

Fourth Quarter and Full Year Results 2006

Zurich, 13th February 2007

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Caution regarding forward looking statements

This communication contains statements that constitute “forward-looking statements”, including, but not limited to, statements relating to the implementation of strategic initiatives and other statements relating to our future business development and economic performance. While these forward-looking statements represent our judgments and future expectations concerning the development of our business, a number of risks, uncertainties and other important factors could cause actual developments and results to differ materially from our expectations. These factors include, but are not limited to, (1) general market and macro-economic trends, (2) legislative developments, governmental and regulatory trends, (3) movements in local and international securities markets, currency exchange rates and interest rates, (4) competitive pressures, (5) technological developments, (6) changes in the financial position or creditworthiness of our customers, obligors and counterparties and developments in the markets in which they operate, (7) management changes and changes to our Business Group structure and (8) other key factors that we have indicated could adversely affect our business and financial performance which are contained in other parts of this document and in our past and future filings and reports, including those filed with the SEC. More detailed information about those factors is set forth elsewhere in this document and in documents furnished by UBS and filings made by UBS with the SEC, including UBS’s Annual Report on Form 20-F for the year ended 31 December 2005. UBS is not under any obligation to (and expressly disclaims any such obligation to) update or alter its forward-looking statements whether as a result of new information, future events, or otherwise.

SECTION 1

Group Results

Financial highlights

	4Q06	2006
Net profit attributable to UBS shareholders ^{1,2}	CHF 3.06bn	CHF 11.2bn
RoE ³		26.5%
Cost / income ratio ¹	70.6%	69.7%
Net new money ¹	CHF 25.5bn	CHF 151.7bn
Diluted EPS ³ , Diluted EPS ³ growth (year-on-year)	CHF 1.54 +20%	CHF 5.58 +20%
Regular dividend		CHF 2.20 +38%
Year end invested assets and year-on-year growth ¹	CHF 2,989bn	+13%

1 Based on Financial Businesses, from continuing operations

2 UBS Group reported net attributable profit of CHF 3.4bn and CHF 12.3bn for 4Q06 and FY 2006, respectively

3 Based on UBS Group, from continuing operations

2006 strategic progress

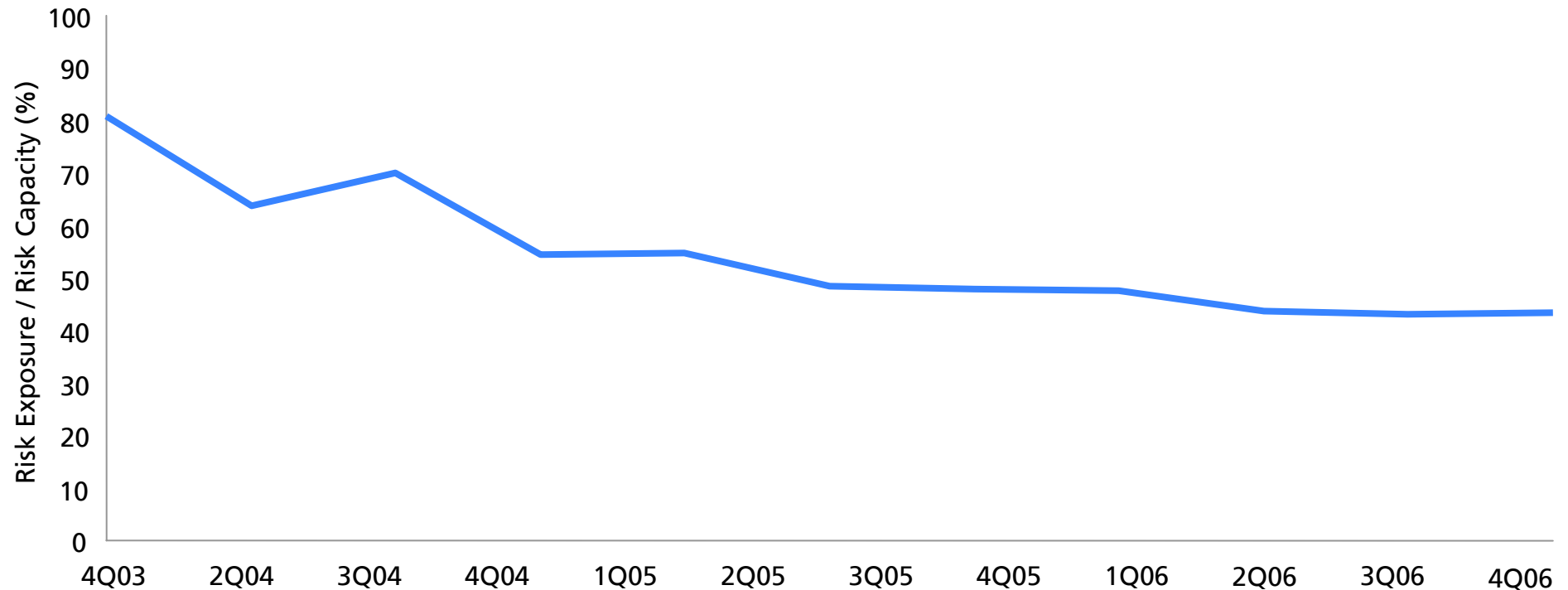
Industry growth

UBS Organic growth initiatives & acquisitions

	Wealth Management & Business Banking	Global Asset Management	Investment Bank
organic	<ul style="list-style-type: none">◆ Europe onshore◆ Asia expansion◆ US scale up◆ Global Key Client	<ul style="list-style-type: none">◆ DRCM◆ Infrastructure◆ Global Investment Solutions◆ Global Real Estate	<ul style="list-style-type: none">◆ Emerging Mkts◆ GSF / High Yield◆ Commodities◆ Real Estate◆ Structured Credit
acquisition	<ul style="list-style-type: none">◆ <i>Banco Pactual</i>◆ <i>Piper Jaffray</i>◆ <i>McDonald</i>	<ul style="list-style-type: none">◆ <i>Banco Pactual</i>◆ <i>Standard Chartered Asset Management Company (India)</i>	<ul style="list-style-type: none">◆ <i>Banco Pactual</i>◆ <i>Beijing Securities</i>◆ <i>ABN Amro ETD</i>

Risk capacity significantly exceeds risk exposure

Utilization of Group risk capacity



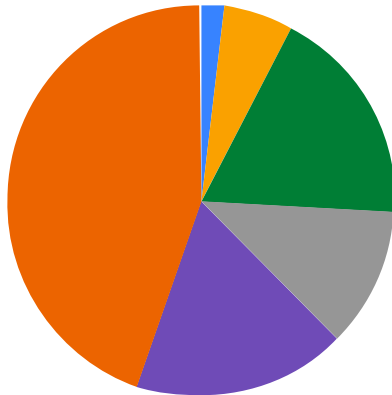
Risk capacity: level of risk that UBS is capable of absorbing based on annual earnings power with no constraint on dividend payment.

Risk Exposure: aggregated level of potential stress / statistical losses across all businesses / risk categories

Risk capacity utilization has declined by 45% as risk capacity has grown faster than risk exposure

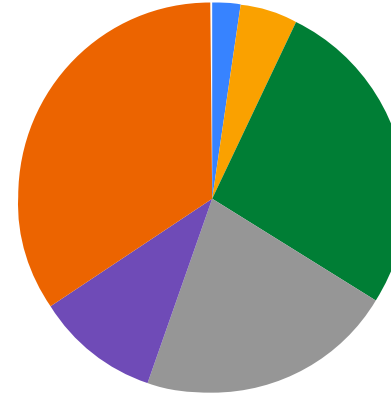
Risk exposure has grown 8% but composition has changed

Risk exposure by category (Dec 03)²



Aggregated exposure¹ = 100

Risk exposure by category (4Q06)²



Aggregated exposure¹ = 108

Risk category

Key driver

- Credit
 ↑ Increased IB underwriting through IPO and M&A cycle (inc leveraged finance)
- Market & Issuer
 ↑ VaR growth reflects business growth and new initiatives
- Investment
 ↓ Divestment of private equity portfolio
- Business
 ↓ Earnings volatility down during time period
- Operational
 → No material change
- Funding
 → No material change

¹ The relative sizes of slices in pie charts do not reflect the diversification across risk categories.

