

FINAL TERMS AND CONDITIONS FOR USD PERFORMANCE LINKED TO EQUITY SECURITIES (THE “NOTE”) (REDEMPTION LINKED TO A BASKET OF SHARES)

This is a structured product involving derivatives. Do not invest in it unless you fully understand and are willing to assume the risks associated with it. If you have purchased a structured product from an intermediary, the investment decision is yours but you should not invest in the structured product unless the intermediary who sells it to you has explained to you that the structured product is suitable for you having regard to your financial situation, investment experience and investment objectives.

Investors should note that the Notes are subject to capital risk and they may receive an amount less than 100% of the amount of capital invested in the Notes. Also, if an investor elects to redeem or otherwise dispose of the Notes or the Notes are otherwise early redeemed prior to maturity, they may not receive 100% of the amount invested.

Issuer	:	UBS AG acting through its London Branch
Issuer Credit Rating (long term)	:	(A+ (by Standard & Poor's) / AA- (by Fitch) / A1 (by Moody's)). For the avoidance of doubt, this is credit rating (long term) of the Issuer and it does not represent ratings of the Notes.
Holder	:	Registered holder of a Note
Trade Date	:	4 March 2015
Settlement Date	:	18 March 2015, provided that if such date is not a Currency Business Day, the Settlement Date shall be the next following Currency Business Day.
Valuation Date	:	29 April 2023, provided that, in respect of each Reference Portfolio Component, if it is not an Exchange Business Day for such Reference Portfolio Component, the next Exchange Business Day, subject further to the provisions under “Effects of Disruptions Events”. At the end of their relevant scheduled tenor, the Notes will be further extended automatically for additional 5-year periods, on a rolling basis, unless the Issuer gives 30 days' notice prior to the Valuation Date in accordance with the terms of the Notes that the Valuation Date of the Notes will not be extended. There is no limit to the number of times the Issuer may extend the maturity of the Notes.
No. of Notes to be issued	:	20,000
Note Denomination	:	USD 10,000 (value of one Reference Portfolio Unit as of the Trade Date)
Issue Amount	:	USD 200,000,000; [No. of Notes to be issued * Note Denomination]
Issue Price per Note	:	100% of Note Denomination
Initial Commission	:	0.10%
Minimum Trading Units	:	The minimum trading unit pursuant to the Secondary Market provision is 5 Notes. Each Note has a Note Denomination of [USD 10,000] as of the Trade Date.

Reference Portfolio : The Reference Portfolio represents a notional exposure to (A) an Underlying Share Basket (each a “**Reference Portfolio Component**”, together the “**Reference Portfolio Components**”) by applying the Reference Portfolio Component Selection Criteria, subject to Rebalancing and a deduction of Management Fee on a daily basis (through a reduction in the Number of Shares of each Reference Portfolio Component referenced by each Reference Portfolio Unit as determined by the Calculation Agent acting in good faith and in a commercially reasonable manner) and (B) a FX forward position in order to hedge part of the currency risk in connection with the Notes (the “**FX Position**”), subject to FX Rebalancing.

Management Fee : In respect of each calendar day, 0.35% p.a. x Reference Portfolio Level as of that day plus certain expenses commonly associated with establishing, maintaining and rebalancing a portfolio similar to the notional portfolio mirrored by the Reference Portfolio, provided if such day is not an Exchange Business Day, the Reference Portfolio Level as of the immediately preceding Exchange Business Day.

Reference Portfolio Component Selection Criteria The Reference Portfolio Components are selected in accordance with the following guidelines:

- Maximum of 60 Reference Portfolio Components
- Reference Portfolio Components are drawn from the equity universe in US, Canada, UK, France, Germany, Netherlands, Switzerland, Italy, Spain, Japan, Hong Kong, Singapore, Malaysia, Thailand, Indonesia and Australia, Philippines and New Zealand.

The Calculation Agent has the right to reject any Reference Portfolio Component from forming part of the Reference Portfolio and any change in weighting of any Reference Portfolio Component. The Reference Portfolio Components in the Reference Portfolio are subject to Rebalancing.

These Reference Portfolio Component Selection Criteria may be amended by mutual agreement in writing between the Calculation Agent and the Reference Portfolio Advisor.

