



6.00% p.a. USD Combo Barrier Reverse Convertible

Linked to an equally-weighted basket of fifteen single stock BRCs
Issued by UBS AG, London Branch



Cash settled; Quanto Style
SVSP/EUSIPA Product Type: Barrier Reverse Convertible (1230)
Valor: 39945690 / ISIN: CH0399456901 / WKN: UV4JYR

Indicative Terms

This Product does not represent a participation in any of the collective investment schemes pursuant to Art. 7 ff of the Swiss Federal Act on Collective Investment Schemes (CISA) and thus does not require an authorisation of the Swiss Financial Market Supervisory Authority (FINMA). Therefore, Investors in this Product are not eligible for the specific investor protection under the CISA. Moreover, Investors in this Product bear the issuer risk.

This is a structured product which may involve derivatives. Prospective purchasers of this Product should ensure that they understand the nature of the Product and the extent of their exposure to risks and that they consider the suitability of the Product as an investment in the light of their own circumstances and financial condition. This Product involves a high degree of risk, including the risk of it expiring worthless. Potential investors should be prepared to sustain a total loss of the purchase price of their investment.

This document (Indicative Terms) constitutes the non-binding Indicative Simplified Prospectus for the Product described herein. It does not constitute a binding offer, contains indicative terms and conditions subject to change and can be obtained free of charge from UBS AG, P.O. Box, CH-8098 Zurich (Switzerland), via telephone (+41-(0)44-239 47 03), fax (+41-(0)44-239 69 14) or via e-mail (swiss-prospectus@ubs.com). The Final Simplified Prospectus will be made available at the Issue Date. The relevant version of this document is stated in English; any translations are for convenience only. For further information please refer to paragraph «Product Documentation» under section 4 of this document.

1. Description of the Product

Underlying Details – Equally Weighted Basket of 15 single stock BRCs

i	Constituent	Initial Level (indicative)	Strike Level (indicative)	Kick-In Level (indicative)	Constituent Coupon (for informational purposes)
1	Bristol-Myers Squibb Co Bloomberg: BMY UN / Valor: 914188	63.43	63.43 (100.00%)	41.8638– 45.0353 (66.00% – 71.00%)	6.00% p.a.
2	Caterpillar Inc Bloomberg: CAT UN / Valor: 916546	169.43	169.43 (100.00%)	105.8938 – 114.3653 (62.50% - 67.50%)	6.00% p.a.
3	Facebook Inc Bloomberg: FB UQ / Valor: 14917609	189.35	189.35 (100.00%)	110.8644 – 120.3319 (58.55% - 63.55%)	6.00% p.a.
4	Covestro AG Bloomberg: 1COV GY / Valor: 29178035	93.48	93.48 (100.00%)	58.425 – 63.099 (62.50% - 67.50%)	6.00% p.a.
5	Erste Group Bank AG Bloomberg: EBS AV / Valor: 728952	40.76	40.76 (100.00%)	27.0035 – 29.0415 (66.25% - 71.25%)	6.00% p.a.
6	Cie Generale des Etablissement Michelin Bloomberg: ML FP / Valor: 494484	127.20	127.20 (100.00%)	82.5528 – 88.9128 (64.90% - 69.90%)	6.00% p.a.
7	China Construction Bank Corp Bloomberg: 939 HK /	8.77	8.77 (100.00%)	5.6654 – 6.1039 (64.60% - 69.60%)	6.00% p.a.

Contact: UBS AG, P.O. Box, 8098 Zürich

Private Investors: Please contact your client advisor or send an email to keyinvest@ubs.com

Internet: www.ubs.com/keyinvest

Product Hotline: +41-44-239 76 76*

Investors outside of Switzerland should consult their local client advisors.

Please note that calls made to the numbers marked with an asterisk (*) may be recorded. Should you call one of these numbers, we shall assume that you consent to this business practice.