² Indexed to 100

Capital management update

Tier 1	<ul style="list-style-type: none">◆ 11.9%, down 40bps from 3Q06
Buyback - 1st line [share based employee compensation]	<ul style="list-style-type: none">◆ Purchased stock on 29 out of 42 eligible days
Buyback - 2nd line [shares purchased for cancellation]	<ul style="list-style-type: none">◆ 11.3 million shares bought back during the fourth quarter at a total cost of CHF 837 million.◆ 22.6 million shares purchased under 2006/2007 buyback program which commenced March 8, 2006 at a total cost of CHF 1,615 million.
2007 Buyback Program	<ul style="list-style-type: none">◆ 3 year buyback program◆ Maximum limit of 10% of shares issued◆ At the current share price represents a maximum amount of CHF 16bn

Integration update Banco Pactual

UBS Pactual

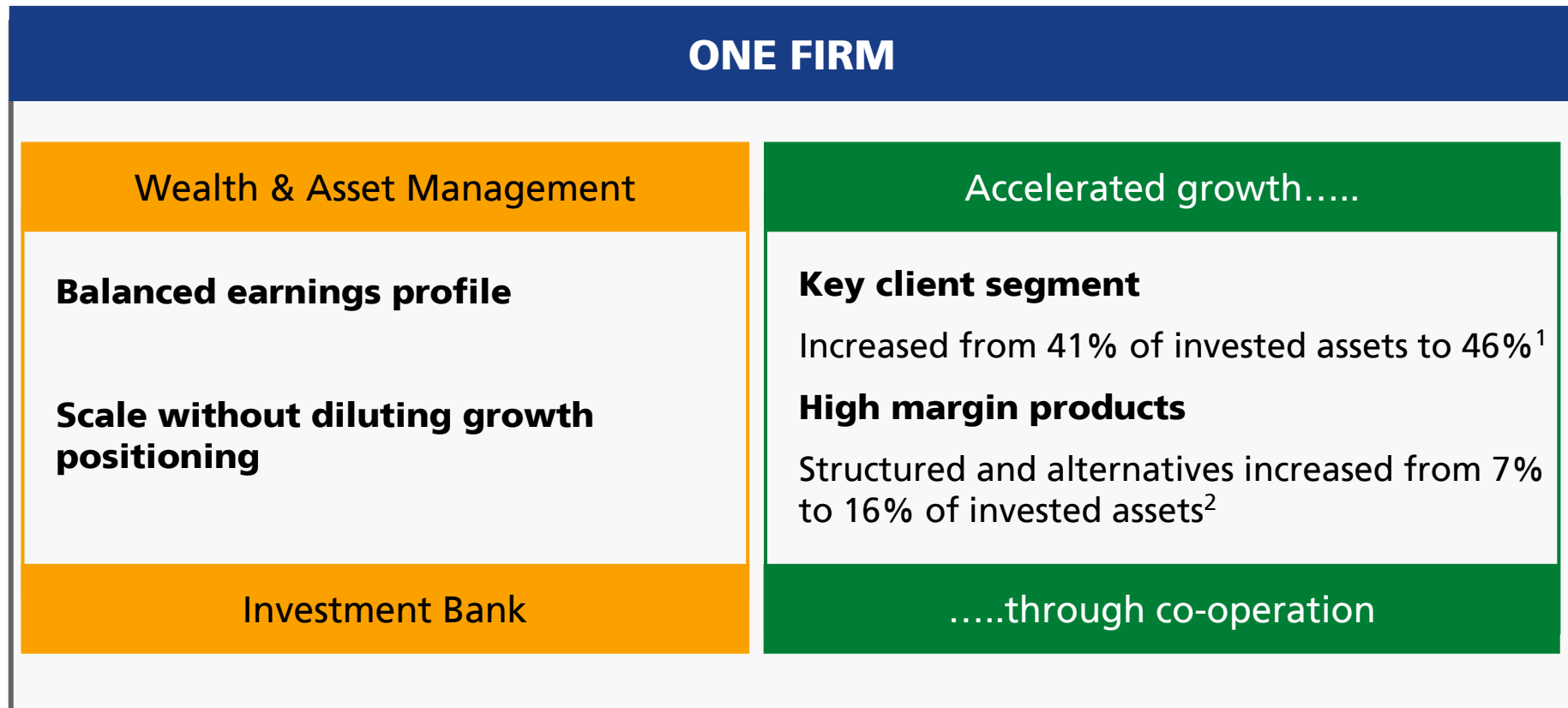
Financial Update

- ◆ Acquisition closed December 1, 2006
- ◆ Fully consolidated
- ◆ Earnings accretive in December 2006 (first month of consolidation): revenues CHF 102m and PTP CHF 23m

Accounting Impact 2007

- ◆ Reflected in Investment Bank, Global Asset Management and Wealth Management
- ◆ Estimated NPV purchase price of USD 2,194m
 - ◆ Net Assets USD 376m
 - ◆ Intangible Assets USD 830m
 - ◆ Goodwill USD 988m

"One Firm" – powerful integrated business model



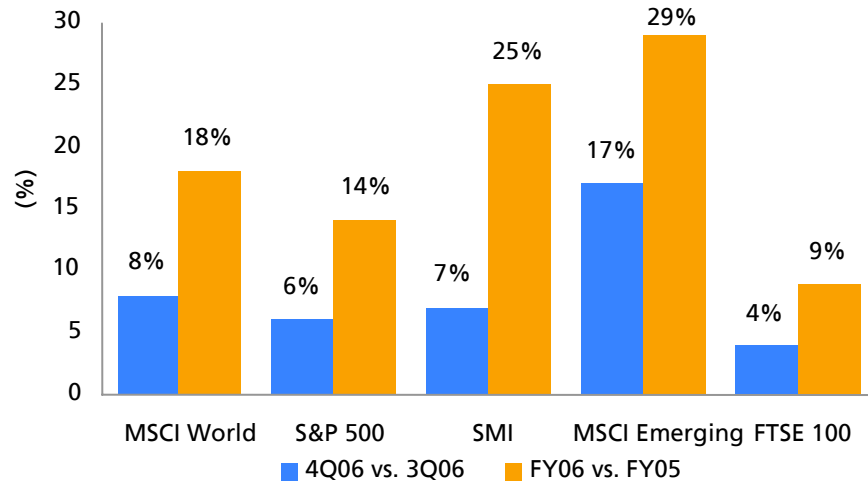
Cost efficiencies and faster growth through shared services, revenue internalization and capital management

¹ Growth between FY04 to FY05 – Wealth Management International and Switzerland

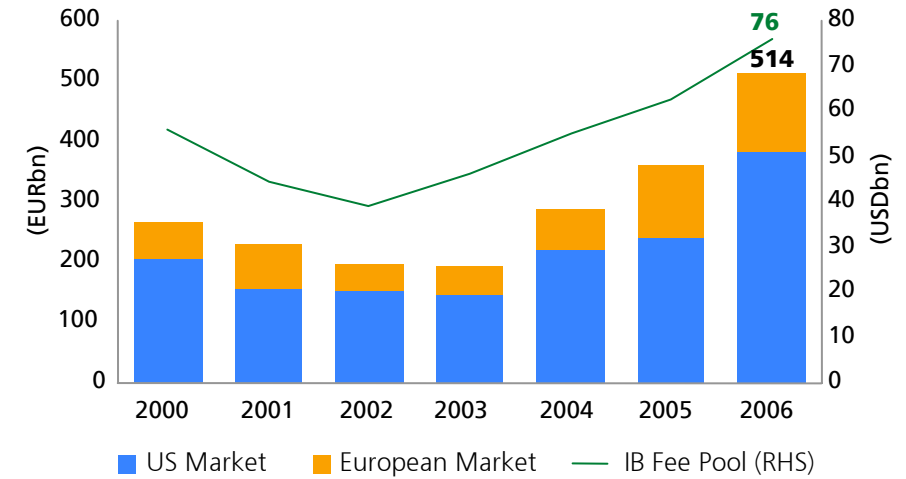
² Growth between FY03 and FY05 – Wealth Management International and Switzerland

