



Date: **XXX**

To: **XXX** ("Counterparty")

Attention: **XXX**

Fax Number: **XXX**

From: UBS AG, LONDON BRANCH ("UBS AG")

Subject: Inflation Swap Transaction
UBS AG Ref Number: XXX

Dear Sirs,

The purpose of this communication is to confirm the terms and conditions of the Transaction entered into between us on the Trade Date specified below. This Confirmation constitutes a "Confirmation" as referred to in the Master Agreement or Agreement specified below.

The definitions contained in the 2006 ISDA Definitions (the "Swap Definitions") and in the 2008 ISDA Inflation Derivatives Definitions (the "Inflation Definitions", and together with the Swap Definitions, the "Definitions"), in each case as published by the International Swaps and Derivatives Association, Inc., are incorporated into this Confirmation. In the event of any inconsistency between the Swap Definitions and the Inflation Definitions, the Inflation Definitions will govern. In the event of any inconsistency between either set of Definitions and this Confirmation, this Confirmation will govern.

This confirmation supplements, forms part of, and is subject to, the ISDA Master Agreement dated as of **XXX**, as amended and supplemented from time to time (the "Agreement") , between Counterparty and UBS. All provisions contained in the Agreement govern this Confirmation except as expressly modified below.

The terms of the particular Swap Transaction to which this Confirmation relates are as follows:

GENERAL TERMS

Trade Date: **XXX** (time of execution available on request)

Effective Date: **XXX**

Termination Date: **XXX**, subject to adjustment in accordance with the Modified Following Business Day Convention.

Notional Amount: USD **XXX**

Business Days: New York and London

Broker: **XXX**

Calculation Agent: UBS AG, unless otherwise stated in the Schedule to the Master Agreement

FIXED AMOUNT

Fixed Rate Payer: **XXX**

Fixed Rate Payer Payment Date: **XXX**, subject to adjustment in accordance with the Modified Following Business Day Convention.

Fixed Rate: **XXX** %

Fixed Rate Day Count Fraction: 1/1

Fixed Amount: USD **XXX**
 For the avoidance of doubt, Fixed Amount has been calculated in accordance with the following formula:
 USD **XXX** * ((1 + **XXX** %) ^ **XXX** -1)

FLOATING AMOUNT

Floating Rate Payer: **XXX**

Floating Rate Payer Payment Date: **XXX**, subject to adjustment in accordance with the Modified Following Business Day Convention.

Floating Rate: As determined by the following formula, expressed as a percentage:
 [(Index Final/Index Initial) - 1]

Index: USA-Non-revised Consumer Price Index-Urban (CPI-U)

Index Initial: The Index level for the Reference Month of January 2010, which shall be **XXX**.

Index Final: The Index level for the Reference Month of **XXX**

Floating Rate Day Count Fraction : 1/1

Interpolation: Inapplicable

Floating Rate Spread: None

Compounding: Inapplicable

Related Bond: Fallback Bond

Relationship Between Parties

Each party will be deemed to represent to the other party on the date on which it enters into this Transaction that (in the absence of a written Agreement between the parties which expressly imposes affirmative obligations to the contrary for this Transaction):-

(a) Non-Reliance. Each party is acting for its own account, and has made its own independent decisions to enter into this Transaction and this such Transaction is appropriate or proper for it based upon its own judgement and upon advice from such advisers as it has deemed necessary. Each party is not relying on any communication (written or oral) of the other party as investment advice or as a recommendation to enter into this Transaction; it being understood that information and explanation relating to the terms and conditions of this Transaction shall not be considered investment advice or a recommendation to enter into this Transaction. No communication (written or oral) received from the other party shall be deemed to be an assurance or guarantee as to the expected results of this Transaction.

(b) Assessment and Understanding. Each party is capable of assessing the merits of and understands (on its own behalf or through independent professional advice), and accepts, the terms, conditions and risks of this Transaction. Each party is also capable of assuming and assumes, the risks of this Transaction.

(c) Status of the Parties. Neither party is acting as a fiduciary for or as an adviser to the other in respect of this Transaction.

Account Details:

Currency:	USD
Favour:	UBS AG, Stamford Branch
Swift Address:	UBSWUS33XXX
Further Credit To:	UBS AG, London Branch
Swift Address:	UBSWGB2LXXX
Account No:	101-WA-140007-000
IBAN:	CH6600286AAAAMWS93N7T

Offices

(a) The office of UBS AG for the Transaction is LONDON; and

(b) The office of the Counterparty for the Transaction is **XXX**

Contact Names at UBS AG

Rate Fixings:	Trade Processing: (44) 207 568 9461
Pre Value Payments:	Pre Value Payment Investigations: (44) 20 7568 2665
Post Value Payments:	Post Value Payment Investigations: (44) 20 7568 2665
Confirmation Queries:	Confirmation Control: (44) 20 75672604/6266
Credit Event Notices:	DBC: Fax: (44) 207 567 0032
ISDA Documentation:	Credit Risk Management: (44) 20 7567 4557
Swift:	UBSWGB2L
Fax:	(44) 20 7567 2685 or 2990
Address:	100 Liverpool Street, London, EC2M 2RH UBS AG

Please confirm that the foregoing correctly sets forth the terms and conditions of our agreement by executing a copy of this Confirmation and returning it to us or by sending to us a letter or facsimile substantially similar to this letter, which letter or facsimile sets forth the material terms of the Transaction to which this Confirmation relates and indicates your agreement to those terms or by sending to us a return letter or facsimile in the form attached.

Yours Faithfully
For and on behalf of

UBS AG LONDON BRANCH

By:

By:

Name: XXX
Title:

Name: XXX
Title:

Acknowledged and agreed by XXX as of the Trade Date specified above:

By:

By:

Name:
Title:

Name:
Title:

UBS AG London Branch, 1 Finsbury Avenue, London EC2M 2PP
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