung mit dem virtuellen Referenz-Portfolio ausgeben; die Einführung solcher miteinander im Wettbewerb stehenden Produkte kann sich auf den Wert der Wertpapiere auswirken. Die Emittentin und mit ihr verbundene Unternehmen können nicht-öffentliche Informationen in Bezug auf das virtuelle Referenz-Portfolio erhalten, und weder die Emittentin noch eines der mit ihr verbundenen Unternehmen verpflichtet sich, solche Informationen an einen Wertpapiergläubiger zu veröffentlichen.</p> <p>Im Zusammenhang mit dem Angebot und Verkauf der Wertpapiere kann die Emittentin oder ein mit ihr verbundenes Unternehmen, direkt oder indirekt, Gebühren in unterschiedlicher Höhe an Dritte, zum Beispiel Vertriebspartner oder Anlageberater, zahlen oder Gebühren in unterschiedlichen Höhen einschließlich solcher im Zusammenhang mit dem Vertrieb der Wertpapiere von Dritten erhalten. Potenzielle Erwerber sollten sich bewusst sein, dass die Emittentin die Gebühren teilweise oder vollständig einbehalten kann. Über die Höhe dieser Gebühren erteilt bzw. erteilen die Emittentin bzw. der oder die Manager auf Anfrage Auskunft.</p> <p>Referenz-Portfolio-spezifische Risikohinweise</p> <p>Das Referenz-Portfolio zielt darauf ab, (i) die Entwicklung eines Korbs von sog. long Positionen in Synthetic Discount Zertifikaten, die an die Währungen und gegebenenfalls an sog. Exchange Traded Funds (<i>börsennotierte Fonds</i> – jeweils ein „ETF“ oder „Fonds“) mit Währungsexposure gebunden sind, (die „Komponenten“) und (ii) eine gelegentliche Barmittel-Position, die mit dem Euro OverNight Index Average (Eonia[®]) Zinssatz verzinst wird (die „Barmittel-Position“, die zusammen mit den Komponenten als „Referenz-Portfolio Bestandteile“ bezeichnet wird) abzüglich bestimmter Gebühren und Kosten abzubilden. Eine Investition in die Wertpapiere ist daher mit Risiken verbunden, die mit dem virtuellen Referenz-Portfolio zusammenhängen:</p> <ol style="list-style-type: none"> 1. <u>Allgemeine Risiken im Zusammenhang mit dem virtuellen Referenz-Portfolio</u> Anleger sollten sich bewusst machen, dass mit dem virtuellen Referenz-Portfolio allgemeine Risiken verbunden sind:
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		<p>Risiko von Wertschwankungen Die Wertentwicklung des virtuellen Referenz-Portfolios ist Schwankungen unterworfen. Daher können die Wertpapiergläubiger nicht vorhersehen, welche Gegenleistung sie zu einem bestimmten in der Zukunft liegenden Tag für die Wertpapiere erwarten können. Es können bei Tilgung, Ausübung oder sonstiger Veräußerung an einem bestimmten Tag erhebliche Wertverluste gegenüber der Veräußerung zu einem späteren oder früheren Zeitpunkt eintreten.</p> <p>Unsicherheit über die zukünftige Wertentwicklung Es ist nicht möglich, zuverlässige Aussagen über die künftige Wertentwicklung des virtuellen Referenz-Portfolios und der Referenz-Portfolio Bestandteile zu treffen. Auch auf Grund historischer Daten des virtuellen Referenz-Portfolios und der Referenz-Portfolio Bestandteile können keine Rückschlüsse auf die zukünftige Wertentwicklung des virtuellen Referenz-Portfolios und der Wertpapiere gezogen werden.</p> <p>Auswirkung des Abstellens auf ein virtuelles Referenz-Portfolio Bei den Wertpapieren besteht die Besonderheit, dass sich die Höhe des Zahlungsbetrags nach der Wertentwicklung eines virtuellen Referenz-Portfolios bestehend aus Referenz-Portfolio Bestandteilen. Dementsprechend können Schwankungen im Wert eines Referenz-Portfolio Bestandteils durch Schwankungen im Wert der anderen in dem virtuellen Referenz-Portfolio enthaltenen Referenz-Portfolio Bestandteile ausgeglichen oder verstärkt werden. Trotz der positiven Wertentwicklung eines oder mehrerer in dem virtuellen Referenz-Portfolio enthaltenen Referenz-Portfolio Bestandteile kann die Wertentwicklung des virtuellen Referenz-Portfolios in seiner Gesamtheit negativ ausfallen, wenn sich der Wert der übrigen in dem virtuellen Referenz-Portfolio enthaltenen Referenz-Portfolio Bestandteile in stärkerem Maße negativ entwickelt.</p> <p>2. <u>Spezifische Risiken im Zusammenhang mit dem virtuellen Referenz-Portfolio</u> Darüber hinaus sind die folgenden Risiken spezifisch mit dem virtuellen Referenz-Portfolio verbunden:</p> <p>Virtuelles Referenz-Portfolio Das Referenz-Portfolio ist ein virtuelles Portfolio, das ausschließlich für den Zweck geschaffen worden ist, als Basiswert für von der UBS emittierte Wertpapiere verwendet zu werden, und dafür verwaltet und berechnet wird. Die Emittentin ist nicht verpflichtet, irgendeinen Referenz-Portfolio Bestandteil zu erwerben oder zu halten, und den Wertpapiergläubigern stehen weder Rechte an solchen Referenz-Portfolio Bestandteilen, noch Rechte auf Lieferung von solchen Referenz-Portfolio Bestandteilen zu. Bezugnahmen auf Gewichtungen, Umschichtungen, Veräußerung, Erwerb oder Finanzierung solcher Referenz-Portfolio Bestandteile sind nicht so auszulegen, als würden sie die Emittentin, ihre verbundenen Unternehmen oder Tochterunternehmen, die Anbieterin, die Berechnungsstelle oder eine sonstige natürliche oder juristische Person in irgendeiner Weise verpflichten, Wertpapiere, Kapitalanlagen oder sonstige Vermögenswerte tatsächlich zu erwerben, zu veräußern, zu bewirken, zu übernehmen oder Geschäfte mit diesen zu bewirken; diese Bezugnahmen verweisen statt dessen auf Wertänderungen hinsichtlich der Wertpapiere zu leistenden Zahlungen oder Änderungen fiktiver Beträge, welche für die Berechnung der Höhe dieser Zahlungen zu ermittelnden Beträge</p>
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		<p>festgelegt werden und sich lediglich auf die Berechnung solcher Zahlungen beziehen.</p> <p>Zahlreiche Komponenten des Referenz-Portfolios Das virtuelle Referenz-Portfolio besteht aus einer Vielzahl von Referenz-Portfolio Bestandteilen. Obwohl die Diversifizierung der Referenz-Portfolio Bestandteile dazu dient, ein Absinken des Werts des virtuellen Referenz-Portfolios zu verhindern, ist nicht gewährleistet, dass der Einsatz einer Vielzahl unterschiedlicher Komponenten nicht insgesamt zu Verlusten führen wird. Es ist nicht gewährleistet, dass die Auswahl mehrerer Komponenten erfolgreich sein wird und nicht zu überwiegenden Verlusten führt.</p> <p>Eingeschränkte historische Daten zum Referenz-Portfolio Das virtuelle Referenz-Portfolio wurde am 30. September 2013 geschaffen. Dementsprechend sind an dem Tag, auf den der Prospekt datiert, nur eingeschränkte historische Daten verfügbar, auf deren Grundlage Anleger eine Beurteilung der wahrscheinlichen Wertentwicklung des virtuellen Referenz-Portfolios vornehmen könnten. Die vergangenen Wertentwicklungen der fiktiv als Referenz-Portfolio Bestandteile im Referenz-Portfolio enthaltenen (die generell nicht dasselbe Gebührenniveau wie das Referenz-Portfolio wiedergeben) zeigen nicht notwendigerweise die künftigen Entwicklungen des Referenz-Portfolios an.</p> <p>Keine Zins- oder Dividendenzahlungen Die Wertpapiere verbriefen weder einen Anspruch auf Zins- noch auf Dividendenzahlungen und werfen daher keine laufenden Erträge ab. Mögliche Wertverluste der Wertpapiere können daher nicht durch andere Erträge kompensiert werden.</p> <p>Gebühren und Kosten für das Referenz-Portfolio Eine quartalsweise Referenz-Portfolio Beratungsgebühr, eine Anpassungsgebühr (erhoben für jede Anpassung) und eine quartalsweise UBS Verwaltungsgebühr werden auf Ebene des Levels des Referenz-Portfolios abgezogen und führen zu einer Verminderung des Levels des Referenz-Portfolios.</p> <p>Keine Beschränkung der Anlagemöglichkeiten innerhalb des Anlageuniversums Es gibt keine wesentlichen Beschränkungen, in welche Werte aus dem Anlageuniversum der Referenz-Portfolio Advisor investieren darf.</p> <p>Zusammensetzung des Referenz-Portfolios Der Referenz-Portfolio Advisor hat mit der Berechnungsstelle vereinbart, bestimmte Richtlinien (die „Referenz-Portfolio Richtlinien“) bei der Auswahl und der Anpassung der virtuellen Referenz-Portfolio Bestandteile einzuhalten.</p> <p>Die Auswahl der anfänglichen Referenz-Portfolio Bestandteile, die Festlegung ihre Gewichtung und sämtliche Anpassungen der nach billigem Ermessen des Referenz-Portfolio Advisors vorgenommen. Anpassungen werden durch den Referenz-Portfolio Advisors nach Konsultation mit der Berechnungsstelle vorgenommen. Die Berechnungsstelle ist unter gewissen Umständen gemäß den Referenz-Portfolio Richtlinien berechtigt, Bestandteile, die Gegenstand einer Anpassung sind, zurückzuweisen.</p> <p>Der Referenz-Portfolio Advisor wird die Referenz-Portfolio Bestandteile mit angemessener Sorgfalt auswählen. Es kann</p>
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		<p>jedoch nicht gewährleistet werden, dass die Auswahl der Referenz-Portfolio Bestandteile erfolgreich sein wird und weder der Referenz-Portfolio Advisor noch die Berechnungsstelle sind für die Marktentwicklung der Referenz-Portfolio Bestandteile verantwortlich.</p> <p>Unabhängig von dem Vorstehenden ist der Referenz-Portfolio Advisor in der Auswahl der Referenz-Portfolio Bestandteile durch die Referenz-Portfolio Richtlinien eingeschränkt; ihm kann daher die Flexibilität fehlen, von jeglicher Marktentwicklung profitieren zu können, die nicht von den Referenz-Portfolio Richtlinien abgedeckt sind.</p> <p>3. <u>Spezifische Risiken im Zusammenhang mit den Referenz-Portfolio Bestandteile</u></p> <p>Anleger sollten beachten, dass mit den Synthetic Discount Zertifikaten und ETFs, die in dem virtuellen Referenz-Portfolio enthalten sein werden, Risiken verbunden sind. Daher unterliegt eine Investition in die Wertpapiere in gewissem Umfang Marktrisiken, die mit einer Direktanlage in Synthetic Discount Zertifikate und ETFs.</p> <p><i>Synthetic Discount Zertifikate als Referenz-Portfolio Bestandteile</i> Das virtuelle Referenz-Portfolio bildet die Entwicklung von verschiedenen Synthetic Discount Zertifikaten ab. Die Marktpreisentwicklung der an das virtuelle Referenz-Portfolio gebundenen Wertpapiere hängt insbesondere von den als Referenz-Portfolio Bestandteile in das virtuelle Referenz-Portfolio aufgenommenen Synthetic Discount Zertifikaten ab. Anleger müssen beachten dass die für die Zwecke der Berechnung in das virtuelle Referenz-Portfolio aufgenommenen Synthetic Discount Zertifikate virtuell von der UBS emittiert werden. Dementsprechend führt jede Verschlechterung der finanziellen Situation der Emittentin automatisch zu einem Verlust im Wert der Synthetic Discount Zertifikate. Dieser Wertverlust der Synthetic Discount Zertifikate hat nachteilige Auswirkungen auf das Level des Referenz-Portfolios und den Wert der Wertpapiere.</p> <p><i>ETFs als Referenz-Portfolio Bestandteile</i> Das virtuelle Referenz-Portfolio kann verschiedene sog. Exchange Traded Funds mit Währungsexposure abbilden. Daher unterliegt eine Investition in die Wertpapiere in gewissem Umfang Marktrisiken, die mit einer Direktanlage in ETFs verbunden sind. Diese Risiken beinhalten Risiken in Verbindung mit wertbildende Faktoren, der Verwendung von Schätzwerten, der Nachbildung der Wertentwicklung der Benchmark, Tracking Error, Konzentrationsrisiken, Währungsrisiken, Interessenkonflikten, Gebühren auf verschiedenen Ebenen und einer eingeschränkte Aufsicht. Potenzielle Anleger sollten sich entsprechend beraten lassen und mit der jeweiligen Fondsart und der Kategorie der zugrunde liegenden Vermögenswerte, in die der Fonds investiert, als Anlageklasse vertraut sein.</p> <p><i>Währungswechselkurse, die mit den Referenz-Portfolio Bestandteilen abgebildet werden</i> Das virtuelle Referenz-Portfolio wird zudem (über die Synthetic Discount Zertifikate und die ETFs) die Entwicklung von verschiedenen Währungswechselkurse abbilden. Potentielle Erwerber sollten die Risiken, die speziell mit Währungswechselkursen verbunden sind, beachten. Wertpapiere, die sich auf Währungswechselkurse beziehen, können ähnlichen Marktrisiken wie eine Direktanlage in die entsprechende(n)</p>
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		<p>zugrunde liegende(n) Wahrung(en) unterliegen. Dies gilt insbesondere dann, wenn es sich um eine Wahrung eines Schwellenlandes handelt. Potenzielle Anleger sollten daher mit Devisen als Anlageklasse vertraut sein. Weitere gesetzliche Einschrankungen des freien Umtauschs konnen sich nachteilig auf den Wert der Wertpapiere auswirken.</p> <p>Die Wertpapiere sind auch an Wahrungen von Schwellenlandern geknupft. Es besteht ein erhohotes Risiko von bedeutenden Schwankungen in der Entwicklung der Wahrungen von Schwellenlandern, da es sich dabei um Wahrungen von weniger entwickelten und weniger stabilen Wirtschaftsraumen handelt, denen ein stabilisierender Faktor, wie von einer der Leitwahrungen geboten werden kann, fehlt. In Bezug auf Schwellen- oder Entwicklungslander besteht die Moglichkeit von Verstaatlichungen, Enteignungen oder Beschlagnahmen, anderungen in den politischen Verhaltnissen, staatlichen Aufsichtsmanahmen und gesellschaftlicher Instabilitat. Wahrungen von Schwellenlandern sind Gegenstand von haufigeren und groeren Eingriffen durch die Zentralbanken als Wahrungen von entwickelten Landern und unterliegen auch mit groerer Wahrscheinlichkeit drastischen anderungen in der Wahrungs- oder Wechselkurspolitik, die negative Einflusse auf die Handelbarkeit/die Konvertierbarkeit von Wahrungen haben kann; dies kann den Wert der Wertpapiere negativ beeinflussen.</p> <p>4. <u>Spezifische Risiken im Zusammenhang mit dem Referenz-Portfolio Advisor</u> Daruber hinaus sind die folgenden Risiken spezifisch mit dem Referenz-Portfolio Advisor verbunden:</p> <p>Abhangigkeit vom Referenz-Portfolio Advisor Der Erfolg des Referenz-Portfolios hangt von der Auswahl erfolgreicher Referenz-Portfolio Bestandteile durch den Referenz-Portfolio Advisor ab und es kann keine Gewahr dafur ubernommen werden, dass der Referenz-Portfolio Advisor hierzu tatsachlich in der Lage ist. Insbesondere konnen subjektive (anstelle von systematischen) Entscheidungen des Referenz-Portfolio Advisors einen Ruckgang des Wertes des virtuellen Referenz-Portfolios bewirken (oder einen Anstieg verhindern), was durch weniger subjektive Entscheidungen hatte vermieden werden konnen.</p> <p>Abhangigkeit von Mitarbeitern in Schlusselpositionen Sollte der Referenz-Portfolio Advisor die Dienste bestimmter Schlusselpersonen verlieren, konnte dies die Fahigkeit des Referenz-Portfolio Advisors beeinflussen, seine Aufgaben zu erfullen.</p> <p>Automatische Beendigung der Wertpapiere Gema den Bedingungen werden die Wertpapiere automatisch gekundigt und getilgt, wenn die BHF-BANK AG in ubereinstimmung mit dem mageblichen Referenz-Portfolio Vertrag nicht mehr als Referenz-Portfolio Advisor fungiert. Dies kann einen erheblichen Einfluss auf den Wert der Wertpapiere haben.</p>
	<p>Risikohinweis darauf, dass der Anleger seinen Kapitaleinsatz ganz oder teilweise verlieren konnte.</p>	<p>Investoren tragen das Risiko der Verschlechterung der finanziellen Leistungsfahigkeit der Emittentin und der daraus folgenden moglichen Unfahigkeit der Emittentin ihren Verpflichtungen unter den Wertpapieren nachzukommen. Potenzielle Erwerber mussen deshalb bereit und in der Lage sein, Verluste des eingesetzten Kapitals bis hin zum Totalverlust</p>

		<p>hinzunehmen. In jedem Falle sollten Erwerber der Wertpapiere ihre jeweiligen wirtschaftlichen Verhältnisse daraufhin überprüfen, ob sie in der Lage sind, die mit dem Wertpapier verbundenen Verlustrisiken zu tragen.</p>
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Punkt		Abschnitt E – Angebot
E.2b	Gründe für das Angebot und Verwendung der Erlöse.	Entfällt. Die Gründe für das Angebot und Verwendung der Erlöse weichen nicht ab von einer Gewinnerzielung und/oder der Absicherung bestimmter Risiken.
E.3	Angebotskonditionen.	<p>Die Wertpapiere können vereinbarungsgemäß am 27. Dezember 2013 (der "Ausgabetag"); bei einer Verkürzung oder Verlängerung der Zeichnungsfrist (wie nachfolgend definiert) kann sich der Ausgabetag entsprechend verschieben) durch UBS Limited, 1 Finsbury Avenue, London EC2M 2PP, Vereinigtes Königreich, übernommen werden und werden während der Zeichnungsfrist von der UBS Limited gemeinsam mit der UBS AG, Bahnhofstrasse 45, 8001 Zürich, Schweiz, jeweils als Manager in den Jurisdiktionen des Öffentlichen Angebots zum freibleibenden Verkauf gestellt.</p> <p>Die Wertpapiere können in den Jurisdiktionen des Öffentlichen Angebots während des Zeitraums beginnend einen Werktag nach der Veröffentlichung dieses Prospekts und endend am 19. Dezember 2013 (15:00 Uhr MEZ) (die "Zeichnungsfrist") zu banküblichen Geschäftszeiten bei dem Manager zu einem Betrag von EUR 1.000,00 (der "Ausgabepreis") zuzüglich eines Ausgabeaufschlages in Höhe von bis zu 3 % des Ausgabepreises (erhoben im Ermessen des Vertriebspartners) gezeichnet werden. Nach Ablauf der Zeichnungsfrist wird der Verkaufspreis fortlaufend – entsprechend der jeweiligen Marktsituation – angepasst.</p> <p>Die Emittentin behält sich vor, die Zeichnungsfrist bei entsprechender Marktlage zu verkürzen oder zu verlängern.</p> <p>Der Ausgabepreis pro Wertpapier ist am 27. Dezember 2013 (der "Zahltag bei Ausgabe") zur Zahlung fällig. Die Wertpapiere werden nach dem Zahltag bei Ausgabe in entsprechender Anzahl und entsprechend den Regeln der SIX SIS AG, Baslerstrasse 100, CH-4600 Olten, Schweiz als Clearingsystem dem Konto des Erwerbers gutgeschrieben. Bei Verkürzung oder Verlängerung der Zeichnungsfrist kann sich der Zahltag bei Ausgabe entsprechend verschieben.</p>
E.4	Für die Emission/das Angebot wesentliche Interessen, einschließlich Interessenkonflikten.	Der Emittentin sind, mit Ausnahme des Managers und des Referenz-Portfolio Advisor im Hinblick auf ihre Gebühren, keine an der Emission der Wertpapiere beteiligten Personen bekannt, die ein wesentliches Interesse an dem Angebot haben.
E.7	Schätzung der Ausgaben, die dem Anleger von der Emittentin oder dem Anbieter in Rechnung gestellt werden.	<p>Die Vertriebspartner können bei Zeichnung der Wertpapiere einen Ausgabeaufschlag in Höhe von bis zu 3 % des Ausgabepreises je Wertpapier erheben.</p> <p>Auf Ebene des virtuellen Referenz-Portfolios werden die folgenden Gebühren in Abzug gebracht:</p> <p>Der Referenz-Portfolio Advisor erhält eine quartalsweise Gebühr in Höhe von 0,25% (1,00% pro Jahr) des Levels des Referenz-Portfolios. Diese Gebühr fällt auf täglicher Basis an und wird von der Berechnungsstelle von dem Level des Referenz-Portfolio abgezogen (die "Referenz-Portfolio Beratungsgebühr").</p>

		<p>Die Emittentin erhält eine quartalsweise Gebühr in Höhe von 0,125% (0,50% pro Jahr) des Levels des Referenz-Portfolios, täglich anfallend, zuzügl. der Anpassungsgebühr; diese Gebühren werden von der Berechnungsstelle von dem Level des Referenz-Portfolio abgezogen (die "UBS Verwaltungsgebühr"). Die "Anpassungsgebühr" fällt für jede Anpassung innerhalb des Referenz-Portfolios an und stellt einen prozentualen Anteil an dem virtuellen Volumen einer Ver- oder Ankaufs einer Komponente dar. Die Anpassungsgebühr beträgt 0,10%. Falls die Anzahl von Anpassungen innerhalb eines Jahres 30 übersteigt, dann beträgt die Anpassungsgebühr für diesen zusätzlichen, die Anzahl von 30 übersteigenden Anpassungen 0,20%. Falls die Anzahl von Anpassungen innerhalb eines Jahres 50 übersteigt, dann beträgt die Anpassungsgebühr für diesen zusätzlichen, die Anzahl von 50 übersteigenden Anpassungen 0,40%.</p> <p>Der Referenz-Portfolio Advisor ist nur dann berechtigt, innerhalb eines Jahres über 50 Anpassungen vorzunehmen, wenn das virtuelle Volumen der Anpassung 10% des virtuellen Gesamtwerts des Referenz-Portfolios beträgt oder übersteigt. Die Gesamtanzahl von Anpassungen ist auf 80 pro Jahr beschränkt.</p>
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II. SECURITIES NOTE

A. RISK FACTORS

The different risk factors associated with an investment in the Securities are outlined below. Investments in the Securities should not be made until all the factors relevant to the Securities have been acknowledged and carefully considered. When making decisions relating to investments in the Securities, potential investors should consider all information contained in the Prospectus and, **if necessary, consult their legal, tax, financial or other advisor.**

I. Issuer specific Risks

The Securities entails an issuer risk, also referred to as debtor risk or credit risk for prospective investors. An issuer risk is the risk that UBS AG becomes temporarily or permanently unable to meet its obligations under the Securities.

In order to assess the risks related to the Issuer of the Securities, potential investors should consider the risk factors described in the section "Risk Factors" in the Registration Document of UBS AG, as supplemented by Supplement No. 1 dated 29 August 2013 and from time to time.

II. Security specific Risks

Investing in the Securities involves certain risks. Among others, these risks may take the form of equity market, commodity market, bond market, foreign exchange, interest rate, market volatility and economic and political risks and any combination of these and other risks. The material risks are presented below. Prospective investors should be experienced with regard to transactions in instruments such as the Securities and in the notional Reference Portfolio and its respective Reference Portfolio Components. **Prospective investors should understand the risks associated with an investment in the Securities and shall only reach an investment decision, after careful considerations with their legal, tax, financial and other advisors of (i) the suitability of an investment in the Securities in the light of their own particular financial, fiscal and other circumstances; (ii) the information set out in this document and (iii) the notional Reference Portfolio and its respective Reference Portfolio Components.**

An investment in the Securities should only be made after assessing the direction, timing and magnitude of potential future changes in the value of the notional Reference Portfolio, as the value of the Securities and, hence, any amount, if any, payable according to the Terms and Conditions of the Securities will be dependent, *inter alia*, upon such changes. More than one risk factor may have simultaneous effects with regard to the Securities, so that the effect of a particular risk factor is not predictable. In addition, more than one risk factor may have a compounding effect which may not be predictable. No assurance can be given with regard to the effect that any combination of risk factors may have on the value of the Securities.

Potential investors of the Securities should recognise that the Securities **constitute a risk investment** which can lead to a **total loss** of their investment in the Securities. Securityholders will incur a loss, if the amounts received in accordance with the Terms and Conditions of the Securities are below the purchase price of the Securities (including the transaction costs). Each investor bears the risk of the Issuer's financial situation worsening and the potential subsequent inability of the Issuer to pay its obligations under the Securities. Potential investors must therefore be prepared and able to sustain a partial or even a **total loss** of the invested capital. Any investors interested in purchasing the Securities should assess their financial situation, to ensure that they are in a position to bear the **risks of loss** connected with the Securities.

None of the Securities vests a right to payment of fixed or variable interest or dividends and, as such, they **generate no regular income**. Therefore, potential reductions in the value of the Securities cannot be offset by any other income from the Securities.

It is expressly recommended that potential investors familiarise themselves with the specific risk profile of the product type described in this Prospectus and seek the advice of a professional, if necessary.

1. **Special risks related to specific features of the Security structure**

Prior to investing in the Securities, potential investors should note that the following special features of the Securities may have a negative impact on the value of the Securities or, as the case may be, on any amount, if any, payable according to the Terms and Conditions of the Securities and that the Securities accordingly have special risk profiles:

Extent of participation in the notional Reference Portfolio

Potential investors should be aware that the application of the Ratio within the determination of the Security Right results in the Securities being in economic terms similar to a direct investment in the notional Reference Portfolio, but being nonetheless not fully comparable with such a direct investment, in particular because the Securityholders do not participate in the relevant performance of the notional Reference Portfolio by a 1:1 ratio, but by the proportion of the Ratio.

Currency exchange rate risk

The value of the Reference Portfolio Components comprised in the notional Reference Portfolio may be determined in currencies other than the Redemption Currency. Potential investors should, therefore, be aware that investments in these Securities could entail risks due to fluctuating exchange rates, and that the risk of loss does not depend solely on the performance of the Reference Portfolio Components comprised in the notional Reference Portfolio, but also on unfavourable developments in the value of the foreign currency, currency unit or calculation unit.

Such developments can additionally increase the Securityholders' exposure to losses, because an unfavourable performance of the relevant currency exchange rate may correspondingly decrease the value of the purchased Securities during their term or, as the case may be, the level of the Redemption Amount or, as the case may be, the Termination Amount. Currency exchange rates are determined by factors of offer and demand on the international currency exchange markets, which are themselves exposed to economic factors, speculations and measures by governments and central banks (for example monetary controls or restrictions).