Reference Portfolio Component Details regarding the Reference Portfolio Components as of the 9 February 2015 and the applicable FX rate as of the Trade Date are as follows:

Bloomberg Code	Reference Portfolio Component Issuer (i = 1 to 60)	Number of Shares of each Reference Portfolio Component referenced by each Reference Portfolio Unit	Execution Price (Pi)	FX Rate
808 HK EQUITY	Prosperity Real Estate Investment Trust	312.8630556	0.386040817	7.75675
2651 JT EQUITY	Lawson_Inc	2.007185786	65.11944527	120.075
2914 JT EQUITY	Japan Tobacco	3.82312301	31.86906332	120.075
3281 JT EQUITY	GLP J-Reit	0.125057756	1033.745863	120.075

3285 JT EQUITY	Nomura Real Estate Master Fund Inc	0.112058317	1196.63372	120.075
4503 JT EQUITY	Astellas Pharma_Inc	15.2949667	16.57899877	120.075
6823 HK EQUITY	HKT Trust	206.3628666	1.325176036	7.75675
7203 JT EQUITY	Toyota Motor Corp	4.070083865	67.2049827	120.075
8031 JT EQUITY	Mitsui & Company	11.63390829	13.94968218	120.075
8306 JT EQUITY	Mitsubishi Tokyo Financial	28.47522666	6.261468031	120.075
9437 JT EQUITY	NTT Docomo Inc.	4.37106442	18.49922067	120.075
AAPL UW Equity	Apple Computer	2.742098297	126.9713007	1
ADN LN EQUITY	Aberdeen Asset Management Plc	23.19564695	7.065310135	65.745
ADVANC TB EQUITY	Advanced Info Services	22.98722042	7.254030219	32.43
ALA CT EQUITY	Altgas Income Ltd	4.778885533	35.83722023	1.2477
ALV GY EQUITY	Allianz Ag	1.562623997	166.0091281	0.91085
APTT SP EQUITY	Asian Pay Television Trust	136.8276791	0.678824527	1.37105
BATS LN EQUITY	British American Tobacco	3.031459996	58.87263087	65.745
BMY UN EQUITY	Bristol Myers	4.34589994	66.215	1
BPT UN EQUITY	BP Prudhoe Bay Royalty Trust	1.238065585	64.91519696	1
DBS SP EQUITY	Development Bank Of Singapore	13.97731877	14.25684739	1.37105
DAI GY EQUITY	Daimler AG	1.623657883	97.74891161	0.91085
DRG-u CT EQUITY	Dream Global Real Estate Investment	5.309190697	7.681093366	1.2477
DTE GY EQUITY	Deutsche Telecom	8.659198663	18.37872127	0.91085
EWT UP EQUITY	I-Shares MSCI Taiwan	19.80658425	15.8638001	1
FP FP EQUITY	Total SA	3.487545601	52.47153963	0.91085
GE UN EQUITY	General Electric Co	6.990434462	25.68260034	1
GM UN EQUITY	General Motors Co	4.859750187	37.68030028	1
INTC UW Equity	Intel Corp	7.224619666	33.82789974	1
JASIF TB EQUITY	Jasmine Broadband	203.7036146	0.296913352	32.43
JNJ UN EQUITY	Johnson & Johnson	1.693397199	102.5066019	1

JPM UN EQUITY	JP Morgan Chase	3.525661529	61.97210017	1
KMB UN EQUITY	Kimberly Clark Corporation	1.409034856	108.4905006	1
KRFT UW EQUITY	Kraft Foods Group Inc.	1.558831724	63.02130268	1
LAND LN EQUITY	Land Securities	8.356487341	19.57829239	65.745
MLT SP EQUITY	Mapletree Logistics Trust	109.3352545	0.901135187	1.37105
MIC UN EQUITY	Macquarie Infrastructure Co	1.421869138	79.0590012	1
MO UN EQUITY	Altria	6.395609826	55.5578998	1
MSFT UW Equity	Microsoft Corp	5.334486358	43.11650048	1
NG/ LN EQUITY	National Grid PLC	8.293854952	13.35603817	65.745
PFE	Pfizer Inc.	8.593182588	34.57939986	1
RDSA NA EQUITY	Royal Dutch Shell A	5.830610301	31.14796558	0.91085
REI-U CT EQUITY	RioCan Real Estate Investment Trust	5.841924217	22.9907836	1.2477
ROG VX EQUITY	Roche	1.07837731	262.4719131	0.9768
SAN FP EQUITY	Sanofi Aventis	2.345915863	96.45420685	0.91085
SIE SP EQUITY	SIA Engineering Company Ltd	24.64070586	3.033697685	1.37105
SIE GY EQUITY	Siemens	1.163589074	109.3225238	0.91085
STM FP EQUITY	ST Microelectronics	9.513140905	9.259743866	0.91085
SUN SP EQUITY	Suntec Reit	69.00346361	1.408502574	1.37105
T UN EQUITY	AT&T Inc.	6.396074272	34.07120021	1
TCL AT EQUITY	Transurban_Group	12.76967929	7.295577107	1.2819
TLS AT EQUITY	Telstra Corp	56.87303723	4.93408228	1.2819
TW/ LN EQUITY	Taylor Wimpey	48.43448419	2.285644863	65.745
UU/ LN EQUITY	United Utilities Group Plc	8.718814985	14.18576006	65.745
ZURN VX EQUITY	Zurich Insurance	0.612754953	314.854199	0.9768
USD		417.21509	1	1