	Valor: 2291324				
8	PetroChina Co Ltd Bloomberg: 857 HK / Valor: CNE1000003W8	5.90	5.90 (100.00%)	4.0563 - 4.3513 (68.75% - 73.75%)	6.00% p.a.
9	Hong Kong Exchanges & Clearing Bloomberg: 388 HK / Valor: 3851175	303.40	303.40 (100.00%)	198.5753 – 213.7453 (65.45% - 70.45%)	6.00% p.a.
10	Rio Tinto PLC Bloomberg: RIO LN / Valor: 402589	3,941.00	3,941.00 (100.00%)	2,382.3345 – 2,579.3845 (60.45% - 65.45%)	6.00% p.a.
11	BHP Billiton PLC Bloomberg: BLT LN / Valor: 675391	1,575.00	1,575.00 (100.00%)	971.775 – 1,050.525 (61.70% - 66.70%)	6.00% p.a.
12	Barclays PLC Bloomberg: BARC LN / Valor: 1399446	209.20	209.20 (100.00%)	123.5326 – 133.9926 (59.05% - 64.05%)	6.00% p.a.
13	Credit Suisse Group AG Bloomberg: CSGN SE / Valor: 1213853	18.47	18.47 (100.00%)	11.9593 – 12.8828 (64.75% - 69.75%)	6.00% p.a.
14	Swatch Group AG / The Bloomberg: UHR SW / Valor: 1225515	407.50	407.50 (100.00%)	276.0813 – 296.4563 (67.75% - 72.75%)	6.00% p.a.
15	Lonza Group AG Bloomberg: LONN SE / Valor: 1384101	269.30	269.30 (100.00%)	177.0648 – 190.5298 (65.75% - 70.75%)	6.00% p.a.

Product Details

Security Numbers	Valor: 39945690 / ISIN: CH0399456901 / WKN: UV4JYR
Issue Size	up to USD 5,000,000.00 (with reopening clause)
Denomination / Nominal	USD 1,000.00
Issue Price	100.00% (percentage quotation)
Settlement Currency	USD (Quanto)
Quanto Style	The Redemption is not subject to any exchange rate
Quarterly Payment ("Coupon")	6.00% p.a., paid quarterly in arrears. Coupon payment per Denomination will be USD 15.00 on the relevant Coupon Payment Date(s). For Swiss tax purposes the Coupon payment is split into two components: 1) 2.20% interest component 2) 3.80% premium component
Quoting Type	Secondary market prices are quoted in percentage and clean: accrued interest is NOT included in the price

Dates

Launch Date	24 January 2018
Subscription End Date	Until 07 March 2018, 15:00 CET (Please note that Subscription Period might be closed earlier, if market conditions change or if maximum size is reached)
Pricing Date	08 March 2018 (or when Subscription Period ends).
Payment Date ("Issue Date")	15 March 2018
Last Trading Day / Time	08 March 2019, 17:15 CET
Expiration Date ("Expiry")	08 March 2019 (subject to Market Disruption Event provisions)
Redemption Date / Maturity Date	15 March 2019 (subject to Market Disruption Event provisions)
Coupon Payment Date(s)	15 June 2018, 17 September 2018 (Due Date 15 September 2018), 17 December 2018

Contact: UBS AG, P.O. Box, 8098 Zürich **Private Investors:** Please contact your client advisor or send an email to keyinvest@ubs.com
Internet: www.ubs.com/keyinvest **Product Hotline:** +41-44-239 76 76*

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(Due Date 15 December 2018) and 15 March 2019

Redemption

The Investor is entitled to receive from the Issuer on the Redemption Date an amount in the Settlement Currency in respect of each Denomination, according to the following scenarios:

- Scenario 1 If a **Kick-In Event has NOT occurred in respect of any Constituent (i)**, the Investor will receive 100% of the Nominal
- Scenario 2 If a **Kick-In Event has occurred in respect of any Constituent (i)**, and:

- 1) If the Expiration Value of **all** Constituents are **at or above** their respective Strike Levels, the Investor will receive 100% of the Nominal;
- 2) If the Expiration Value of **one or more** Constituents is **below** the respective Strike Level, the Investor will receive an amount according to the following formula:

$$\text{Nominal} \times \left[\frac{1}{15} \times \sum_{i=1}^{15} (\text{Constituent Redemption Amount (i)}) \right]$$

For the avoidance of doubt, the Coupon payment is due in any case.

Constituent Redemption Amount (i) In respect of each Constituent (i), the Constituent Redemption Amount (i) shall be determined as follows:

- 1) If a **Kick-In Event has NOT occurred**: 100%
- 2) If a **Kick-In Event has occurred**: $\text{Min} \left[100\% ; 100\% - \frac{\text{Strike(i)} - \text{Expiration Value (i)}}{\text{Initial (i)}} \right]$

Where:

Initial (i) means the Initial Level of Constituent (i)

Strike (i) means the Strike Level of Constituent (i)

Kick-In Event A Kick-In Event shall be deemed to have occurred in respect of each Constituent (i) if, at any time on any Exchange Business Day with respect to Constituent (i) during the period from and including the Pricing Date to and including the Expiration Date, the level of the Constituent (i) quoted on the Related Exchange is **at or below** the Kick-In Level of Constituent (i), as reasonably determined by the Calculation Agent

Expiration Value (i) Means the official closing value of Constituent (i) on the Expiration Date on the Related Exchange, as determined by the Calculation Agent

Product Structure

The Combo Barrier Reverse Convertible is a product that offers the Investor a coupon. In return for this, Investors take the risk that they will receive the cash equivalent of one or more of the Constituents at Redemption of the product.