Market environment

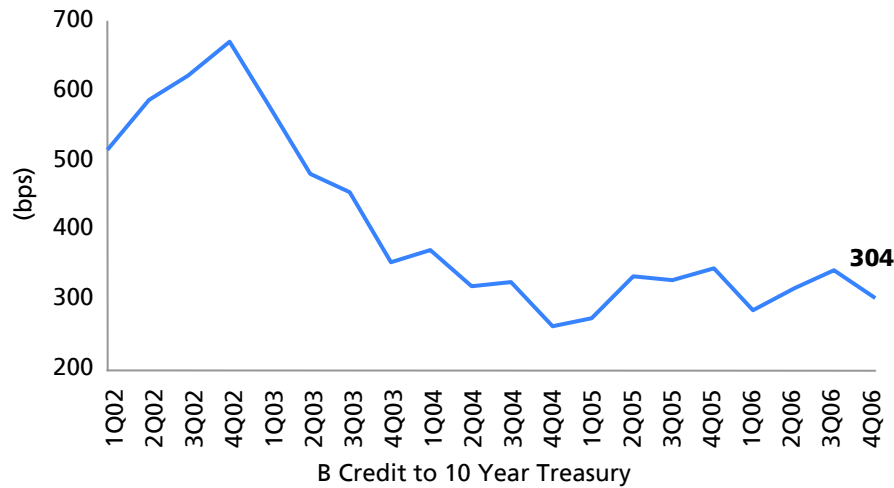
Market performance



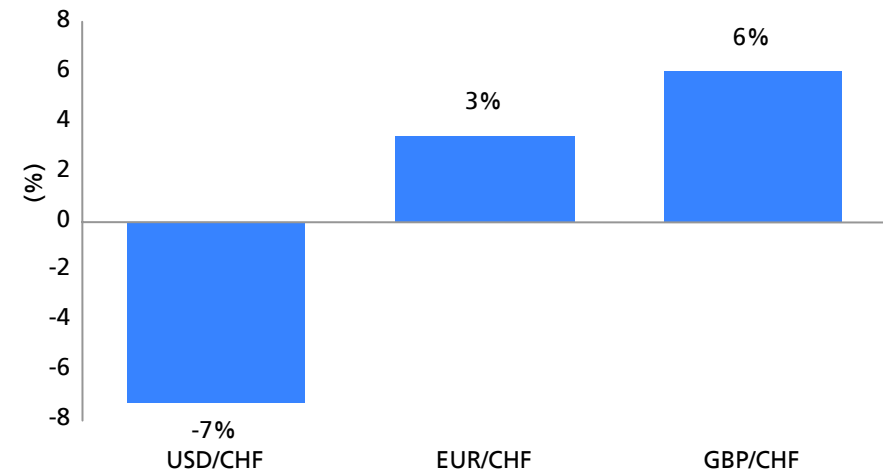
Leveraged loan volume and IB fee pool¹



Credit spreads

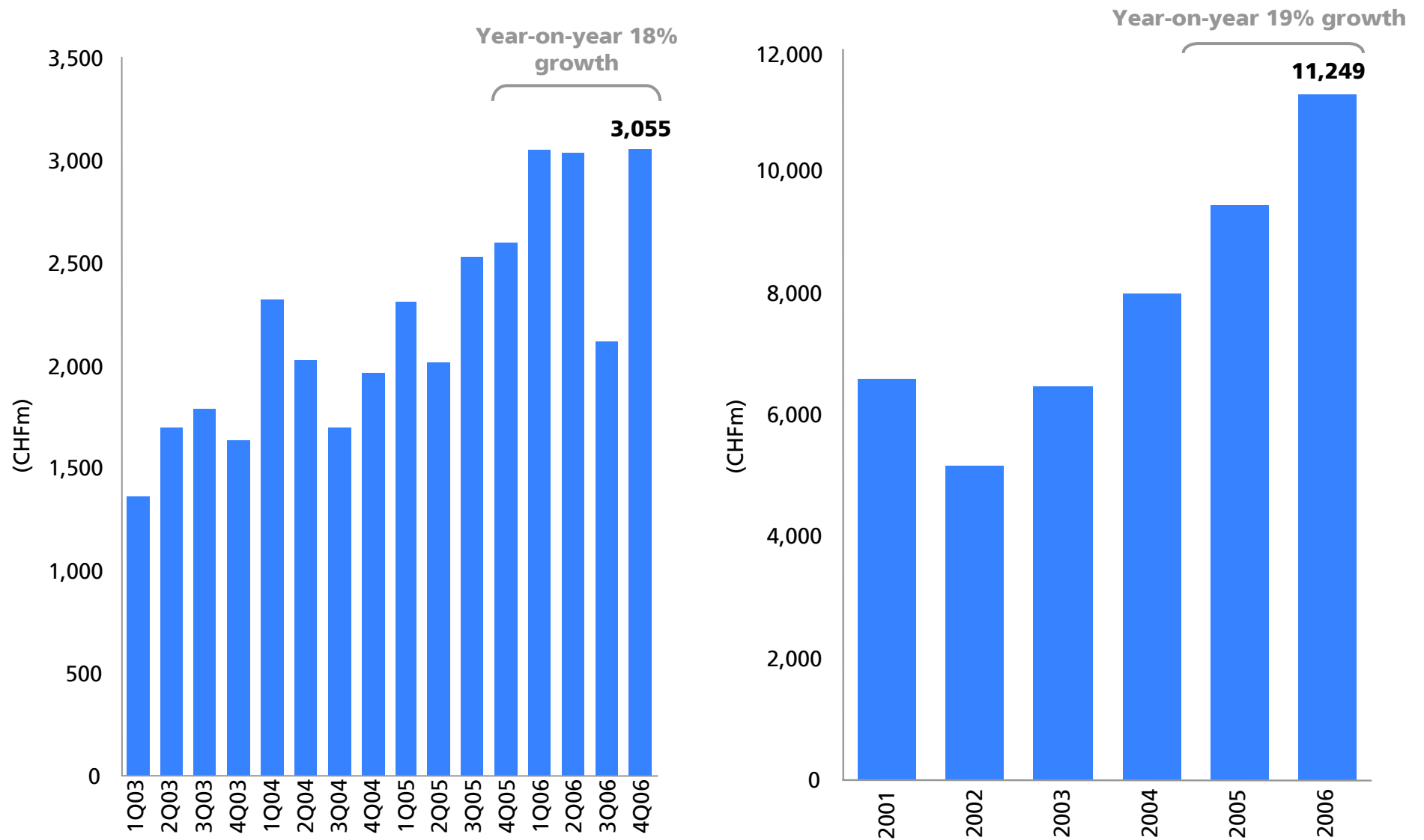


Movement in year on year exchange rates²



1 Dealogic data
2 Average exchange rates

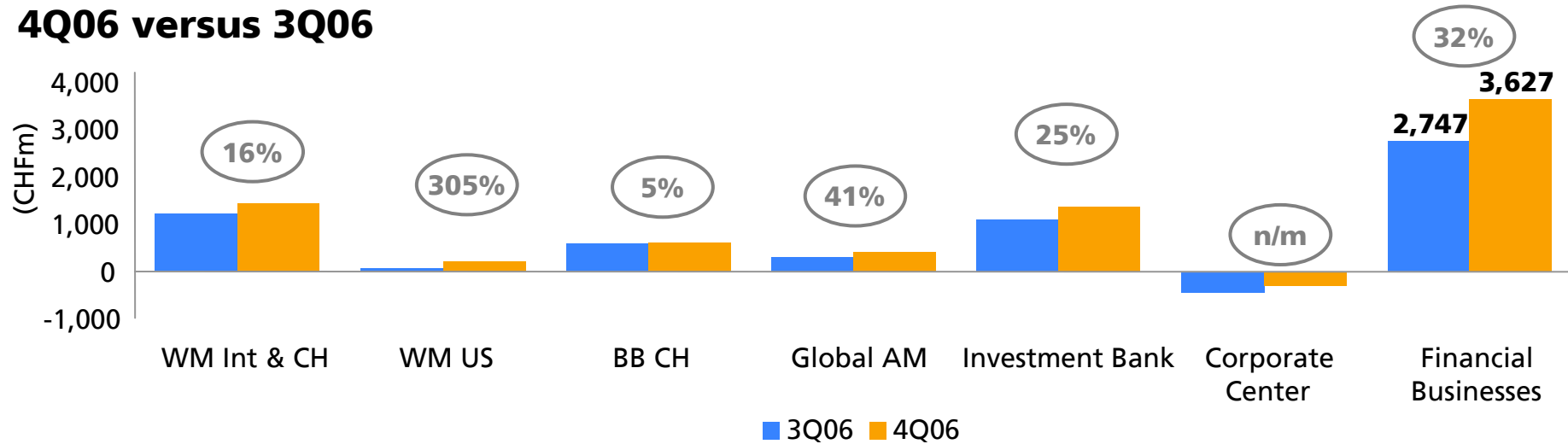
Net profit from continuing operations¹



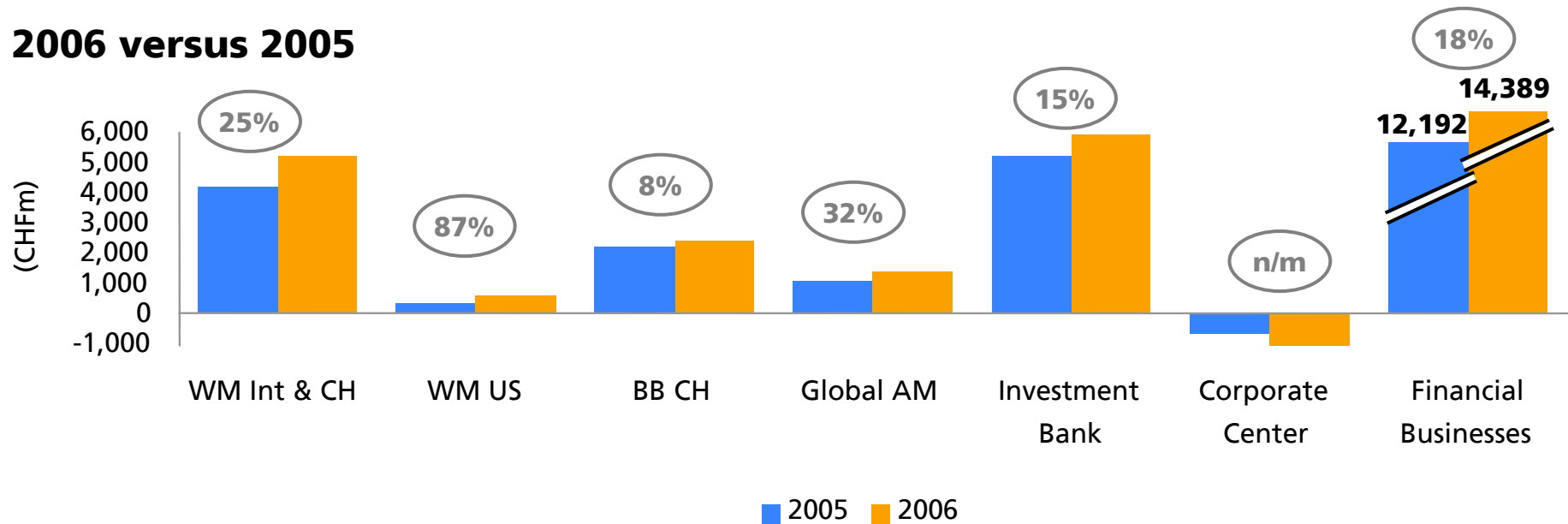
¹ Financial Businesses only, net profit attributable to UBS shareholders from continuing operations, pre-goodwill

