

Open End PERLES on Solactive Infrastructure Rotator Index PR CHF

PERformance Linked to Equity Securities

Underlying replacement as of 11.05.2015

New Underlying: Solactive Infrastructure Rotator Index PR CHF (Index Value as of close 08.05.2015: 89.35)

Final Terms

Product Description / Risk Information

The Solactive Infrastructure Rotator Index PR CHF calculated by Solactive AG is implemented as Sub-sector Rotation Strategy. Every 3-months the infrastructure sub-sector returns are ranked and the sub-sector demonstrating the highest momentum receives a 40% weight, the 2nd sub-sector 30%, the 3rd 20%, the 4th 10% and the last 0%.

Product Details

Underlying Index	Solactive Infrastructure Rotator Index PR CHF (Bloomberg: SOLIRCHF Index) The Sub-sectors are: <ul style="list-style-type: none"> • Toll Roads • Ports • Airports • Communication • Diversified Infra
Issue Amount	Up to 200'000 Open End PERLES (with reopening clause)
Conversion Ratio	1 Open End PERLES refers to the level of the Underlying Index
Initial Reference Underlying Index Level	100 Index points
Issue Price	CHF 101.00 (was be set at 101% of the Initial Reference Underlying Index Level)
Currency Risk	The Investor is exposed to the currency risks of the local trading currency of the index constituents
Security-Numbers	ISIN: CH0028027735 Valor: 2802773 WKN: UB1TFE Common Code: tba SWX: INFRA

Dates

Issue Date	29 November 2006
Pricing Date	21 December 2006
Payment Date	28 December 2006
First Listing Date	05 January 2007
Expiration Date	Open End
Closing date (for Swiss tax purposes):	December 31, for the first time December 31, 2018

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

Institutional Investors: Zurich: +41-44-239 68 00*
Geneva: +41-22-389 50 05*

Private Investors: 0848-911-011*
E-Mail: derivatives@ubs.com
Internet: www.ubs.com/keyinvest

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General Information

Issuer	UBS AG, London Branch
Rating	Aa2/AA+
Lead manager	UBS AG, Zurich (UBS Investment Bank)
Calculation Agent	UBS AG, London Branch
Settlement	Cash settlement in CHF
Trading	Indicative prices will be available on Reuters UBSDEEW05
Clearing	SIS, Euroclear, Clearstream (booked at SIS SegalnterSettle AG)
Listing	Listing will be applied for at the SWX Swiss Stock Exchange
Lot	Minimum 1 Open End PERLES or a multiple thereof for trading and exercise
Sales Restrictions	Europe, Hong Kong, Singapore, UK, USA, U.S. persons
	WARNING - The contents of this document have not been reviewed by any regulatory authority in Hong Kong. Investors are advised to exercise caution in relation to the offer. If an investor is in any doubt about any of the contents of this document, the investor should obtain independent professional advice.
EU Savings TAX	For Swiss paying agents, the product is not subject to the EU Savings tax (TK 9)
Form of Deed	Book-entry Security
Law / Jurisdiction	Swiss / Zurich
Issuer Call right	The Issuer has the annual right, on 14 December, for the first time in December 2007 ("Notice Date") to call the Open End PERLES for early redemption for a value equal to the Conversion Value effective 1 year after the "Notice Date" has been published to that effect (the "Termination Date"). In case that any of the dates is not a business day, the next following business day applies.
Investor exercise right	In addition to the possibility to sell the Open End PERLES at any time, each Investor has an annual right to exercise his Open End PERLES (notice to be received not later than 10 am Zurich time on 14 December of the relevant year (the "Exercise Date") for a value equal to the current Conversion Value at the time of the exercise). In case that any of the dates is not a business day, the next following business day applies.
Conversion Value	Average of spot prices for selling the shares which make up the Underlying Index realized on a best effort basis over a period of 3 business days following and excluding the relevant Exercise Date or the Termination Date, as the case may be, as reasonably determined by the Calculation Agent. The Conversion Value is also depending on liquidity, taxes, charges, expenses, fees, costs or levies with respect to the sale of the relevant shares. The settlement of the payment will be settled with value 3 business days after the last day of hedging.

This product does not represent a share in an investment fund and thus is not subject to the supervision of the Swiss Federal Banking Commission (Eidgenössische Bankenkommision). Therefore, investors in this product are not eligible for the specific investor protection under the Swiss Federal Law on Investment Funds.

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- (a) a corporation (which is not an accredited investor) the sole business of which is to hold investment 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 is an accredited investor;

then the shares, debentures and units of shares and debentures of that corporation or the beneficiaries' rights and interest in that trust shall not be transferable for six months after that corporation or that trust has acquired this Product under Section 275 except:

- (1) to an institutional investor under Section 274 of the SFA or to a relevant person, or any person pursuant to Section 275(1A), and in accordance with the conditions, specified in Section 275 of the SFA;
- (2) where no consideration is given for the transfer; or
- (3) by operation of law.

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