- Reference Portfolio Advisor : LGT Bank AG, Hong Kong Branch. The Reference Portfolio Advisor assumes responsibility for the creation, management, maintenance and rebalancing of the Reference Portfolio
- Number of Shares of each Reference Portfolio Component referenced by each Reference Portfolio Unit : Such number of shares of each Reference Portfolio Component in one Reference Portfolio Unit as determined by the Calculation Agent after the completion of the Applicable Hedge Position in respect of the relevant Reference Portfolio Components in the Reference Portfolio based on weighting of each Reference Portfolio Component as determined by the Reference Portfolio Advisor. The Number of Shares of each Reference Portfolio Component referenced by each Reference Portfolio Unit may be adjusted by the Calculation Agent from time to time pursuant to the Rebalancing and FX Rebalancing provisions. Such Number of Shares of each Reference Portfolio Component referenced by each Reference Portfolio Unit is subject to adjustment pursuant to deduction of Management Fee.
- Number of Reference Portfolio Unit referenced by each Note : 1
- Reference Portfolio Component Issuer : In respect of a Reference Portfolio Component, the issuer of such Reference Portfolio Component.
- Exchange(s) : For each Reference Portfolio Component, means the primary share exchange on which the relevant Reference Portfolio Component is listed or publicly quoted.
- Dividends : In respect of each Reference Portfolio Component, an amount in USD equal to the value (as determined by the Calculation Agent) of all dividend or other distribution (other than those in respect of which adjustment is made under "Adjustments" and provided that if the distribution is non-cash payment, such distribution will only be made if distribution is in a form that can be realized in the market) paid or made by the issuer of the relevant Reference Portfolio Component, where the ex-date of such dividend or distribution falls within the period from and excluding the Trade Date to and including the Valuation Date (where such Reference Portfolio Component forms part of the Reference Portfolio at the relevant ex-date) net of any taxes or costs, to a holder of the relevant Reference Portfolio Component on the relevant dividend or entitlement record date.
- If such dividend or other distribution paid or made is not denominated in the Settlement Currency, such dividend or other distribution shall be converted into the Settlement Currency at the prevailing exchange rate determined by the Calculation Agent in its sole discretion on or about the date on which a holder of relevant Reference Portfolio Component would have received such dividend or other distribution.
- On each Dividend Payment Date, the Issuer shall pay an amount equal to the sum of all accrued Dividends (without interest) in respect of the Reference Portfolio (not previously paid) to Holders of the Notes.
- Dividend Cut Off Dates : Currently expected to be 29 May 2015, 29 August 2015, 28 November 2015, 26 February 2016, 29 May 2016, 29 August 2016, 28 November 2016, 26 February 2017, 29 May 2017, 29 August 2017, 28 November 2017, 26 February 2018, 29 May 2018, 29 August 2018, 28 November 2018, 26 February 2019, 29 May 2019, 29 August 2019, 28 November 2019, 26 February 2020, 29 May 2020, 29 August 2020, 28 November 2020, 26 February 2021, 29 May 2021, 29 August 2021, 28 November 2021, 26 February 2022, 29 May 2022, 29 August 2022, 28 November 2022 and 26 February 2023, provided that, in each case, if such date is not a Currency Business Day, the next following Currency Business Day.

- Dividend Payment Date: Dividend Cut Off Date + 3 Currency Business Day
- Costs : All payments by the Issuer in respect of the Notes will be made subject to any commissions, costs, expenses, duties, taxes (including but not limited to any capital gains tax or withholding tax), levies, registration fees, custodial fees or other charges which may be required to be made, paid, withheld or deducted by the Issuer and/or any of its affiliates or nominees or any notional investor as a result of, or in connection with, the Issuer and/or any of its affiliates or nominees (a) being the direct holder of the Reference Portfolio Component and/or selling and/or realising the Reference Portfolio Component or (b) entering into and/or unwinding any Applicable Hedge Positions.
- Listing : Not applicable.
- Exchange Business Day : In respect of a Reference Portfolio Component, means a day (1) which is a trading day on the relevant Exchange (or if more than one, one or more of the Exchanges) other than a day on which trading on the relevant Exchange (or if more than one, all of the Exchanges) (if open at all for trading) is scheduled to close prior to its regular weekday closing time and (2) on which the Reference Portfolio Component Currency / USD exchange markets are open for business in the Reference Portfolio Component Jurisdiction.
- Reference Portfolio Component Jurisdiction : In respect of a Reference Portfolio Component, the jurisdiction of the primary listing of such Reference Portfolio Component.
- Reference Portfolio Component Currency : In respect of a Reference Portfolio Component, the currency (legal tender) of the corresponding Reference Portfolio Component Jurisdiction.
- Currency Business Day : A day on which commercial banks are open in New York (including dealings in foreign exchange and foreign currency deposits) and the Clearing Systems are open for business.
- Reference Portfolio Level : In respect of an Exchange Business Day, the sum of (a) Reference Portfolio Unit NAV and (b) the Accrued Dividends and (c) the Value of FX Position;

where:

