

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

dated 30 November 2007 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 13 November 2007, concerning the issue of UBS [Capital Protected] [[Call] [or, as the case may be,] [Put]] [Hit [Call] [or, as the case may be,] [Put]] [Lock Out [Call] [or, as the case may be,] [Put]] [Double Lock Out] [[Turbo Long-] [or, as the case may be,] [Turbo Short-]] [Digital [Call] [or, as the case may be,] [Put]] [Hamster] [•] [(Capped)] Warrants based on the [description of [the share] [the index] [the currency exchange rate] [the precious metal] [the commodity] [the interest rate] [the other security] [the fund unit] [the basket comprising the aforementioned assets] [the portfolio comprising the aforementioned assets] as Underlying[s]: [•]].

The attention of the investors is in particular drawn to the following: Investors who have already agreed to purchase or subscribe for the Securities before the Supplement is published have, pursuant to § 16 (3) of the German Securities Prospectus Act, the right, exercisable within a time limit of two working days after the publication of the Supplement, to withdraw their acceptances, provided that the Securities have not been settled yet.

UBS AG, acting through its [London][Jersey] Branch, announces the following supplement to the already published (single document) Base Prospectus dated 13 November 2007:

1) The text following the heading "Documents incorporated by reference" (page 4 et seq. of the Base Prospectus) is completely replaced as follows:

The following documents relating to UBS AG, acting through its London Branch, have been filed with the Federal Financial Supervisory Authority (*Bundesanstalt für Finanzdienstleistungsaufsicht* – "**BaFin**") as appendices to "UBS Partially Capital Protected World Certificates based on the performance of a portfolio of Indices as Underlyings" dated 22 February 2007 by UBS AG, Jersey Branch, (UBS Financial Report 2005) as issuer, or, as the case may be, to the Registration Document of UBS AG dated 5 April 2007 (UBS Financial Report 2006 / Handbook 2006/2007) or, as the case may be, to the Prospectus of UBS AG, London Branch, dated 27 September 2007, as amended by Supplement No. 1 dated 12 November 2007 (UBS AG quarterly report as of 30 September 2007), concerning the issue of 6500 Certificates linked to the Navigator Hedge NOK Note II (ISIN: DE0007785909) (the "Navigator Note") and the Quellos Appreciation Fund Class H-Share (NOK) (the "Fund"), the Navigator Note and the Fund, together, the "Index", (the "Certificates") and are incorporated by reference in this Prospectus and/or represent an integral part of this Prospectus:

| Incorporated document | Referred to in | Information |
|---|---|---|
| - UBS Handbook 2006/2007, in English; pages 28 – 56 (inclusive) | - Businesses Overview (page 33 of the Prospectus) | - Description of the Issuer's business groups |
| - UBS Financial Report 2006, in English; pages 172 –175 (inclusive) | - Organisational Structure of the Issuer (page 34 of the Prospectus) | - Illustration of the key subsidiaries |
| - UBS Handbook 2006/2007, in English; pages 109 – 110 (inclusive) | - Major Shareholders of the Issuer (page 36 of the Prospectus) | - Further details on UBS shares |
| - UBS Financial Report 2005, in English: | - Financial Information concerning the Issuer's Assets and Liabilities, Financial Position and Profits and Losses (page 36 et seq. of the Prospectus) | - Financial Statements of UBS AG (Group) for the financial year 2005: |
| (i) page 74 | | (i) Income Statement, |
| (ii) page 75 | | (ii) Balance Sheet, |
| (iii) pages 78 - 79 (inclusive) | | (iii) Statements of Cash Flows, |
| (iv) pages 80 - 190 (inclusive) | | (iv) Notes to the Financial |