Pre-tax profit¹ development

4Q06 versus 3Q06



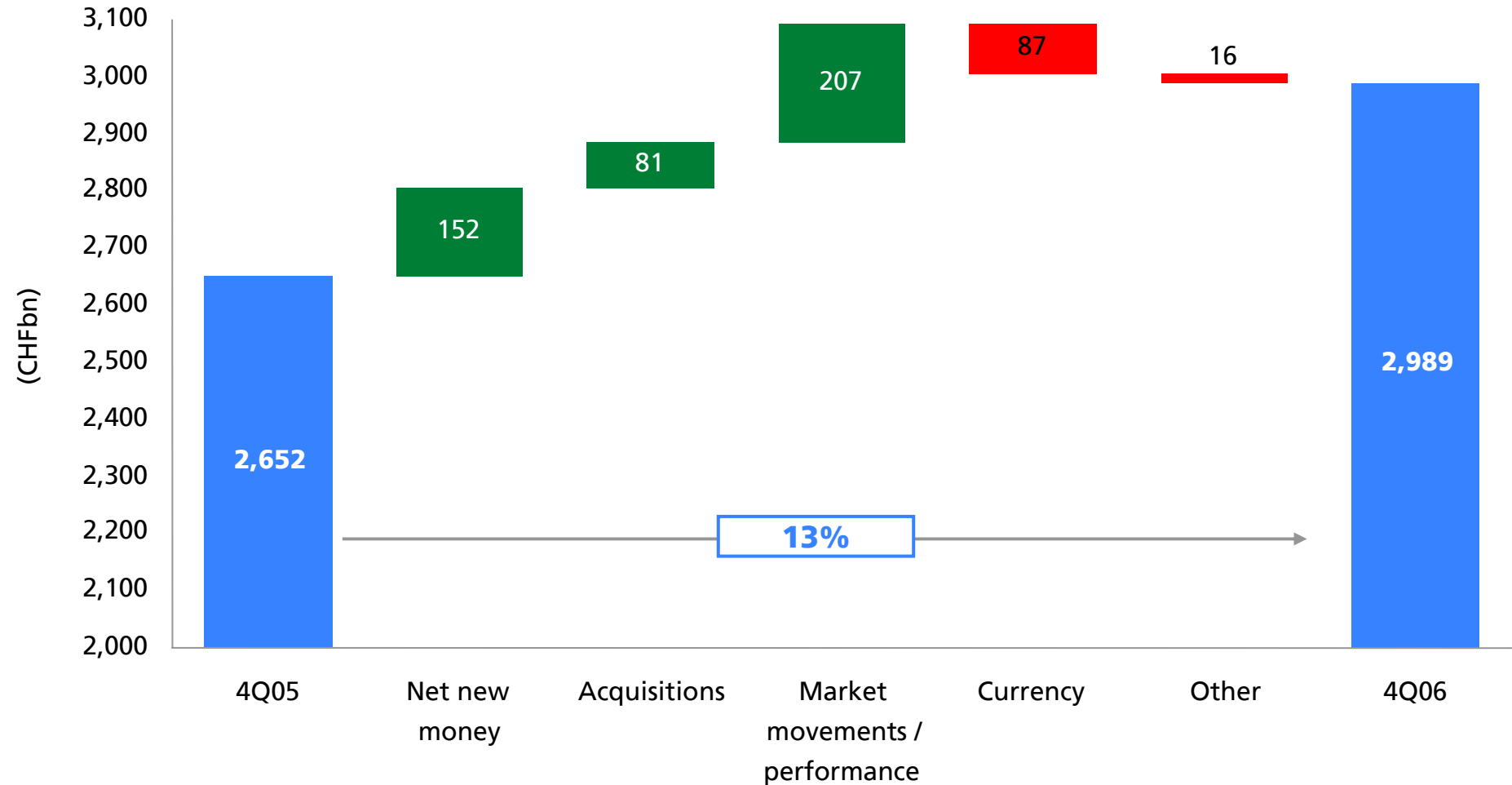
2006 versus 2005



¹ Financial Businesses only, from continuing operations

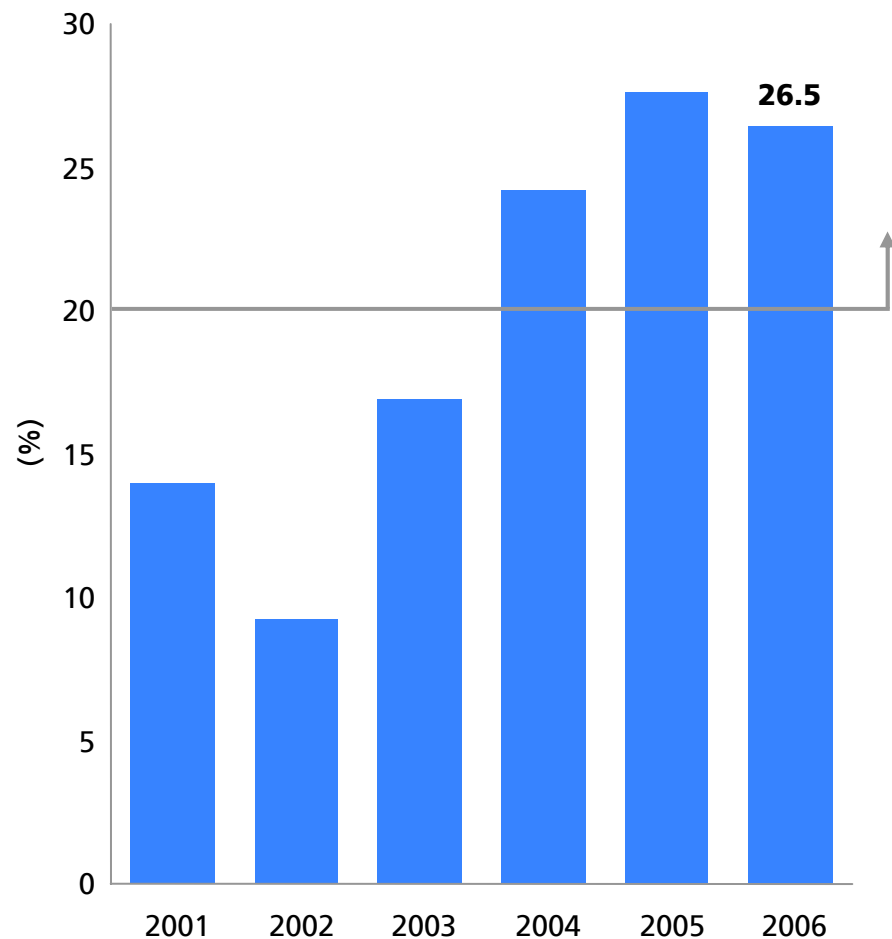
Invested assets development

4Q06 versus 4Q05

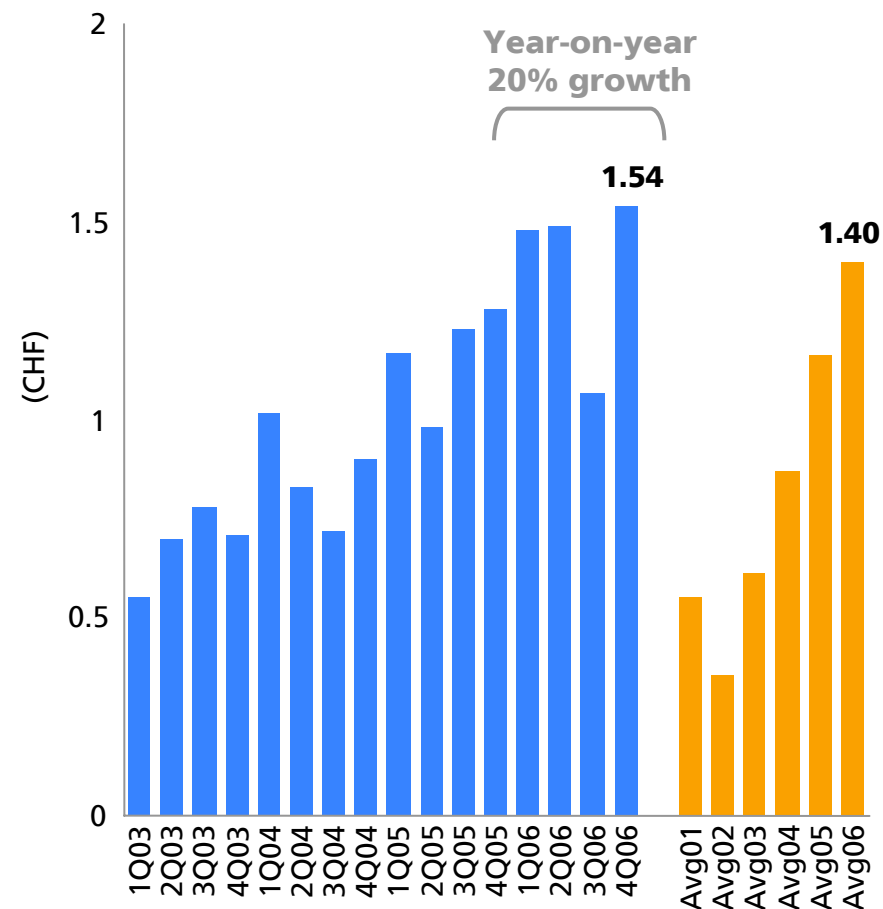


Shareholder returns

RoE¹



Diluted EPS²

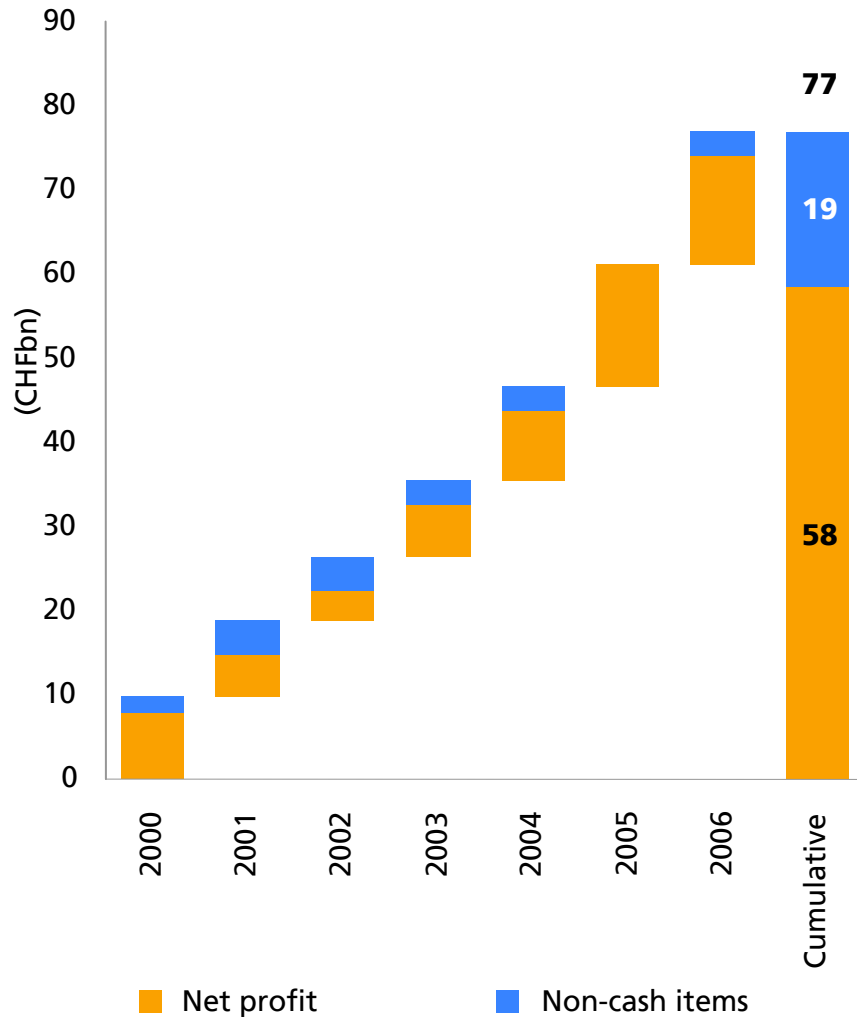