"Reference Portfolio Unit NAV" means the sum of the Value of Reference Portfolio Component in respect of each Reference Portfolio Component comprising in one Reference Portfolio Unit as of such Exchange Business Day;

"Value of Reference Portfolio Component" means, in respect of each Reference Portfolio Component, the Closing Price of the Reference Portfolio Component multiplied by the Number of Shares of each Reference Portfolio Component referenced by each Reference Portfolio Unit in respect of the Reference Portfolio Component on such Exchange Business Day converted into USD at the prevailing exchange rate, as determined by the Calculation Agent;

"Accrued Dividends" means the sum of all accrued Dividends (without interest) in respect of the Reference Portfolio not previously paid by the Issuer on any Dividend Payment Date and (without duplication) all dividends (without interest) declared but unpaid by the issuer of the relevant Reference Portfolio Component as at such Exchange Business Day.

"Value of FX Position" means the weighted average of actual executed prices in unwinding the FX Position or as otherwise determined by the Calculation Agent on such Exchange Business Day (if the Value of the FX Position is a negative number, the absolute value of

such amount shall be deducted from the Reference Portfolio Level).

- Closing Price : In respect of a Reference Portfolio Component and an Exchange Business Day, the official closing price of such Reference Portfolio Component as published by the relevant Exchange for that day, subject to the provisions under "Effects of Disruption Events", or if such price is not published for whatever reason other than as a result of the occurrence of Disruption Events, the value of such Reference Portfolio Component as of the actual closing time of the relevant Exchange on that Exchange Business Day in the good faith estimation of the Calculation Agent.
- Redemption Amount / Early Redemption Amount / Secondary Repurchase Amount : Reference Portfolio Unit NAV - Redemption Charge + Accrued Dividends + Value of FX Position
- Where:
- “Reference Portfolio Unit NAV” means the sum of Value of Reference Portfolio Component in respect of each Reference Portfolio Component comprising in one Reference Portfolio Unit;
- “Value of Reference Portfolio Component” means, in respect of a Reference Portfolio Component, the weighted average of the executed prices in unwinding the Applicable Hedge Positions corresponding to such Number of Shares of each Reference Portfolio Component referenced by each Reference Portfolio Unit in respect of such Reference Portfolio Component on or about the Valuation Date or the Early Redemption Valuation Date or the Secondary Repurchase Date or the Secondary Sale Date (as applicable) less any applicable commission, tax or Costs converted into USD at the prevailing exchange rate, as determined by the Calculation Agent;
- “Redemption Charge” means, in respect of each Note, 0.10% of Reference Portfolio Unit NAV;
- “Accrued Dividends” means the sum of all accrued Dividends (without interest) in respect of the Reference Portfolio not previously paid by the Issuer on any Dividend Payment Date and (without duplication) all dividends (without interest) declared but unpaid by the issuer of the relevant Reference Portfolio Component as at the Valuation Date or the Early Redemption Valuation Date or the Secondary Repurchase Date or the Secondary Sale Date (as applicable);
- “Value of FX Position” means the weighted average of actual executed prices in unwinding the FX Position or as otherwise determined by the Calculation Agent on or about the Valuation Date or the Early Redemption Valuation Date or the Secondary Repurchase Date or the Secondary Sale Date (as applicable) (if the Value of the FX Position is a negative number, the absolute value of such amount shall be deducted from the Redemption Amount / Early Redemption Amount / Secondary Repurchase Amount / Secondary Sale Amount).
- Applicable Hedge Positions : At any time, Hedge Positions that the Calculation Agent determines that the Issuer, acting in a commercially reasonable manner, would consider necessary to hedge through the Hedge Positions the equity price risk and other risks (including but not limited to dividend risk, currency risk and market risk) of entering into and performing its obligations with respect to the Notes at that time.
- Hedge Positions : Any actual or notional purchase, sale, entry into or maintenance of one or more (i) positions or contracts in securities, options, futures, derivatives or foreign exchange, (ii) stock loan transactions or (iii) other instruments or arrangements (howsoever described) in order to

hedge individually or on a portfolio basis, the Notes.