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|---|---|---|
| | | Statements, |
| (v) pages 65 - 70 (inclusive) | | (v) Accounting Standards and Policies, |
| (vi) page 73. | | (vi) Report of the Group Auditors. |
| | | Financial Statements of the UBS AG (Parent Bank) for the financial year 2005: |
| (i) page 194, | | (i) Income Statement, |
| (ii) page 195, | | (ii) Balance Sheet, |
| (iii) page 196, | | (iii) Statement of Appropriation of Retained Earnings, |
| (iv) pages 197 – 201 (inclusive), | | (iv) Notes to the Financial Statements, |
| (v) page 193, | | (v) Parent Bank Review, |
| (vi) pages 65 - 70 (inclusive), | | (vi) Accounting Standards and Policies, |
| (vii) page 202. | | (vii) Report of the Statutory Auditors. |
| - UBS Financial Report 2006, in English: | - Financial Information concerning the Issuer's Assets and Liabilities, Financial Position and Profits and Losses (page 36 <i>et seq</i> of the Prospectus) | - Financial Statements of UBS AG (Group) for the financial year 2006: |
| (i) page 82, | | (i) Income Statement, |
| (ii) page 83, | | (ii) Balance Sheet, |
| (iii) pages 86 - 87 (inclusive), | | (iii) Statement of Cash Flows, |
| (iv) pages 88 – 214 (inclusive), | | (iv) Notes to the Financial Statements, |
| (v) pages 67 – 72 (inclusive), | | (v) Accounting Standards and Policies, |
| (vi) pages 80 – 81 (inclusive). | | (vi) Report of the Group Auditors. |
| | | - Financial Statements of UBS AG (Parent Bank) for the financial year 2006: |
| (i) page 218, | | (i) Income Statement, |
| (ii) page 219, | | (ii) Balance Sheet, |
| (iii) page 220, | | (iii) Statement of Appropriation of Retained Earnings, |
| (iv) page 221 – 225 (inclusive), | | (iv) Notes to the Financial Statements, |
| (v) page 217, | | (v) Parent Bank Review, |
| (vi) pages 67 - 72 (inclusive), | | (vi) Accounting Standards and Policies, |
| (vii) page 226 (inclusive). | | (vii) Report of the Statutory Auditors. |
| - UBS AG quarterly report as of 30 September 2007 | - Financial Information concerning the Issuer's Assets and Liabilities, Financial Position and Profits and Losses (page 36 <i>et seq</i> of the Prospectus) | - UBS AG quarterly report as of 30 September 2007 |

The documents incorporated by reference shall be maintained in printed format, for free distribution, at the offices of the Issuer as well as at UBS Deutschland AG, Stephanstrasse 14 - 16, 60313 Frankfurt am Main, Federal Republic of Germany [and at [●]]. In addition, they are published on the UBS website, at www.ubs.com/investors or a successor address.

2) In section "SUMMARY", the paragraph 'What is the Issuer's financial situation?' (page 6 et seq. of the Base Prospectus) is completely replaced as follows:

What is the Issuer's financial situation?

The following table has been produced from the unaudited quarterly report of UBS as of 30 September 2007 published in English and shows the financial highlights and UBS' first class ratings:

| UBS Financial Highlights | | | | | | | |
|---|--------------------------------|-----------|-----------|---------------|------|--------------|---------|
| UBS Group | | | | | | | |
| | As of or for the quarter ended | | | % change from | | Year to date | |
| <i>CHF million, except where indicated</i> | 30.9.07 | 30.6.07 | 30.9.06 | 2Q07 | 3Q06 | 30.9.07 | 30.9.06 |
| Operating profit before tax (from continuing and discontinued operations) | (726) | 6,236 | 2,814 | | | 9,902 | 11,619 |
| Net profit attributable to UBS shareholders | (830) | 5,622 | 2,199 | | | 8,067 | 8,850 |
| Net profit attributable to minority interests | 117 | 149 | 105 | (21) | 11 | 428 | 397 |
| Performance indicators from continuing operations | | | | | | | |
| Diluted earnings per share (CHF) | (0.49) | 2.69 | 1.07 | | | 3.87 | 4.04 |
| Return on equity attributable to UBS shareholders (%) ¹ | | | | | | 20.7 | 26.0 |
| Financial Businesses² | | | | | | | |
| Operating income | 6,169 | 15,651 | 10,462 | (61) | (41) | 35,167 | 34,899 |
| Operating expenses | 7,123 | 9,695 | 7,715 | (27) | (8) | 25,909 | 24,137 |
| Net profit attributable to UBS shareholders from continuing operations | (1,086) | 5,152 | 2,114 | | | 7,248 | 8,194 |
| Cost / income ratio (%) ³ | 115.2 | 62.0 | 73.8 | | | 73.7 | 69.4 |
| Net new money (CHF billion) ⁴ | 38.3 | 34.0 | 41.9 | | | 125.1 | 126.2 |
| Personnel (full-time equivalents) | 83,814 | 81,557 | 75,593 | 3 | 11 | | |
| UBS balance sheet & capital management | | | | | | | |
| Balance sheet key figures | | | | | | | |
| Total assets | 2,484,235 | 2,539,741 | 2,261,009 | (2) | 10 | | |
| Equity attributable to UBS shareholders | 48,229 | 51,259 | 48,094 | (6) | 0 | | |
| Market capitalization | 127,525 | 151,203 | 156,615 | (16) | (19) | | |
| BIS capital ratios | | | | | | | |
| Tier 1 (%) ⁵ | 10.6 | 12.3 | 12.2 | | | | |
| Total BIS (%) | 13.6 | 15.5 | 15.1 | | | | |
| Risk-weighted assets | 390,320 | 378,430 | 331,697 | 3 | 18 | | |
| Invested assets (CHF billion) | 3,265 | 3,265 | 2,879 | 0 | 13 | | |
| Long-term ratings | | | | | | | |
| Fitch, London | AA+ | AA+ | AA+ | | | | |
| Moody's, New York | Aaa | Aaa | Aa2 | | | | |
| Standard & Poor's, New York ⁶ | AA+ | AA+ | AA+ | | | | |