As long as none of the Kick-In Levels of the Basket Constituents has been touched or breached during the lifetime of the Product, the Investor will receive 100% of the Nominal in cash. Otherwise, the Investor will receive:

- 100% of the Nominal in cash, if at Expiry all Constituents close at or above their respective Strike Levels; or
- a value reflecting the sum of the performance of the individual underlying BRCs, if at Expiry one or more Constituents close below their respective Strike Levels.

The Coupon will be paid out in any scenario. The Product offers a relatively high coupon in return for not profiting from gains above the strike level and for taking the risk of a loss potential equivalent to a direct investment in the shares contained in the basket.

General Information

Issuer	UBS AG, Zurich and Basel, Switzerland, acting through its London Branch
Issuer Rating	A1 Moody's / A+ S&P's / AA- Fitch
	This is the long term credit rating of the Issuer and it does not represent ratings of the Product. A rating is not a recommendation to buy, sell or hold securities and may be subject to suspension, change or withdrawal at any time by the assigning rating agency. The Product will not be rated.
Issuer Supervisory Authority	Swiss Financial Market Supervisory Authority (FINMA). London Branch additionally Financial Conduct Authority (FCA) and Prudential Regulation Authority (PRA). Jersey

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	Branch additionally Jersey Financial Services Commission (JFSC).																																																
Lead Manager	UBS AG, Zurich (UBS Investment Bank)																																																
Calculation Agent	UBS AG, London Branch																																																
Paying Agent	UBS Switzerland AG																																																
Related Exchange (i)	<table border="0"> <thead> <tr> <th style="text-align: left;">i</th> <th style="text-align: left;">Constituent</th> <th style="text-align: left;">Related Exchange</th> </tr> </thead> <tbody> <tr><td>1</td><td>Bristol-Myers Squibb Co</td><td>New York Stock Exchange</td></tr> <tr><td>2</td><td>Caterpillar Inc</td><td>New York Stock Exchange</td></tr> <tr><td>3</td><td>Facebook Inc</td><td>NASDAQ GS</td></tr> <tr><td>4</td><td>Covestro AG</td><td>XETRA</td></tr> <tr><td>5</td><td>Erste Group Bank AG</td><td>Vienna Stock Exchange</td></tr> <tr><td>6</td><td>Cie Generale des Etablissement Michelin</td><td>EN Paris</td></tr> <tr><td>7</td><td>China Construction Bank Corp</td><td>Hong Kong Stock Exchange</td></tr> <tr><td>8</td><td>PetroChina Co Ltd</td><td>Hong Kong Stock Exchange</td></tr> <tr><td>9</td><td>Hong Kong Exchanges & Clearing</td><td>Hong Kong Stock Exchange</td></tr> <tr><td>10</td><td>Rio Tinto PLC</td><td>London Stock Exchange</td></tr> <tr><td>11</td><td>BHP Billiton PLC</td><td>London Stock Exchange</td></tr> <tr><td>12</td><td>Barclays PLC</td><td>London Stock Exchange</td></tr> <tr><td>13</td><td>Credit Suisse Group AG</td><td>SIX Swiss Exchange</td></tr> <tr><td>14</td><td>Swatch Group AG/The</td><td>SIX Swiss Exchange</td></tr> <tr><td>15</td><td>Lonza Group AG</td><td>SIX Swiss Exchange</td></tr> </tbody> </table>	i	Constituent	Related Exchange	1	Bristol-Myers Squibb Co	New York Stock Exchange	2	Caterpillar Inc	New York Stock Exchange	3	Facebook Inc	NASDAQ GS	4	Covestro AG	XETRA	5	Erste Group Bank AG	Vienna Stock Exchange	6	Cie Generale des Etablissement Michelin	EN Paris	7	China Construction Bank Corp	Hong Kong Stock Exchange	8	PetroChina Co Ltd	Hong Kong Stock Exchange	9	Hong Kong Exchanges & Clearing	Hong Kong Stock Exchange	10	Rio Tinto PLC	London Stock Exchange	11	BHP Billiton PLC	London Stock Exchange	12	Barclays PLC	London Stock Exchange	13	Credit Suisse Group AG	SIX Swiss Exchange	14	Swatch Group AG/The	SIX Swiss Exchange	15	Lonza Group AG	SIX Swiss Exchange
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Listing	None																																																
Secondary Market	The Issuer or the Lead Manager, as applicable, intends, under normal market conditions, to provide bid and/or offer prices for this Product on a regular basis. However, the Issuer or the Lead Manager, as applicable, makes no firm commitment to provide liquidity by means of bid and/or offer prices for this Product, and assumes no legal obligation to quote any such prices or with respect to the level or determination of such prices. Daily price indications, if any, will be available on Reuters/Bloomberg, www.ubs.com/keyinvest and SIX Financial Information from 09:15 - 17:15 (CET).																																																
Interest Calculation	30/360																																																
Exchange Business Day (i)	Any day on which, in respect of Constituent (i), the relevant Related Exchange (i) is scheduled to be open for trading, notwithstanding any day on which they close for business prior to their regular weekday closing time																																																
Exchange Business Day (i) Convention	Following Unadjusted																																																
Minimum Investment	USD 1,000 (subject to Selling Restrictions)																																																
Minimum Trading Lot	USD 1,000																																																
Clearing	SIX SIS, Euroclear, Clearstream (registered as intermediated securities with SIX SIS AG, in Switzerland)																																																
Status	Unsecured / Unsubordinated																																																
Form of Deed	Uncertificated Securities																																																
Governing Law / Jurisdiction	Swiss / Zurich																																																
Product	One Combo Barrier Reverse Convertible is equivalent to one (1) "Product". "Products" wherever used herein shall be construed to mean integral multiples of the same, subject to the Issue Size.																																																
Adjustments	The terms of the Product may be subject to adjustments during its lifetime. For clients outside of the United Kingdom, any changes with regard to the terms of this Product shall be published on the internet at www.ubs.com/keyinvest . Detailed information on such adjustments is to be found in the Product Documentation.																																																
Public Offering	Switzerland																																																
Distribution Fee	1.25%, fee included in the Issue Price																																																