- Early Redemption by Issuer : Subject to paragraph (1) of the provisions under “Adjustment”, the Issuer may terminate the Notes on any Exchange Business Day (an “**Early Redemption Valuation Date**”) and redeem all but not some of the Notes by giving no less than 45 Currency Business Days prior notice in accordance with the terms and conditions of the Notes by the payment of the Early Redemption Amount on the relevant Early Redemption Date, in which case the Early Redemption Valuation Date shall be deemed to the Valuation Date.
- Redemption at Maturity : Subject to Early Redemption by the Issuer or purchase and cancellation, the Notes will be redeemed at the Redemption Amount on the Maturity Date.
- Settlement : Cash Settlement
- Settlement Currency : USD
- Maturity Date / Early Redemption Date : 3 Currency Business Days (excluding any Exchange Business Day on which there is a Disruption Event unless the Issuer agrees otherwise) after the last occurring (i) Valuation Date; or (ii) in the case of Early Redemption by the Issuer, Early Redemption Valuation Date, as the case may be, subject to the provisions under “Effects of Disruption Events”.
- Rebalancing : Rebalancing means any change in the Reference Portfolio Components by the Reference Portfolio Advisor after the Settlement Date (including changing the weighting of any Reference Portfolio Component, or adding or removing a Reference Portfolio Component from the Reference Portfolio). A rebalancing may occur at the discretion of the Reference Portfolio Advisor on a date determined by the Calculation Agent (a “**Rebalancing Date**”), provided that no Disruption Event is occurring with respect to Reference Portfolio Component subject to such Rebalancing.

The Calculation Agent has the right to reject shares that form part of a Rebalancing.

A transaction fee of 0.10% applies to the total notional amount of Reference Portfolio Components subject to such Rebalancing which may result in a reduction of the Reference Portfolio Level after rebalancing and the Number of Shares of each Reference Portfolio Component referenced in each Reference Portfolio Unit for certain Reference Portfolio Component. Such percentage may be adjusted by the Issuer from time to time.

- FX Rebalancing : FX Rebalancing means any change in the FX Position by the Reference Portfolio Advisor after the Settlement Date, provided that the notional amount subject to such change shall not be less than USD50, 000. Whether a change constitutes an FX Rebalancing shall be determined by the Calculation Agent in its sole discretion. The Reference Portfolio Advisor may request to conduct an FX Rebalancing on any Currency Business Day. The Calculation Agent has the right to (i) reject or postpone any request to conduct an FX Rebalancing at its discretion, or (ii) conduct the FX Rebalancing on such date (the “FX Rebalancing Date”) determined at its discretion. The number of requests to conduct a FX Rebalancing may not exceed 24 in any 12 month period, subject to discretion of the Calculation Agent.

A transaction fee of 0.10% applies to the total notional amount subject to such FX Rebalancing, which may result in a reduction of the Reference Portfolio Level after such FX rebalancing after rebalancing and the Number of Shares of each Reference Portfolio Component referenced in each Reference Portfolio Unit for certain Reference Portfolio Components and/or the FX Position. Such percentage may be adjusted by the Issuer from time to time.

- Adjustments :
- (1) If the Calculation Agent determines that the Reference Portfolio is definitively not maintained, calculated and published by the Reference Portfolio Advisor anymore, then the Issuer may, by giving not less than [5] days prior notice, elect to early redeem the Notes by setting a date to be an Early Redemption Valuation Date and the Notes shall be redeemed by the payment of the Early Redemption Amount on the relevant Early Redemption Date.
 - (2) If the Reference Portfolio Advisor determines in its absolute discretion that an event has occurred which has a diluting, concentrative or any other effect on a Reference Portfolio Component, then following each such event, the Calculation Agent shall determine, in its absolute discretion the corresponding adjustments to the terms and conditions of the Notes (including adjusting the Reference Portfolio Level, Redemption Amount, Early Redemption Amount, or Number of Shares of each Reference Portfolio Component referenced by each Reference Portfolio Unit), which is appropriate to account for the diluting, concentrative or other effect of the relevant event and the Issuer shall effect such adjustments (if any) as of a date determined by it provided that if the Calculation Agent determines that a Reference Portfolio Component in the Reference Portfolio in relation to the occurrence of any of the above events should be replaced by another Eligible Share, the Calculation Agent shall, give notice to the Reference Portfolio Advisor and the Reference Portfolio Advisor shall select a suitable replacement Reference Portfolio Component for the affected Reference Portfolio Component, which shall satisfy the Reference Portfolio Component Selection Criteria.

Following selection of the replacement Reference Portfolio Component by the Reference Portfolio Advisor, the Calculation Agent may adjust the terms and conditions of the Notes as appropriate to account for the Reference Portfolio Component replacement, including the cost to the Issuer of making the Reference Portfolio Component replacement and adjusting any positions hedging the Notes.
 - (3) The adjustments and determinations of the Issuer and the Calculation Agent at their reasonable discretion shall be conclusive and binding, except where there is a manifest error.
 - (4) Any effected adjustment and determination described above shall be notified by the Issuer to the Holders in accordance with the terms of the Notes.
 - (5) The Issuer's right to early redemption remains unaffected.
- Redemption Disruption Event :
- (A) Any event, as determined by the Calculation Agent in its sole discretion, that occurs at any time and from time to time:
 - a. which has the effect of preventing the entering into, maintenance or the unwind of Hedge Transactions, or
 - b. result in the Hedge Counterparty incurring a materially increased cost, tax, expenses or fees in performing its obligations under the Hedge Transaction; including but not limited to any change in laws or regulations or any actions by taxing authority or any material (as determined by the Calculation Agent) disruption in trading or settlement of any Reference Portfolio Component or any options or futures contract relating to any Reference Portfolio Component.
 - (B) The delisting of any Reference Portfolio Component from the relevant Exchange or any announcement of intention or decision to delist.
 - (C) All the shares or all or substantially all the assets of a Reference Portfolio Component Issuer are nationalised, expropriated or are otherwise required to be transferred to any governmental agency, authority or entity.
- FX Disruption Event :
- (A) As determined by the Calculation Agent in its sole discretion, the occurrence and/or