¹ Net profit attributable to UBS shareholders from continuing operations year to date (annualized as applicable) / average equity attributable to UBS shareholders less distributions (estimated as applicable). ² Excludes results from industrial holdings. ³ Operating expenses / operating income less credit loss expense or recovery. ⁴ Excludes interest and dividend income. ⁵ Includes hybrid Tier 1 capital. ⁶ Standard & Poor's long-term rating was changed to AA on 1 October 2007.

The Fixed Income, Currencies and Commodities business remains exposed to further deterioration in the US housing and mortgage markets as well as rating downgrades for mortgage-related securities, which could lead to further writedowns on the positions. UBS is not assuming that the current difficulties will be resolved in the short term. To be specific, UBS believes it is unlikely that the Investment Bank division will contribute positively to UBS results for the last three months of the year.

3) In the section 'Description of the Issuer' paragraph 'Trend Information' (page 34 of the Base Prospectus) is replaced as follows:

IV. TREND INFORMATION

The Fixed Income, Currencies and Commodities business remains exposed to further deterioration in the US housing and mortgage markets as well as rating downgrades for mortgage-related securities, which could lead to further writedowns on the positions. UBS is not assuming that the current difficulties will be resolved in the short term. To be specific, UBS believes it is unlikely that the Investment Bank division will contribute positively to UBS results for the last three months of the year.

4) In the section 'Description of the Issuer' paragraph 'Significant changes in the Financial Situation of the Issuer' (page 38 of the Base Prospectus) is replaced as follows:

2. Significant changes in the Financial Situation of the Issuer


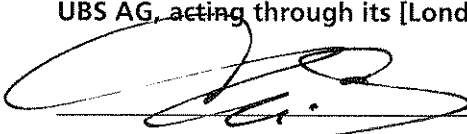
UBS has announced that its Fixed Incomen, Currencies and Commodites business remains exposed to further deterioration in the US housing and mortgage markets as well as rating downgrades for mortgage-related securities, which could lead to further writedowns on the positions, and that UBS believes it is unlikely that the Investment Bank division will contribute positively to UBS results for the last three months of the year. This may constitute a material change in the financial position of the Issuer since the last unaudited financial statements which have been published for the period ended 30 September 2007. Apart from this development in the Investment Bank division, there has been no material change in the financial or trading position or prospects or indebtedness of the Issuer since the last unaudited financial statements which have been published for the period ended 30 September 2007.

The Base Prospectus dated 13 November 2007 and all supplements thereto, are available free of charge at the Issuer and at UBS Deutschland AG, Stephanstrasse 14 – 16, 60313 Frankfurt am Main, Federal Republic of Germany.

Additionally, the Base Prospectus and all supplements thereto are published on the website www.ubs.com/keyinvest, or a successor website.

Frankfurt am Main, 30 November 2007


UBS AG, acting through its [London][Jersey] Branch



Gerhard Karl Fuchs

Matthias Fischer

UBS Limited



Stefanie Ganz

Sigrid Kossatz