Tax Treatment Switzerland

Swiss Transfer Stamp Duty	The product does not qualify as a taxable security. Transactions are not subject to Swiss Stamp Duty.
Swiss Income Tax	For Swiss tax purposes this product is qualified as a combination of an option and a

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bond with the majority of the return consisting of coupon as opposed to discount or agio (non IUP). For private investors resident in Switzerland the interest component of the coupon and the increase of the bond floor (if any) are subject to income tax. The tax liability related to the increase of the bond floor crystallises at redemption and does not depend on the time of purchase. However, any gain derived from the option is considered as capital gain and is therefore for such investors not subject to income tax.

Swiss Withholding Tax This product is not subject to the Swiss Issuer Withholding Tax. It depends on the jurisdiction of the issuer whether a foreign issuer withholding tax applies.

The tax information only provides a general overview over the Swiss tax consequences linked to this product based on the tax laws and the practice of the tax administration at the time of issue. Tax laws and the practice of tax administrations may change, possibly with retroactive effect.

Withholding related to 871 (m) of the U.S. Tax Code

A 30% withholding tax is imposed on certain "dividend equivalents" paid or deemed paid to a non-U.S. holder with respect to a "specified equity-linked instrument" that references one or more dividend-paying U.S. equity securities. The withholding tax can apply even if the instrument does not provide for payments that reference dividends. Treasury regulations provide that the withholding tax applies to all dividend equivalents paid or deemed paid on specified equity-linked instruments that have a delta of one ("delta one specified equity-linked instruments") issued after 2016 and to all dividend equivalents paid or deemed paid on all other specified equity-linked instruments issued after 2018.