Extension of the Term of the Securities at the option of the Issuer

Potential investors in the Securities should also be aware that according to the Terms and Conditions of the Securities, the Issuer is entitled to extend, by giving notice to the Securityholder prior to the then existing Expiration Date (or any later expiration date resulting from any extension of the maturity of the Securities) the maturity of all then outstanding Securities for an additional period of three (3) years, in which case the "Expiration Date" shall be deemed to be the date falling three (3) years after the scheduled Expiration Date (the "Issuer Extension Option"). There is no limit to the number of times the Issuer may extend the maturity of the Securities. **In case that the Issuer exercises the Issuer Extension Option and unless a Securityholder terminates the Securities held by it in accordance with the Terms and Conditions of the Securities by exercising the Securityholder Non-Extension Option, investors in the Securities will receive any final payments under the Securities later than scheduled at the Issue Date of the Securities.**

2. **No statutory or voluntary deposit guarantee scheme**

The Issuer's obligations relating to the Securities are not protected by any statutory or voluntary deposit guarantee system or compensation scheme. **In the event of insolvency of the Issuer, investors may thus experience a total loss of their investment in the Securities.**

3. **Termination and Early Redemption at the option of the Issuer**

Potential investors in the Securities should furthermore be aware that the Issuer is under certain circumstances pursuant to the Terms and Conditions of the Securities, entitled to terminate and redeem the Securities in total prior to the Maturity Date. In case the Issuer terminates and redeems the Securities prior to the Maturity Date, the Securityholder is entitled to demand the payment of an amount in relation to this early redemption. However, the Securityholder is not entitled to request any further payments on the Securities after the Termination Date.

The Securityholder, therefore, bears the risk of not participating in the performance of the notional Reference Portfolio and its respective Reference Portfolio Components to the expected extent and during the expected period and, therefore, receives less than its capital invested.

In the case of a termination of the Securities by the Issuer, the Securityholder bears the risk of a reinvestment, *i.e.* the investor bears the risk that it will have to re-invest the Termination Amount, if

any, paid by the Issuer in the case of termination at market conditions, which are less favourable than those existing prevailing at the time of the acquisition of the Securities.

4. **Possible fluctuations in the Level of the Reference Portfolio after termination of the Securities**

In the event that the term of the Securities is terminated early by the Issuer pursuant to the Terms and Conditions of the Securities, potential investors of the Securities should note that any adverse fluctuations in the Level of the notional Reference Portfolio between the announcement of the termination by the Issuer and the determination of the level of the notional Reference Portfolio relevant for the calculation of the then payable Termination Amount are borne by the Securityholders.

5. **Adverse impact of adjustments of the Security Right**

It cannot be excluded that certain events occur or certain measures are taken (by parties other than the Issuer) in relation to the notional Reference Portfolio, which potentially lead to changes to the notional Reference Portfolio or result in the underlying concept of the notional Reference Portfolio being changed, so-called potential adjustment events. In the case of the occurrence of a potential adjustment event, the Issuer shall be entitled to effect adjustments according to the Terms and Conditions of the Securities to account for these events or measures. The adjustments to the Constituents comprised in the notional Reference Portfolio might have a negative impact on the value of the Securities.

6. **Determinations by the Calculation Agent**

The Calculation Agent has certain discretion under the Terms and Conditions of the Securities (i) to determine whether certain events have occurred (in particular, the occurrence of a potential adjustment event or a Market Disruption in accordance with the Terms and Conditions of the Securities), (ii) to determine any resulting adjustments and calculations, (iii) also to make adjustments to the Reference Portfolio and (iv) to postpone valuations or payments under the Securities. The Calculation Agent will make any such determination at its reasonable discretion and in a commercially reasonable manner. Potential investors should be aware that any determination made by the Calculation Agent may have an impact on the value and financial return of the Securities. Any such discretion exercised by, or any determination made by, the Calculation Agent shall (save in the case of manifest error) be final, conclusive and binding on the Issuer and the Securityholders.

7. **Other factors affecting the value**

The value of a Security is determined not only by changes in the notional Reference Portfolio, but also by a number of other factors. Since several risk factors may have simultaneous effects on the Securities, the effect of a particular risk factor cannot be predicted. In addition, several risk factors may have a compounding effect which may not be predictable. No assurance can be given with regard to the effect that any combination of risk factors may have on the value of the Securities.

These factors include the term of the Securities, the frequency and intensity of price fluctuations (volatility), as well as the prevailing interest rate and dividend levels. A decline in the value of the Security may therefore occur even if the Level of the notional Reference Portfolio remains constant.

Prospective investors of the Securities should be aware that an investment in the Securities involves a valuation risk with regard to the notional Reference Portfolio. They should have experience with transactions in securities with a value derived from the notional Reference Portfolio and its respective Reference Portfolio Components. The value of the notional Reference Portfolio may vary over time and may increase or decrease by reference to a variety of factors which may include macro economic factors and speculation. In addition, the historical performance of the notional Reference Portfolio and its respective Reference Portfolio Components is not an indication of its future performance. Changes in the prices in relation to the notional Reference Portfolio and its respective Reference Portfolio Components will affect the trading price of the Securities, and it is impossible to predict whether the prices in relation to the notional Reference Portfolio and its respective Reference Portfolio Components will rise or fall.

8. **Effect of ancillary costs**

Commissions and other transaction costs incurred in connection with the purchase or sale of Securities may result in charges, particularly in combination with a low order value, **which can substantially reduce any Redemption Amount, if any, to be paid under the Securities.** Before acquiring a Security, potential investors should therefore inform themselves of all costs incurred through the purchase or sale of the Security, including any costs charged by their custodian banks upon purchase and maturity of the Securities.

9. **Transactions to offset or limit risk**

Potential investors of the Securities should not rely on the ability to conclude transactions at any time during the term of the Securities that will allow them to offset or limit relevant risks. This depends on the market situation and the prevailing conditions. Transactions designed to offset or limit risks might only be possible at an unfavourable market price that will entail a loss for investors.

10. **Trading in the Securities / Illiquidity**

It is not possible to predict if and to what extent a secondary market may develop in the Securities or at what price the Securities will trade in the secondary market or whether such market will be liquid or illiquid.

If so specified in this Prospectus, applications will be or have been made to the Security Exchange(s) specified for admission or listing of the Securities. If the Securities are admitted or listed, no assurance is given that any such admission or listing will be maintained. The fact that the Securities are admitted to trading or listed does not necessarily denote greater liquidity than if this were not the case. If the Securities are not listed or traded on any exchange, pricing information for the Securities may be more difficult to obtain and the liquidity of the Securities may be adversely affected. The liquidity of the Securities may also be affected by restrictions on the purchase and sale of the Securities in some jurisdictions. Additionally, the Issuer has the right (but no obligation) to purchase Securities at any time and at any price in the open market or by tender or private agreement. Any Securities so purchased may be held or resold or surrendered for cancellation.

In addition, it cannot be excluded that the number of Securities actually issued and purchased by investors is less than the intended Issue Size of the Securities. Consequently, there is the risk that due to the low volume of Securities actually issued the liquidity of the Securities is lower than if all Securities were issued and purchased by investors.

UBS Limited, 1 Finsbury Avenue, London EC2M 2PP, United Kingdom (the "**Manager**") intends, under normal market conditions, to provide bid and offer prices for the Securities of an issue on a regular basis. However, the Manager makes no firm commitment to the Issuer to provide liquidity by means of bid and offer prices for the Securities, and assumes no legal obligation to quote any such prices or with respect to the level or determination of such prices. **Potential investors therefore should not rely on the ability to sell Securities at a specific time or at a specific price.**

11. **Representation and Custody of the Securities**

The Securities are issued as uncertificated securities (*Wertrechte*; "**Uncertificated Securities**") pursuant to article 973c of the Swiss Code of Obligations ("**CO**"). Uncertificated Securities are registered in the main register of a Swiss depository (*Verwahrungsstelle*; "**FISA Depository**") according to the Swiss Federal Act on Intermediated Securities ("**FISA**"). Upon (a) entering the Uncertificated Securities into the main register of a FISA Depository and (b) booking the Securities into a securities account at a FISA Depository, the Uncertificated Securities will constitute intermediated securities within the meaning of the FISA (*Bucheffekten*; "**Intermediated Securities**"). The Issuer will normally choose SIS SIX AG, Baslerstrasse 100, CH-4600 Olten, Switzerland, ("**SIS**") as FISA Depository, but reserves the right to choose any other FISA Depository, including UBS AG.

Intermediated Securities are transferred and otherwise disposed of in accordance with the provisions of the FISA and the relevant agreements with the respective FISA Depository (in particular, neither the Intermediated Securities nor any rights pertaining to the Intermediated Securities may be transferred by way of assignment pursuant to articles 164 et seq. CO without the prior written consent of the Issuer).

The holders of the Securities shall at no time have the right to demand (a) conversion of Uncertificated Securities into physical securities and/or (b) delivery of physical securities. The Issuer may convert Uncertificated Securities constituting Intermediated Securities into Intermediated Securities based on global notes (*Globalurkunden*; "**Swiss Global Notes**") pursuant to article 973b CO) and *vice versa* at any time and without consent of the holders of the respective Securities. For the avoidance of doubt and regardless of such conversion, both Swiss Global Securities and Uncertificated Securities will at any time constitute Intermediated Securities.

The Issuer shall not be held liable under any circumstances for any acts and omissions of any FISA Depository or any other relevant clearing system as well as for any losses which might occur to a

Securityholder out of such acts and omissions and for the records relating to, or payments made in respect of, beneficial interests in the Intermediated Securities in particular.

12. **Pricing of Securities**

Unlike most other securities the pricing of these Securities is regularly not based on the principle of offer and demand in relation to Securities, since the secondary market traders might quote independent bid and offer prices. This price calculation is based on price calculation models prevailing in the market, whereas the theoretical value of the Securities is, in principle, determined on the basis of the value of the Reference Portfolio Components comprised in the notional Reference Portfolio and the value of other features attached to the Securities, each of which features may, in economic terms, be represented by another derivative financial instrument.

The potentially quoted prices do not necessarily correspond to the Securities' intrinsic value as determined by a trader.

13. **Expansion of the spread between bid and offer prices**

In special market situations, where the Issuer is completely unable to conclude hedging transactions, or where such transactions are very difficult to conclude, the spread between the bid and offer prices may be temporarily expanded, in order to limit the economic risks to the Issuer. Therefore, Securityholders who wish to sell their Securities via a stock exchange or in the over-the-counter trading might sell at a price considerably lower than the actual price of the Securities at the time of their sale.

14. **Borrowed funds**

If the purchase of Securities is financed by borrowed funds and investors' expectations are not met, they not only suffer the loss incurred under the Securities, but in addition also have to pay interest on and repay the loan. This produces a substantial increase in investors' risk of loss. Investors of Securities should never rely on being able to redeem and pay interest on the loan through gains from a Securities transaction. Rather, before financing the purchase of a Security with borrowed funds, the investors' financial situations should be assessed, as to their ability to pay interest on or redeem the loan immediately, even if they incur losses instead of the expected gains.

15. **Effect of hedging transactions by the Issuer on the Securities**

The Issuer may use all or some of the proceeds received from the sale of the Securities to enter into hedging transactions relating to the risks incurred in issuing the Securities. In such a case, the Issuer or one of its affiliated companies may conclude transactions that correspond to the Issuer's obligations arising from the Securities. Generally speaking, this type of transaction will be concluded before or on the Issue Date of the Securities, although these transactions can also be concluded after the Securities have been issued. The Issuer or one of its affiliated companies may take the necessary steps for the closing out of any hedging transactions, on or prior to the Valuation Date. It cannot be excluded that the price of the Reference Portfolio Components comprised in the notional Reference Portfolio might, in certain cases, be affected by these transactions. In the case of Securities whose value depends on the occurrence of a specific event in relation to the notional Reference Portfolio, entering into or closing out such hedging transactions may affect the likelihood of this event occurring or not occurring.

16. **Taxation in relation to the Securities**

Potential investors should be aware that they may be required to pay taxes or other documentary charges or duties in accordance with the laws and practices of the country where the Securities are transferred or other jurisdictions. In some jurisdictions, no official statements of the tax authorities or court decisions may be available for innovative financial instruments such as the Securities. Potential investors are advised not to rely upon the tax summary contained in this Prospectus but to ask for their own tax adviser's advice on their individual taxation with respect to the acquisition, sale and redemption of the Securities. Only these advisors are in a position to duly consider the specific situation of the potential investor.

17. **Payments under the Securities may be subject to U.S. withholding under FATCA**

The Issuer and other financial institutions through which payments on the Securities are made may be required to withhold at a rate of up to 30 per cent. on all, or a portion of, payments made after 31 December 2016 in respect of any Securities which are issued (or materially modified) after 1 January 2014 or that are treated as equity for U.S. federal tax purposes whenever issued, pursuant to Sections 1471 through 1474 of the U.S. Internal Revenue Code (commonly referred to as "FATCA", the Foreign Account Tax Compliance Act).

The Issuer is a foreign financial institution (“FFI”) for the purposes of FATCA. If the Issuer becomes obliged to provide certain information on its account holders pursuant to a FATCA agreement with the U.S. Internal Revenue Service (“IRS”) (i.e. the Issuer is a “Participating FFI”) then withholding may be triggered if: (i) an investor does not provide information sufficient for the relevant Participating FFI to determine whether the investor is a U.S. person or should otherwise be treated as holding a “United States Account” of the Issuer, (ii) an investor does not consent, where necessary, to have its information disclosed to the IRS or (iii) any FFI that is an investor, or through which payment on the Securities is made, is not a Participating FFI. An investor that is an FFI that is withheld upon generally will be able to obtain a refund only to the extent an applicable income tax treaty with the United States entitles such institution to a reduced rate of tax on the payment that was subject to withholding under these rules, provided the required information is furnished in a timely manner to the IRS.

The United States and Switzerland have entered into an intergovernmental agreement to implement FATCA (the “Swiss IGA”); however, under the Swiss IGA, FFIs that are treated as resident in Switzerland will still be required to enter into an agreement with the IRS to avoid the imposition of FATCA withholding.

The application of FATCA to interest, principal or other amounts paid with respect to the Securities is not clear. If an amount in respect of FATCA were to be deducted or withheld from interest, principal or other payments on the Securities, the Issuer will have no obligation to pay additional amounts or otherwise indemnify a holder for any such withholding or deduction by the Issuer, a Paying Agent or any other party, to any person where such person (other than where such person is acting as an agent of the Issuer) is not entitled to receive payments free of such withholding. As a result, investors may, if FATCA withholding applies, receive less interest or principal than expected. If the Issuer becomes a Participating FFI, the determination of whether FATCA withholding may be imposed will depend on the status of each recipient of payments between the Issuer and investors. The Issuer does not expect in practice that payments made either by it or by its Paying Agents in relation to the Securities held in clearing systems will be subject to FATCA withholding as it is expected that the Paying Agents and the relevant clearing systems will be Participating FFIs to the extent necessary to avoid being subject to FATCA withholding. However, it is possible that other parties may be required to withhold on payments on account of FATCA as set out above.

In addition, U.S. withholding tax at a rate of 30% (or lower treaty rate) may be imposed on payments, accruals, or adjustments that are determined by reference to dividends from sources within the United States. In case of an Reference Portfolio Component, providing for dividends from sources within the United States, it is possible that these rules could apply to the Securities. If an amount in respect of such U.S. withholding tax were to be deducted or withheld from payments on the Securities, none of the Issuer, any paying agent or any other person would, pursuant to the Terms and Conditions of the Securities, be required to pay additional amounts as a result of the deduction or withholding of such tax.

The IRS has not yet issued regulations that govern how FATCA will apply to payments by persons like the Issuer or on instruments like the Securities. The United States is in the process of negotiating intergovernmental agreements to implement FATCA with a number of other jurisdictions. Different rules than those described above may apply if a Holder of Securities is resident in a jurisdiction that has entered into an intergovernmental agreement to implement FATCA. **Holders of Securities should, consequently, be aware that payments under the Securities may under certain circumstances be subject to U.S. withholding under FATCA.**

18. Changes in Taxation in relation to the Securities

The considerations concerning the taxation of the Securities set forth in this Securities Note reflect the opinion of the Issuer on the basis of the legal situation identifiable as of the date hereof. However, a different tax treatment by the fiscal authorities and tax courts cannot be excluded. In addition, the tax considerations set forth in this Securities Note cannot be the sole basis for the assessment of an investment in the Securities from a tax point of view, as the individual circumstances of each investor also have to be taken into account. Therefore, the tax considerations set forth in this Securities Note are not to be deemed any form of definitive information or tax advice or any form of assurance or guarantee with respect to the occurrence of certain tax consequences. Each investor should seek the advice of his or her personal tax consultant before deciding whether to purchase the Securities.

Neither the Issuer nor the Managers assumes any responsibility vis-à-vis the Securityholders for the tax consequences of an investment in the Securities.

19. **Potential conflicts of interest**

The Issuer and affiliated companies may participate in transactions related to the Securities in some way, for their own account or for account of a client. Such transactions may not serve to benefit the Securityholders and may have a positive or negative effect on the value of the Reference Portfolio Components comprised in the notional Reference Portfolio, and consequently on the value of the Securities. Furthermore, companies affiliated with the Issuer may become counterparties in hedging transactions relating to obligations of the Issuer stemming from the Securities. As a result, conflicts of interest can arise between companies affiliated with the Issuer, as well as between these companies and investors, in relation to obligations regarding the calculation of the price of the Securities and other associated determinations. In addition, the Issuer and its affiliates may act in other capacities with regard to the Securities, such as calculation agent, paying agent and administrative agent.

Furthermore, the Issuer and its affiliates may issue other derivative instruments relating to the notional Reference Portfolio; introduction of such competing products may affect the value of the Securities. The Issuer and its affiliated companies may receive non-public information relating to the notional Reference Portfolio, and neither the Issuer nor any of its affiliates undertakes to make this information available to Securityholders.

Within the context of the offering and sale of the Securities, the Issuer or any of its affiliates may directly or indirectly pay fees in varying amounts to third parties, such as distributors or investment advisors, or receive payment of fees in varying amounts, including those levied in association with the distribution of the Securities, from third parties. Potential investors should be aware that the Issuer may retain fees in part or in full. The Issuer or, as the case may be, the Managers, upon request, will provide information on the amount of these fees.

III. **Reference Portfolio specific Risks**

The Reference Portfolio aims to replicate (i) the performance of a long only basket of Synthetic Discount Certificates linked to currencies and potentially exchange traded funds (each an "ETF" or a "Fund") linked to currency exposure (the "Constituents") and (ii) from time to time, a cash position accruing interest at the Euro OverNight Index Average (Eonia[®]) rate (the "Cash Position", which together with the Constituents shall be referred to as the "Reference Portfolio Components"), less fees and expenses, all as described in the sections "Key Terms and Definitions of the Securities" and "Information about the Reference Portfolio". Investing in the Securities, hence also involves certain risks that are related to the notional Reference Portfolio:

1. **General risks related to the notional Reference Portfolio**

Investors should be aware that some risks are related to the notional Reference Portfolio in general:

Risk of fluctuations in value

The performance of the notional Reference Portfolio is subject to fluctuations. Therefore, Securityholders cannot foresee what consideration they can expect to receive for the Securities they hold on a certain day in the future. When the Securities are redeemed, exercised or otherwise disposed of on a certain day, they may be worth a lot less than if they were disposed of at a later or earlier point in time.

Uncertainty about future performance

It is not possible to reliably predict the future performance of the notional Reference Portfolio and the Reference Portfolio Components respectively. Likewise, the historical data of the notional Reference Portfolio and the Reference Portfolio Components respectively, does also not allow for any conclusions to be drawn about the future performance of the notional Reference Portfolio and the Securities.

Consequence of the linkage to a notional Reference Portfolio

The Securities have the special feature that the calculation of the level of the Settlement Amount depends on the performance of a notional Reference Portfolio comprising several Reference Portfolio Components. As a result, fluctuations in the value of one Reference Portfolio Component may be offset or intensified by fluctuations in the value of other Reference Portfolio Components comprised in the notional Reference Portfolio. Even in the case of a positive performance of one or more Reference Portfolio Components comprised in the notional Reference Portfolio, the performance of notional

Reference Portfolio as a whole may be negative if the performance of the other Reference Portfolio Components comprised in the notional Reference Portfolio is negative to a greater extent.

2. Specific risks related to the notional Reference Portfolio

In addition, the following risks are specifically related to the notional Reference Portfolio:

Notional Reference Portfolio

The notional Reference Portfolio is a synthetic portfolio which has been created and is managed and calculated solely for the purposes of being used as underlying of securities issued by UBS. There is no obligation on the Issuer to purchase or hold any Reference Portfolio Components and Securityholders have no rights in, or to require delivery of, any of such Reference Portfolio Components at any time. References to any balancing, rebalancing, disposal, acquisition or financing of a Reference Portfolio Component have to be understood as reference to a notional transaction and should not be construed as imposing any obligation on the Issuer or any of its affiliates or subsidiaries, the Manager, the Calculation Agent or any person actually directly or indirectly, physically or synthetically to acquire, dispose of or effect or take delivery of, or effect transactions in, any securities, investments or other property, but are references to the change in the value of, or in notional amounts to be determined for the purposes of calculating the value of, and relate solely to the calculation of the value of any amounts payable in respect of the Securities.

Numerous Constituents

The notional Reference Portfolio is composed of numerous Constituents. Despite the fact that Constituents' diversification is designed to help to control declines in the value of the notional Reference Portfolio, it cannot be guaranteed that the use of numerous different Constituents will be successful for these purposes and will not result in overall losses.

Limited historic data of the Reference Portfolio

The notional Reference Portfolio has been created on 30 September 2013. Accordingly, as at the date of the Prospectus only limited historic data is available on the basis of which investors might evaluate the likely performance of the notional Reference Portfolio. The past performance of the Reference Portfolio Components notionally comprised in the notional Reference Portfolio (which generally do not reflect the same fee levels as the fees incurred in relation to the Reference Portfolio), is not necessarily indicative of the future performance for the notional Reference Portfolio.

No payment of interest or dividends

None of the Securities vests a right to payment of interest or dividends and, as such, they **generate no regular income**. Therefore, potential reductions in the value of the Security cannot be offset by any other income from the Security.

Administration fees and expenses in relation to the Reference Portfolio

A quarterly Reference Portfolio advisory fee, an adjustment fee (levied for each adjustment) and a quarterly UBS management fee will be deducted from the level of the Reference Portfolio and, hence, result in a reduction in the level of the Reference Portfolio.

No limitation on the universe of Reference Portfolio Components

There are no material restrictions on the instruments within the predefined universe of Reference Portfolio Components into which the Reference Portfolio Advisor may notionally invest.

Composition of the Reference Portfolio

The Reference Portfolio Advisor agreed with the Calculation Agent to adhere to specific guidelines (the "**Reference Portfolio Guidelines**") when selecting and adjusting the notional Reference Portfolio Components.

The selection of the initial Reference Portfolio Components, their weightings and any of the rebalancings is made in the reasonable discretion of the Reference Portfolio Advisor. Rebalancings will be effected by the Reference Portfolio Advisor having consulted the Calculation Agent.

The Calculation Agent has the right to reject constituents that form part of a Rebalancing (a) should a situation arise whereby the Issuer due to applicable rules, regulations and internal or external restrictions would not be permitted to hold investments in the envisaged Constituents, (b) should a Market Disruption prevail on the date of the Rebalancing regarding the relevant constituents, (c) should the Issuer incur materially increased (as compared with circumstances existing on the Issue Date)

amount of tax, duty, expense or fee (other than brokerage commissions) to (A) acquire, establish, re-establish, substitute, maintain, unwind or dispose of any transaction(s) or asset(s) it deems necessary to hedge the price risk of issuing and performing its obligations with respect to the Securities, or (B) realise, recover or remit the proceeds of any such transaction(s) or asset(s), provided that any such materially increased amount that is incurred solely due to the deterioration of the creditworthiness of the Issuer shall not be considered, (d) the Issuer is unable, after using commercially reasonable efforts, to (A) acquire, establish, re-establish, substitute, maintain, unwind or dispose of any transaction(s) or asset(s) it deems necessary to hedge price risks of issuing and performing its obligations with respect to the Securities, or (B) realise, recover or remit the proceeds of any such transaction(s) or asset(s), and (e) where the Rebalancing is not in line with these Reference Portfolio Guidelines.

The Reference Portfolio Advisor will select the Reference Portfolio Components with due diligence. No assurance can be made, however, that the selection of Reference Portfolio Components will be successful, and neither the Reference Portfolio Advisor nor the Calculation Agent are responsible for the market performance of the Reference Portfolio Components.

Notwithstanding the above, the Reference Portfolio Advisor is restricted by the Reference Portfolio Guidelines in its selection of Reference Portfolio Components; it may therefore lack the necessary flexibility to benefit from any market developments not covered by the Reference Portfolio Guidelines.

3. Specific risks related to the notional Reference Portfolio Components

Investors should be aware that some risks are related to the Synthetic Discount Certificates and ETFs, which will be comprised in the notional Reference Portfolio. Consequently, any investment in the Securities is, to a certain extent, subject to market risks similar to a direct investment in Synthetic Discount Certificates and ETFs.

Synthetic Discount Certificates used as Reference Portfolio Components

The notional Reference Portfolio will mirror the performance of various Synthetic Discount Certificates issued by UBS. Consequently, any investment in the Securities is, to a certain extent, subject to market risks similar to direct investment in the Synthetic Discount Certificates. **Potential investors should seek respective advice and familiarise themselves with the specific risk profile of Synthetic Discount Certificates and seek the advice of a professional, if necessary.**

Market Price Developments

The market price development of the Securities linked to the notional Reference Portfolio also depends on the development of the Synthetic Discount Certificates comprised in the notional Reference Portfolio as Reference Portfolio Components. **Investors should be aware that the Synthetic Discount Certificates comprised in the notional Reference Portfolio for calculation purposes are notionally issued by UBS. As result, any worsening of the financial situation of the Issuer will automatically lead to a decrease in value of the Synthetic Discount Certificates. Any such decrease in value of the Synthetic Discount Certificates will have a negative impact on the Level of the Reference Portfolio and the value of the Securities respectively.**

No warranty or representation as to the future performance of the Synthetic Discount Certificates

The Issuer makes no warranty or representation whatsoever, express or implied, as to the future performance of the Synthetic Discount Certificates comprised in the notional Reference Portfolio.

ETFs used as Reference Portfolio Components

The notional Reference Portfolio may mirror various exchange traded funds linked to currency exposure. Consequently, any investment in the Securities is, to a certain extent, subject to market risks similar to direct investment in the ETFs. **Potential investors should seek respective advice and familiarise themselves with the specific risk profile of ETFs and seek the advice of a professional, if necessary.**

Concept of an Exchange Traded Fund; Listing

An ETF is a fund managed by a domestic or non-domestic management company or, as the case may be, a fund in corporate fund, whose fund units ("Fund Units") are listed on a securities exchange. No assurance is given that such admission or listing will be maintained during the whole life of the Securities. In addition, a listing does not imply that the Fund Units are liquid at any time and, hence, may be sold via the securities exchange at any time, since trading in the securities exchange may be suspended in accordance with the relevant trading rules.