1 Net profit attributable to UBS shareholders from continuing operations (annualized as applicable) before the amortization of goodwill / average equity attributable to UBS shareholders less assumed distributions (estimated as applicable)

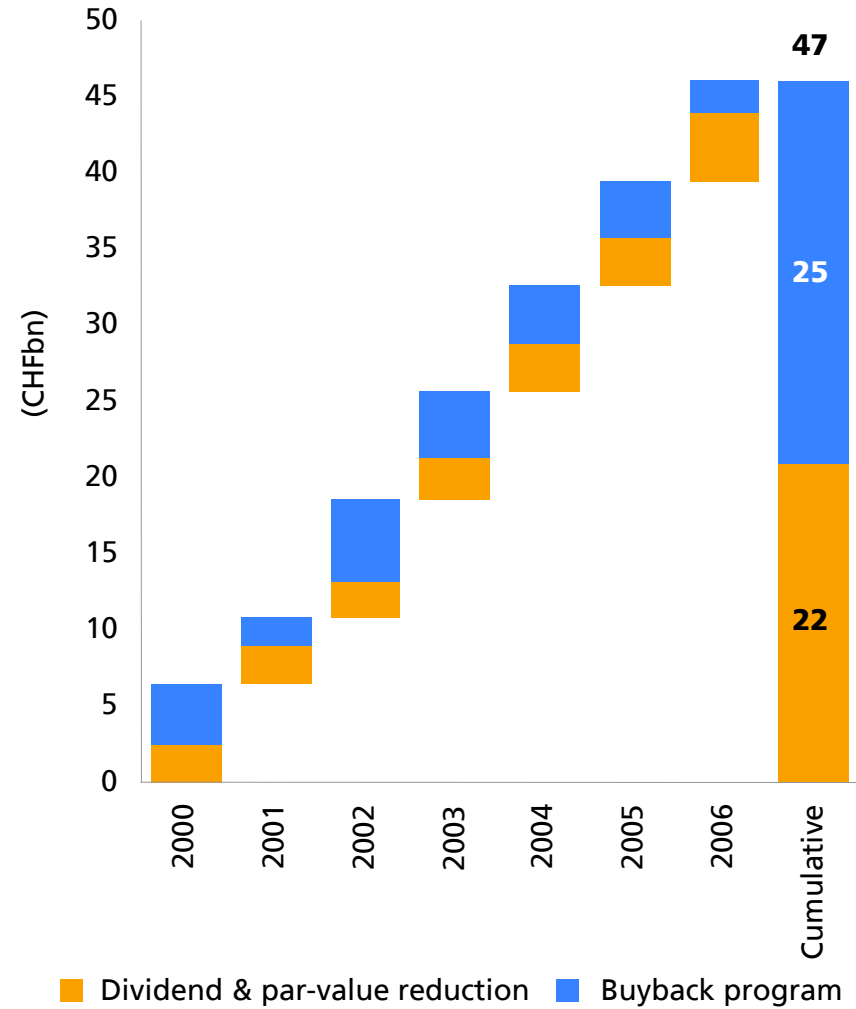
2 Net profit attributable to UBS shareholders for diluted EPS from continuing operations before the amortization of goodwill / weighted average shares outstanding for diluted EPS