existence of an event on any day with respect to Reference Portfolio Component Currency that has the effect of preventing or delaying the Issuer or any of its affiliates or nominees or the Hedge Counterparty directly or indirectly from:

- (i) converting Reference Portfolio Component Currency into USD through customary legal channels,
- (ii) converting Reference Portfolio Component Currency into the USD at a rate at least as favorable as the rate for domestic institutions located in the relevant Reference Portfolio Component Jurisdiction,
- (iii) delivering the USD from accounts inside a Reference Portfolio Component Jurisdiction to accounts outside the relevant Reference Portfolio Component Jurisdiction,
- (iv) delivering Reference Portfolio Component Currency between accounts inside the relevant Reference Portfolio Component Jurisdiction or to a party that is a non-resident of such Reference Portfolio Component Jurisdiction, or
- (v) effectively realizing the value of its underlying hedge in USD at any time,

OR

(B) the government of a Reference Portfolio Component Jurisdiction gives public notice of its intention to impose any capital controls which the Calculation Agent determines in good faith are likely to materially affect the Issuer's ability to hedge its position under the Notes or to unwind such hedge.

Effects of Disruption Events : Upon the occurrence of either a FX Disruption Event or a Redemption Disruption Event in respect of a Reference Portfolio Component (each a "Disruption Event"), as determined in the sole discretion of the Calculation Agent, the Issuer in its sole discretion shall either (i) unilaterally accelerate the Valuation Date in respect of the relevant Reference Portfolio Component or all Reference Portfolio Components so that the date of such Disruption Event shall be the newly accelerated Valuation Date in respect of the relevant Reference Portfolio Component or all Reference Portfolio Components (as the case may be) (where the Calculation Agent considers appropriate and commercially feasible, where the Valuation Date in respect of the relevant Reference Portfolio Component (but not all Reference Portfolio Components) is accelerated, the Calculation Agent shall give notice to the Reference Portfolio Adviser to substitute the relevant Reference Portfolio Component with another Reference Portfolio Component which satisfies the Reference Portfolio Component Selection Criteria in a manner to be decided by the Reference Portfolio Adviser); (ii) unilaterally extend the Valuation Date in respect of the relevant Reference Portfolio Component, and/or Maturity Date and/or any relevant Early Redemption Valuation Date in respect of the relevant Reference Portfolio Component and/or Early Redemption Date or Rebalancing Date in respect of the relevant Reference Portfolio Component or Secondary Purchase (Sale) Date in respect of the relevant Reference Portfolio Component or Secondary Purchase (Sale) Settlement Date and/or FX Rebalancing Date to a date when such event no longer exists; or (iii) unilaterally extend the Valuation Date in respect of the relevant Reference Portfolio Component, and/or Maturity Date or any relevant Early Redemption Valuation Date in respect of the relevant Reference Portfolio Component or Early Redemption Date or Rebalancing Date in respect of the relevant Reference Portfolio Component or Secondary Purchase (Sale) Date in respect of the relevant Reference Portfolio Component or Secondary Purchase (Sale) Settlement Date to a date and/or FX Rebalancing Date when such event is still continuing, and in each case make a determination of a USD amount that will be used as the redemption amount.

Secondary Market UBS AG, London Branch may (but is under no legal obligation to), subject to normal market conditions (as determined by the Calculation Agent) and in market standard denominations, make a secondary market until the Valuation Date. A Holder request for any such secondary market making must be notified to UBS AG, Singapore Branch by 6:00pm Singapore time on any Singapore Business Day (the second following Exchange Business Day being, in the case of a sale by the Issuer to a prospective Holder, the "Secondary Sale Date" and in the

case of repurchase by the Issuer from a Holder, the “Secondary Repurchase Date”, provided that in respect of a Reference Portfolio Component, if it is not an Exchange Business Day in respect of a Reference Portfolio Component, the next Exchange Business Day), submitting the number of Notes for sale/repurchase, provided that such amount of Notes shall not be less than the Minimum Trading Size.

Repurchase by the Issuer

The Calculation Agent will determine the amount at which the Notes are to be repurchased by the Issuer, i.e., the “Secondary Repurchase Amount” per Note in accordance with the above provision.