Pricing; Use of Estimates

The price of ETFs mainly depends in the price per unit of the ETF and, consequently, on the aggregate value of assets held by the ETF less any liabilities, so-called net asset value. Any negative performance or losses of the securities or other investments made by the Fund for the purposes of replicating the performance of a benchmark (*cf.* below "Replication of the performance of a benchmark") will result in a loss of the Fund and a decline in the value of the Fund Units. Even a broad spread of its investments and a strong diversification of the Fund's investments cannot exclude the risk that any negative development on certain markets or exchanges will lead to a decline in the price per unit of the ETF.

As ETFs generally calculate their net asset value on a daily basis only, the price of the ETF as continuously published by the securities exchange is usually based on the estimated net asset values. These estimates may differ from the final net asset value as subsequently published by the Funds. Therefore, the general risks during trading hours exists that the performance of the ETF and of its actual net asset value may deviate.

Replication of the performance of a benchmark; tracking error

ETFs are designed to replicate as closely as possible the performance of an index, basket or specific single assets (each a "**Benchmark**"). However, the ETF conditions can allow a Benchmark to be substituted. Therefore, an ETF might not always replicate the original Benchmark.

For the purpose of tracking a Benchmark, ETFs can use full replication and invest directly in all components comprised in the Benchmark, synthetic replication using for example a swap, or other tracking techniques such as sampling. The value of the ETFs is therefore in particular based on the performance of the holdings used to replicate the Benchmark. It cannot be excluded that the performance of the ETF differs from the performance of the Benchmark (tracking error).

Unlike other collective investment schemes, ETFs are usually not actively managed by the management company of the ETF. In fact, investment decisions are determined by the relevant Benchmark and its components. In case that the underlying Benchmark shows a negative performance, ETFs are subject to an unlimited performance risk in particular when they are using full replication or synthetic replication techniques. This can have a negative impact on the performance of the Securities.

Tracking a Benchmark typically entails further risks:

- An ETF using a full replication technique for tracking the performance of the Benchmark may not be able to acquire all components of that Benchmark or sell them at reasonable prices. This can affect the ETF's ability to replicate the Benchmark and may have a negative effect on the ETF's overall performance.
- ETFs using swaps for synthetic replication of the Benchmark may be exposed to the risk of a default of their swap counterparties. ETFs might retain substituting contractual rights in case of default of the swap counterparty. However, it cannot be excluded that the ETF does not receive or not receive the full amount due to it if the Swap counterparty were not in default.
- ETFs replicating the Benchmark using sampling techniques (i.e. not using full replication and without using swaps) may create portfolios of assets which are not Benchmark components at all or do only comprise some components of the Benchmark. Therefore, the risk profile of such ETF is not necessarily consistent with the risk profile of the Benchmark.
- If ETFs use derivatives to replicate or to hedge its positions, this may result in losses which are significantly higher than any losses of the Benchmark (leverage effect).

Concentration risks

An ETF may in accordance with its fund rules concentrate its assets with a focus on certain countries, regions or industry sectors while replicating the Benchmark. This can result in the ETFs being subject to a higher volatility as compared to funds with a broader diversification as regards countries, regions or industry sectors. The value of investments in certain sectors, countries or regions may be subject to strong volatility within short periods of time. This also applies to ETFs focusing their investments on certain asset classes such as commodities. ETFs investing their assets in less regulated, small and exotic markets, are subject to certain further risks. Such risks may include the risk of government

interventions resulting in a total or partial loss of assets or of the ability to acquire or sell them at the fund's discretion. Such markets may not be regulated in a manner typically expected from more developed markets. If an ETF concentrates its assets in emerging markets, this may involve a higher degree of risk as exchanges and markets in these emerging market countries or certain Asian countries such as Indonesia may be subject to stronger volatility than exchanges and markets in more developed countries. Political changes, foreign currency exchange restrictions, foreign exchange controls, taxes, restrictions on foreign investments and repatriation of invested capital can have a negative impact on the investment result and therefore the value of the Fund Units in the ETF.

Currency risks

In case of the investments of the ETF being denominated in different currencies or in case of the investment and the Fund Units being denominated in a currency other than the currency in which the net asset value is calculated, certain additional correlation risks may apply. These correlation risks depend on the degree of dependency of currency fluctuations of the relevant foreign currency to the currency in which the net asset value is calculated. Hedging transactions, if any, of the ETF may not exclude these risks. Furthermore, it should be noted that the Benchmark may not be denominated in the fund's base currency. If the Benchmark is converted into the ETF currency for determining fees and costs, currency exchange rate fluctuations may have a negative impact on the value of the Fund Units in the ETF.

Conflicts of interest

In the operation of the ETF certain conflicts of interest may arise that can have negative impact on the ETF's performance. For persons involved in the fund management or advisory activities in relation to the ETF conflicts of interest can arise from retrocessions or other inducements. In addition, persons involved in the fund management or advisory activities to the ETF or their employees may provide services such as management, trading or advisory services for third parties at the same time. Although they will usually aim to distribute the investment opportunities equally to their clients, the fund portfolio and portfolios of other clients may differ even if their investment objectives are similar. Any of these persons might be induced to allocate assets first to a portfolio involving the highest fees. Persons providing management, trading or advisory services to the ETF may make recommendations or enter into transactions which are different to those of the ETF or may even compete with the ETF.

Fees on different levels

Fees charged by the ETF may have a significant negative impact on the value of the Fund Units and the net asset value of the ETF. Fees charged in relation to an ETF can be incurred on different levels. Usually management fees are incurred at fund level. In addition, expenses and cost may be incurred when the services of third parties are commissioned in connection with the fund administration. With respect to investments made by the ETF, such as investments in other funds or other collective investment vehicles, further charges might be incurred. This may have a negative impact on these investments and, consequently, in the ETF's performance.

Performance fees may be agreed upon on the level of the ETF. Such fee arrangements can create an inducement to invest assets in a more risk oriented or speculative manner than would be the case if no performance fee arrangement existed. Performance fees may even be incurred where the ETF underperforms the Benchmark. Even if the ETF outperforms its Benchmark, performance fees might be triggered even though the overall fund performance is negative (for example where the Benchmark's performance is negative). Consequently performance fees can be incurred on the level of the ETF even if an investment in the Securities results in a loss to the investor.

Limited Supervision

Funds may not be regulated or may invest in investment vehicles that are not subject to supervision. If unregulated funds become subject to supervision, this may negatively impact the value of the Fund, and, consequently, of the Securities.

Currency Exchange Rates mirrored in the Reference Portfolio Components

The notional Reference Portfolio will, in addition, (via the Synthetic Discount Certificates and the ETFs) also mirror the performance of various currency exchange rates. Potential investors should hence consider the following risks **specifically related to currency exchange rates**.

Securities linked to currency exchange rates may bear similar market risks to a direct investment in the relevant underlying currency(ies). In particular, this will apply if the relevant underlying currency is the

currency of an emerging market jurisdiction. Therefore, potential investors should be familiar with foreign exchange rates as an asset class. Furthermore, legal restrictions on the free exchangeability may adversely affect the value of the Securities.

The Securities are also linked emerging market currencies. There is an increased risk of significant adverse fluctuations in the performances of the emerging markets currencies as they are currencies of less developed and less stable economies without a stabilizing component that could be provided by one of the major currencies. With respect to any emerging or developing nation, there is the possibility of nationalisation, expropriation or confiscation, political changes, government regulation and social instability. Currencies of emerging economies are often subject to more frequent and larger central bank interventions than the currencies of developed countries and are also more likely to be affected by drastic changes in monetary or exchange rate policies of the relevant countries, with adverse consequences on the tradability/convertibility of the currencies, which may negatively affect the value the Securities.

4. Specific risks related to the Reference Portfolio Advisor

Additional risks are related to the Reference Portfolio Advisor.

Dependence on the Reference Portfolio Advisor

The success of the Reference Portfolio depends upon the Reference Portfolio Advisor selecting successful Reference Portfolio Components. There can be no assurance that the Reference Portfolio Advisor will be able to do so. In particular, subjective (as opposed to systematic) decisions made by the Reference Portfolio Advisor may cause the Reference Portfolio to decline (or not to increase) in a manner which less subjective decision making might have avoided.

Reliance on Key Individuals

The loss of one or more key individuals could have a material adverse effect on the Reference Portfolio Advisor's ability to perform its responsibilities in relation to the Reference Portfolio.

Automatic Termination of the Securities

According to the Terms and Conditions, the Securities will be automatically terminated and redeemed, in case that the BHF-BANK AG ceases in accordance with the relevant Reference Portfolio Advisor agreement to act as Reference Portfolio Advisor. This could have a considerable impact on the value of the Securities.

B. GENERAL INFORMATION ON THE PROSPECTUS

1. Important Notice

The Prospectus, comprising the Summary, the Securities Note and the Registration Document, should be read and construed in conjunction with any supplement thereto and with any other documents incorporated by reference the Prospectus and must be interpreted accordingly.

No person has been authorised to give any information or to make any representation not contained in or not consistent with the Prospectus or any other document entered into in relation to the Prospectus or any information supplied by the Issuer or such other information as is in the public domain and, if given or made, such information or representation should not be relied upon as having been authorised by the Issuer or any Manager.

Neither the delivery of the Prospectus nor the offering, sale or delivery of any Security shall, in any circumstances, create any implication that the information contained in the Prospectus is true subsequent to the date hereof or the date upon which the Prospectus has been most recently amended or supplemented or that there has been no adverse change, or any event reasonably likely to involve any adverse change, in the prospects or financial or trading position of the Issuer since the date thereof or, if later, the date upon which the Prospectus has been most recently amended or supplemented or that any other information supplied in connection with the Prospectus is correct at any time subsequent to the date on which it is supplied or, if different, the date indicated in the document containing the same. The contents of the Prospectus will be updated in accordance with the provisions of the Prospectus Directive and the WpPG.

The distribution of the Prospectus and any offering material relating to the Securities and the offering, sale and delivery of the Securities in certain jurisdictions may be restricted by law. Nobody may use the Prospectus for the purpose of an offer or solicitation if in any jurisdiction such use would be unlawful. Persons into whose possession the Prospectus comes are required by the Issuer and the Manager to inform themselves about and to observe any such restrictions. For a description of certain restrictions on offers, sales and deliveries of Securities and on the distribution of the Prospectus and other offering material relating to the Securities, see "*Subscription and Sale*". In particular, this document may only be communicated or caused to be communicated in the United Kingdom in circumstances in which section 21(1) of the Financial Services and Markets Act 2000 does not apply. Additionally, Securities issued under the Prospectus will not be registered under the United States Securities Act of 1933, as amended, and will include Securities in bearer form that are subject to U.S. tax law requirements. Therefore, subject to certain exceptions, Securities may not be offered, sold or delivered within the United States or to U.S. persons.

The Prospectus does not constitute an offer or a solicitation of an offer to purchase any Securities and should not be considered as a recommendation by the Issuer or the Managers that any recipient of the Prospectus.

2. Responsibility Statement

UBS AG, having its registered offices at Bahnhofstrasse 45, 8001 Zurich, Switzerland, and Aeschenvorstadt 1, 4051 Basel, Switzerland as Issuer accepts responsibility for the content of the Prospectus and declares that the information contained in the Prospectus is, to the best of its knowledge, accurate and that no material facts have been omitted.

Where the Prospectus contains information obtained from third parties, such information was reproduced accurately, and to the best knowledge of the Issuer - as far as it is able to ascertain from information provided or published by such third party - no facts have been omitted which would render the reproduced information inaccurate or misleading.

The Issuer is liable for the Summary including any translation thereof, but only if the Summary is misleading, inaccurate or inconsistent when read together with the other parts of the Prospectus or it does not provide, when read together with the other parts of the Prospectus, all required key information.

The Issuer accents that following the date of approval of the Prospectus, events and changes may occur, which render the information contained in the Prospectus incorrect or incomplete. Supplemental information will only

be published as required by and in a manner stipulated in section 16 of the German Securities Prospectus Act (*Wertpapierprospektgesetz* - "WpPG").

3. Consent to use the Prospectus

In the context of any offer of Securities that is not made within an exemption from the requirement to publish a prospectus under the Prospectus Directive (a "Public Offer"), the Issuer has requested the Federal Financial Services Supervisory Authority (*Bundesanstalt für Finanzdienstleistungsaufsicht* – "BaFin") to provide a certificate of approval in accordance with Article 18 of the Prospectus Directive (a "EEA Passport") in relation to the passporting of the Prospectus to the competent authority of Luxembourg (the "Host Member State" and together with the Federal Republic of Germany and Switzerland, each a "Public Offer Jurisdiction").

The Issuer consents to the use of the Prospectus in connection with any Public Offer of the Securities by each Manager and BHF-BANK Aktiengesellschaft, Bockenheimer Landstraße 10, 60323 Frankfurt am Main, Federal Republic of Germany, (each an "Authorised Offeror") on the following basis:

- (a) the relevant Public Offer must occur as long as the Prospectus is valid in accordance with § 9 of the German Securities Prospectus Act (*Wertpapierprospektgesetz*, WpPG) (the "Offer Period"),
- (b) the relevant Public Offer may only be made in the Public Offer Jurisdictions, and
- (c) any Authorised Offeror which is not the Manager must comply with the restrictions set out in "Subscription and Sale" as if it were the Manager.

The Issuer accepts responsibility in the Public Offer Jurisdictions for which it has given consent referred to herein for the content of the Prospectus in relation to any person (an "Investor") in a Public Offer Jurisdiction to whom an offer of any Securities is made by any Authorised Offeror, where the offer is made during the Offer Period and is in compliance with all other conditions attached to the giving of the consent. However, the Issuer has no responsibility for any of the actions of any Authorised Offeror, including compliance by an Authorised Offeror with applicable conduct of business rules or other local regulatory requirements or other securities law requirements in relation to such offer.

The Issuer reserves the right to withdraw its consent to the use of the Prospectus in relation to each Authorised Offeror. The Issuer may give consent to additional financial intermediaries after the date of the Prospectus and, if it does so, the Issuer will publish the above information in relation to them on the website www.ubs.com/keyinvest or a successor address thereto and make it available at the Issuer.

The consent referred to above relates to Public Offers occurring as long as the Prospectus is valid in accordance with section 9 of the German Securities Prospectus Act (*Wertpapierprospektgesetz* - "WpPG").

Neither the Issuer nor any of the Manager has authorised the making of any Public Offer of any Securities by any person in any circumstances and such person is not permitted to use the Prospectus in connection with its offer of any Securities unless (1) the offer is made by an Authorised Offeror as described above or (2) the offer is otherwise made in circumstances falling within an exemption from the requirement to publish a prospectus under the Prospectus Directive. Any such unauthorised offers are not made by or on behalf of the Issuer, any Manager or any Authorised Offeror and none of the Issuer, any Manager or any Authorised Offeror has any responsibility or liability for the actions of any person making such offers.

An Investor intending to acquire or acquiring any Securities from an Authorised Offeror will do so, and offers and sales of the Securities to an Investor by an Authorised Offeror will be made, in accordance with any terms and other arrangements in place between such Authorised Offeror and such Investor including as to price, allocation, settlement arrangements and any expenses or taxes to be charged to the Investor (the "Terms and Conditions of the Public Offer"). The Issuer will not be a party to any such arrangements with Investors (other than the Managers) in connection with the offer or sale of the Securities and, accordingly, the Prospectus will not contain such information. The Terms and Conditions of the Public Offer shall be provided to Investors by that Authorised Offeror at the relevant time. None of the Issuer, any of the Managers or other Authorised Offerors has any responsibility or liability for such information.

Authorised Offerors will provide information to investors on the Terms and Conditions of the Public Offer of the Securities at the time such Public Offer is made by the Authorised Offeror to the investor.

C. GENERAL INFORMATION ON THE SECURITIES

1. Object of the Prospectus / Type of Securities

The object of this Prospectus are the Global FX/Income Opportunities Certificates (ISIN CH0202050081; WKN UBS3FX; Valor 20205008), issued by UBS AG in accordance with Swiss law in the size of up to 100,000 Securities (the "**Issue Size**").

The Securities are not capital protected.

The Securities are each linked to the notional Euro ("**EUR**") denominated BHF-BANK Global FX/Income Opportunities Reference Portfolio (the "**Underlying**" or the notional "**Reference Portfolio**"), actively managed, created and maintained by BHF-BANK AG (the "**Reference Portfolio Advisor**"). The Reference Portfolio aims to replicate (i) the performance of a long only basket of Synthetic Discount Certificates linked to currencies and potentially exchange traded funds (each an "**ETF**" or a "**Fund**") linked to currency exposure (the "**Constituents**") and (ii) from time to time, a cash position accruing interest at the Euro OverNight Index Average (Eonia[®]) rate (the "**Cash Position**", which together with the Constituents shall be referred to as the "**Reference Portfolio Components**"), less fees and expenses, all as described in the sections "Key Terms and Definitions of the Securities" and "Information about the Reference Portfolio".

2. Law governing the Securities

The Securities issued by the Issuer are governed by Swiss law.

3. Status of the Securities

The Securities constitute direct, unsecured and unsubordinated obligations of the Issuer, ranking *pari passu* among themselves and with all other present and future unsecured and unsubordinated obligations of the Issuer, other than obligations preferred by mandatory provisions of law.

4. Form of the Securities

The Securities are issued as uncertificated securities (*Wertrechte*; "**Uncertificated Securities**") pursuant to article 973c of the Swiss Code of Obligations ("**CO**").

Swiss Global Securities are deposited with and Uncertificated Securities are registered in the main register of a Swiss depository (*Verwahrungsstelle*; "**FISA Depository**") according to the Swiss Federal Act on Intermediated Securities ("**FISA**"). Upon booking the Securities into a securities account at a FISA Depository the Swiss Global Securities and the Uncertificated Securities will constitute intermediated securities within the meaning of the FISA (*Bucheffekten*; "**Intermediated Securities**"). The Issuer will normally choose SIS SIX AG, Baslerstrasse 100, CH-4600 Olten, Switzerland as FISA Depository, but reserves the right to choose any other FISA Depository, including UBS AG.

The records of the FISA Depository will determine the number of Uncertificated Securities held through each participant of the FISA Depository. In respect of Uncertificated Securities held in the form of Intermediated Securities, the holders of such Uncertificated Securities will be the persons holding such Uncertificated Securities in a securities account (*Effektenkonto*) that is in their name, or, in the case of intermediaries (*Verwahrungsstellen*), the intermediaries holding such Uncertificated Securities for their own account in a securities account that is in their name (and the terms "Securityholder" and "holder of Securities" and related expressions shall be construed accordingly). Intermediated Securities are transferred and otherwise disposed of in accordance with the provisions of the FISA and the relevant agreements with the respective FISA Depository (in particular, neither the Intermediated Securities nor any rights pertaining to the Intermediated Securities may be transferred by way of assignment pursuant to articles 164 et seq. CO without the prior written consent of the Issuer).

The holders of the Securities shall at no time have the right to demand (a) conversion of Uncertificated Securities into physical securities and/or (b) delivery of physical securities. The Issuer may convert Uncertificated Securities constituting Intermediated Securities into Intermediated Securities based on global notes

(*Globalurkunden*; “**Swiss Global Notes**”) pursuant to article 973b CO) and *vice versa* at any time and without consent of the holders of the respective Securities. For the avoidance of doubt and regardless of such conversion, both Swiss Global Securities and Uncertificated Securities will at any time constitute Intermediated Securities.

5. Clearing and Settlement of the Securities

General

The Securities will be cleared through SIX SIS AG (“**SIS**” or the “**Clearing System**”).

SIX SIS AG

SIS is a wholly owned subsidiary of SIX Group Ltd. and is a bank supervised by the Swiss Financial Market Supervisory Authority.

SIS acts as the central securities depository and settlement institution for the following Swiss securities: equities, government and private sector bonds, money market instruments, exchange traded funds, conventional investment funds, structured products, warrants and other derivatives. Apart from providing custody and settlement for Swiss securities, SIS acts as global custodian and offers its participants access to custody and settlement in foreign financial markets. SIS offers direct links to other international central securities depositories and central securities depositories including Clearstream, Germany, Euroclear and Clearstream, Luxembourg.

The address of SIS is SIX SIS AG, Baslerstrasse 100, CH-4600 Olten, Switzerland.

6. Listing or Trading of the Securities

The Issuer intends to apply for the listing of the Securities at Frankfurt Stock Exchange (Open Market) and the Stuttgart Stock Exchange (Third Section). First trading day is expected to be the Initial Payment Date (as defined in section “F. Subscription and Sale – 2. Subscription, Purchase and Delivery of the Securities” on page 86 of this Prospectus). Last trading day is expected to be 28 September 2016.

7. Maturity of the Securities; Issuer Extension Option

Subject to the Issuer Extension Option (as defined below), the Securities expire – provided that the Securities are not terminated or expired early in accordance with the Terms and Conditions of the Securities – on 30 September 2016 (the “**Expiration Date**”).

The Issuer is in accordance with the Terms and Conditions of the Securities entitled to extend, by giving notice to the Securityholder prior to the then existing Expiration Date (or any later expiration date resulting from any extension of the maturity of the Securities) the maturity of all then outstanding Securities for additional periods of three years each (the “**Issuer Extension Option**”). There is no limit to the number of times the Issuer may extend the maturity of the Securities. In case that the Issuer exercises the Issuer Extension Option and unless a Securityholder reject such Issuer Extension Option in relation to the Securities held by it in accordance with the Terms and Conditions of the Securities, investors in the Securities will receive any final payments under the Securities later than scheduled at the Issue Date of the Securities.

8. Functioning of the Securities and Dependency on the Underlying

The Securities allow investors to participate, considering the fees on the level of the notional Reference Portfolio, in the positive development of the notional Reference Portfolio. Conversely, investors in the Securities also participate in the negative development of the notional Reference Portfolio.

With the purchase of each (1) Security, the investor acquires the right, under certain conditions and as provided for in the Terms and Conditions of the Securities, to demand from the Issuer the payment of the Settlement Level of the Reference Portfolio in the Redemption Currency multiplied by the Ratio, if applicable, commercially rounded to two decimal points (the “**Redemption Amount**”) (the “**Security Right**”) all as defined in the section “Key Terms and Definitions of the Securities”. **For the avoidance of doubt:** Whilst the Redemption Amount may be linked to the market value of the Reference Portfolio Components, the Issuer is not obliged to invest

the proceeds of the issuance of the Securities in any Reference Portfolio Components at any time and the Securityholders do not have any interest in any Reference Portfolio Components at any time.

The value of the Securities during their term depends on the performance of the notional Reference Portfolio used as Underlying. In case the Level of the Reference Portfolio increases, also the value of the Securities (disregarding any special features of the Securities) is likely to increase.

During their term, the Securities do not generate any regular income (e.g. dividends or interest).

D. TERMS AND CONDITIONS OF THE SECURITIES

Terms and Conditions of the Securities

*The following terms and conditions of the Securities, comprising the Special Conditions of the Securities and the General Conditions of the Securities, shall be read in conjunction with, and are subject to, the “Key Terms and Definitions of the Securities” (the “**Conditions**”).*

The Conditions of the Securities are composed of

- Part 1: Key Terms and Definitions of the Securities**
- Part 2: Special Conditions of the Securities** (for the individual types of Securities)
- Part 3: General Conditions of the Securities** (for all types of Securities)

Terms and Conditions of the Securities Part 1: Key Terms and Definitions of the Securities

The Securities use the following definitions and have, subject to an adjustment according to the Conditions of the Securities, the following key terms, both as described below in alphabetical order. The following does not represent a comprehensive description of the Securities, and is subject to and should be read in conjunction with the Conditions of the Securities, the general offering terms of the Securities and all other sections of this Prospectus. The following use of the symbol “**” in the Key Terms and Definitions of the Securities indicates that the relevant determination will be made by the Calculation Agent or the Issuer, as the case may be, and will be published without undue delay thereafter in accordance with the applicable legal requirements of the relevant jurisdiction.

- A.**
Aggregate Amount of the Issue: Issue Price x Issue Size.
- B.**
Business Day: The Business Day means any calendar day on which commercial banks in London, Frankfurt am Main, New York and Zurich are open for business.
- C.**
Calculation Agent: The Calculation Agent means UBS AG, Bahnhofstrasse 45, 8001 Zurich, Switzerland, and Aeschenvorstadt 1, 4051 Basel, Switzerland, acting through its London Branch, 1 Finsbury Avenue, London EC2M 2PP, United Kingdom.
- CA Rules:** CA Rules means any regulation and operating procedure applicable to and/or issued by the Clearing System.
- Clearing System:** Clearing System means SIX SIS AG, Baslerstrasse 100, CH-4600 Olten, Switzerland (“SIS”) or any successor in this capacity.
- Commissions:** The Issuer may grant turnover-related sales and recurring commissions to distributors as indicated in (i) to (iv). Sales commissions are paid out of the issue proceeds as a one-off payment; alternatively the Issuer may grant an agio on the issue price (excl. the offering premium) to the distributor. Recurring commissions are paid regularly depending on the respective securities volume. If UBS acts as Issuer and distributor the relevant commissions are internally booked in favour of the distributing organisational unit.
- (i) **Underwriting and/or placing fee:** None
- (ii) **Selling commission:** None
- (iii) **Listing Commission:** Offering premium of up to 3% of the Issue Price (charged at the discretion of the distributor) and
- (iv) **Other:** Reference Portfolio Fees, as further described in the section “Information about the notional Reference Portfolio”, which forms part of the Conditions of the Securities.
- E.**
Exchange Business Day: Exchange Business Day means any Business Day, on which, where applicable in relation to each ETF comprised in the notional Reference Portfolio, if any, the Relevant Exchange is open for trading and the price of the ETFs is determined in accordance with the relevant rules.
- Expiration Date:** The Expiration Date means, **subject to an extension of the Term of the Securities in accordance with § 2 (3) of the Conditions of the Securities**, 30 September 2016. If this day is not a Business Day, the immediately succeeding Business Day shall be the Expiration Date.