Return of capital to shareholders¹

Operating cash flow



Return to shareholders²

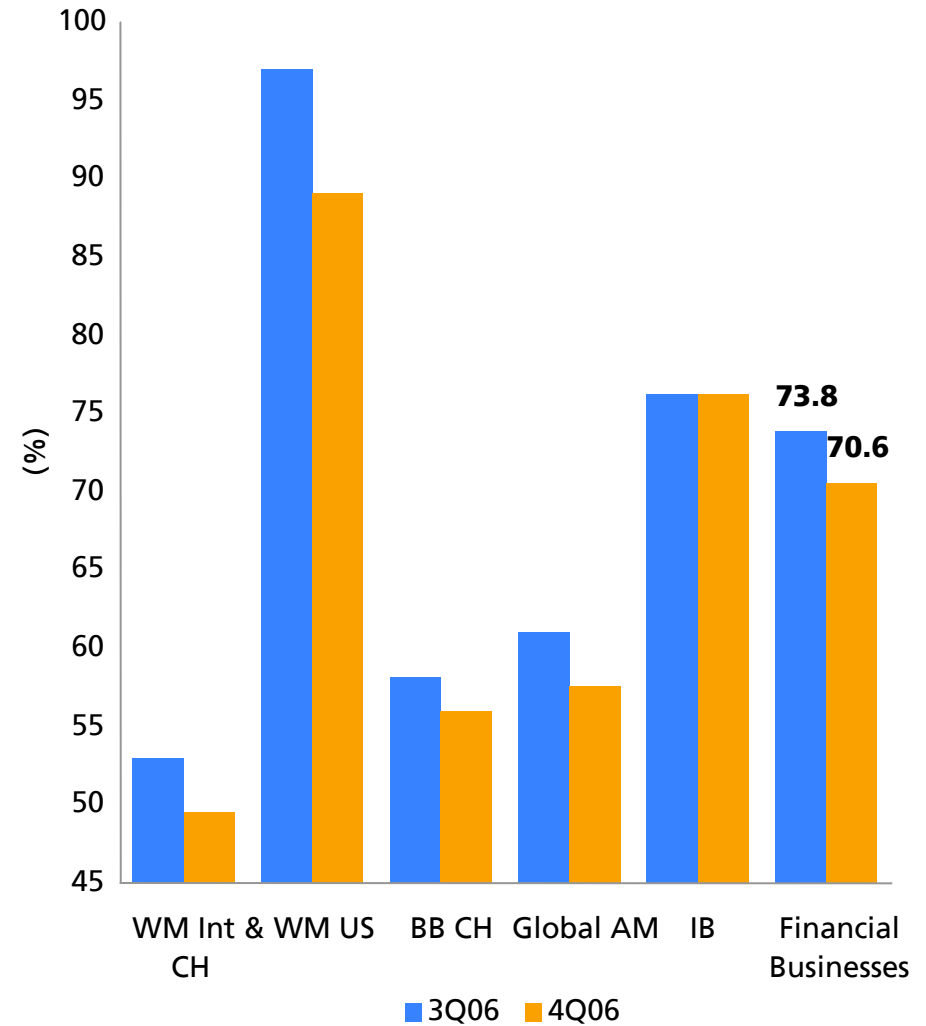
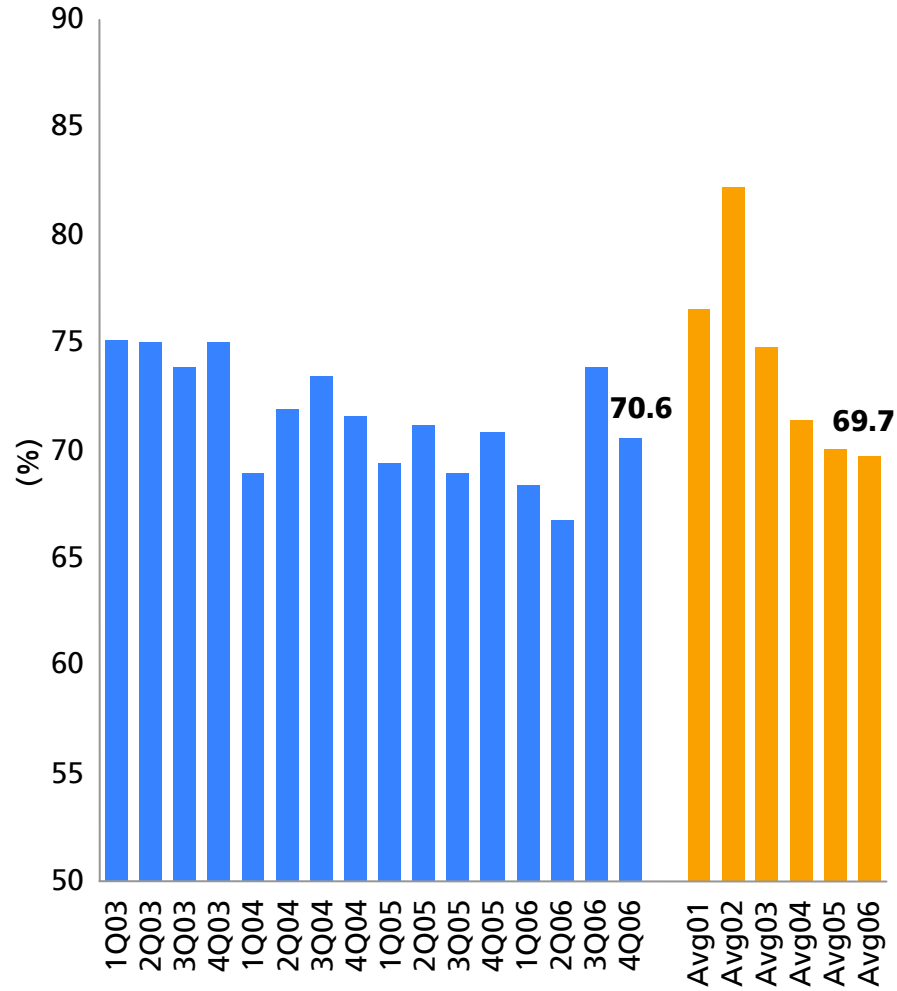