The Issuer will repurchase the Notes by paying the Secondary Repurchase Amount to a Holder on the 3rd Currency Business Day (excluding any Exchange Business Day on which there is a Disruption Event unless the Issuer agrees otherwise) after the last occurring Secondary Repurchase Date (the “Secondary Repurchase Settlement Date”), subject to the provisions under “Effects of Disruption Events”.

Further sale by the Issuer

The Calculation Agent will determine the amount at which the Notes are to be sold on the secondary market by the Issuer, i.e., the “Secondary Sale Amount” per Note in accordance with the following formula:

Reference Portfolio Unit NAV + Accrued Dividends + Value of FX Position + Initial Commission

where:

the Reference Portfolio Unit NAV, Accrued Dividends and Value of FX Position are determined as of the Secondary Sale Date;

“Initial Commission” means $[0.1\%] \times$ Reference Portfolio Unit NAV;

The Issuer will sell the Notes to the investor upon payment of the Secondary Sale Amount by the investor on the 3rd Currency Business Day (excluding any Exchange Business Day on which there is a Disruption Event unless the Issuer agrees otherwise) after the last occurring Secondary Sale Date (the “Secondary Repurchase Settlement Date”), subject to the provisions under “Effects of Disruption Events” (the “Secondary Sale Settlement Date”).

Notice

All notices, requests, instructions or other documents to be given pursuant to the terms of the Notes will be deemed to have been properly delivered if sent by email to the email addresses as separately notified.

Voting rights

None

Further Issues

: The Issuer may, from time to time without the consent of the Holders, issue further notes having the same terms and conditions as the Notes so as to form a single series and be fungible with the Notes.

Clearing Systems

: Euroclear and Clearstream

Security No. : ISIN: CH0273890035
Valor: 27389003

Redemption for taxation reasons: If the Issuer is required to pay any additional amounts in respect of taxes, then the Issuer may set a date for the early redemption of the Notes (the "Tax Redemption Settlement Date") and upon the Issuer giving not less than 30 days' notice to the Holders of the early redemption, the Notes may be redeemed by delivering on the Tax Redemption Settlement Date a USD amount equal to the value in USD of a Note as at the Tax Redemption Date as determined by the Calculation Agent in its absolute discretion based on, inter alia, the fair market value of the Reference Portfolio Unit on or about the Tax Redemption Date. The date by reference to which such cash amount deliverable upon an early redemption of the Notes in accordance with this provision (the "Tax Redemption Date") shall be specified in the notice.

Section 871(m) of the U.S. Tax Code and FATCA:

Section 871(m)

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 will treat the Notes as specified equity-linked instruments that are subject to withholding on dividend equivalents. The Issuer will withhold 30% in respect of dividend equivalents paid or deemed paid on the Notes and will not pay any additional amounts with respect to any such taxes withheld. 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 Notes 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. Investors in the Notes should consult their own tax advisors regarding the application of the withholding tax to their Notes and the availability of any reduction in tax pursuant to an income tax treaty. No assurance can be given that investors in the Notes will be able to successfully claim a reduction in tax pursuant to an income tax treaty.

Foreign Account Tax Compliance Act

The Foreign Account Tax Compliance Act ("FATCA") imposes a 30% U.S. withholding tax on payments of U.S. source interest, dividends and certain other passive income beginning July 1, 2014, and on the gross proceeds from the sale or other disposition of certain assets and on certain "passthru payments" attributable to such income or proceeds beginning January 1, 2017, made to certain foreign financial institutions (including most foreign hedge funds, private equity funds and other investment vehicles) unless the payee foreign financial institution agrees to disclose the identity of any U.S. individuals and certain U.S. entities that directly or indirectly maintain an account with, or hold debt or equity interests in, such institution (or the relevant affiliate) and to annually report certain information about such account or interest directly, or indirectly, to the IRS. FATCA also requires withholding agents making certain payments to certain non-financial foreign entities that fail to disclose

the name, address, and taxpayer identification number of any substantial direct or indirect U.S. owners of such entity to withhold a 30% tax on such payments. Accordingly, the Issuer and other foreign financial institutions may be required under FATCA to report certain account information directly to the IRS (or to a non-U.S. governmental authority under a relevant Intergovernmental Agreement entered into between the U.S. and such non-U.S. country that will pass such information on to the IRS) regarding the holders of the Notes. Moreover, the Issuer may be required to withhold on a portion of payments made on the Notes to holders who (i) fail to provide the relevant information, or (ii) foreign financial institutions who fail to comply with FATCA.

If a Holder holds the Notes through a foreign financial institution or other foreign entity, it is possible that a portion of any of the payments made after June 30, 2014 may be subject to 30% withholding. If, however, withholding is required, the Issuer (or the applicable paying agent) will not be required to pay additional amounts with respect to the amounts so withheld.

Investors are urged to consult their own advisor about the application of FATCA to the ownership of their notes.