- F.**
Fixing Date: The Fixing Date means 20 December 2013.
- If this day is not an Exchange Business Day, the immediately succeeding Exchange Business Day shall be the Fixing Date.
- In the case of abbreviation or extension of the Subscription Period the Fixing Date may be changed accordingly.
- I.**
Issue Date: The Issue Date of the Securities means the 27 December 2013. In the case of abbreviation or extension of the Subscription Period the Issue Date may be changed accordingly.
- Issue Price:** The Issue Price equals EUR 1,000.00 (plus an offering premium (see "Commissions").
- Issuer:** The Issuer means UBS AG, Bahnhofstrasse 45, 8001 Zurich, Switzerland, and Aeschenvorstadt 1, 4051 Basel, Switzerland.
- Issue Size:** The Issue Size equals up to 100,000 Securities.
- L.**
Level of the Reference Portfolio: The Level of the Reference Portfolio means the sum of all Constituents taking into consideration their respective weightings, plus the Cash Position, whereby a Constituent is, subject to § 2 (2) of the Conditions of the Securities, valued at the closing level as determined by the Calculation Agent and converted into the Redemption Currency by the Calculation Agent. The calculation also takes into account the effect of the Reference Portfolio fees.
- The initial Level of the Reference Portfolio as of 30 September 2013 was EUR 100,000.00.
- The Level of the Reference Portfolio is calculated for each Business Day by the Calculation Agent on the next Business Day.
- The Level of the Reference Portfolio will be published in the internet on www.ubs.com/keyinvest or a substitute thereof.
- If a Business Day is not an Exchange Business Day for any Constituent comprised in the Reference Portfolio, then the price for such Constituent used to calculate the Level of the Reference Portfolio will be the price of the previous Exchange Business Day for such Constituent.
- M.**
Maturity Date: The Maturity Date means the fifth Business Day following the relevant Valuation Date.
- Minimum Trading Size:** The Minimum Trading Size equals one (1) Security or an integral multiple thereof.
- P.**
Paying Agent: The Paying Agent means UBS AG, Bahnhofstrasse 45, 8001 Zurich, Switzerland, and Aeschenvorstadt 1, 4051 Basel, Switzerland.

R.**Ratio:**

The Ratio is calculated in accordance with the following formula; where the result is commercially rounded to ten decimal places:

$$\frac{\text{EUR 1,000.00}}{\text{Strike Level of the Reference Portfolio}}$$

Redemption Currency:

The Redemption Currency means Euro ("EUR").

Reference Portfolio:

The Reference Portfolio means the **BHF-BANK Global FX/Income Opportunities Reference Portfolio**, a notional Euro ("EUR") denominated Reference Portfolio actively managed, created and maintained by BHF-BANK AG (the "**Reference Portfolio Advisor**").

The Reference Portfolio has been initiated on 30 September 2013 by the Reference Portfolio Advisor.

The Reference Portfolio aims to replicate (i) the performance of a long only basket of Synthetic Discount Certificates linked to currencies and potentially exchange traded funds (each an "**ETF**" or a "**Fund**") linked to currency exposure (the "**Constituents**") and (ii) from time to time, a cash position accruing interest at the Euro OverNight Index Average (Eonia[®]) rate (the "**Cash Position**", which together with the Constituents shall be referred to as the "**Reference Portfolio Components**"), less fees and expenses.

The Reference Portfolio Advisor manages the Reference Portfolio in accordance with the attached Reference Portfolio Guidelines.

The Reference Portfolio and the Reference Portfolio Components are further described in the section "Information about the notional Reference Portfolio", which forms part of the Conditions of the Securities.

Relevant Exchange:

The Relevant Exchange means the stock exchange with the highest volume traded in the respective fund units of a Fund comprised in the notional Reference Portfolio. The Issuer may determine the Relevant Exchange at its reasonable discretion.

The term "Relevant Exchange" shall also refer to all Relevant Exchanges.

S.**Securities:**

Securities means the Global FX/Income Opportunities Certificates denominated in EUR and issued by the Issuer in the Issue Size with the security identification codes: ISIN: CH0202050081, WKN: UBS3FX, Valor: 20205008.

The Securities are being issued as uncertificated securities (Wertrechte; "**Uncertificated Securities**") in terms of article 973c of the Swiss Code of Obligations ("**CO**"), which constitute intermediated securities (Bucheffekten; "**Intermediated Securities**") in terms of the Swiss Federal Act on Intermediated Securities (Bundesgesetzes über die Bucheffekten; "**FISA**") and will not be represented by definitive securities as defined in article 965 CO.

Strike Level of the Reference Portfolio:

The Strike Level of the Reference Portfolio equals the Level of the Reference Portfolio on the Fixing Date as determined by the Calculation Agent on such day using notional execution values for the Constituents comprised in the notional Reference Portfolio.**

Subscription Period: Beginning one business day following the publication of this Prospectus and ending on 19 December 2013 (15:00 hrs CET).

The Issuer reserves the right to earlier close or to extend the Subscription Period if market conditions so require.

**U.
Underwriting and/or placing fee:** See "Commissions".

**V.
Valuation Date:** The Valuation Date means

- (i) in case of a redemption of the Securities in accordance with § 1 of the Conditions of the Securities, the Expiration Date,
- (ii) in case of an automatic termination of the term of the Securities in accordance with § 2 (2) of the Conditions of the Securities, the relevant Automatic Termination Date, and
- (iii) in case of a termination by the Issuer in accordance with § 8 of the Conditions of the Securities, the relevant Termination Date.

If this day is not an Exchange Business Day, the immediately succeeding Exchange Business Day shall be the Valuation Date.

Terms and Conditions of the Securities Part 2: Special Conditions of the Securities

§ 1 Security Right

(1) Security Right of the Securityholders

The Issuer hereby warrants the Securityholder (§ 3 (2)) of each (1) Security relating to the Level of the Reference Portfolio in accordance with these Conditions that such Securityholder shall have the right (the “**Security Right**”) to receive the Settlement Level (§ 1 (2)) of the Reference Portfolio in the Redemption Currency multiplied by the Ratio, if applicable, commercially rounded to two decimal points (the “**Redemption Amount**”).

(2) Settlement Level of the Reference Portfolio

The “**Settlement Level**” of the Reference Portfolio means, subject to a Market Disruption (§ 9 (3)), the Level of the Reference Portfolio as calculated by the Calculation Agent in relation to the Valuation Date.

For the avoidance of doubt: Whilst the Redemption Amount may be linked to the market value of the Reference Portfolio Components, the Issuer is not obliged to invest the proceeds of the issuance of the Securities in any Reference Portfolio Components at any time and the Securityholders do not have any interest in any Reference Portfolio Components at any time.

(3) Determinations and Calculations in connection with the Security Right

Any determination and calculation in connection with the Security Right, in particular the calculation of the Redemption Amount, will be made by the Calculation Agent (§ 10). Determinations and calculations made in this respect by the Calculation Agent are final and binding for all participants except in the event of manifest error.

§ 2

Term of the Securities; Automatic Termination of the Term of the Securities; Extension of the Term of the Securities

(1) Term of the Securities

Subject to (i) an automatic termination of the term of the Securities in accordance with § 2 (2) of these Conditions or (ii) a termination of the Securities by the Issuer or of the Securityholders in accordance with these Conditions, the term of the Securities ends on the Expiration Date, unless the Issuer has exercised its right for extension of the term of the Securities in accordance with § 2 (3) of these Conditions.

(2) Automatic Termination of the Term of the Securities

In the case of the occurrence of an Automatic Termination Event the term of all then outstanding Securities is automatically terminated on the Automatic Termination Date (as defined below) and each Securityholder shall have in accordance with these Conditions the right (the “**Security Right**”) to receive the Early Settlement Level (as defined below) of the Reference Portfolio in the Redemption Currency multiplied by the Ratio, if applicable, commercially rounded to two decimal points (the “**Automatic Termination Amount**”).

The Issuer shall notify the Securityholders pursuant to § 12 of these Conditions without delay of (i) the occurrence of an Automatic Termination Event and (ii) of the day, on which the Automatic Termination Event has occurred (such day is referred to as the “**Automatic Termination Date**”) (but failure to give such notice, or non-receipt thereof, shall not affect the validity of the automatic termination of the term of the Securities).

where

An “**Automatic Termination Event**” shall occur if the BHF-BANK AG ceases in accordance with the relevant Reference Portfolio Advisor agreement to act as Reference Portfolio Advisor.

The “**Early Settlement Level**” of the Reference Portfolio means, subject to a Market Disruption (§ 9 (3)), the Level of the Reference Portfolio as calculated by the Calculation Agent in relation to the relevant Valuation Date, whereby any Constituent is valued at its Notional Unwind Price. The “**Notional Unwind Price**” of a Constituent equals the price at which the Issuer would be able, using its best efforts, to notionally and for the purposes of

calculating the Early Settlement Level unwind the relevant Constituent.

(3) Extension of the Term of the Securities

The Issuer is entitled to extend, by giving notice to the Securityholder in accordance with § 12 of these Conditions (the “**Issuer Extension Option Exercise Notice**”) not less than one (1) calendar year prior to the then existing Expiration Date (or any later expiration date resulting from any extension of the maturity of the Securities) the maturity of all then outstanding Securities for an additional period of three (3) calendar years (the “**Issuer Extension Option**”), in which case the “Expiration Date” shall be deemed to be the date falling three (3) calendar years after the scheduled Expiration Date.

There is no limit to the number of times the Issuer may extend the maturity of the Securities.

(4) Securityholder's Termination Right

Upon exercise of the Issuer Extension Option, each Securityholder is entitled to terminate within nine (9) months following the publication of the Issuer Extension Option Exercise Notice all, but not some, Securities then outstanding and held by it by exercising the “**Securityholder Non-Extension Option**”.

For the exercise of the Securityholder Non-Extension Option, the Issuer must have received written and legally signed notice by the Securityholder stating his intention to exercise the Securityholder Non-Extension Option (the “**Exercise Notice**”). The Exercise Notice is irrevocable and binding and shall contain among other things (a) the name of the Securityholder, (b) an indication of the number of Securities held by such Securityholder and (c) the account of the Securityholder with a credit institution, to which the transfer of the Redemption Amount, if any, shall be effected.

Following the valid exercise of the Securityholder Non-Extension Option by the Securityholder, the Securities of such Securityholder will be redeemed by the Issuer and the Securityholder is entitled to receive the relevant Redemption Amount (as defined in § 1(1) of these Conditions) per Security payable on the Maturity Date in relation to the scheduled Expiration Date or, as the case may be, the scheduled extended Expiration Date.

Terms and Conditions of the Securities Part 3: General Conditions of the Securities

§ 3 Form of Securities; Title and Transfer; Status

(1) Form of Securities

The Securities are issued as Uncertificated Securities and deposited or registered with an intermediary pursuant to article 4 FISA (such as banks and securities dealers; *Verwahrungsstelle*; “FISA Depositary”) to create Intermediated Securities. Intermediated Securities are created upon immobilization of actual securities or Uncertificated Securities and a respective credit to a Securityholder’s securities account with a FISA Depositary (article 4 and 6 FISA).

Intermediated Securities are fungible monetary or membership rights of an investor against an issuer which are credited to an investor’s securities account with a FISA Depositary and which are at the investor’s disposal pursuant to the FISA (article 3 paragraph 1 FISA).

For each series of Securities one single FISA Depositary keeps the main register which is available to the public. Securityholders may obtain information about their entitlement to Intermediated Securities of a certain series of Securities from their FISA Depositary.

(2) Securityholder; Title and Transfer

“Securityholder” means any person acknowledged by Swiss law as legal owner of the Securities. The Securityholder shall, for all purposes, be treated by the Issuer and the Security Agents (§ 10 (1)) as the person entitled to such Securities and the person entitled to receive the benefits of the rights represented by such Securities.

Intermediated Securities are transferred upon a Securityholder’s instruction of his/her FISA Depositary and are then credited to the purchaser’s securities account in accordance with articles 24 et seq. FISA and the terms and conditions of the agreements between a Securityholder and his/her FISA Depositary. Securityholders may assert their rights linked to Intermediated Securities (*Rechte an Bucheffekten*) only through their FISA Depositary. Neither the Intermediated Securities nor any rights pertaining to the Intermediated Securities may be transferred by way of assignment pursuant to articles 164 et seq. CO without the prior written consent of the Issuer.

Securityholders will not be entitled to demand delivery of Uncertificated Securities or actual securities (including Swiss Global Securities). Definitive Securities will not be printed.

The Issuer may convert Swiss Global Securities (constituting Intermediated Securities) into Uncertificated Securities (constituting Intermediated Securities) and *vice versa* at any time without consent of the Securityholders of the respective Securities.

(3) Status of the Securities

The Securities constitute direct, unsecured and unsubordinated obligations of the Issuer, ranking *pari passu* among themselves and with all other present and future unsecured and unsubordinated obligations of the Issuer, other than obligations preferred by mandatory provisions of law.

§ 4 Settlement; Prescription

(1) Settlement of the Securities

The Issuer will, subject to a Market Disruption (§ 9 (3)) and in all cases subject to any applicable fiscal or other laws and regulations in the place of payment or other laws and regulations to which the Issuer agrees to be subject, procure on the relevant Maturity Date by payment of the Redemption Amount or of the Termination Amount, as the case may be, or of any other amount payable under the Conditions in relation to the relevant Maturity Date in the Redemption Currency to be credited via the Paying Agent to the account of the relevant Securityholder via the relevant FISA Depositary pursuant to its applicable rules and regulations.

(2) Discharging effect

The Issuer shall be discharged from its redemption obligations or any other payment obligations under these Conditions of the Securities by delivery to the Clearing System in the manner described above.

(3) Taxes, charges and/or expenses

All taxes, charges and/or expenses, if any, incurred in connection with the redemption of the Securities or any other payment or delivery obligations under these Conditions of the Securities shall be borne and paid by the relevant Securityholder. The Issuer and the Paying Agent, as the case may be, are entitled, but not obliged, to withhold from any required performance under these Conditions such taxes, charges and/or expenses as be paid by the Securityholder in accordance with the preceding sentence.

(4) Prescription

In accordance with Swiss law, claims of any kind against the Issuer arising under the Securities will be prescribed 10 years after the earlier of the date on which the early redemption or the date on which the ordinary redemption of the Securities has become due.

§ 5 Taxes

Payments in respect of the Securities shall in all cases only be made after deduction and withholding of current or future taxes, levies or governmental charges, regardless of their nature, which are imposed, levied or collected (the "Taxes") under any applicable system of law or in any country which claims fiscal jurisdiction by or for the account of any political subdivision thereof or government agency therein authorised to levy Taxes, to the extent that such deduction or withholding is required by law or administrative practice. The Issuer shall account for the deducted or withheld Taxes with the competent government agencies.

§ 6 Adjustments to the Reference Portfolio

(1) Changes in the calculation; Making of Adjustments

Any changes in the calculation (including corrections) of the Reference Portfolio or of the composition or of the weighting of the Reference Portfolio Components, on which the calculation of the Reference Portfolio is based, shall not lead to an adjustment unless the Issuer and the Calculation Agent, upon exercise of their reasonable discretion, determine that the underlying concept and the calculation (including corrections) of the Reference Portfolio are no longer comparable to the underlying concept or calculation of the Reference Portfolio applicable prior to such change. This applies especially, if due to any change the Level of the Reference Portfolio changes considerably, although the prices and weightings of the Constituents included in the Reference Portfolio remain unchanged.

For the purpose of making any adjustments the Issuer and the Calculation Agent shall at their reasonable discretion determine an adjusted Level of the Reference Portfolio as the basis of the determination of the Level of the Reference Portfolio, which in its result corresponds with the economic result prior to this change, and shall, taking into account the time the change occurred, determine the day, on which the adjusted Level of the Reference Portfolio used shall apply for the first time. The adjusted Level of the Reference Portfolio as well as the date of its first application shall be published without undue delay pursuant to § 12 of these Conditions.

(2) Making of Adjustments and Determinations; Publication

The adjustments and determinations of the Issuer pursuant to the paragraphs above shall be effected by the Issuer at its reasonable discretion or, as the case may be, by the Calculation Agent and shall be published by the Issuer in accordance with § 12 of these Conditions. Any adjustment and determination shall be final, conclusive and binding on all parties, except where there is a manifest error.

§ 7 Adjustments in relation to a Fund Unit used as Reference Portfolio Component

(1) Consequences of the occurrence of a Potential Adjustment Event

If a Potential Adjustment Event (§ 7 (2)) in respect of the Fund Unit used as Reference Portfolio Component occurs or is likely to occur, the Issuer and the Calculation Agent may, if they determine at their reasonable discretion, that such event is material and adversely affects the Reference Portfolio Component and the Reference Portfolio or the calculation of the NAV of the Fund Unit,

- (a) make any adjustments to any calculation methods, values or terms in respect of the Securities that they determine at their reasonable discretion to be necessary to account for such Replacement Event, and/or
- (b) select, by using reasonable efforts for a period of no longer than five (5) Business Days, one or more suitable alternative funds with reasonably similar investment mandates – subject to the following suitability criteria – (each a “**Replacement Fund**”) and replace the Fund by such fund(s).

The replacement of the Fund used as Reference Portfolio Component by one or more alternative funds is only possible provided that all of the following suitability criteria are met:

- (i) The relevant fund management company/ies and fund manager(s) are willing to allow the fund to be referenced in the Securities.
- (ii) the Issuer can trade at net asset value or at bid price in the fund with no direct or indirect fee, levy or other charge whatsoever, including subscription of redemption penalties applicable, or potentially applicable, to any such trading or any interest so acquired.
- (iii) The fund is constituted as an open-ended investment company incorporated in an OECD country.
- (iv) The fund (or a relevant manager) publishes the fund’s net asset value or bid price on a daily basis.
- (v) The Issuer is able to fully hedge its position with respect to the Replacement Fund as at the Replacement Fund(s) Selection Date.

In such context, the day the Calculation Agent selects the Replacement Fund(s) is the “**Replacement Fund(s) Selection Date**”.

(2) Occurrence of a Potential Adjustment Event

“**Potential Adjustment Event**” means any of the following:

- (a) A violation or change of any material terms of the offer documents or other documents prepared in connection with the marketing of the Fund or each of its constitutional documents, which, in the opinion of the Calculation Agent at its reasonable discretion, is material.
- (b) The main investment objective of the Fund changes.
- (c) The currency denomination in which the NAV of the Fund or of the Fund Share is published (the “**Currency Denomination**”) is changed and now differs from the Currency Denomination at the Fixing Date.
- (d) The NAV, as calculated by or on behalf of the Fund, not being calculated or announced for any scheduled Fund Business Day within the time period when the Calculation Agent would ordinarily expect such NAV to be available.
- (e) Any restriction or limitation or suspension or deferral of, redemptions of or subscription for Fund Units in the Fund affecting the Issuer’s Hedging Activities (lit. (k)) (including, but not limited to, the introduction or increase of any associated fee, cost or expense, the introduction or use of gates or side pockets, or any restructure, reorganisation or action that has a similar impact to a gate or side pocket), or any mandatory redemption of Fund Units of the Fund.
- (f) The regulatory or tax treatment applicable with respect to the Issuer, the Fund, its manager, investment manager or to any of its investment advisors (each a “**Manager**”) is changed.
- (g) Any review or investigation of the activities of the Fund or its Managers, by a relevant regulator, in connection with suspected or alleged wrongdoing or breach of any rule or regulation, or other similar reason, or any disciplinary action taken by such regulator in consequence thereof.

- (h) The Issuer is the beneficial owner of 25 % or more of the Fund Units of the Fund or a relevant class of the Fund.
- (i) Any winding-up, liquidation of, or any termination or any loss of regulatory approval, license or registration of, a Manager, or any merger, de-merger, winding-up or liquidation of or affecting the Fund.
- (j) Any arrangement between the Issuer and the Fund and/or a Manager, including arrangements relating to subscriptions in and redemptions of Fund Units, being changed or terminated.
- (k) The occurrence of any event that, in the opinion of the Issuer and the Calculation Agent at their reasonable discretion, prevents, hinders or materially impairs the Issuer's ability to conduct its hedging activities in relation to its exposure under the Securities (the "**Issuer's Hedging Activities**").

The provisions set out above shall apply *mutatis mutandis* to any other event or circumstance, which causes the terms of the Securities to no longer reflect the original commercial terms agreed by the Issuer and the Securityholders or adversely affects the economic basis on which the Issuer issued the Securities.

Any reference in these Conditions to the Fund as Reference Portfolio Component shall, to the extent appropriate, be deemed to refer to the Replacement Fund.

(3) Corrected Price

In the event that the Price of the Fund Unit used as Reference Portfolio Component as determined and published by the Administrator otherwise on behalf the Fund is subsequently corrected and the correction (the "**Corrected Price**") is published by the Administrator or otherwise on behalf the Fund after the original publication, but still within one Settlement Cycle, the Issuer and the Calculation Agent shall be entitled to effect, under consideration of the Corrected Price, adjustments to these Conditions at their reasonable discretion, to account for the correction. The adjustment and the date it is applied for the first time shall be published without undue delay in accordance with § 12 of these Conditions.

(4) Making of Adjustments and Determinations; Publication

Adjustments and determinations pursuant to the paragraphs above shall be effected by the Issuer or, as the case may be, by the Calculation Agent, at its reasonable discretion, under consideration of the market conditions then prevailing and preserving the value of the previous economic development of the Securities. The Issuer reserves the right to determine at its reasonable discretion in cases of doubt the required adjustment. Any adjustment or determination shall be published by the Issuer in accordance with § 12 of these Conditions and shall be final, conclusive and binding on all parties, except where there is a manifest error.

§ 8

Extraordinary Termination Right of the Issuer

(1) Termination by the Issuer

The Issuer shall in the case of the occurrence of one of the following Termination Events, be entitled to terminate and redeem all but not some of the Securities by giving notice to the Securityholders in accordance with § 12 of these Conditions. Such termination shall become effective at the time of the notice in accordance with § 12 or at the time indicated in the notice (the "**Termination Date**").

(2) Occurrence of a Termination Event

A "**Termination Event**" means any of the following events:

- (a) The determination and/or publication of the Level of the Reference Portfolio is discontinued permanently, or the Issuer or the Calculation Agent obtains knowledge about the intention to do so.
- (b) Adjustments pursuant to § 6 or, as the case may be, § 7 of these Conditions are not possible or not justifiable with regard to the Issuer and/or the Securityholders.
- (c) In the opinion of the Calculation Agent at its reasonable discretion, another material change in the market conditions occurred in relation to the Relevant Exchange.

(d) The occurrence of a Change in Law and/or a Hedging Disruption and/or an Increased Cost of Hedging.

In this context:

"**Change in Law**" means that due to

- (i) the coming into effect of changes in laws or regulations (including but not limited to tax laws) or
- (ii) a change in relevant case law or administrative practice (including but not limited to the administrative practice of the tax authorities),

at the reasonable discretion of the Issuer

- (i) the holding, acquisition or sale of a Reference Portfolio Component is or becomes wholly or partially illegal or
- (ii) the costs associated with the obligations under the Securities have increased substantially (including but not limited to an increase in tax obligations, the reduction of tax benefits or negative consequences with regard to tax treatment),

if such changes become effective on or after the Issue Date of the Securities.

"**Hedging Disruption**" means that the Issuer is not able to

- (i) close, continue or carry out transactions or acquire, exchange, hold or sell assets (respectively) which at the reasonable discretion of the Issuer are needed by the Issuer in order to provide protection against price risk or other risks with regard to obligations under the Securities, or
- (ii) realise, reclaim or pass on proceeds from such transactions or assets (respectively)

under conditions which are economically substantially equal to those on the Issue Date of the Securities.

"**Increased Cost of Hedging**" means that the Issuer has to pay a substantially higher amount of taxes, duties, expenditures and fees (with the exception of broker fees) compared to the Issue Date in order to

- (i) close, continue or carry out transactions or acquire, exchange, hold or sell assets (respectively) which at the reasonable discretion of the Issuer are needed in order to provide protection against price risk or other risks with regard to obligations under the Securities, or
- (ii) realise, reclaim or pass on proceeds from such transactions or assets, respectively,

with increased costs due to a deterioration of the creditworthiness of the Issuer not to be considered Increased Cost of Hedging.

(3) Payment of the Termination Amount

In the case of termination by the Issuer the Issuer shall pay to each Securityholder with respect to each Security it holds, an amount in the Redemption Currency with respect to each Security, which is determined by the Calculation Agent at its reasonable discretion and, if applicable, considering the then prevailing Level of the Reference Portfolio and the expenses of the Issuer caused by the termination, as the fair market price of a Security at the occurrence of termination (the "**Termination Amount**").

§ 9 Market Disruptions

(1) Consequences of a Market Disruption

If, in the opinion of the Issuer and the Calculation Agent at their reasonable discretion, a Market Disruption (§ 9 (3)) prevails on the Valuation Date, the Valuation Date shall be postponed to the next succeeding Exchange Business Day, on which no Market Disruption prevails. The Issuer shall endeavour to notify the parties pursuant to § 12 of these Conditions without delay of the occurrence of a Market Disruption. However, there is no

notification obligation.

(2) Continuance of a Market Disruption

If the Valuation Date has been postponed, due to the provisions of § 9 (1) of these Conditions, by eight Exchange Business Day and if the Market Disruption continues to prevail on this day, this day shall be deemed the Valuation Date and the Valuation Date shall not be further postponed.

The Issuer and the Calculation Agent will then, in their reasonable discretion and taking into account (i) the market conditions then prevailing, (ii) a Level of the Reference Portfolio estimated on the basis of last announced Levels of the Reference Portfolio and of any estimate, if any, given by the Reference Portfolio Advisor, and (iii) such other conditions or factors as the Issuer and the Calculation Agent reasonably consider to be relevant, determine whether and in which amount, if applicable, the Issuer will make payment of the Settlement Amount or the Termination Amount, as the case may be.

(3) Occurrence of Market Disruption

A “Market Disruption” shall mean

in relation to a Synthetic Discount Certificate used as Reference Portfolio Component:

- (a) the non-publication or unavailability of any rate used for the purposes of converting or valuing any Synthetic Discount Certificate into EUR or USD on any day; and/or
- (b) the occurrence or continuation of any event that, in the opinion of the Calculation Agent at its reasonable discretion, has the effect of preventing or delaying the Calculation Agent and/or the Issuer to directly or indirectly from or makes it impossible through lawful channels to
 - (i) convert or value a Synthetic Discount Certificate into EUR or USD; and/or
 - (ii) to effect transactions in, or obtain values for a Synthetic Discount Certificate used as Reference Portfolio Component.

in relation to a Fund Unit used as Reference Portfolio Component:

- (a) a suspension or a failure of the announcement of the price of the Fund Unit as Reference Portfolio Component on any day relevant for determining any amounts under these Conditions or
- (b) a limitation, suspension or disruption of or, subject to the following provisions, a restriction imposed on trading, the latter of which the Calculation Agent at its reasonable discretion considers significant,
 - (i) on the Relevant Exchange in general (e.g. due to movements in price exceeding limits permitted by the Relevant Exchange), or
 - (ii) on the Relevant Exchange in the Funds Unit as Reference Portfolio Component, provided that a major number or a major part is affected (e.g. due to movements in price exceeding limits permitted by the Relevant Exchange), or
 - (iii) on the Relevant Futures and Options Exchange, if Option Contracts on the Fund Unit as Reference Portfolio Component are traded there, or
 - (v) due to a directive of an authority or of the Relevant Exchange (e.g. due to movements in price exceeding limits permitted by the Relevant Exchange) or due to a moratorium, which is declared in respect of banking activities in the country, in which the Relevant Exchange is located, or due to any other reasons whatsoever.
- (c) The relevant price is a “limit price”, which means that the price for the Fund Unit as Reference Portfolio Component for a day has increased or decreased from the immediately preceding day’s relevant price by the maximum amount permitted under applicable rules of the Relevant Exchange.
- (d) The occurrence of any other event that, in the opinion of the Calculation Agent at its reasonable discretion, disrupts or impairs the ability of market participants in general to effect transactions in, or

obtain market values for the Fund Unit as Reference Portfolio Component.