1 Based on UBS Group

2 Dividends and par value reduction is shown in the year of performance

Cost development

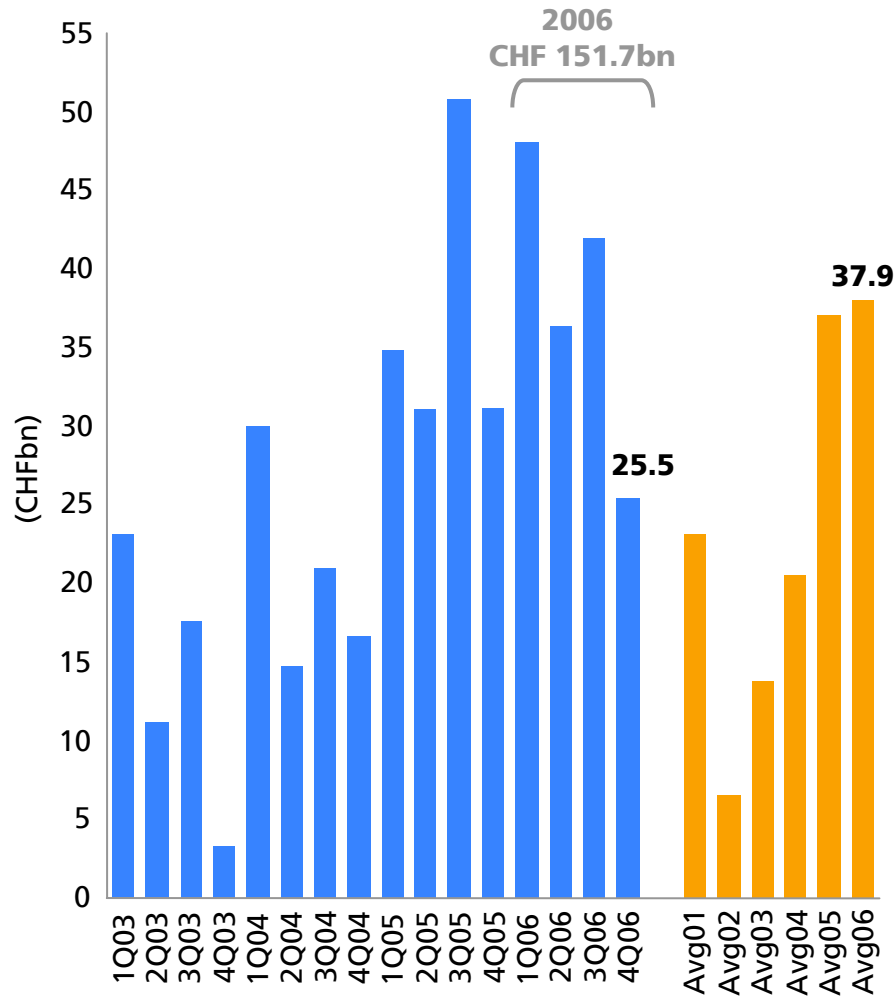
Cost / income¹



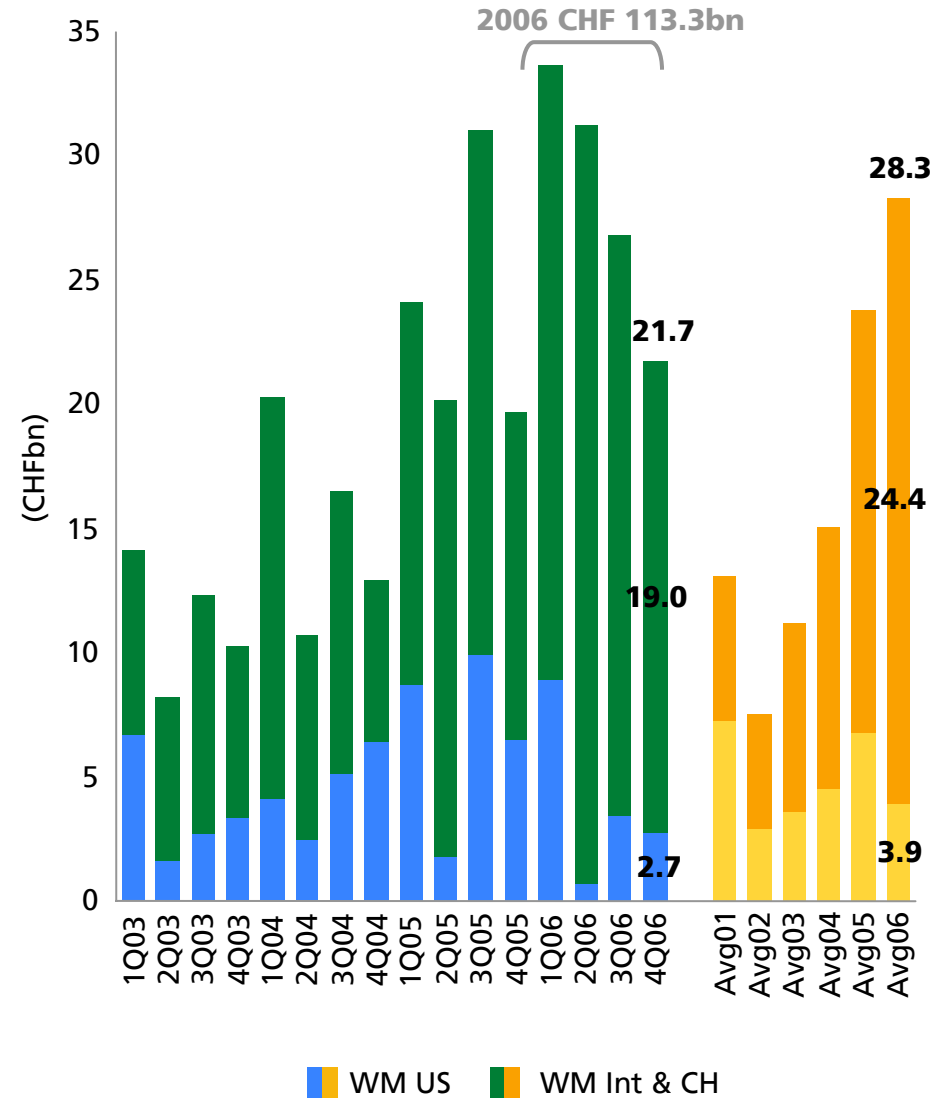
¹ Financial Businesses only. Total operating expenses less the amortization of goodwill / total operating income less credit loss expense or recovery