The Issuer has determined that the Products are not specified equity-linked instruments that are subject to withholding on dividend equivalents and, therefore, will not be subject to withholding on dividend equivalent payments. It is possible, however, that the Products could be deemed to be reissued for tax purposes upon the occurrence of certain events affecting the (i) Shares and/or Index referenced in the Products or (ii) these Products, and following such occurrence, the Products could be treated as delta one specified equity-linked instruments that are subject to withholding on dividend equivalent payments. It is also possible that withholding tax or other Section 871(m) tax could apply to the Products under these rules if a non-U.S. holder enters, or has entered, into certain other transactions in respect of the relevant Shares and/or Index referenced in the Products. If withholding is required, the Issuer will withhold 30% in respect of dividend equivalents paid or deemed paid on the Products and will not pay any additional amounts with respect to any such taxes withheld. Additionally, in the event that withholding is required, the Issuer hereby notifies each holder that for purposes of Section 871(m), the Issuer will withhold in respect of dividend equivalents paid or deemed paid on the Products on the dividend payment date as described in Treasury regulations section 1.1441-2(e)(4) and Revenue Procedure 2017-15 §3.03(B), as applicable. A non-U.S. holder that enters, or has entered, into other transactions in respect of the Shares and/or Index referenced in the Products should consult its own tax advisor regarding the application of Section 871(m) to its Products in the context of its other transactions. No assurance can be given that investors in the Products will be able to successfully claim a reduction in tax pursuant to an income tax treaty.

Classification

This Product does not represent a participation in any of the collective investment schemes pursuant to Art. 7 ff of the Swiss Federal Act on Collective Investment Schemes (CISA) and thus does not require an authorisation of the Swiss Financial Market Supervisory Authority (FINMA). Therefore, Investors in this Product are not eligible for the specific investor protection under the CISA. Moreover, Investors in this Product bear the issuer risk.

Furthermore, this Product does not benefit from any depositor protection under Art. 37a under the Swiss Federal Law on Banks and Savings Banks (Banking Act) or other forms of deposit insurance under any other law as might be applicable to this Product.

2. Prospects of Profits and Losses

Market Expectation Investors in this Product expect all Constituents to trade sideways. In any case Investors expect that none of the Kick-In Levels will be touched.

Effect of the performance of the Underlying on the redemption amount:

- Positive performance If all Constituents perform positively, Investors realise a positive return.
- Sideways to slightly negative performance If all Constituents perform sideways to slightly negative, Investors still realise a positive return.
- Negative performance If one or more Constituent performs negatively and additionally the respective Kick-In Level has been touched, Investors may lose some or all of their investment.

Maximum Return The profit potential is limited to the coupon payment(s).

Maximum Loss Investors may lose some or all of the investment as they are fully exposed to the

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performance of the Constituents.

3. Significant Risks for Investors

General risk warning	Potential Investors should understand the risks associated with an investment in the Product 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 Product in the light of their own particular financial, fiscal and other circumstances; (ii) the information set out in this document and (iii) the Underlying(s). The following is a summary of the most significant risks. Further risks are set out in the Product Documentation.
Risk Tolerance	Investors in this Product should be experienced Investors and familiar with both derivative products and the stock markets. Although Investors benefit from a predefined, regular coupon payment, they must be willing to make an investment that is exposed to the full down-side risk of the Underlying(s). A high coupon can indicate a higher risk, in that the rate of the coupon relative to the rate of the risk-free return indicates the overall risk of the product.

Product Specific Risk

Loss Potential	Investors may lose some or all of the investment as they are fully exposed to the negative performance of the Underlying(s)
Capital Protection (at Expiry)	None
Risk Potential in comparison to a direct investment in the Underlying(s)	The Kick-In Levels limit the risk exposure compared to a direct investment. However, once one or more of the Kick-In Levels are touched, the risk potential is similar as with a direct investment in the Underlying(s).
Issuer Call right	None
Stop Loss Event	None
Extraordinary termination risk	The Product contains terms and conditions that allow the Issuer to terminate and redeem the Product prior to the Redemption Date. In case of such extraordinary termination, the Issuer shall pay to the Investors an extraordinary termination amount as determined by the Calculation Agent which is usually equivalent to the market value of the Product. Potential Investors should note that the extraordinary termination amount may deviate from and may be considerably below the amount which would be payable pursuant to the final redemption provisions on the Redemption Date. Investors are not entitled to request any further payments on the Product after the termination date.
Adjustment risk	Potential Investors should be aware that it cannot be excluded that certain events occur or certain measures are taken (by parties other than the Issuer) in relation to the Underlying(s) which can lead to changes to the Underlying(s) or its concept (e.g. corporate events of a company whose shares constitute an Underlying, market disruption events or other circumstances affecting normal activities). In the case of the occurrence of such events or measures, the Issuer and/or the Calculation Agent are entitled to effect adjustments according to the Product Documentation. Such adjustments might have a negative impact on the value of the Product.
Illiquidity risk in secondary market	The Issuer or the Lead Manager, as applicable, intends, under normal market conditions, to provide bid and/or offer prices for this Product on a regular basis. However, the Issuer or the Lead Manager, as applicable, makes no firm commitment to provide liquidity by means of bid and/or offer prices for this Product, 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 this Product at a specific time or at a specific price. Potential Investors should note that prices quoted typically include a spread and therefore may deviate from the market value of the Product. In special market situations, where the Issuer is completely unable to enter into hedging transactions, or where such transactions are very difficult to enter into, the spread between the bid and offer prices in the secondary market may be temporarily expanded, in order to limit the economic risks of the Issuer. Hence, Investors might sell at a price considerably lower than the actual price of the Product at the time of its sale. By selling the Product in the secondary market Investors may receive less than the capital invested. In case of a secondary market transaction, there is a possibility that costs, including taxes, related to or in connection with the Product may arise for Investors that are not paid by the Issuer or imposed by the Issuer.