Any closing prior to the scheduled trading time or any restriction of the hours or the number of days during which trading takes place is not deemed to be a Market Disruption, if the restriction is based on a change in regular trading hours on the Relevant Exchange announced in advance at least one (1) hour prior to the earlier of (i) the actual closing time for the regular trading hours on the Relevant Exchange or (ii) the submission deadline for orders entered into the Relevant Exchange for execution on the relevant day. A restriction of trading which is levied during the course of any day due to price developments exceeding certain prescribed limits shall only be deemed to be a Market Disruption if such restriction continues until the end of trading hours on the relevant day.

§ 10

Calculation Agent; Paying Agent

(1) General

The Calculation Agent, and the Paying Agent (the “**Security Agents**”) shall assume the role as Security Agent in accordance with these Conditions.

(2) Vicarious Agent

Each of the Security Agents acts exclusively as vicarious agent of the Issuer and has no obligations to the Securityholder.

(3) Replacement, Appointment and Revocation

The Issuer is entitled at any time to replace any or all of the Security Agents by another company, to appoint one or several additional Security Agents, and to revoke their appointments. Such replacement, appointment and revocation shall be notified in accordance with § 12 of these Conditions.

(4) Resignation of Security Agents

Each of the Security Agents is entitled to resign at any time from its function upon prior written notice to the Issuer. Such resignation shall only become effective if another company is appointed by the Issuer as Calculation Agent, the Security Agent or as Paying Agent, as the case may be. Resignation and appointment are notified in accordance with § 12 of these Conditions.

§ 11

Substitution of the Issuer

(1) Substitution of the Issuer

Provided that the Issuer is in default with its obligations under the Securities, the Issuer is at any time entitled, without the consent of the Securityholders, to substitute another company within the UBS Group as issuer (the “**New Issuer**”) with respect to all obligations under or in connection with the Securities, if

- (i) the New Issuer assumes all obligations of the Issuer under or in connection with the Securities,
- (ii) (A) the Issuer and the New Issuer have obtained all necessary authorisations as well as consents and (B) may transfer to the Principal Paying Agent in the Redemption Currency and without being obligated to deduct or withhold taxes or other duties of whatever nature levied by the country, in which the New Issuer or the Issuer has its domicile or tax residence, all amounts required for the fulfilment of the payment obligations arising under the Securities;
- (iii) the New Issuer has agreed to indemnify and hold harmless each Securityholder against any tax, duty or other governmental charge imposed on such Securityholder in respect of such substitution;
- (iii) the Issuer unconditionally and irrevocably guarantees the obligations of the New Issuer.

(2) References

In the event of any such substitution, any reference in these Conditions to the Issuer shall from then on be deemed to refer to the New Issuer. Furthermore, any reference to the country, in which the Issuer is domiciled or resident for taxation purposes shall from then on be deemed to refer to the country of domicile or residence

for taxation purposes of the New Issuer.

(3) Publication

The substitution of the Issuer shall be final, binding and conclusive on the Securityholders and will be published to the Securityholders without undue delay in accordance with § 12 of these Conditions.

**§ 12
Publications**

(1) General

To the extent these Conditions provide for a notice pursuant to this § 12 of these Conditions, these will be published on the website of the Issuer at www.ubs.com/keyinvest and become effective vis-à-vis the Securityholders through such publication unless the notice provides for a later effective date.

If and to the extent that binding provisions of effective law or stock exchange provisions provide for other forms of publication, such publications must be made in addition and as provided for.

Any such notice shall be effective as of the publishing date (or, in the case of several publications as of the date of the first such publication).

(2) Notification to the Clearing System

The Issuer shall, to the extent legally possible, be entitled to effect publications by way of notification to the Clearing System for the purpose of notifying the Securityholders (as set forth in the applicable rules and regulations of the Clearing System), provided that in cases, in which the Securities are listed on a Security Exchange, the regulations of such Security Exchange permit this type of notice. Any such notice shall be deemed as having been effect as of the seventh day after the date of the notification to the Clearing System.

**§ 13
Issue of further Securities; Purchase; Call; Cancellation**

(1) Issue of further Securities

The Issuer is entitled at any time to issue, without the consent of the Securityholders, further securities having the same terms and conditions as the Securities so that the same shall be consolidated and form a single series with such Securities, and references to "Security" shall be construed accordingly.

(2) Purchase of Securities

The Issuer and any of its subsidiaries is entitled at any time to purchase, without the consent of the Securityholders, Securities at any price in the open market or otherwise. If purchases are made by tender, tenders must be available to all Securityholders alike.

Such Securities may be held, reissued, resold or cancelled, all at the option of the Issuer.

(3) Cancellation of Securities

All Securities redeemed in full shall be cancelled forthwith and may not be reissued or resold.

**§ 14
Language**

These Conditions are written in the English language. The English text shall be controlling and binding. Any German language translation is provided for convenience only.

**§ 15
Governing Law; Jurisdiction**

(1) Governing Law

The form and content of the Securities as well as all rights and duties arising from the matters provided for in

these Conditions shall in every respect be governed by, and shall be construed in accordance with, the laws of the Swiss Confederation.

(2) Jurisdiction

The place of jurisdiction for all actions or other procedures under or in connection with the Securities shall, to the extent legally possible, be Zurich (1), Switzerland.

§ 16 Corrections; Severability

(1) Modifications and Amendments

The Issuer shall be entitled to modify or amend, as the case may be, these Conditions in each case without the consent of the Securityholders in such manner as the Issuer deems necessary, if the modification or amendment

- (i) is of a formal, minor or technical nature; or
- (ii) is made to cure a manifest or proven error; or
- (iii) is made to cure any ambiguity; or is made to correct or supplement any defective provisions of these Conditions; or
- (iv) is made to correct an error or omission such that, in the absence of such correction, the Conditions would not otherwise represent the intended terms of the Securities on which the Securities were sold and have since traded; or
- (v) will not materially and adversely affect the interests of the Securityholders.

(2) Publication

Any modification or amendment of these Terms and Conditions shall take effect in accordance with its terms and be binding on the Securityholders, and shall be notified to the Securityholders in accordance with § 12 of these Conditions (but failure to give such notice, or non-receipt thereof, shall not affect the validity of such modification or amendment).

(3) Invalidity in whole or in part

If any of the provisions of these Conditions is or becomes invalid in whole or in part, the remaining provisions shall remain valid. The invalid provision shall be replaced by a valid provision, which, to the extent legally possible, serves the economic purposes of the invalid provision. The same applies to gaps, if any, in these Conditions.

§ 17 No collective investment schemes

This product does not represent a participation in any of the collective investment schemes pursuant to Art. 7 et seq. of the Swiss Federal Act on Collective Investment Schemes (CISA) and thus is not subject to the supervision of the Swiss Financial Market Supervisory Authority (*Eidgenössische Finanzmarktaufsicht*). Therefore, investors in this product are not eligible for the specific investor protection under the CISA.

E. INFORMATION ABOUT THE NOTIONAL REFERENCE PORTFOLIO

The following description forms an integral part of the Terms and Conditions and shall be construed in accordance with these Terms and Conditions. Capitalised terms not otherwise defined in the following description shall have the meanings given to them in the Terms and Conditions.

The **BHF-BANK Global FX/Income Opportunities Reference Portfolio** (the "**Reference Portfolio**") is a notional Euro ("**EUR**") denominated Reference Portfolio, actively managed, created and maintained by BHF-BANK AG (the "**Reference Portfolio Advisor**"), and subject to adjustments by the Issuer in case of the occurrence of adjustment events (pursuant to § 6 (*Adjustments to the Reference Portfolio*) and § 7 (*Adjustments in relation to a Fund Unit used as Reference Portfolio Component*) of the Terms and Conditions of the Securities).

The Reference Portfolio has been initiated on 30 September 2013 by the Reference Portfolio Advisor.

The Reference Portfolio aims to replicate (i) the performance of a long only basket of Synthetic Discount Certificates (as defined below) on pairs of currencies and potentially exchange traded funds (each an "**ETF**") linked to currencies (the "**Constituents**") and (ii) from time to time, a cash position accruing interest at the Euro OverNight Index Average (Eonia[®]) rate (the "**Cash Position**", which together with the Constituents shall be referred to as the "**Reference Portfolio Components**"), less fees and expenses.

Information about the past and the further performance of the Reference Portfolio and its volatility will be published in the internet on www.ubs.com/keyinvest or a substitute thereof.

The Reference Portfolio Advisor manages the Reference Portfolio in accordance with these Reference Portfolio Guidelines. The Reference Portfolio Components are selected by the Reference Portfolio Advisor in accordance with the following guidelines (the "**Reference Portfolio Guidelines**").

1. Only Synthetic Discount Certificates in EUR or USD linked to currencies, and for a tenor, which FX forward contracts are available for trading by the Issuer and potentially ETFs linked to currencies (the "**Investment Universe**") may be incorporated as Reference Portfolio Constituents in the Reference Portfolio ("**Eligible Instruments**"). A Synthetic Discount Certificate is an instrument linked to specified currency and with a specified maturity.
2. As of the Fixing Date, the currencies listed below are intended to be considered by the Reference Portfolio Advisor for inclusion in the Reference Portfolio; this list may be amended from time to time in agreement between the Reference Portfolio Advisor and the Calculation Agent
 - i. Australian Dollar ("**AUD**")
 - ii. Brazilian Real ("**BRL**")
 - iii. Canadian Dollar ("**CAD**")
 - iv. Swiss Franc ("**CHF**")
 - v. Chilean Peso ("**CLP**")
 - vi. Chinese Renminbi ("**CNY**")
 - vii. Czech Koruna ("**CZK**")
 - viii. British Pound ("**GBP**")
 - ix. Hong Kong Dollar ("**HKD**")
 - x. Hungarian Forint ("**HUF**")
 - xi. Indonesian Rupiah ("**IDR**")
 - xii. Israeli Shekel ("**ILS**")

- xiii. Indian Rupee ("INR")
 - xiv. Japanese Yen ("JPY")
 - xv. South Korean Won ("KRW")
 - xvi. Mexican Peso ("MXN")
 - xvii. Malaysian Ringgit ("MYR")
 - xviii. Norwegian Krone ("NOK")
 - xix. New Zealand Dollar ("NZD")
 - xx. Philippine Peso ("PHP")
 - xxi. Polish Zloty ("PLN")
 - xxii. Russian Ruble ("RUB")
 - xxiii. Swedish Krona ("SEK")
 - xxiv. Singapore Dollar ("SGD")
 - xxv. Thai Baht ("THB")
 - xxvi. Turkish Lira ("TRY")
 - xxvii. Taiwanese Dollar ("TWD")
 - xxviii. US Dollar ("USD")
 - xxix. South African Rand ("ZAR")
3. The number of different Eligible Instruments incorporated as Constituents in the Reference Portfolio is limited to 20 Constituents referring to different currencies at the same time, the respective weighting of a single constituent as well as the sum of all weightings referring to a specific currency is limited to 25% of the Level of the Reference Portfolio. **The weighting referring to KRW (South Korean Won) shall be during the whole term of the Securities below 10% of the Level of the Reference Portfolio. The weighting referring to INR (Indian Rupee) shall be during the whole term of the Securities below 25% of the Level of the Reference Portfolio.**
 4. The max tenor of each Synthetic Discount Certificates is limited to 3 years.
 5. The Reference Portfolio may only reflect long positions in Eligible Instruments.
 6. The Cash Position may at any time be up to 100% of the value of the Reference Portfolio.

A "Synthetic Discount Certificate" means an instrument issued by UBS with a redemption at maturity equal to the number of units of referenced currency needed for 1 EUR or USD (as the case may be) (the "Relevant FX Exchange Rate") on the date in the inclusion in the Reference Portfolio divided by the Relevant FX Exchange Rate on the specified maturity date for such instrument. Each synthetic discount certificate will be valued on daily basis using the available market data for the Relevant FX Exchange Rate forward market and recognized financial models.

"ETFs linked to currency" means exchange traded funds on regulated US markets which aims to reflect the price of any of the above mentioned currencies either for 1 USD or 1 EUR and are available for trading to the Issuer.

As the Reference Portfolio Advisor, BHF-BANK AG, has agreed to create the Reference Portfolio as a theoretical portfolio by selecting the initial constituents and the weightings of such constituents, a portfolio which aims to

replicate the performance of a basket of instruments linked to currencies and cash and manage and maintain the actively managed Reference Portfolio by rebalancing the notional Reference Portfolio, i.e. changing the weightings of its constituents, selecting new constituents and removing existing constituents, in its reasonable discretion (the "**Rebalancing**").

In case of a Rebalancing the theoretical volume of a buy or sell order for a Constituent is limited to volume that may be executed in such Constituent without causing disruption or a distortion in the market, as determined and communicated by the Calculation Agent. A Rebalancing may happen at the discretion of the Reference Portfolio Advisor. The Calculation Agent has the right to reject constituents that form part of a Rebalancing (see below). The theoretical volume is defined as the number of outstanding Certificates multiplied by the Level of the Reference Portfolio (using a reasonable foreign exchange rate to convert into the currency of the Constituent) and multiplied by the change in the percentage weight of the Constituent.

At any time, the Reference Portfolio may reflect a cash position which mirrors the holding of cash (the "**Cash Position**").

The Reference Portfolio Advisor will receive a quarterly fee of 0.25% (1.00% per year) of the Level of the Reference Portfolio accrued on a daily basis charged by the Calculation Agent and deducted from the Level of the Reference Portfolio (the "**Reference Portfolio Advisory Fee**").

The Issuer will receive a quarterly fee of 0.125% (0.50% per year) of the Level of the Reference Portfolio accrued on a daily basis plus the Adjustment Fee, charged by the Calculation Agent and deducted from the Level of the Reference Portfolio (the "**UBS Management Fee**").

The "**Adjustment Fee**" is levied for each adjustment made in the Reference Portfolio, and represents a percentage of the notional volume of each of the purchase and/or sale of a Constituent. The Adjustment Fee equals 0.10%. If the number of Rebalancings exceed the number of 30 within a year, then the Adjustment Fee equals 0.20% for these additional Rebalancings above 30. If the number of Rebalancings exceed the number of 50 within a year, then the Adjustment Fee equals 0.40% for these additional Rebalancings above 50. The Reference Portfolio Advisor is only entitled to proceed a Rebalancing above the number of 50 within a year, if the notional volume of the rebalancing equals or exceeds 10% of the total notional volume of the Reference Portfolio. The total number of rebalancings is capped to 80 per year.

The Reference Portfolio is denominated in EUR, while the Constituents, notionally comprised in the Reference Portfolio, might be denominated in other currencies than EUR. In order to appropriately reflect the performance of the Constituents in the determination of the value of the Reference Portfolio, the value of the Constituents denominated in other currencies than EUR is expressed in EUR. The exchange rate equals the currently prevailing exchange rate. The exchange-rate risk is not mitigated.

The above Universe can be amended in agreement between the Calculation Agent and the Reference Portfolio Advisor. Long positions may be based on Constituents only.

The Calculation Agent has the right to reject constituents that form part of a Rebalancing (a) should a situation arise whereby the Issuer due to applicable rules, regulations and internal or external restrictions would not be permitted to hold investments in the envisaged Constituents, (b) should a Market Disruption prevail on the date of the Rebalancing regarding the relevant constituents, (c) should the Issuer incur materially increased (as compared with circumstances existing on the Issue Date) amount of tax, duty, expense or fee (other than brokerage commissions) to (A) acquire, establish, re-establish, substitute, maintain, unwind or dispose of any transaction(s) or asset(s) it deems necessary to hedge the price risk of issuing and performing its obligations with respect to the Securities, or (B) realise, recover or remit the proceeds of any such transaction(s) or asset(s), provided that any such materially increased amount that is incurred solely due to the deterioration of the creditworthiness of the Issuer shall not be considered, (d) the Issuer is unable, after using commercially reasonable efforts, to (A) acquire, establish, re-establish, substitute, maintain, unwind or dispose of any transaction(s) or asset(s) it deems necessary to hedge price risks of issuing and performing its obligations with respect to the Securities, or (B) realise, recover or remit the proceeds of any such transaction(s) or asset(s), and (e) where the Rebalancing is not in line with these Reference Portfolio Guidelines.

Where a Potential Adjustment Event (pursuant to § 6 (*Adjustments to the Reference Portfolio*) and § 7 (*Adjustments in relation to a Fund Unit used as Reference Portfolio Component*) of the Terms and Conditions of the Securities) occurs with respect to any Constituent, the Issuer shall be entitled to effect adjustments to the Reference Portfolio in accordance with the Terms and Conditions of the Securities.

Eonia® Disclaimer

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F. SUBSCRIPTION AND SALE

1. Issue and Sale

It has been agreed that, on 27 December 2013 (the "**Issue Date**"; in case that the Subscription Period (as as defined below) is shortened or extended, the Issue Date may be changed accordingly) UBS Limited, 1 Finsbury Avenue, London EC2M 2PP, United Kingdom, and UBS AG, Bahnhofstrasse 45, 8001 Zurich, Switzerland, (each a "**Manager**") shall underwrite the Securities by means of an underwriting agreement dated as of the Issue Date and shall place them for sale under terms subject to change in the Public Offer Jurisdictions.

The Manager shall be responsible for coordinating the entire Securities offering.

The total commission due for the respective underwriting and/or placement service relating to the underwriting of the Securities is: Underwriting and/or placing fee (as defined in the section "Key Terms and Definitions of the Securities").

2. Subscription, Purchase and Delivery of the Securities

The Securities may be subscribed in the Public Offer Jurisdictions from the Manager(s) during normal banking hours within the subscription period starting on the business day following the publication of this Summary and Securities Note and ending on 19 December 2013 (15:00 hrs CET) (the "**Subscription Period**") at an amount of EUR 1,000.00 per Security (the "**Issue Price**") plus an offering premium amounting to up to 3 % of the Issue Price per Security (charged at the discretion of the distributor).

The Issuer reserves the right to earlier close or to extend the Subscription Period if market conditions so require.

The Issue Price per Security is due and payable on 27 December 2013, (the "**Initial Payment Date**"). After the Initial Payment Date, the appropriate number of Securities shall be credited to the investor's account in accordance with the rules of SIX SIS AG, Baslerstrasse 100, CH-4600 Olten, Switzerland as the Clearing System. If the Subscription Period is shortened or extended, the Initial Payment Date may also be brought forward or postponed.

After closing of the Subscription Period, the Issuer will publish the results of the offer of Securities, *i.e.* the actual number of Securities issued, on its website www.ubs.com/keyinvest (or a successor thereto).

3. Selling Restrictions

General

The Manager has represented and agreed (and each additional Manager will be required to represent and agree) that it will comply with all applicable securities laws and regulations in force in any jurisdiction in which it purchases, offers, sells or delivers Securities or possesses or distributes the Prospectus and will obtain any consent, approval or permission required by it for the purchase, offer, sale or delivery by it of Securities under the laws and regulations in force in any jurisdiction to which it is subject or in which it makes such purchases, offers, sales or deliveries and neither the Issuer nor any Manager shall have any responsibility therefore. Neither the Issuer nor the Manager has represented that Securities may at any time lawfully be sold in compliance with any applicable registration or other requirements in any jurisdiction, or pursuant to any exemption available thereunder, or assumed any responsibility for facilitating such sale.

The Securities may not be offered, sold, re-offered or re-sold in any jurisdiction except in circumstances where any such offer, sale, re-offer or re-sale is in compliance with all applicable laws, regulations and exchange control restrictions. In particular, investors should seek specific advice, if the intended offer, sale, re-offer or re-sale of the Securities is made in any of the countries whose currencies comprise the Reference Portfolio or to any resident of any such country, to ensure that there will be no breach of such applicable laws, regulations and exchange control restrictions.

United States of America

The Securities have not been registered and will not be registered under the United States Securities Act of 1933, as amended, (the "**Securities Act**"), or with any securities regulatory authority of any state or other jurisdiction of the United States. Trading in the Securities has not been approved by the U.S. Commodity Futures Trading Commission under the U.S. Commodity Exchange Act of 1936, as amended (the "**Commodity**

Exchange Act") or by the United States Securities and Exchange Commission. The Securities (or any rights thereunder) will be offered only outside of the United States and only to persons that are not U.S. persons as defined in Regulation S of the Securities Act.

The Securities may not be offered, sold or delivered within the United States or its possessions or to United States persons, except in certain transactions permitted by U.S. tax regulations. Terms used in this paragraph have the meanings given to them by the United States Internal Revenue Code and regulations thereunder.

The Manager has represented and agreed (and each additional Manager will be required to represent and agree) that, except as permitted, it has not offered, sold or delivered, and will not offer, sell or deliver, Securities of any Series (a) as part of their distribution at any time or (b) otherwise until 40 days after the later of the date of issue of the relevant Series of Securities and the completion of the distribution of such Series as certified to the principal Paying Agent or the Issuer by the relevant Manager within the United States or to, or for the account or of benefit of, U.S. persons, and that it will have sent to each Manager to which it sells Securities of such Series during the distribution compliance period a confirmation or other notice setting forth the restrictions on offers and sales of such Securities within the United States or to, or for the account of benefit of, U.S. persons.

In addition, until 40 days after the commencement of the offering of any Series of Securities an offer or sale of Securities of such Series within the United States by a Manager (whether or not participating in the offering of such Securities) may violate the registration requirements of the Securities Act.

European Economic Area

In relation to each Member State of the European Economic Area which has implemented the Prospectus Directive (each, a "**Relevant Member State**"), each Manager has represented and agreed, and each further Manager appointed under the Prospectus will be required to represent and agree, that with effect from and including the date on which the Prospectus Directive is implemented in that Relevant Member State (the "**Relevant Implementation Date**") it has not made and will not make an offer of Securities which are the subject of the offering contemplated by the Prospectus to the public in that Relevant Member State except that it may, with effect from and including the Relevant Implementation Date, make an offer of such Securities to the public in that Relevant Member State:

- (a) *Approved prospectus*: if the Prospectus in relation to the Securities specifies that an offer of those Securities may be made other than pursuant to Article 3 (2) of the Prospectus Directive in that Relevant Member State (a "**Non-exempt Offer**"), following the date of publication of a prospectus in relation to such Securities which has been approved by the competent authority in that Relevant Member State or, where appropriate, approved in another Relevant Member State and notified to the competent authority in that Relevant Member State, **provided that** any such prospectus has subsequently been completed by the final terms contemplating such Non-exempt Offer, in accordance with the Prospectus Directive, in the period beginning and ending on the dates specified in such prospectus or final terms, as applicable, and the Issuer has consented in writing to its use for the purpose of that Non-exempt Offer;
- (b) *Qualified investors*: at any time to any legal entity which is a qualified investor as defined in the Prospectus Directive;
- (c) *Fewer than 100 offerees*: at any time to fewer than 100 or, if the Relevant Member State has implemented the relevant provision of the 2010 PD Amending Directive, 150 natural or legal persons (other than qualified investors as defined in the Prospectus Directive), subject to obtaining the prior consent of the relevant Manager or Managers nominated by the Issuer for any such offer; or
- (d) *Other exempt offers*: at any time in any other circumstances falling within Article 3 (2) of the Prospectus Directive,

provided that no such offer of Securities referred to in (b) to (d) above shall require the Issuer or any Manager to publish a prospectus pursuant to Article 3 of the Prospectus Directive or supplement a prospectus pursuant to Article 16 of the Prospectus Directive.

For the purposes of this provision, the expression "offer of Securities to the public" in relation to any Securities in any Relevant Member State means the communication in any form and by any means of sufficient information on the terms of the offer and the Securities to be offered so as to enable an investor to decide to purchase or subscribe the Securities, as the same may be varied in that Member State by any measure

implementing the Prospectus Directive in that Member State, the expression “**Prospectus Directive**” means Directive 2003/71/EC (and amendments thereto, including the 2010 PD Amending Directive, to the extent implemented in the Relevant Member State), and includes any relevant implementing measure in the Relevant Member State and the expression “**2010 PD Amending Directive**” means Directive 2010/73/EU.

Selling restriction addressing additional securities laws of the United Kingdom

The Manager has represented and agreed (and each additional Manager will be required to represent and agree) that:

- a) in relation to any Securities which have a maturity of less than one year, (i) it is a person whose ordinary activities involve it in acquiring, holding, managing or disposing of investments (as principal or agent) for the purposes of its business and (ii) it has not offered or sold and will not offer or sell any Securities other than to persons whose ordinary activities involve them in acquiring, holding, managing or disposing of investments (as principal or agent) for the purposes of their businesses or who it is reasonable to expect will acquire, hold, manage or dispose of investments (as principal or agent) for the purposes of their businesses, where the issue of the Securities would otherwise constitute a contravention of Section 19 of the Financial Services and Markets Act (“**FSMA**”) by the Issuer;
- b) it has only communicated or caused to be communicated and will only communicate or cause to be communicated an invitation or inducement to engage in investment activity (within the meaning of Section 21 of the FSMA) received by it in connection with the issue or sale of any Securities in circumstances in which Section 21(1) of the FSMA would not, if it was not an authorised person, apply to the Issuer; and
- c) it has complied and will comply with all applicable provisions of the FSMA with respect to anything done by it in relation to any Securities in, from or otherwise involving the United Kingdom.

For the purpose of non-discretionary accounts, the Securities should not be sold with a consideration of less than EUR 100,000 or equivalent.

China

Each purchaser of the Securities has represented and agreed that (1) this document does not constitute an offer to sell or the solicitation of an offer to buy any securities to any person to whom it is unlawful to make the offer or solicitation in the People's Republic of China (excluding Hong Kong, Macau and Taiwan, the “**PRC**”) or to any person who is PRC resident outside of the PRC; (2) it does not fall within the scope as set out in (1) above and will not sell, transfer, assign, novate or otherwise dispose of its interests in the Securities to any person falling within the scope as set out in (1) above.

The Issuer does not represent that this document may be lawfully distributed, or that any Securities may be lawfully offered, in compliance with any applicable registration or other requirements in the PRC, or pursuant to an exemption available hereunder, or assume any responsibility for facilitating any such distribution or offering. Neither this document nor any advertisement or other offering material may be distributed or published in the PRC, except under circumstances that comply with any applicable laws and regulations.

India

The Securities or any interest therein may not be offered, sold or delivered, or offered or sold or delivered to any person for reoffering or resale or redelivery, in any case directly or indirectly, in India or to a Person Resident in India as defined in the Foreign Exchange Management Act, 1999 (a “**Prohibited Purchaser**”).

Each holder of the Securities and each beneficial owner of the Securities represents, as a condition to purchasing or owning such Securities or any beneficial interest therein, that neither it nor any person for whose account or benefit the Securities are being purchased is a Prohibited Purchaser or is located in India. Each holder of the Securities or any beneficial interest therein agrees not to offer, sell or arrange the sale or deliver at any time, directly or indirectly, any of the Securities in India or to, or for the account or benefit of, any Prohibited Purchaser or to any other person other than in accordance with the laws and regulations of India. The Securityholder further represents that it will not, directly or indirectly, distribute or publish (which for the avoidance of doubt will include the dissemination of any such materials or information via the internet) any offering circular, term sheet, prospectus, form of application, other document or information or carry out any type of solicitation in connection with the Securities in India or to any Prohibited Purchaser.