Sales Restrictions : No action has been or will be taken by the Issuer that would permit a public offering of the Notes or possession or distribution of any offering material in relation to the Notes in any jurisdiction where action for that purpose is required. No offer, sale or delivery of the Notes, or distribution or publication of any offering material relating to the Notes, may be made in or from any jurisdiction except in circumstances which will result in compliance with any applicable laws and regulations and will not impose any obligations on the Issuer. Restrictions in relation to offers, sales and resales of the Notes are set out in detail in the Global Security.

Note 1- USA Selling Restrictions

The Notes have not been and will not be registered under the United States Securities Act of 1933, as amended ("Securities Act") and may not be offered or sold within the United States or to, or for the account or benefit of, US persons except in certain transactions exempt from the registration requirements of the Securities Act. Terms used in this paragraph have the meanings given to them by Regulation S under the Securities Act. The tax treatment of the Notes is uncertain. Therefore, if you are a US taxpayer that is not a US person (as defined under Regulation S under the U.S. Securities Act) you are urged to consult with your own tax advisors to determine the appropriate characterization of this Note for US federal income tax purposes. Please contact UBS for any additional information that you may require in making your determination.

Note 2 – Hong Kong Selling Restrictions

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 Notes, 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 Notes 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.

Note 3 - Singapore Selling Restrictions

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 Notes may not be circulated or distributed, nor may the Notes 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 Notes are 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 Notes pursuant to 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.

Note 4 - Switzerland Selling Restrictions

The Notes may not be distributed to non-qualified investors in Switzerland.

Note 5 - EEA Selling Restrictions

This termsheet and the Global Security will be prepared on the basis that any

offer of Notes in any Member State of the European Economic Area which has implemented the Prospectus Directive (as defined below) (each, a "Relevant Member State") will be made pursuant to an exemption under the Prospectus Directive, as implemented in that Relevant Member State, from the requirement to publish a prospectus for offers of the Notes. Accordingly any person making or intending to make an offer in that Relevant Member State of the Notes may only do so in circumstances in which no obligation arises for the Issuer to publish a prospectus pursuant to Article 3 of the Prospectus Directive or supplement a prospectus pursuant to Article 16 of the Prospectus Directive, in each case, in relation to such offer. The Issuer has not authorised, and does not authorise, the making of any offer of Notes in any other circumstances.

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.

For EEA jurisdictions that have not implemented the Prospectus Directive, sales must be in compliance with the law of that jurisdiction.

Governing Law	:	English law
Calculation Agent	:	UBS AG, London Branch
Disclosure Requirement	:	Details of the Notes (including the identity of the Holders) may, (1) upon request or order by any competent authority, regulatory or enforcement organisation, governmental or otherwise, including the stock exchange on which the underlying shares are listed, (2) as required by applicable law, rules, regulations, codes or guidelines (whether having the force of law or otherwise), be disclosed in accordance with such request, order, law, rules, regulations, codes or guidelines (whether such disclosure is to be made to third parties or otherwise). By purchasing the Notes, the Holder agrees to such disclosure and releases UBS AG and its subsidiaries and affiliates from any duty of confidentiality owed to it in relation to such information.

DISCLAIMER

This information is communicated by UBS AG and/or its affiliates ("UBS"). UBS may from time to time, as principal or agent, have positions in, or may buy or sell, or make a market in any securities, currencies, financial instruments or other assets underlying the transaction to which the termsheet relates. UBS may provide investment banking and other services to and/or have officers who serve as directors of the companies referred to in this term sheet. UBS's trading and/or hedging activities related to this transaction may have an impact on the price of the underlying asset and may affect the likelihood that any relevant barrier is crossed. UBS has policies and procedures designed to minimise the risk that officers and employees are influenced by any conflicting interest or duty and that confidential information is improperly disclosed or made available.

In certain circumstances UBS sells these notes to dealers and other financial institutions at a discount to the issue price or rebates to them for their own account some proportion of the issue price. Further information is available on request.

Structured transactions are complex and may involve a high risk of loss. Prior to entering into a transaction you should consult with your own legal, regulatory, tax, financial and accounting advisors to the extent you consider it necessary, and make your own investment, hedging and trading decisions (including decisions regarding the suitability of this transaction) based upon your own judgement and advice from those advisers you consider necessary. Save as otherwise expressly agreed in writing, UBS is not acting as your financial adviser or fiduciary in any transaction.

This document is for information purposes only and should not be construed as an offer, personal recommendation or solicitation to conclude a transaction and should not be treated as giving investment advice. The terms of any investment will be exclusively subject to the detailed provisions, contained in the global security relating to the Notes (the "Global Security").

UBS makes no representation or warranty relating to any information herein which is derived from independent sources. This term sheet shall not be copied or reproduced without UBS's prior written permission.

No action has been or will be taken in any jurisdiction that would permit a public offering of the securities described herein, save where explicitly stated in the Global Security. The securities must be sold in accordance with all applicable selling restrictions in the jurisdictions in which they are sold.