Market Disruption risk	Investors are exposed to market disruption events (such as trading disruption, exchange disruption and early closure of the relevant exchange), which could have an impact on the redemption amount through delay in payment, change in value or suspension of trading in the Product in the secondary market. For a detailed description of such events and their effects please refer to the Product Documentation.
Withholding tax	Investors in this Product should note that any payment under this Product may be subject to withholding tax (such as, inter alia, Swiss Withholding Tax, and/or withholding related to FATCA or 871(m) of the US Tax Code). Any payments due under this Product are net of such tax. Please refer to the General Terms and Conditions for detailed information. If the Issuer is required to withhold any amount pursuant to Section 871(m) or FATCA of the U.S. Tax Code, the Issuer will not be required to pay additional amounts with respect to the amount so withheld.

Risk Factors relating to the Issuer

In addition to the market risk with regard to the development of the Underlying, each Investor bears the general risk that the financial situation of the Issuer could deteriorate. The Products constitute immediate, unsecured and unsubordinated obligations of the Issuer, which, particularly in case of insolvency of the Issuer, rank *pari passu* with each 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 general assessment of the Issuer's creditworthiness may affect the value of the Products. This assessment generally depends on the ratings assigned to the Issuer or its affiliated companies by rating agencies such as Moody's, Fitch and Standard & Poor's.

The Issuer Ratings indicated in this document reflect the situation at the time of issuance and may be subject to changes. The actual Issuer Ratings at any given time can be seen on the Issuer's website (www.ubs.com) under "Analysts & Investors".

4. Additional Information

Product Documentation

This document ("**Indicative Terms**") constitutes the non-binding Indicative Simplified Prospectus for the Product and contains the information required by Article 5 CISA and the corresponding Guidelines of the Swiss Bankers Association. The prospectus requirements of Article 652a/Article 1156 of the Swiss Code of Obligations are not applicable. The Indicative Simplified Prospectus contains indicative terms and conditions subject to change. The Final Simplified Prospectus in accordance with Article 5 CISA will be made available on the Issue Date.

These Indicative Terms (Indicative Simplified Prospectus) together with the 'General Terms and Conditions for Structured Products on Equity, Commodity and Index Underlyings', stipulated in English and as amended from time to time, ("**General Terms and Conditions**") shall form the non-binding and indicative documentation for this Product ("**Indicative Product Documentation**"), and accordingly the Indicative Terms should always be read together with the General Terms and Conditions. The Indicative Simplified Prospectus may be provided in various languages, however, only the English version shall be relevant and any translations are for convenience only. Definitions used in the Indicative Terms, but not defined herein shall have the meaning given to them in the General Terms and Conditions. In the event that the Product will be listed (see above item "**Listing**" under "**General Information**"), the Product Documentation will be amended in accordance with the listing requirements of the relevant exchange.

The Indicative Product Documentation can be obtained free of charge from UBS AG, P.O. Box, CH-8098 Zurich (Switzerland), via telephone (+41-(0)44-239 47 03), fax (+41-(0)44-239 69 14) or via e-mail (swiss-prospectus@ubs.com). In addition, for clients outside of the United Kingdom, the Indicative Product Documentation is available on the internet at www.ubs.com/keyinvest. Notices in connection with this Product shall be validly given by publication as described in the General Terms and Conditions. Furthermore, for clients outside of the United Kingdom, any changes with regard to the terms of this Product shall be published on the internet at www.ubs.com/keyinvest.

Important Information

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- (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.

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