The Securityholder acknowledges that neither the Securities nor any offering documents in connection with the Securities has been approved by or registered with the Securities and Exchange Board of India, any stock exchange in India or the Registrar of Companies in India, for distribution in India.

Israel

This Prospectus has not been approved by the Israeli Securities Authority and will only be distributed to Israeli residents in a manner that will not constitute "an offer to the public" under sections 15 and 15a of the Israel Securities Law, 5728-1968 ("**the Securities Law**") or section 25 of the Joint Investment Trusts Law, 5754-1994 ("**the Joint Investment Trusts Law**"), as applicable. The Securities are being offered to a limited number of investors (35 investors or fewer during any given 12 month period) and/or those categories of investors listed in the First Addendum ("**the Addendum**") to the Securities Law, ("**Sophisticated Investors**") namely joint investment funds or mutual trust funds, provident funds, insurance companies, banking corporations (purchasing the Securities for themselves or for clients who are Sophisticated Investors), portfolio managers (purchasing the Securities for themselves or for clients who are Sophisticated Investors), investment advisors or investment marketers (purchasing the Securities for themselves), members of the Tel-Aviv Stock Exchange (purchasing the Securities for themselves or for clients who are Sophisticated Investors), underwriters (purchasing the Securities for themselves), venture capital funds engaging mainly in the capital market, an entity which is wholly-owned by Sophisticated Investors, corporations, other than formed for the specific purpose of an acquisition pursuant to an offer, with a shareholders equity in excess of NIS 50 million, and individuals in respect of whom the terms of item 9 in the Schedule to the Investment Advice Law hold true investing for their own account, each as defined in the said Addendum, as amended from time to time, and who in each case have provided written confirmation that they qualify as Sophisticated Investors, and that they are aware of the consequences of such designation and agree thereto; in all cases under circumstances that will fall within the private placement or other exemptions of the Joint Investment Trusts Law, the Securities Law and any applicable guidelines, pronouncements or rulings issued from time to time by the Israeli Securities Authority.

This Prospectus may not be reproduced or used for any other purpose, nor be furnished to any other person other than those to whom copies have been sent. Any offeree who purchases a Security is purchasing such Security for its own benefit and account and not with the aim or intention of distributing or offering such Security to other parties (other than, in the case of an offeree which is a Sophisticated Investor by virtue of it being a banking corporation, portfolio manager or member of the Tel-Aviv Stock Exchange, as defined in the Addendum, where such offeree is purchasing Securities for another party which is an Sophisticated Investor). Nothing in this termsheet should be considered Investment Advice or Investment Marketing defined in the Regulation of Investment Counselling, Investment Marketing and Portfolio Management Law, 5755-1995.

Investors are encouraged to seek competent investment counselling from a locally licensed investment counsel prior to making the investment. As a prerequisite to the receipt of a copy of this termsheet a recipient may be required by the issuer to provide confirmation that it is an Sophisticated Investor purchasing the Securities for its own account or, where applicable, for other Sophisticated Investors.

This Prospectus does not constitute an offer to sell or solicitation of an offer to buy any securities other than the Securities offered hereby, nor does it constitute an offer to sell to or solicitation of an offer to buy from any person or persons in any state or other jurisdiction in which such offer or solicitation would be unlawful, or in which the person making such offer or solicitation is not qualified to do so, or to a person or persons to whom it is unlawful to make such offer or solicitation.

Hong Kong

Each purchaser has represented and agreed that it has not issued or had in its possession for the purposes of issue, and will not issue or have in its possession for the purposes of issue, whether in Hong Kong or elsewhere, any advertisement, invitation or document relating to the Securities, which is directed at, or the contents of which are likely to be accessed or read by, the public of Hong Kong (except if permitted to do so under the securities laws of Hong Kong) other than with respect to the Securities which are or are intended to be disposed of only to persons outside Hong Kong or only to "professional investors" as defined in the Securities and Futures Ordinance (Cap. 571) of Hong Kong and any rules made under that Ordinance.

This is a structured product which involves derivatives. Do not invest in it unless you fully understand and are willing to assume the risks associated with it. If you are in any doubt about the risks involved in the Securities, you may clarify with the intermediary or seek independent professional advice.

Russia

Any settlement in currency other than Russian RUB if (a) parties to the settlement process are resident clients and (b) settlements are performed on the territory of the Russian Federation (*i.e.* via a/cs with the Russian banks) are restricted. Certain restrictions apply as well to settlements between resident and non-resident clients if (a) such settlements are performed on the territory of the Russian Federation (*i.e.* via a/cs with the Russian banks) and (b) foreign currency (non-RUB) is used as means of payment.

South Korea

The Securities may not be directly or indirectly offered, sold or delivered or offered or sold to any person for re-offering or resale in Korea or to any resident of Korea, an affiliate of a resident of Korea, or any person with a significant interest in Korea. The Securities may not be held by a Securityholder as a custodian, intermediary, trustee, or any similar capacity for or on behalf of any resident of Korea, an affiliate of a resident of Korea, or any person with a significant interest in Korea. A person shall be deemed to be an affiliate of a resident of Korea if such person is controlled by such resident or both such person and such resident are controlled by the same third party. A person shall be deemed to have a significant interest in Korea if such person has any significant assets or businesses in Korea.

Singapore

This document has not been registered as a prospectus with the Monetary Authority of Singapore. Accordingly, this document and any other document or material in connection with the offer or sale, or invitation for subscription or purchase, of the Securities may not be circulated or distributed, nor may the Securities be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to persons in Singapore other than (i) to an institutional investor under Section 274 of the Securities and Futures Act (Chapter 289) of Singapore (the "SFA"), (ii) to a relevant person pursuant to Section 275(1), or any person pursuant to Section 275(1A), and in accordance with the conditions specified in Section 275, of the SFA, or (iii) otherwise pursuant to, and in accordance with the conditions of, any other applicable provision of the SFA.

Where the Securities is subscribed or purchased under Section 275 of the SFA by a relevant person which is:

- (a) a corporation (which is not an accredited investor (as defined in Section 4A of the SFA)) the sole business of which is to hold investments and the entire share capital of which is owned by one or more individuals, each of whom is an accredited investor; or
- (b) a trust (where the trustee is not an accredited investor) whose sole purpose is to hold investments and each beneficiary of the trust is an individual who is an accredited investor,

securities (as defined in Section 239(1) of the SFA) of that corporation or the beneficiaries' rights and interest (howsoever described) in that trust shall not be transferred within six months after that corporation or that trust has acquired the securities pursuant of an offer made under Section 275 of the SFA except:

- (1) to an institutional investor or to a relevant person defined in Section 275(2) of the SFA, or to any person arising from an offer referred to in Section 275(1A) or Section 276 (4)(i)(B) of the SFA;
- (2) where no consideration is or will be given for the transfer;
- (3) where the transfer is by operation of law;
- (4) as specified in Section 276 (7) of the SFA; or
- (5) as specified in Regulation 32 of the Securities and Futures (Offers of Investments) (Shares and Debentures) Regulations 2005 of Singapore.

G. TAXATION

The following is a general description of certain tax considerations relating to the EU Savings Tax Directive and to the taxation of the Securities in the Switzerland, the Federal Republic of Germany and Luxembourg. It does not purport to be a complete analysis of all tax considerations relating to the Securities, whether in those countries or elsewhere. **Prospective purchasers of Securities should consult their own tax advisers as to which countries' tax laws could be relevant to acquiring, holding and disposing of Securities and receiving payments of interest, principal and/or other amounts under the Securities and the consequences of such actions under the tax laws of those countries.** This summary is based upon the law as in effect on the date of this Securities Note and is subject to any change in law that may take effect after such date.

The Issuer does not assume any responsibility for the withholding of taxes at the source.

1. EU Savings Tax Directive

Under EC Council Directive 2003/48/EC on the taxation of savings income (the "EU Savings Directive"), each Member State is required to provide to the tax authorities of another Member State details of payments of interest or other similar income paid by a person within its jurisdiction to, or collected by such a person for, an individual resident or certain limited types of entity established in that other Member State; however, for a transitional period, Austria and Luxembourg apply instead a withholding system in relation to such payments, deducting tax at a rate of meanwhile 35% (unless during that transitional period they elect to provide information in accordance with the EU Savings Directive). The transitional period is to terminate at the end of the first full fiscal year following agreement by certain non-EU countries to the exchange of information relating to such payments. Luxembourg announced to abandon the transitional withholding system and provide information in accordance with the EU Savings Directive as from 1 January 2015 onwards.

A number of non-EU countries, and certain dependent or associated territories of certain Member States, have adopted similar measures (either provision of information or transitional withholding) in relation to payments made by a person within its jurisdiction to, or collected by such a person for, an individual resident or certain limited types of entity established in a Member State. In addition, the Member States have entered into provision of information or transitional withholding arrangements with certain of those dependent or associated territories in relation to payments made by a person in a Member State to, or collected by such a person for, an individual resident or certain limited types of entity established in one of those territories.

The European Commission has proposed certain amendments to the EU Savings Directive, which may, if implemented, amend or broaden the scope of the requirements described above. Investors who are in any doubt as to their position should consult their professional advisers.

2. Taxation in the Federal Republic of Germany

The information about the German taxation of the Securities issued under the Prospectus set out in the following section deals only with German withholding tax and is not exhaustive. It is based on current tax laws in force at the time when this Securities Note was published. Such tax laws may be subject to change at short notice and, within certain limits, also with retroactive effect.

The following is a general description of certain German withholding tax considerations relating to the Securities. It does not purport to be a complete analysis of all German tax considerations relating to the Securities. In particular, this discussion does not consider any specific facts or circumstances that may apply to a particular investor. This summary does not allow any conclusions to be drawn with respect to issues not specifically addressed.

Prospective purchasers of Securities are advised to consult their own tax advisors as to the tax consequences of the purchase, ownership and disposition of the Securities on the basis of this Prospectus, including the effect of any state or local taxes, under the tax laws of Germany and each country of which they are residents.

German withholding tax

In principle, only persons (individuals and incorporated entities) who are tax resident in Germany (in particular, persons having a residence, habitual abode, seat or place of management in Germany) are subject to German withholding tax with respect to payments under debt instruments. Non-resident persons generally do not suffer

German withholding tax. If, however, the income from the Securities is subject to German tax, i.e. if (i) the Securities are held as business assets (*Betriebsvermögen*) of a German permanent establishment (including a permanent representative) which is maintained by the relevant investor or (ii) the income from the Securities qualifies for other reasons as taxable German source income, German withholding tax is applied, as a rule, as in the case of a German tax resident investor.

German withholding tax will be levied at a flat withholding tax rate of 26.375% (including solidarity surcharge (*Solidaritätszuschlag*)) on proceeds from the sale of the Securities if the Securities are held in a custodial account which the relevant investor maintains with a German branch of a German or non-German credit or financial services institution or with a German securities trading business or a German securities trading bank (a "German Disbursing Agent"). If the Securities are redeemed, repaid, assigned or contributed into a corporation by way of a hidden contribution (*verdeckte Einlage*), such transaction is treated like a sale. If the Issuer exercises the right to substitute the debtor of the Securities, the substitution might, for German tax purposes, be treated as an exchange of the Securities for new notes issued by the new debtor. Such a substitution could result in the recognition of a taxable gain or loss for the respective investors.

If an investor sells or redeems the Securities, the tax base is, in principle, the difference between the acquisition costs and the proceeds from the sale or redemption of the Securities reduced by expenses directly and factually related to the sale or redemption. Where the Securities are acquired and/or sold in a currency other than Euro, the sales/redemption price and the acquisition costs have to be converted into Euro on the basis of the foreign exchange rates prevailing on the sale or redemption date and the acquisition date respectively. If the Securities have not been held in the custodial account maintained with the Disbursing Agent since their acquisition and the acquisition costs of the Securities are not proven to the German Disbursing Agent in the form required by law (e.g. if the Securities had been transferred from a non-EU custodial account prior to the sale), withholding tax is applied to 30% of the proceeds from the sale or redemption of the Securities.

When computing the tax base for withholding tax purposes, the German Disbursing Agent has to deduct any negative savings income (*negative Kapitalerträge*) or paid accrued interest (*Stückzinsen*) in the same calendar year or unused negative savings income of previous calendar years.

Individuals who are subject to church tax may apply in writing for this tax to be withheld as a surcharge to the withholding tax. Individuals subject to church tax but declining the application have to include their savings income in their tax return and will then be assessed to church tax. For German credit institutions an electronic information system as regards church withholding tax shall apply in respect of interest received after 31 December 2013, with the effect that church tax will be collected by the German Disbursing Agent by way of withholding unless the investor has filed a blocking notice (*Sperrvermerk*) with the German Federal Central Tax Office (*Bundeszentralamt für Steuern*), in which case the obligation to include savings income in the tax return for church tax purposes will persist.

With regard to individuals holding the Securities as private assets, any withholding tax levied shall, in principle, become definitive and replace the income taxation of the relevant investor. If no withholding tax has been levied other than by virtue of a withholding tax exemption certificate (*Freistellungsauftrag*) and in certain other cases, the relevant investor is nevertheless obliged to file a tax return, and the savings income will then be taxed within the tax assessment procedure. However, the separate tax rate for savings income applies in most cases also within the assessment procedure. In certain cases, the investor may apply to be assessed on the basis of its personal tax rate if such rate is lower than the above tax rate. Such application can only be filed consistently for all savings income within the assessment period. In case of jointly assessed husband and wife the application can only be filed for savings income of both spouses.

With regard to other investors, German withholding tax is a prepayment of (corporate) income tax and will be credited or refunded within the tax assessment procedure.

No German withholding tax will be levied if an individual holding the Securities as private assets has filed a withholding tax exemption certificate (*Freistellungsauftrag*) with the German Disbursing Agent, but only to the extent the savings income does not exceed the exemption amount shown on the withholding tax exemption certificate. Currently, the maximum exemption amount is EUR 801 (EUR 1,602 in the case of jointly assessed husband and wife). Similarly, no withholding tax will be levied if the relevant investor has submitted a certificate of non-assessment (*Nichtveranlagungs-Bescheinigung*) issued by the relevant local tax office to the German Disbursing Agent. Further, with regard to investors holding the Securities as business assets, no withholding tax will be levied on capital gains from the redemption, sale or assignment of the Securities if (a) the Securities are held by a company in terms of section 43 para 2 sentence 3 no 1 German Income Tax Act (*Einkommensteuergesetz*) or (b) the proceeds from the Securities qualify as income of a domestic business and the investor has notified this to the German Disbursing Agent by use of the officially required form.

The Issuer is not obliged to levy German withholding tax in respect of payments on the Securities.

3. Taxation in Luxembourg

The following is a general description of certain Luxembourg withholding tax considerations relating to the Securities. It does not purport to be a complete analysis of all tax considerations relating to the Securities, whether in Luxembourg or elsewhere. Prospective purchasers of the Securities should consult their own tax advisers as to which countries' tax laws could be relevant to acquiring, holding and disposing of the Securities and receiving payments of interest, principal and/or other amounts under the Securities and the consequences of such actions under the tax laws of Luxembourg. This summary is based upon the law as in effect on the date of the Prospectus. The information contained within this section is limited to withholding taxation issues, and potential investors should not apply any information set out below to other areas, including (but not limited to) the legality of transactions involving the Securities.

Withholding Tax

All payments of interest and principal by the Issuer in the context of the holding, disposal, redemption or repurchase of the Securities can be made free and clear of any withholding or deduction for or on account of any taxes of whatsoever nature imposed, levied, withheld, or assessed by Luxembourg or any political subdivision or taxing authority thereof or therein, in accordance with the applicable Luxembourg law, subject however to:

- (a) the application of the Luxembourg laws of 21 June 2005, as amended, implementing the European Union Savings Directive (Council Directive 2003/48/EC – the “EU Savings Directive”) and several agreements concluded with certain dependent or associated territories and providing for the possible application of a withholding tax (35% from 1 July 2011) on interest paid to certain non Luxembourg resident investors (individuals and certain types of entities called “residual entities” within the meaning of article 4.2 of the above-mentioned directive – see section “EU Savings Directive” below) in the event of the Issuer appointing a paying agent in Luxembourg within the meaning of the above-mentioned directive (see section “EU Savings Directive” below) or agreements;
- (b) the application as regards Luxembourg resident individuals of the Luxembourg law of 23 December 2005, as amended, which has introduced a 10% withholding tax on savings income (i.e. with certain exemptions, savings income within the meaning of the Luxembourg laws of 21 June 2005, as amended, implementing the EU Savings Directive).

Pursuant to the law of 23 December 2005 as amended by the law of 17 July 2008, Luxembourg resident individuals can opt to self declare and pay a 10% tax on interest payments made by paying agents located in a Member State of the European Union other than Luxembourg, a Member State of the European Economic Area other than an EU Member State or in a State or territory which has concluded an agreement directly relating to the EU Savings Directive on the taxation of savings income.

The 10% withholding tax as described above or the 10% tax are final when Luxembourg resident individuals are acting in the context of the management of their private wealth.

Responsibility for the withholding of tax in application of the above-mentioned Luxembourg laws of 21 June 2005, as amended, and 23 December 2005, as amended, is assumed by the Luxembourg paying agent within the meaning of these laws and not by the Issuer.

H. GENERAL INFORMATION

1. Form of Document

This document comprises a securities note (the “**Securities Note**”) and a summary (the “**Summary**”) and, together with the registration document of UBS AG dated 22 May 2013, as supplemented by Supplement No. 1 dated 29 August 2013 and from time to time, (the “**Registration Document**”), constitutes a prospectus (the “**Prospectus**”) according to Art. 5 (3) of the Prospectus Directive (Directive 2003/71/EC, as amended), as implemented by the relevant provisions of the EU member states, in connection with Regulation 809/2004 of the European Commission, as amended.

2. Publication

The Prospectus has been published on the website of UBS at www.ubs.com/keyinvest (or a successor thereto). In case of admission to trading of Securities on a regulated market of a stock exchange, the Prospectus will be published in accordance with the rules of such stock exchange.

The Prospectus will also be available at the registered office of the Issuer.

3. Authorisation

The Issuer does not need to obtain (individual) authorisation from its Management Board to issue the Securities. There exists a general resolution for the issue of the Securities.

4. Approval of the Prospectus and Notification

Application has been made by the Issuer to the Federal Financial Services Supervisory Authority (*Bundesanstalt für Finanzdienstleistungsaufsicht* – “**BaFin**”) as competent authority under and in accordance with the Securities Prospectus Act which implements Directive 2003/71/EC of the European Parliament and the Council of 4th November 2003 into German law to approve this document, comprising the Summary and the Securities Note, as part of a tri-partite prospectus. The BaFin approved the Summary and the Securities Note after completing a review of this document for completeness, including a review of the coherence and comprehensibility of the information provided.

In order to be able to conduct a public offer and/or a listing of the Securities on an organised market (within the meaning of Directive 93/22/EEC) (the “**EEA Passport**”) in Austria and Luxembourg, the Issuer has applied for a notification of the Prospectus pursuant to Sections 17, 18 of the WpPG into Austria and Luxembourg. The Issuer reserves the right to apply to the BaFin for EEA Passports into further EEA states.

A special permit allowing for the Securities to be offered or the prospectus to be distributed in a jurisdiction outside of those countries for which an EEA Passport is possible and a permit required has not been obtained.

5. Use of Proceeds

The net proceeds from the sale of the Securities will be used for funding purposes of the UBS Group. The Issuer shall not employ the net proceeds within Switzerland. The net proceeds from the issue shall be employed by the Issuer for general business purposes. A separate (“special purpose”) fund will not be established.

6. Availability of the Prospectus and other documents

So long as any of the Securities are outstanding copies of the following documents will be available, during usual business hours on any weekday (Saturdays and public holidays excepted), at the registered offices of the Issuer:

- (a) a copy of the Articles of Association of UBS AG;
- (b) a copy of the Registration Document of UBS AG dated 22 May 2013, as supplemented by Supplement No. 1 dated 29 August 2013 and from time to time;

- (c) a copy of the Annual Report of UBS AG as of 31 December 2011, comprising the sections (1) Operating environment and strategy, (2) Financial and operating performance, (3) Risk, treasury and capital management, (4) Corporate governance, responsibility and compensation, (5) Financial information (including the "Report of the Statutory Auditor and the Independent Registered Public Accounting Firm on the Consolidated Financial Statements" and the "Report of the Statutory Auditor on the Financial Statements");
- (d) a copy of the Annual Report of UBS AG as of 31 December 2012, comprising the sections (1) Operating environment and strategy, (2) Financial and operating performance, (3) Risk, treasury and capital management, (4) Corporate governance, responsibility and compensation, (5) Financial information (including the "Report of the statutory auditor and the independent registered public accounting firm on the consolidated financial statements" and the "Report of the statutory auditor on the financial statements");
- (e) a copy of the quarterly reports of UBS AG for the quarters ended 31 March 2013 and 30 June 2013;
- (f) a copy of the Securities Note dated 25 October 2013, as supplemented from time to time; and
- (g) a copy of the Summary dated 25 October 2013, as supplemented from time to time.

Copies of the above documents shall, as long as any of the Securities are outstanding, also be maintained in printed format, for free distribution, at the registered offices of the Issuer. In addition, any annual and quarterly reports of UBS AG are published on the UBS website, at www.ubs.com/investors or a successor address.

I. SIGNATORIES

Signed on behalf of the Issuer,

25 October 2013:

UBS AG

By:

(signed by Sigrid Kossatz)

By:

(signed by Stefanie Zaromitidis)

The following information comprises a legally non-binding German translation of the section "D. Terms and Conditions of the Securities", which has neither been reviewed nor approved by the Federal Financial Services Supervisory Authority

APPENDIX 1: Abschnitt D: Wertpapierbedingungen

D. WERTPAPIERBEDINGUNGEN

Wertpapierbedingungen

*Die nachfolgenden Bedingungen der Wertpapiere, bestehend aus den produktspezifischen Besonderen Wertpapierbedingungen und den Allgemeinen Wertpapierbedingungen, sind in Zusammenhang mit und nach Maßgabe der „Ausstattungsmerkmale und Definitionen der Wertpapiere“ (die „**Bedingungen**“) zu lesen.*

Die Bedingungen der Wertpapiere sind gegliedert in

- Teil 1: Ausstattungsmerkmale und Definitionen der Wertpapiere**
- Teil 2: Besondere Wertpapierbedingungen** (für die einzelnen Arten von Wertpapieren)
- Teil 3: Allgemeine Wertpapierbedingungen** (für alle Arten von Wertpapieren)

Wertpapierbedingungen Teil 1: Ausstattungsmerkmale und Definitionen der Wertpapiere /

Die Wertpapiere weisen folgende Definitionen bzw., vorbehaltlich einer Anpassung in Übereinstimmung mit den Bedingungen der Wertpapiere, folgende Ausstattungsmerkmale, jeweils in alphabetischer Reihenfolge dargestellt, auf. Diese Übersicht stellt keine vollständige Beschreibung der Wertpapiere dar, unterliegt den Bedingungen der Wertpapiere, den allgemeinen Emissionsbedingungen sowie allen anderen Abschnitten dieses Prospekts und ist in Verbindung mit diesen zu lesen. Die nachfolgende Verwendung des Symbols „*“ in den Ausstattungsmerkmalen und Definitionen der Wertpapiere gibt an, dass die entsprechende Festlegung von der Berechnungsstelle bzw. der Emittentin getroffen und danach unverzüglich gemäß den jeweiligen rechtlichen Anforderungen der maßgeblichen Rechtsordnung bekannt gemacht wird.

A.

Ausgabetag:	Der Ausgabetag der Wertpapiere entspricht dem 27. Dezember 2013. Bei Verkürzung oder Verlängerung der Zeichnungsfrist kann sich der Ausgabetag entsprechend verschieben.
Ausgabepreis:	Der Ausgabepreis entspricht EUR 1.000,00 (zuzüglich eines Ausgabeaufschlags (siehe „Provisionen“)).
Ausgabevolumen:	Das Ausgabevolumen beträgt bis zu 100.000 Wertpapiere.
Auszahlungswährung:	Die Auszahlungswährung entspricht Euro („EUR“).

B.

Berechnungsstelle:	Die Berechnungsstelle bezeichnet UBS AG, Bahnhofstrasse 45, 8001 Zürich, Schweiz, und Aeschenvorstadt 1, 4051 Basel, Schweiz, handelnd durch ihre Niederlassung London, 1 Finsbury Avenue, London EC2M 2PP, Vereinigtes Königreich.
Bewertungstag:	Der Bewertungstag steht <ul style="list-style-type: none"> (i) im Fall einer Tilgung der Wertpapiere nach § 1 der Bedingungen der Wertpapiere, für den Verfalltag, (ii) im Fall einer automatischen Beendigung der Laufzeit der Wertpapiere nach § 2 (2) der Bedingungen der Wertpapiere, für den maßgeblichen Automatischen Beendigungstag, bzw. (iii) im Fall einer Kündigung durch die Emittentin nach § 8 der Bedingungen der Wertpapiere, für den maßgeblichen Kündigungstag. Falls dieser Tag kein Börsengeschäftstag ist, dann gilt der unmittelbar darauf folgende Börsengeschäftstag als der Bewertungstag.
Bezugsverhältnis:	Das Bezugsverhältnis wird in Übereinstimmung mit folgender Formel berechnet, wobei das Ergebnis auf zehn Dezimalstellen kaufmännisch gerundet wird:

$$\frac{\text{EUR 1.000,00}}{\text{StrikeLevel des Referenz-Portfolios}}$$

Börsengeschäftstag:	Börsengeschäftstag bezeichnet jeden Geschäftstag, an dem, soweit anwendbar, in Bezug auf die gegebenenfalls in dem virtuellen Referenz-Portfolio enthaltene ETFs die Maßgebliche Börse für den Handel geöffnet ist, und der Kurs der ETFs in Übereinstimmung mit den maßgeblichen Regeln bestimmt wird.
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- C.**
Clearingsystem: Das Clearingsystem steht für SIX SIS AG, Baslerstrasse 100, CH-4600 Olten, Schweiz („SIS“) oder jeden Nachfolger in dieser Funktion.
- CS-Regeln:** CS-Regeln steht für die Vorschriften und Verfahren, die auf das Clearingsystem Anwendung finden und/oder von diesem herausgegeben werden.
- E.**
Emittentin: Die Emittentin bezeichnet die UBS AG, Bahnhofstrasse 45, 8001 Zürich, Schweiz, und Aeschenvorstadt 1, 4051 Basel, Schweiz.
- F.**
Fälligkeitstag: Der Fälligkeitstag entspricht dem fünften Geschäftstag nach dem maßgeblichen Bewertungstag.
- Festlegungstag:** Der Festlegungstag bezeichnet den 20. Dezember 2013.
- Falls dieser Tag kein Börsengeschäftstag ist, dann gilt der unmittelbar darauf folgende Börsengeschäftstag als der Festlegungstag.
- Bei Verkürzung oder Verlängerung der Zeichnungsfrist kann sich der Festlegungstag entsprechend verschieben.
- G.**
Gesamtsumme der Emission: Ausgabepreis x Ausgabevolumen.
- Geschäftstag:** Der Geschäftstag steht für jeden Kalendertag, an dem die Geschäftsbanken in London, Frankfurt am Main, New York und Zürich für den Geschäftsverkehr geöffnet sind.
- K.**
Kleinste handelbare Einheit: Die Kleinste handelbare Einheit entspricht einem (1) Wertpapier bzw. einem ganzzahligen Vielfachen davon.
- L.**
Level des Referenz-Portfolios: Der Level des Referenz-Portfolios entspricht unter Berücksichtigung der jeweiligen Gewichtung der Summe sämtlicher Komponenten zuzüglich der Barmittel-Position. Die Komponenten werden dabei, vorbehaltlich von § 2 (2) der Bedingungen der Wertpapiere, mit dem von der Berechnungsstelle bestimmten Schlusskurs bewertet und in die Auszahlungswährung umgerechnet. Die Berechnung berücksichtigt die Auswirkungen sämtlicher mit dem virtuellen Referenz-Portfolio verbundenen Gebühren und Kosten.
- Der anfängliche Level des Referenz-Portfolios zum 30. September 2013 entsprach EUR 100.000,00.
- Der Level des Referenz-Portfolios zu einem Geschäftstag wird von der Berechnungsstelle an dem folgenden Geschäftstag berechnet.
- Der Level des Referenz-Portfolios wird im Internet unter www.ubs.com/keyinvest oder einer diese ersetzenden Seite veröffentlicht.

Falls ein Geschäftstag kein Börsengeschäftstag in Bezug auf eine Komponente in dem Referenz-Portfolio ist, wird für die Berechnung des Level des Referenz-Portfolios der Preis der Komponente an dem vorangehenden Börsengeschäftstag als Preis dieser Komponente verwendet.

**M.
Maßgebliche Börse:**

Die Maßgebliche Börse bezeichnet diejenige Wertpapierbörse, an welcher das größte Handelsvolumen in den in dem virtuellen Referenz-Portfolio enthaltenen jeweiligen Fondsanteilen eines Fonds stattfindet. Die Emittentin bestimmt die jeweils Maßgebliche Börse nach billigem Ermessen.

Der Begriff „Maßgebliche Börse“ umfasst sämtliche Maßgeblichen Börsen.

**P.
Provisionen:**

Die Emittentin kann Verkaufs- und Bestandsprovisionen als umsatzabhängige Vertriebsvergütungen an die jeweilige Vertriebsstelle zahlen (vgl. (i) bis (iv)). Verkaufsprovisionen werden aus dem Emissionserlös als einmalige Zahlung geleistet; alternativ gewährt die Emittentin der jeweiligen Vertriebsstelle einen entsprechenden Abschlag auf den Ausgabepreis (ohne Ausgabeaufschlag). Bestandsprovisionen werden bestandsabhängig wiederkehrend gezahlt. Ist UBS beim Vertrieb eigener Wertpapiere sowohl Emittentin als auch Vertriebsstelle, werden der vertreibenden Stelle der UBS entsprechende Beträge bankintern gutgeschrieben.

(i) Übernahme- und/oder Platzierungsprovision:	Keine
(ii) Verkaufsprovision:	Keine
(iii) Börsenzulassungsprovision:	Keine
(iv) Sonstige:	Ausgabeaufschlag in Höhe von bis zu 3 % des Ausgabepreises (erhoben im Ermessen des Vertriebspartners) und

Referenz-Portfolio Gebühren, wie weitergehend in dem Abschnitt „Informationen über das virtuelle Referenz-Portfolio“, der einen Bestandteil der Bedingungen der Wertpapiere bildet, beschrieben.

**R.
Referenz-Portfolio:**

Das Referenz-Portfolio steht für das BHF-BANK Global FX/Income Opportunities Reference Portfolio, ein virtuelles Euro („EUR“) denominatedes aktiv verwaltetes Referenz-Portfolio, das von der BHF-BANK AG („Referenz-Portfolio Advisor“) erstellt und verwaltet wird.

Das Referenz-Portfolio wurde am 30. September 2013 von dem Referenz-Portfolio Advisor geschaffen.

Das Referenz-Portfolio zielt darauf ab, (i) die Entwicklung eines Korbs von sog. long Positionen in Synthetic Discount Zertifikaten, die an die Währungen und gegebenenfalls an sog. Exchange Traded Funds (*börsennotierte Fonds* – jeweils ein „ETF“ oder „Fonds“) mit Währungsexposure gebunden sind, (die „Komponenten“) und (ii) eine gelegentliche Barmittel-Position, die mit dem Euro OverNight Index Average (Eonia[®]) Zinssatz verzinst wird (die „Barmittel-Position“, die zusammen mit den Komponenten als „Referenz-Portfolio Bestandteile“ bezeichnet wird) abzüglich bestimmter Gebühren und Kosten abzubilden.

Der Referenz-Portfolio Advisor verwaltet das Referenz-Portfolio in Übereinstimmung mit den Referenz-Portfolio Vorgaben.

Das Referenz-Portfolio und die Referenz-Portfolio Bestandteile sind weitergehend in dem Abschnitt „Informationen über das virtuelle Referenz-Portfolio“, der einen Bestandteil der Bedingungen der Wertpapiere bildet, beschrieben.

- S.**
Strike Level des Referenz-Portfolios: Der Strike Level des Referenz-Portfolios entspricht dem Level des Referenz-Portfolios am Festlegungstag, wie an diesem Tag von der Berechnungsstelle unter Verwendung virtueller Abwicklungswerte für die in dem virtuellen Referenz-Portfolio enthaltenen Komponenten bestimmt.*
- U.**
Übernahme- und/oder Platzierungsprovision: Siehe „Provisionen“.
- V.**
Verfalltag / Expiration Date: Der Verfalltag entspricht, **vorbehaltlich einer Verlängerung der Laufzeit der Wertpapiere gemäß § 2 (3) der Bedingungen der Wertpapiere**, dem 30. September 2016. Falls dieser Tag kein Geschäftstag ist, dann gilt der unmittelbar darauf folgende Geschäftstag als der Verfalltag.
- W.**
Wertpapiere: Wertpapiere bezeichnet die EUR denominierten von der Emittentin im Umfang des Ausgabevolumens begebenen Global FX/Income Opportunities Zertifikate mit den Wertpapier-Kenn-Nummern ISIN: CH0202050081, WKN: UBS3FX, Valor: 20205008.
- Die Wertpapiere werden als Wertrechte („**Wertrechte**“) i.S.v. Art. 973c des Schweizerischen Obligationenrechts („**OR**“), welche Bucheffekten („**Bucheffekten**“) i.S. des Bundesgesetzes über die Bucheffekten („**Bucheffektengesetz**“; „**BEG**“) darstellen, ausgegeben; die Umwandlung in einzelne Wertpapiere i.S.v. Art. 965 OR ist ausgeschlossen.
- Z.**
Zahlstelle: Die Zahlstelle bezeichnet die UBS AG, Bahnhofstrasse 45, 8001 Zürich, Schweiz, und Aeschenvorstadt 1, 4051 Basel, Schweiz.
- Zeichnungsfrist:** Beginnend einen Werktag nach Veröffentlichung dieses Prospekts und endend am 19. Dezember 2013 (15:00 Uhr MEZ).
- Die Emittentin behält sich vor, die Zeichnungsfrist bei entsprechender Marktlage zu verkürzen oder zu verlängern.

Wertpapierbedingungen Teil 2: Besondere Wertpapierbedingungen

§ 1 Wertpapierrecht

(1) Wertpapierrecht der Wertpapiergläubiger

Die Emittentin gewährt hiermit dem Wertpapiergläubiger (§ 3 (2)) von je einem (1) Wertpapier bezogen auf den Level des Referenz-Portfolios nach Maßgabe dieser Bedingungen das Recht (das „**Wertpapierrecht**“), den gegebenenfalls auf zwei Dezimalstellen kaufmännisch gerundeten Abrechnungslevel (§ 1 (2)) des Referenz-Portfolios in der Auszahlungswährung multipliziert mit dem Bezugsverhältnis (der „**Auszahlungsbetrag**“) zu beziehen.

(2) Abrechnungslevel des Referenz-Portfolios

Der „**Abrechnungslevel**“ des Referenz-Portfolios bezeichnet, vorbehaltlich einer Marktstörung (§ 9 (3)), den Level des Referenz-Portfolios, wie er in Bezug auf den Bewertungstag von der Berechnungsstelle berechnet wird.

Zur Klarstellung: Obwohl der Auszahlungsbetrag unter Bezugnahme auf den Marktwert der Referenz-Portfolio Bestandteile berechnet wird, ist die Emittentin nicht verpflichtet, den Erlös der Ausgabe der Wertpapiere zu irgendeinem Zeitpunkt in die Referenz-Portfolio Bestandteile zu investieren. Die Wertpapiergläubiger haben keine Eigentumsrechte oder Anteile an den Referenz-Portfolio Bestandteilen.

(3) Festlegungen und Berechnungen im Zusammenhang mit dem Wertpapierrecht

Sämtliche im Zusammenhang mit dem Wertpapierrecht vorzunehmenden Festlegungen und Berechnungen, insbesondere die Berechnung des Auszahlungsbetrags, erfolgen durch die Berechnungsstelle (§ 10). Die insoweit von der Berechnungsstelle getroffenen Festlegungen und Berechnungen sind, außer in Fällen offensichtlichen Irrtums, abschließend und für alle Beteiligten bindend.

§ 2 Laufzeit der Wertpapiere; Automatische Beendigung der Laufzeit; Verlängerung der Laufzeit der Wertpapiere

(1) Laufzeit der Wertpapiere

Die Laufzeit der Wertpapiere endet, vorbehaltlich (i) einer automatischen Beendigung der Laufzeit der Wertpapiere gemäß § 2 (2) dieser Bedingungen oder (ii) einer Kündigung der Wertpapiere durch die Emittentin oder die Wertpapiergläubiger in Übereinstimmung mit diesen Bedingungen, am Verfalltag, es sei denn, die Emittentin hat ihre Option zur Verlängerung der Laufzeit der Wertpapiere gemäß § 2 (3) dieser Bedingungen ausgeübt.

(2) Automatische Beendigung der Laufzeit

Bei Vorliegen eines Automatischen Beendigungsereignisses endet die Laufzeit aller ausstehenden Wertpapiere automatisch am Automatischen Beendigungstag (wie nachfolgend definiert) und jeder Wertpapiergläubiger hat nach Maßgabe dieser Bedingungen das Recht (das „**Wertpapierrecht**“), den gegebenenfalls auf zwei Dezimalstellen kaufmännisch gerundeten Vorzeitigen Abrechnungslevel (wie nachfolgend definiert) des Referenz-Portfolios in der Auszahlungswährung multipliziert mit dem Bezugsverhältnis (der „**Automatische Beendigungsbetrag**“) zu beziehen.

Die Emittentin wird den Wertpapiergläubigern unverzüglich (i) das Vorliegen eines Automatischen Beendigungsereignisses und (ii) den Tag, zu dem das Automatische Beendigungsereignis eingetreten ist (dieser Tag wird als der „**Automatische Beendigungstag**“ bezeichnet), gemäß § 12 dieser Bedingungen mitteilen (wobei jedoch eine versäumte Übermittlung einer solchen Mitteilung oder

deren Nichterhalt die Wirksamkeit der automatischen Beendigung der Laufzeit der Wertpapiere nicht beeinträchtigt).

Dabei gilt:

Ein „**Automatisches Beendigungsereignis**“ liegt vor, wenn die BHF-BANK AG in Übereinstimmung mit dem maßgeblichen Referenz-Portfolio Vertrag nicht mehr als Referenz-Portfolio Advisor fungiert.

Der „**Vorzeitige Abrechnungslevel**“ des Referenz-Portfolios bezeichnet, vorbehaltlich einer Marktstörung (§ 9 (3)), den Level des Referenz-Portfolios, wie er in Bezug auf den an dem maßgeblichen Bewertungstag von der Berechnungsstelle berechnet wird, wobei jede Komponente mit ihrem Virtuellen Abwicklungspreis bewertet wird. Der „**Virtuelle Abwicklungspreis**“ einer Komponente entspricht dem Preis, zu dem die Emittentin in der Lage wäre, nach bestem Bemühen die entsprechende Komponente virtuell und für die Zwecke der Berechnung des Vorzeitigen Abrechnungslevel abzuwickeln.

(3) Verlängerung der Laufzeit der Wertpapiere

Die Emittentin ist berechtigt, die Laufzeit aller ausstehenden Wertpapiere durch Bekanntmachung gemäß § 12 dieser Bedingungen an die Wertpapiergläubiger (die „**Ausübungsmitteilung der Verlängerungsoption der Emittentin**“) mit einer Frist von mindestens einem (1) Kalenderjahr vor dem zu diesem Zeitpunkt geltenden Verfalltag (oder einem aus der Verlängerung der Laufzeit der Wertpapiere resultierenden späteren Verfalltag) um einen zusätzlichen Zeitraum von drei (3) Kalenderjahren zu verlängern (die „**Verlängerungsoption der Emittentin**“); in einem solchen Fall ist der „Verfalltag“ der Tag, der drei (3) Kalenderjahre auf den vorher festgelegten Verfalltag folgt.

Die Emittentin kann die Laufzeit der Wertpapiere beliebig oft verlängern.

(4) Kündigungsrecht des Wertpapiergläubigers

Bei Ausübung der Verlängerungsoption der Emittentin ist jeder Wertpapiergläubiger berechtigt, binnen neun (9) Monaten nach Veröffentlichung der Ausübungsmitteilung der Verlängerungsoption der Emittentin sämtliche, aber nicht einzelne, dann ausstehenden und von ihm gehaltenen Wertpapiere durch Ausübung der „**Wertpapiergläubiger Nicht-Verlängerungsoption**“ zu kündigen.

Zur Ausübung der Wertpapiergläubiger Nicht-Verlängerungsoption muss bei der Emittentin eine schriftliche und rechtsverbindlich unterzeichnete Erklärung des Wertpapiergläubigers, dass er seine Wertpapiergläubiger Nicht-Verlängerungsoption ausübt (die „**Ausübungserklärung**“), eingegangen sein. Die Ausübungserklärung ist unwiderruflich und bindend und hat unter anderem folgende Angaben zu enthalten: (a) den Namen des Wertpapiergläubigers, (b) die Bezeichnung und die Anzahl der von ihm gehaltenen Wertpapiere und (c) das Konto des Wertpapiergläubigers bei einem Kreditinstitut, auf das der gegebenenfalls zu zahlende Auszahlungsbetrag überwiesen werden soll.

Nach wirksamer Ausübung der Wertpapiergläubiger Nicht-Verlängerungsoption durch den Wertpapiergläubiger werden die Wertpapiere dieses Wertpapiergläubigers getilgt und der Wertpapiergläubiger ist berechtigt, den Auszahlungsbetrag (wie in § 1(1) dieser Bedingungen definiert) je Wertpapier in Bezug auf den planungsgemäßen Verfalltag bzw. den verschobenen planungsgemäßen Verfalltag zu erhalten.

Wertpapierbedingungen Teil 3: Allgemeine Wertpapierbedingungen

§ 3

Form der Wertpapiere; Eigentum und Übertragbarkeit; Status

(1) Form der Wertpapiere

Die Wertpapiere werden als Wertrechte emittiert und bei einer Verwahrungsstelle i.S.v. Art. 4 BEG („**Verwahrungsstelle**“; wie z.B. Banken oder Effektenhändler) hinterlegt bzw. registriert. Bucheffekten werden durch Immobilisierung von Wertpapieren oder Wertrechten und einer entsprechenden Gutschrift auf einem Effektenkonto eines Wertpapiergläubigers bei einer Verwahrungsstelle geschaffen (Art. 4 und 6 BEG).

Bucheffekten sind vertretbare Forderungs- oder Mitgliedschaftsrechte gegenüber einer Emittentin, die einem Effektenkonto bei einer Verwahrungsstelle gutgeschrieben sind und über welche die Kontoinhaberin oder der Kontoinhaber nach den Vorschriften des Bucheffektengesetzes verfügen können (Art. 3 Abs. 1 BEG).

Für jede einzelne Serie von Wertpapieren führt eine einzige Verwahrungsstelle das Hauptregister, das öffentlich zugänglich ist. Wertpapiergläubiger können Informationen über ihre Berechtigung an Bucheffekten einer bestimmten Serie von Wertpapieren bei ihrer Verwahrungsstelle beziehen.

(2) Wertpapiergläubiger; Eigentum und Übertragbarkeit

„**Wertpapiergläubiger**“ bezeichnet jede nach Schweizer Recht als Eigentümer der Wertpapiere anerkannte Person. Der Wertpapiergläubiger wird in jeder Hinsicht von der Emittentin und den Wertpapierstellen (§ 10 (1)) als Berechtigter und Begünstigter bezüglich der in den Wertpapieren repräsentierten Rechte behandelt.

Bucheffekten werden gemäß Art. 24 ff. BEG sowie dem Vertrag zwischen dem Wertpapiergläubiger und seiner Verwahrungsstelle durch Verfügung des Wertpapiergläubigers an die Verwahrungsstelle, die Bucheffekten zu übertragen, und der Gutschrift der entsprechenden Bucheffekten im Effektenkonto der Erwerberin oder des Erwerbers übertragen. Wertpapiergläubiger können ihre Rechte an den Bucheffekten nur über ihre Verwahrungsstelle geltend machen. Weder die Bucheffekten noch Rechte an den Bucheffekten dürfen ohne vorherige schriftliche Zustimmung der Emittentin durch Zession gemäß den Artikeln 164 ff. OR übertragen werden.

Die Wertpapiergläubiger haben kein Recht, die Auslieferung von Wertpapieren (einschließlich Schweizer Globalurkunden) oder Wertrechten zu erhalten. Einzelurkunden werden nicht erstellt.

Die Emittentin ist jederzeit ohne Zustimmung der Wertpapiergläubiger der betreffenden Wertpapiere berechtigt, Schweizer Globalurkunden (die die Grundlage von Bucheffekten bilden) in Wertrechte (die die Grundlage von Bucheffekten bilden), und umgekehrt, umzuwandeln.

(3) Status der Wertpapiere

Die Wertpapiere begründen unmittelbare, unbesicherte und nicht nachrangige Verbindlichkeiten der Emittentin, die untereinander und mit allen sonstigen gegenwärtigen und künftigen unbesicherten und nicht nachrangigen Verbindlichkeiten der Emittentin gleichrangig sind, ausgenommen solche Verbindlichkeiten, denen aufgrund zwingender gesetzlicher Vorschriften Vorrang zukommt.

§ 4

Tilgung; Verjährung

(1) Tilgung der Wertpapiere

Die Emittentin wird, vorbehaltlich einer Marktstörung (§ 9 (3)) und in jedem Fall vorbehaltlich sämtlicher anwendbarer steuerlicher oder sonstiger Gesetze und Vorschriften im Zusammenhang mit der Zahlung oder sonstiger Gesetze und Vorschriften, denen sich die Emittentin unterwirft, am

maßgeblichen Fälligkeitstag durch Zahlung des Auszahlungsbetrags bzw. des Kündigungsbetrags bzw. aller sonstigen Zahlungen gemäß den Bedingungen in Bezug auf den maßgeblichen Fälligkeitstag in der Auszahlungswährung über die Zahlstelle zur Gutschrift auf das Konto des jeweils maßgeblichen Wertpapiergläubigers über die jeweils maßgebliche Verwahrungsstelle gemäß den anwendbaren Vorschriften in deren Regelwerken veranlassen.

(2) Befreiende Leistung

Die Emittentin wird mit der vorstehend beschriebenen Leistung an das Clearingsystem von den ihr unter diesen Bedingungen der Wertpapiere obliegenden Tilgungsverpflichtungen bzw. sonstigen Zahlungsverpflichtungen befreit.

(3) Steuern, Abgaben und/oder Kosten

Alle im Zusammenhang mit der Tilgung der Wertpapiere bzw. sonstigen Zahlungs- oder Lieferverpflichtungen unter diesen Bedingungen der Wertpapiere gegebenenfalls anfallenden Steuern, Abgaben und/oder Kosten sind von dem jeweiligen Wertpapiergläubiger zu tragen und zu zahlen. Die Emittentin und die Zahlstelle sind berechtigt, jedoch nicht verpflichtet, von den erforderlichen Leistungen unter diesen Bedingungen etwaige Steuern, Abgaben und/oder Kosten einzubehalten, die von dem Wertpapiergläubiger gemäß vorstehendem Satz zu zahlen sind.

(4) Verjährung

Gemäß anwendbarem schweizerischem Recht verjähren Forderungen jeglicher Art gegen die Emittentin, welche in Zusammenhang mit den Wertpapieren entstehen, zehn (10) Jahre nach Eintritt der Fälligkeit der vorzeitigen Tilgung der Wertpapiere oder, soweit dies zeitlich früher ist, der Fälligkeit der ordentlichen Tilgung der Wertpapiere.

§ 5 Steuern

Zahlungen auf die Wertpapiere werden in jedem Fall nur nach Abzug und Einbehalt gegenwärtiger oder zukünftiger Steuern, Abgaben oder staatlicher Gebühren gleich welcher Art, die unter jedwedem anwendbaren Rechtssystem oder in jedwedem Land, das die Steuerhoheit beansprucht, von oder im Namen einer Gebietskörperschaft oder Behörde des Landes, die zur Steuererhebung ermächtigt ist, auferlegt, erhoben oder eingezogen werden (die "**Steuern**") geleistet, soweit ein solcher Abzug oder Einbehalt gesetzlich oder behördlich vorgeschrieben ist. Die Emittentin hat gegenüber den zuständigen Regierungsbehörden Rechenschaft über die abgezogenen oder einbehaltenen Steuern abzulegen.

§ 6 Anpassungen des Referenz-Portfolios

(1) Veränderungen in der Berechnung; Vornahme von Anpassungen

Veränderungen in der Berechnung (einschließlich Bereinigungen) des Referenz-Portfolios oder der Zusammensetzung oder Gewichtung der Referenz-Portfolio Bestandteile, auf deren Grundlage das Referenz-Portfolio berechnet wird, führen nicht zu einer Anpassung, es sei denn, dass das maßgebende Konzept und die Berechnung des Referenz-Portfolios infolge einer Veränderung (einschließlich einer Bereinigung) nach Auffassung der Emittentin und der Berechnungsstelle, nach billigem Ermessen, nicht mehr vergleichbar sind mit dem bisher maßgebenden Konzept oder der maßgebenden Berechnung des Referenz-Portfolios. Dies gilt insbesondere, wenn sich aufgrund irgendeiner Änderung trotz gleich bleibender Kurse der in dem Referenz-Portfolio enthaltenen Komponenten und ihrer Gewichtung eine wesentliche Änderung des Level des Referenz-Portfolios ergibt.

Zum Zweck einer Anpassung ermitteln die Emittentin und die Berechnungsstelle nach billigem Ermessen einen angepassten Level des Referenz-Portfolios, der bei der Bestimmung des Level des Referenz-Portfolios zugrunde gelegt wird und in seinem wirtschaftlichen Ergebnis der bisherigen

Regelung entspricht, und bestimmen unter Berücksichtigung des Zeitpunktes der Veränderung den Tag, zu dem der angepasste Level des Referenz-Portfolios erstmals zugrunde zu legen ist. Der angepasste Level des Referenz-Portfolios sowie der Zeitpunkt seiner erstmaligen Anwendung werden unverzüglich gemäß § 12 dieser Bedingungen bekannt gemacht.

(2) Vornahme von Anpassungen und Festlegungen; Bekanntmachung

Anpassungen und Festlegungen nach den vorstehenden Absätzen werden durch die Emittentin nach billigem Ermessen bzw. von der Berechnungsstelle nach billigem Ermessen, vorgenommen und von der Emittentin nach § 12 dieser Bedingungen bekannt gemacht. Anpassungen und Festlegungen sind (sofern nicht ein offensichtlicher Fehler vorliegt) für alle Beteiligten endgültig und bindend.

§ 7

Anpassungen in Bezug auf einen Fondsanteil als Referenz-Portfolio Bestandteil

(1) Folgen des Eintritts eines Potenziellen Anpassungsereignisses

Bei Eintritt oder dem wahrscheinlichen Eintritt eines Potenziellen Anpassungsereignisses (§ 7 (2)) in Bezug auf den Fondsanteil als Referenz-Portfolio Bestandteil können die Emittentin und die Berechnungsstelle, wenn sie nach billigem Ermessen der Ansicht sind, dass dieser Grund wesentlich ist und sich nachteilig auf den Referenz-Portfolio Bestandteil und das Referenz-Portfolio oder die Berechnung des NAV des Fondsanteils auswirkt,

- (a) Anpassungen an Berechnungsmethoden, Werten oder Regelungen in Bezug auf die Wertpapiere vornehmen, die (nach Ausübung billigen Ermessens durch den Ersetzungsgrund erforderlich werden, und/oder
- (b) unter Verwendung zumutbaren Aufwands innerhalb von fünf (5) Geschäftstagen einen oder mehrere passende(n) alternative Fonds, die ein ähnliches Anlagemandat haben – vorbehaltlich der folgenden Anforderungen – auswählen (jeweils ein „**Nachfolge-Fonds**“) und den Fonds durch diese(n) Fonds austauschen.

Ein Austausch des Fonds als Referenz-Portfolio Bestandteil durch einen oder mehrere alternative Fonds ist nur zulässig, wenn die folgenden Voraussetzungen kumulativ erfüllt sind:

- (i) Die maßgebliche(n) Fondsverwaltungsgesellschaft(en) und die Fondsmanager sind grundsätzlich bereit, dass die Wertpapiere an den Fonds gebunden werden.
- (ii) Die Emittentin kann zu dem Nettoinventarwert oder Rücknahmepreis in dem Fonds handeln, ohne dass unmittelbar bzw. mittelbar Gebühren, Abgaben oder sonstige Kosten anfallen, einschließlich von Zeichnungsaufschlägen oder Rückgabeabschlägen, die im Zusammenhang mit diesem Handel oder hierbei erzielten Zinserträgen anwendbar bzw. möglicherweise anwendbar sein könnten.
- (iii) Der Fonds ist ein offener Investmentfonds, der in einem OECD Land gegründet worden ist.
- (iv) Der Fonds (oder ein maßgeblicher Manager) veröffentlicht den Nettoinventarwert oder den Rücknahmepreis in Bezug auf den Fonds auf täglicher Basis.
- (v) Die Emittentin ist in der Lage, ihre Position im Zusammenhang mit dem Nachfolge-Fonds in vollem Umfang zum Nachfolge-Fonds-Auswahltag abzusichern.

In diesem Zusammenhang bezeichnet der „**Nachfolge-Fonds-Auswahltag**“ den Tag, an dem die Berechnungsstelle den/die Nachfolge-Fonds auswählt.

(2) Vorliegen eines Potenziellen Anpassungsereignisses

„**Potenzielles Anpassungsereignis**“ bezeichnet einen der folgenden Umstände:

- (a) Ein Verstoß gegen bzw. eine inhaltliche Änderung wesentlicher Bestimmungen des Verkaufsprospekts oder anderer im Zusammenhang mit der Vermarktung des Fonds erstellten Dokumente bzw. der jeweiligen Gründungsdokumente, der bzw. die nach Auffassung der Berechnungsstelle wesentlich ist.
- (b) Eine wesentliche Änderung des Anlageziels des Fonds.
- (c) Die Währung, in der der NAV des Fonds bzw. des Fondsanteils veröffentlicht wird, (die „**Währungseinheit**“) wird geändert und weicht nun von der Währung am Festlegungstag ab.
- (d) Der Nettoinventarwert, wie er von oder im Auftrag des Fonds berechnet wird, wird an einem vorgesehenen Fondsgeschäftstag nicht innerhalb eines Zeitraums, innerhalb dessen die Berechnungsstelle üblicherweise davon ausgehen darf, dass der Nettoinventarwert verfügbar ist, berechnet oder veröffentlicht.
- (e) Jede Aussetzung, Verschiebung, Beschränkung oder Einschränkung des Handels in bzw. der Rückgabe und Zeichnung von dem Fondsanteil an dem Fonds, die Auswirkungen auf die Absicherungsgeschäfte der Emittentin (lit. (k)) hat (insbesondere einschließlich der Einführung oder Erhöhung von damit im Zusammenhang stehenden Gebühren, Kosten oder Auslagen, der Einführung oder dem Gebrauchmachen von sog. Gates oder Side Pockets oder jeder Umstrukturierung, Neuorganisation oder sonstigen Maßnahme, die eine mit einem sog. Gate oder Side Pocket vergleichbare Wirkung hat), oder jede zwingende Rückgabe von Fondsanteilen an dem Fonds.
- (f) Die aufsichtsrechtliche oder steuerliche Behandlung in Bezug auf die Emittentin, den Fonds bzw. seinen Manager, seinen Investment Manager oder einen seiner Investmentberater (jeweils ein „**Manager**“) ändert sich.
- (g) Die Aktivitäten des Fonds oder eines Managers unterfallen im Zusammenhang mit einem vermuteten oder behaupteten Fehlverhalten oder Verstoß gegen Vorgaben und Regulierungen oder aus sonstigen vergleichbaren Gründen der Prüfung oder Untersuchung einer maßgeblichen Aufsichtsbehörde bzw. der Referenzfonds oder eines Managers unterliegt daraus resultierenden Sanktionsmaßnahmen der Aufsichtsbehörde.
- (h) Die Emittentin ist wirtschaftlicher Eigentümer von mehr als 25 % der Fondsanteile des Fonds bzw. einer Anteilsklasse des Fonds.
- (i) Die Abwicklung oder Liquidation eines Managers bzw. die Beendigung oder der Verlust von regulatorischen Genehmigungen, Lizenzen oder Registrierungen des Investment-Managers oder Zusammenschluss, Trennung, Abwicklung oder Liquidation des bzw. mit Auswirkungen auf den Fonds.
- (j) Die Änderung bzw. Kündigung einer Vereinbarung der Emittentin mit dem Fonds und/oder einem Manager, einschließlich von Vereinbarungen im Zusammenhang mit der Zeichnung und Rückgabe von Fondsanteilen.
- (k) Der Eintritt eines sonstigen Ereignisses, das nach Ansicht der Emittentin und der Berechnungsstelle nach Ausübung billigen Ermessens die Möglichkeit der Emittentin verhindert, behindert oder wesentlich beeinträchtigt, Absicherungsgeschäfte in Bezug auf die Verpflichtungen aus den Wertpapieren durchzuführen (die „**Absicherungsgeschäfte der Emittentin**“).

Auf andere als die vorstehend bezeichneten Ereignisse oder Umstände, die dazu führen, dass die Bedingungen der Wertpapiere nicht mehr die ursprünglichen, zwischen der Emittentin und den Wertpapiergläubigern vereinbarten, wirtschaftlichen Gegebenheiten reflektieren oder sonst die wirtschaftliche Basis, auf deren Grundlage die Emittentin die Wertpapiere begeben hat, nachteilig beeinflussen, sind die beschriebenen Regeln entsprechend anzuwenden.

Jede in diesen Bedingungen enthaltene Bezugnahme auf den Fonds als Referenz-Portfolio Bestandteil gilt dann, sofern es der Zusammenhang erlaubt, als Bezugnahme auf den Nachfolge-Fonds.

(3) Berichtigter Kurs

Wenn der durch den Administrator bzw. sonst im Auftrag des Fonds festgelegte und veröffentlichte Kurs des Fondsanteils als Referenz-Portfolio Bestandteil im Nachhinein berichtigt wird, und die Berichtigung (der "**Berichtigte Kurs**") von dem Administrator bzw. sonst im Auftrag des Fonds nach der ursprünglichen Veröffentlichung, jedoch noch innerhalb eines Abwicklungszyklus bekanntgegeben und veröffentlicht wird, sind die Emittentin und die Berechnungsstelle berechtigt, nach billigem Ermessen, unter Berücksichtigung des Berichtigten Kurses Anpassungen dieser Bedingungen vorzunehmen, um der Berichtigung Rechnung zu tragen. Die Anpassung sowie der Zeitpunkt ihrer erstmaligen Anwendung werden unverzüglich gemäß § 12 dieser Bedingungen bekannt gemacht.

(4) Vornahme von Anpassungen und Festlegungen; Bekanntmachung

Anpassungen und Festlegungen nach den vorstehenden Absätzen werden durch die Emittentin bzw. von der Berechnungsstelle nach billigem Ermessen, unter Berücksichtigung der herrschenden Marktgegebenheiten und unter Wahrung des bisherigen wirtschaftlichen Ergebnisses der Wertpapiere vorgenommen. In Zweifelsfällen über die jeweils vorzunehmende Anpassung entscheidet die Emittentin über die Anwendung der Anpassungsregeln nach billigem Ermessen. Anpassungen und Festlegungen werden von der Emittentin nach § 12 dieser Bedingungen bekannt gemacht und sind (sofern nicht ein offensichtlicher Fehler vorliegt) für alle Beteiligten endgültig und bindend.

§ 8**Außerordentliches Kündigungsrecht der Emittentin****(1) Kündigung durch die Emittentin**

Die Emittentin ist bei Vorliegen eines der nachstehenden Kündigungsereignisse, berechtigt, sämtliche, aber nicht einzelne Wertpapiere durch eine Bekanntmachung an die Wertpapiergläubiger gemäß § 12 dieser Bedingungen zu kündigen und vorzeitig zu tilgen. Eine derartige Kündigung wird zum Zeitpunkt der Mitteilung gemäß § 12 dieser Bedingungen beziehungsweise zu dem in der Mitteilung angegebenen Zeitpunkt wirksam (der "**Kündigungstag**").

(2) Vorliegen eines Kündigungsereignisses

Ein "**Kündigungsereignis**" bezeichnet jedes der folgenden Ereignisse:

- (a) Die Ermittlung und/oder Veröffentlichung des Level des Referenz-Portfolios wird endgültig eingestellt, oder der Emittentin oder der Berechnungsstelle wird eine entsprechende Absicht bekannt.
- (b) Eine Anpassung gemäß § 6 bzw. § 7 dieser Bedingungen ist nicht möglich oder der Emittentin und/oder den Wertpapiergläubigern nicht zumutbar.
- (c) Ist die Berechnungsstelle nach Ausübung billigen Ermessens der Ansicht, dass eine sonstige erhebliche Änderung der Marktbedingungen an der Maßgeblichen Börse eingetreten ist.
- (d) Das Vorliegen einer Rechtsänderung und/oder einer Hedging-Störung und/oder Gestiegenen Hedging-Kosten

Dabei gilt

"**Rechtsänderung**" bedeutet, dass aufgrund

- (i) des Inkrafttretens von Änderungen der Gesetze oder Verordnungen (einschließlich aber nicht beschränkt auf Steuergesetze) oder
- (i) einer Änderung der Rechtsprechung oder Verwaltungspraxis (einschließlich der Verwaltungspraxis der Steuerbehörden),

nach billigem Ermessen der Emittentin

- (i) das Halten, der Erwerb oder die Veräußerung eines Referenz-Portfolio Bestandteiles für die Emittentin ganz oder teilweise rechtswidrig ist oder wird oder
- (ii) die Kosten, die mit den Verpflichtungen unter den Wertpapieren verbunden sind, wesentlich gestiegen sind (einschließlich aber nicht beschränkt auf Erhöhungen der Steuerverpflichtungen, der Senkung von steuerlichen Vorteilen oder anderen negativen Auswirkungen auf die steuerrechtliche Behandlung),

falls solche Änderungen an oder nach dem Ausgabebetrag der Wertpapiere wirksam werden.

"Hedging-Störung" bedeutet, dass die Emittentin nicht in der Lage ist, zu Bedingungen, die den am Ausgabebetrag der Wertpapiere herrschenden wirtschaftlich wesentlich gleichwertig sind,

- (i) Transaktionen abzuschließen, fortzuführen oder abzuwickeln bzw. Vermögenswerte zu erwerben, auszutauschen, zu halten oder zu veräußern, welche nach billigem Ermessen der Emittentin zur Absicherung von Preisrisiken oder sonstigen Risiken im Hinblick auf ihre Verpflichtungen aus den Wertpapieren notwendig sind, oder
- (ii) Erlöse aus solchen Transaktionen bzw. Vermögenswerten zu realisieren, zurückzugewinnen oder weiterzuleiten.

"Gestiegene Hedging-Kosten" bedeutet, dass die Emittentin im Vergleich zum Ausgabebetrag einen wesentlich höheren Betrag an Steuern, Abgaben, Aufwendungen und Gebühren (außer Maklergebühren) entrichten muss, um

- (i) Transaktionen abzuschließen, fortzuführen oder abzuwickeln bzw. Vermögenswerte zu erwerben, auszutauschen, zu halten oder zu veräußern, welche nach billigem Ermessen der Emittentin zur Absicherung von Preisrisiken oder sonstigen Risiken im Hinblick auf ihre Verpflichtungen aus den Wertpapieren erforderlich sind, oder
- (ii) Erlöse aus solchen Transaktionen bzw. Vermögenswerten zu realisieren, zurückzugewinnen oder weiterzuleiten,

wobei Kostensteigerungen aufgrund einer Verschlechterung der Kreditwürdigkeit der Emittentin nicht als Gestiegene Hedging-Kosten zu berücksichtigen sind.

(3) Zahlung des Kündigungsbetrag

Im Fall der Kündigung durch die Emittentin zahlt die Emittentin an jeden Wertpapiergläubiger bezüglich jedes von ihm gehaltenen Wertpapiers einem Geldbetrag je Wertpapier in der Auszahlungswährung, der von der Berechnungsstelle, nach billigem Ermessen, gegebenenfalls unter Berücksichtigung des dann maßgeblichen Level des Referenz-Portfolios und der durch die Kündigung bei der Emittentin angefallenen Kosten, als angemessener Marktpreis eines Wertpapiers bei Kündigung festgelegt wird (der „Kündigungsbetrag“).

§ 9 Marktstörungen

(1) Folgen einer Marktstörung

Sind die Emittentin und die Berechnungsstelle nach Ausübung billigen Ermessens der Ansicht, dass an dem Bewertungstag eine Marktstörung (§ 9 (3)) vorliegt, dann wird der Bewertungstag auf den unmittelbar darauf folgenden Börsengeschäftstag, an dem keine Marktstörung mehr vorliegt, verschoben. Die Emittentin wird sich bemühen, den Beteiligten unverzüglich gemäß § 12 dieser Bedingungen mitzuteilen, dass eine Marktstörung eingetreten ist. Eine Pflicht zur Mitteilung besteht jedoch nicht.

(2) Andauern einer Marktstörung

Wenn der Bewertungstag aufgrund der Bestimmungen des § 9 (1) dieser Bedingungen um acht Börsengeschäftstage verschoben worden ist und auch an diesem Tag die Marktstörung fortbesteht, dann gilt dieser Tag als der Bewertungstag; eine weitere Verschiebung des Bewertungstags findet nicht statt.

Die Emittentin und die Berechnungsstelle werden dann nach Ausübung billigen Ermessens sowie unter Berücksichtigung (i) der dann herrschenden Marktgegebenheiten, (ii) eines geschätzten Level des Referenz-Portfolios, ermittelt auf Grundlage der zuletzt erhältlichen Level des Referenz-Portfolios und der gegebenenfalls vom Referenz-Portfolio Advisor abgegebenen Schätzungen, und (iii) sämtlicher sonstiger Konditionen bzw. Faktoren, die die Emittentin und die Berechnungsstelle angemessenerweise für bedeutsam halten, bestimmen, ob, und gegebenenfalls in welcher Höhe, die Emittentin den Auszahlungsbetrag bzw. den Kündigungsbetrag zahlen wird.

(3) Vorliegen einer Marktstörung

Eine "Marktstörung" bedeutet

in Bezug auf ein Synthetic Discount Zertifikat als Referenz-Portfolio Bestandteil:

- (a) das Ausbleiben der Bekanntgabe oder die mangende Verfügbarkeit eines für die Zwecke der Umrechnung oder Bewertung eines Synthetic Discount Zertifikats in EUR oder USD an einem Tag benötigten Kurses, und/oder
- (b) der Eintritt oder das Andauern eines Ereignisses, das nach Ansicht der Berechnungsstelle nach billigem Ermessen, die Berechnungsstelle und/oder die Emittentin unmittelbar bzw. mittelbar darin hindert bzw. deren Fähigkeit dazu zeitlich verzögert oder es unmöglich macht, auf rechtmäßige Art und Weise
 - (i) ein Synthetic Discount Zertifikat in EUR oder USD umzurechnen oder zu bewerten; und/oder
 - (ii) tatsächlich Transaktionen in einem Synthetic Discount Zertifikat als Referenz-Portfolio Bestandteil durchzuführen oder diesbezügliche Marktbewertungen zu erhalten.

in Bezug auf einen Fondsanteil als Referenz-Portfolio Bestandteil:

- (a) die Suspendierung oder das Ausbleiben der Bekanntgabe des Kurses des Fondsanteils als Referenz-Portfolio Bestandteil an einem für die Berechnung von Beträgen unter diesen Bedingungen maßgeblichen Tag oder
- (b) die Begrenzung, Suspendierung bzw. Unterbrechung oder, vorbehaltlich der nachfolgenden Bestimmungen, eine nach Auffassung der Berechnungsstelle nach billigem Ermessen wesentliche Einschränkung des Handels
 - (i) an der Maßgeblichen Börse allgemein (beispielsweise wegen Kursbewegungen, die die Grenzen des von der Maßgeblichen Börse Erlaubten überschreiten), oder
 - (ii) an der Maßgeblichen Börse in dem Fondsanteil als Referenz-Portfolio Bestandteil, sofern eine wesentliche Anzahl oder ein wesentlicher Anteil betroffen ist (beispielsweise wegen Kursbewegungen, die die Grenzen des von der Maßgeblichen Börse Erlaubten überschreiten), oder
 - (iii) an der Maßgeblichen Terminbörse, falls dort Optionskontrakte auf den Fondsanteil als Referenz-Portfolio Bestandteil, oder
 - (v) aufgrund einer Anordnung einer Behörde oder der Maßgeblichen Börse (beispielsweise wegen Kursbewegungen, die die Grenzen des von der Maßgeblichen Börse Erlaubten überschreiten), bzw. aufgrund eines Moratoriums für Bankgeschäfte in dem Land, in dem die Maßgebliche Börse ansässig ist, oder aufgrund sonstiger Umstände.

- (c) Der maßgebliche Kurs ist ein Grenzpreis (*limit price*), was bedeutet, dass der für einen Tag ermittelte Kurs des Fondsanteils als Referenz-Portfolio Bestandteil den maßgeblichen Kurs an dem unmittelbar vorangehenden Tag um den nach den Vorschriften der Maßgeblichen Börse zulässigen maximalen Umfang überschritten bzw. unterschritten hat.
- (d) Der Eintritt eines sonstigen Ereignisses, das nach Ansicht der Berechnungsstelle nach billigem Ermessens die allgemeine Möglichkeit von Marktteilnehmern beeinträchtigt oder behindert, Transaktionen in dem Fondsanteil als Referenz-Portfolio Bestandteil durchzuführen oder diesbezügliche Marktbewertungen zu erhalten.

Eine Verkürzung der regulären Handelszeiten oder eine Beschränkung der Stunden oder Anzahl der Tage, an denen ein Handel stattfindet, gilt nicht als Marktstörung, sofern die Einschränkung auf einer Änderung der regulären Handelszeiten der Maßgeblichen Börse beruht, die mindestens eine (1) Stunde vor (i) entweder dem tatsächlichen regulären Ende der Handelszeiten an der Maßgeblichen Börse oder (ii) dem Termin für die Abgabe von Handelsaufträgen zur Bearbeitung an dem betreffenden Tag an der Maßgeblichen Börse, je nachdem welcher Zeitpunkt früher ist, angekündigt worden ist. Eine im Laufe eines Tages auferlegte Beschränkung im Handel aufgrund von Preisbewegungen, die bestimmte vorgegebene Grenzen überschreiten, gilt nur dann als Marktstörung, wenn diese Beschränkung bis zum Ende der Handelszeit an dem betreffenden Tag fort dauert.

§ 10 Berechnungsstelle; Zahlstelle

(1) Allgemeines

Die Berechnungsstelle, die Zahlstelle (die "**Wertpapierstellen**") übernehmen die Funktion als Wertpapierstelle jeweils in Übereinstimmung mit diesen Bedingungen.

(2) Erfüllungsgehilfin

Jede der Wertpapierstellen handelt ausschließlich als Erfüllungsgehilfin der Emittentin und hat keinerlei Pflichten gegenüber dem Wertpapiergläubiger.

(3) Ersetzung, Bestellung und Widerruf

Die Emittentin ist berechtigt, jederzeit jede oder alle der Wertpapierstellen durch eine andere Gesellschaft zu ersetzen, eine oder mehrere zusätzliche Wertpapierstellen zu bestellen und deren Bestellung zu widerrufen. Ersetzung, Bestellung und Widerruf werden gemäß § 12 dieser Bedingungen bekannt gemacht.

(4) Niederlegung durch die Wertpapierstellen

Jede der Wertpapierstellen ist berechtigt, durch schriftliche Anzeige gegenüber der Emittentin jederzeit ihr Amt niederzulegen. Die Niederlegung wird nur wirksam mit der Bestellung einer anderen Gesellschaft als Berechnungsstelle, Ausübungsstelle bzw. als Zahlstelle durch die Emittentin. Niederlegung und Bestellung werden gemäß § 12 dieser Bedingungen bekannt gemacht.

§ 11 Ersetzung der Emittentin

(1) Ersetzung der Emittentin

Vorausgesetzt, dass die Emittentin nicht mit ihrer Verpflichtungen unter den Wertpapieren in Verzug ist, ist die Emittentin jederzeit berechtigt, ohne Zustimmung der Wertpapiergläubiger eine andere Gesellschaft der UBS Gruppe als Emittentin (die "**Neue Emittentin**") hinsichtlich aller Verpflichtungen aus oder in Verbindung mit den Wertpapieren an die Stelle der Emittentin zu setzen, sofern

- (i) die Neue Emittentin alle Verpflichtungen der Emittentin aus oder in Verbindung mit den Wertpapieren übernimmt,
- (ii) (A) die Emittentin und die Neue Emittentin alle erforderlichen Genehmigungen und Zustimmungen erhalten haben, und (B) die sich aus diesen Wertpapieren ergebenden Zahlungsverpflichtungen in der Auszahlungswährung an die Hauptzahlstelle transferieren können, ohne dass irgendwelche Steuern oder Abgaben einbehalten werden müssten, die von oder in dem Land erhoben werden, in dem die Neue Emittentin oder die Emittentin ihren Sitz hat oder für Steuerzwecke als ansässig gilt;
- (iii) die Neue Emittentin sich verpflichtet hat, alle Wertpapiergläubiger von jeglichen Steuern, Abgaben oder sonstigen staatlichen Gebühren freizustellen, die den Wertpapiergläubigern auf Grund der Ersetzung auferlegt werden;
- (iv) die Emittentin unbedingt und unwiderruflich die Verpflichtungen der Neuen Emittentin garantiert.

(2) Bezugnahmen

Im Fall einer solchen Ersetzung der Emittentin gilt jede Bezugnahme auf die Emittentin in diesen Bedingungen als Bezugnahme auf die Neue Emittentin. Ferner gilt jede Bezugnahme auf das Land, in dem die Emittentin ihren Sitz hat oder für Steuerzwecke als ansässig gilt, als Bezugnahme auf das Land, in dem die Neue Emittentin ihren Sitz hat.

(3) Bekanntmachung

Die Ersetzung der Emittentin ist für die Wertpapiergläubiger endgültig und bindend und wird den Wertpapiergläubigern unverzüglich gemäß § 12 dieser Bedingungen bekannt gemacht.

§ 12 Bekanntmachungen

(1) Allgemeines

Soweit diese Bedingungen eine Mitteilung nach diesem § 12 der Bedingungen vorsehen, werden diese auf den Internetseiten der Emittentin unter www.ubs.com/keyinvest veröffentlicht und mit dieser Veröffentlichung den Wertpapiergläubigern gegenüber wirksam, soweit nicht in der Mitteilung ein späterer Wirksamkeitszeitpunkt bestimmt wird.

Wenn und soweit zwingende Bestimmungen des geltenden Rechts oder Börsenbestimmungen Veröffentlichungen an anderer Stelle vorsehen, erfolgen diese gegebenenfalls zusätzlich an jeweils vorgeschriebener Stelle.

Jede Mitteilung wird am Tag ihrer Veröffentlichung wirksam (oder im Fall von mehreren Veröffentlichungen am Tag der ersten solchen Veröffentlichung).

(2) Mitteilung an das Clearingsystem

Soweit rechtlich zulässig ist die Emittentin berechtigt, Bekanntmachungen ausschließlich durch Mitteilung an das Clearingsystem zur Weiterleitung an die Wertpapiergläubiger (wie in den anwendbaren Vorschriften der Regelwerke des maßgeblichen Clearingsystems vorgesehen) zu bewirken, vorausgesetzt, dass in den Fällen, in denen die Wertpapiere an einer Wertpapier-Börse notiert sind, die anwendbaren Regeln dieser Wertpapier-Börse diese Form der Mitteilung zulassen. Bekanntmachungen durch Mitteilung an das Clearingsystem gelten am siebten Tag nach dem Tag der Mitteilung an das Clearingsystem als bewirkt.

§ 13
**Begebung weiterer Wertpapiere; Ankauf;
Einziehung; Entwertung**

(1) Begebung weiterer Wertpapiere

Die Emittentin ist berechtigt, ohne Zustimmung der Wertpapiergläubiger, jederzeit weitere Wertpapiere mit gleicher Ausstattung in der Weise zu begeben, dass sie mit diesen Wertpapieren eine einheitliche Serie bilden, wobei in diesem Fall der Begriff "Wertpapier" entsprechend auszu-legen ist.

(2) Ankauf von Wertpapieren

Die Emittentin und jedes ihrer Tochterunternehmen ist berechtigt, ohne Zustimmung der Wertpapiergläubiger, jederzeit Wertpapiere im Markt oder anderweitig zu einem beliebigen Preis zu kaufen. Sofern diese Käufe durch öffentliches Angebot erfolgen, muss dieses Angebot allen Wertpapiergläubigern gegenüber erfolgen.

Die von der Emittentin erworbenen Wertpapiere können nach Wahl der Emittentin von ihr gehalten, weiterverkauft oder entwertet werden.

(3) Entwertung von Wertpapieren

Sämtliche vollständig zurückgezahlten Wertpapiere sind unverzüglich zu entwerten und können nicht wiederbegeben oder wiederverkauft werden.

§ 14
Sprache

Diese Bedingungen sind in der englischen Sprache abgefasst. Der englische Text ist bindend und maßgeblich. Eine Übersetzung in die deutsche Sprache ist unverbindlich.

§ 15
Anwendbares Recht; Gerichtsstand

(1) Anwendbares Recht

Form und Inhalt der Wertpapiere sowie alle Rechte und Pflichten aus den in diesen Bedingungen geregelten Angelegenheiten bestimmen sich in jeder Hinsicht nach, und werden in Übereinstimmung ausgelegt mit, dem Recht der Schweizerischen Eidgenossenschaft.

(2) Gerichtsstand

Gerichtsstand für alle Klagen oder sonstigen Verfahren aus oder im Zusammenhang mit den Wertpapieren ist, soweit rechtlich zulässig, Zürich (1), Schweiz.

§ 16
Berichtigungen; Teilunwirksamkeit

(1) Änderungen und Ergänzungen

Die Emittentin ist berechtigt, an diesen Bedingungen, jeweils ohne die Zustimmung der Wertpapiergläubiger, in der Weise, die die Emittentin für notwendig hält, Änderungen oder Ergänzungen vorzunehmen, sofern die Änderungen oder Ergänzungen

(i) formaler, geringfügiger oder technischer Natur ist; oder

(ii) zur Behebung eines offensichtlichen oder erwiesenen Fehlers erfolgt; oder

- (iii) zur Behebung einer Mehrdeutigkeit oder zur Berichtigung oder Ergänzung fehlerhafter Bestimmungen dieser Bedingungen erfolgt; oder
- (iv) zur Berichtigung eines Fehlers oder einer Auslassung erfolgt, wenn ohne eine solche Berichtigung die Bedingungen nicht die beabsichtigten Bedingungen, zu denen die Wertpapiere verkauft wurden und zu denen sie seitdem gehandelt werden, darstellen würden; oder
- (v) keine wesentlichen nachteiligen Auswirkungen auf die Interessen der Wertpapiergläubiger in Bezug auf die Wertpapiere hat.

(2) Bekanntmachung

Eine solche Änderung bzw. Ergänzung wird gemäß ihren Bestimmungen wirksam, ist für die Wertpapiergläubiger bindend und wird den Wertpapiergläubigern gemäß § 12 dieser Bedingungen bekannt gemacht (wobei jedoch eine versäumte Übermittlung einer solchen Mitteilung oder deren Nichterhalt die Wirksamkeit der betreffenden Änderung bzw. Ergänzung nicht beeinträchtigt).

(3) Ganz oder teilweise Unwirksamkeit

Sollte eine Bestimmung dieser Bedingungen ganz oder teilweise unwirksam sein oder werden, so bleiben die übrigen Bestimmungen wirksam. Die unwirksame Bestimmung ist durch eine wirksame Bestimmung zu ersetzen, die den wirtschaftlichen Zwecken der unwirksamen Bestimmung so weit wie rechtlich möglich entspricht. Entsprechendes gilt für etwaige Lücken in den Bedingungen.

§ 17

Keine kollektiven Kapitalanlagen

Dieses Produkt stellt keine Beteiligung an einer kollektiven Kapitalanlage im Sinne von Art. 7 ff. des schweizerischen Bundesgesetzes über die kollektiven Kapitalanlagen (KAG) dar und untersteht somit nicht der Aufsicht der Eidgenössischen Finanzmarktaufsicht. Deshalb besteht für den Investor in dieses Produkt kein Anlegerschutz nach dem KAG.