Net new money

NNM UBS¹



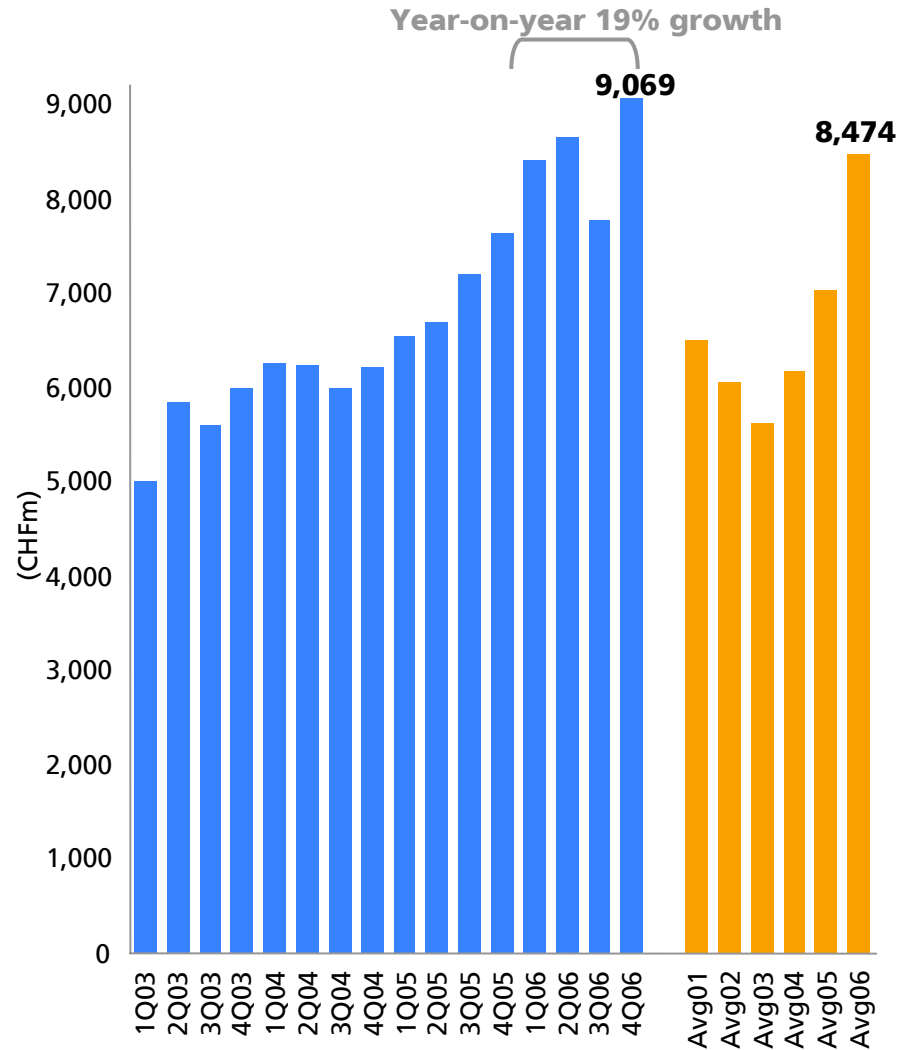
NNM wealth management businesses



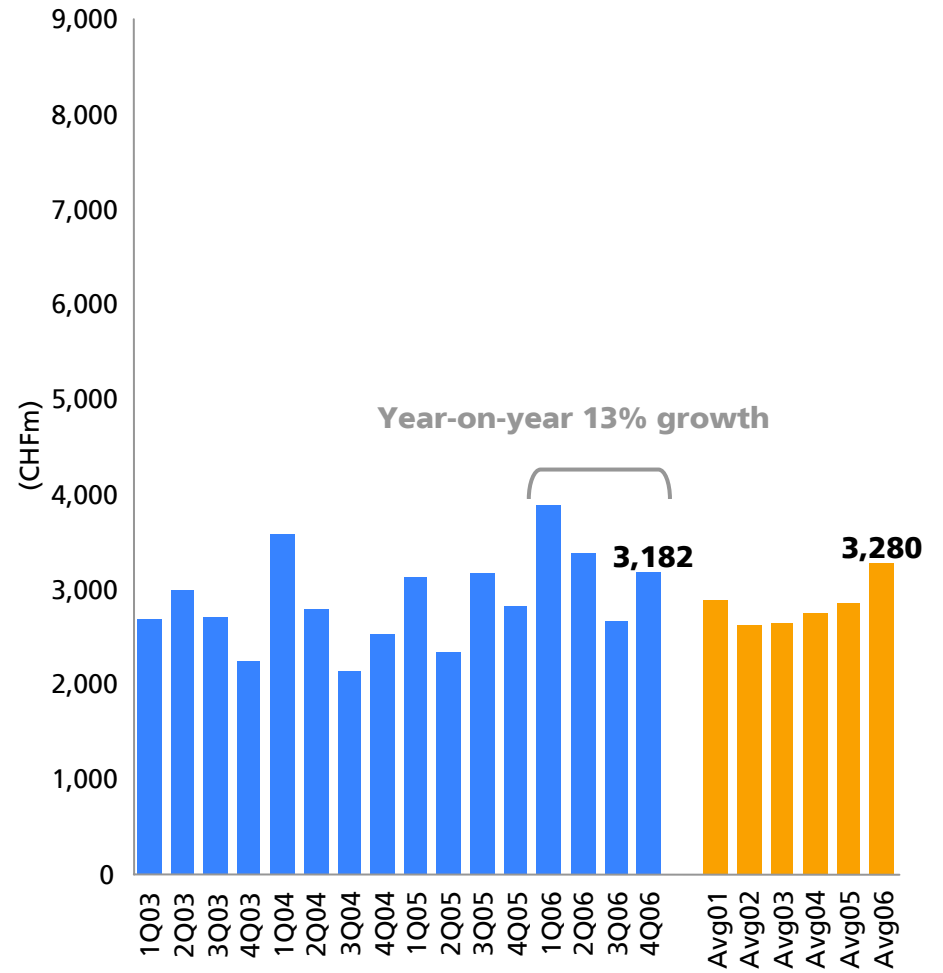
¹ Financial Businesses only, from continuing operations

Fee and other income versus trading income¹

Fee and other income² (74% of total income in 4Q06)



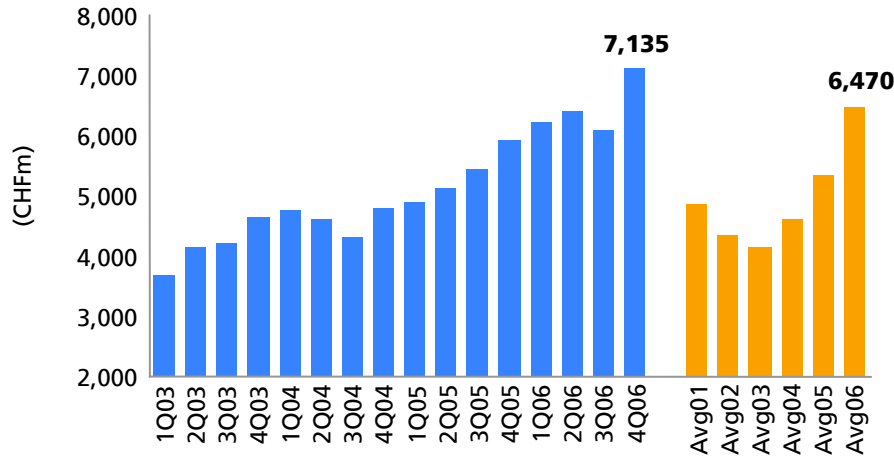
Trading income³ (26% of total income in 4Q06)



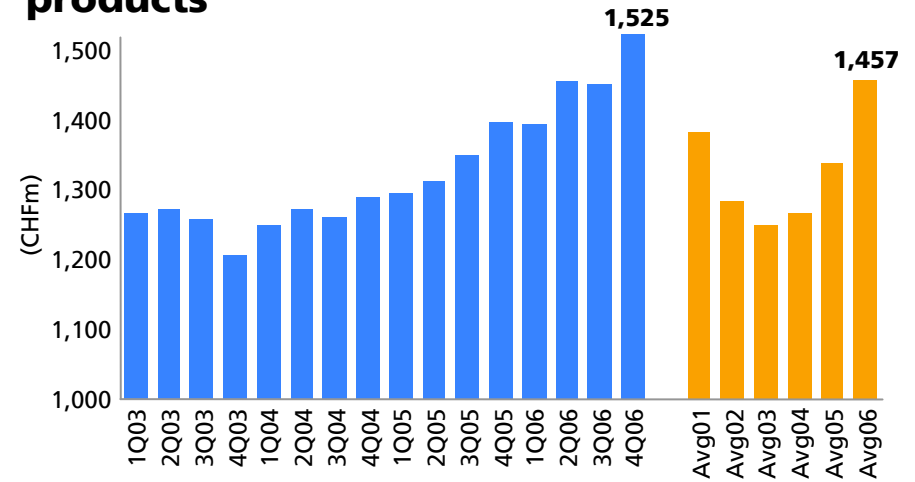
- 1 Financial Businesses only
- 2 Net income from fee and commissions, interest margin, treasury and other activities, and other income
- 3 Net Income from trading activities

Operating income trends¹

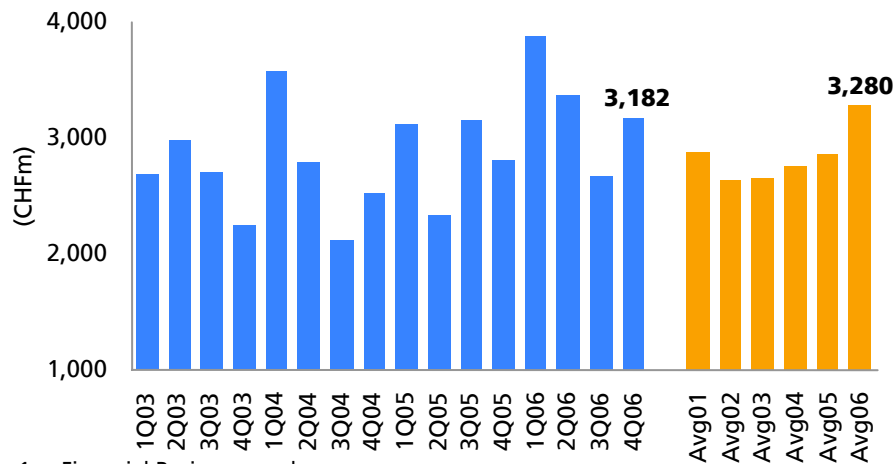
Net fee & commission income



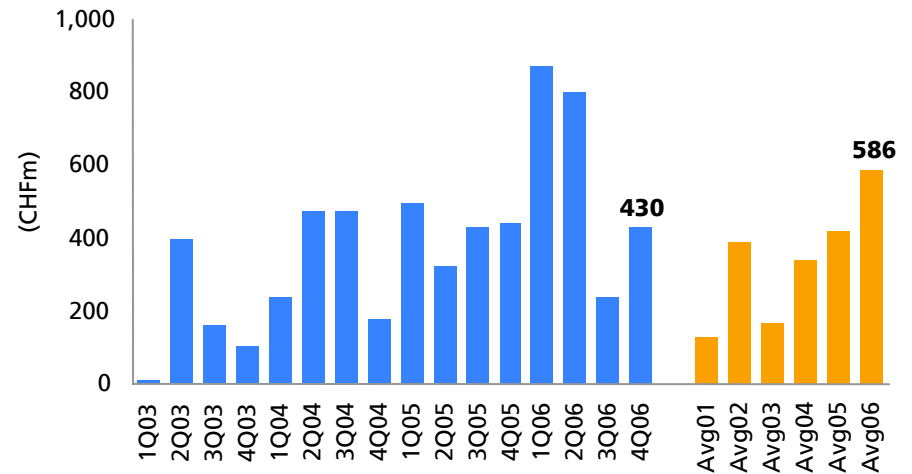
Net income from interest margin products



Net income from trading activities



Credit, treasury and other income²

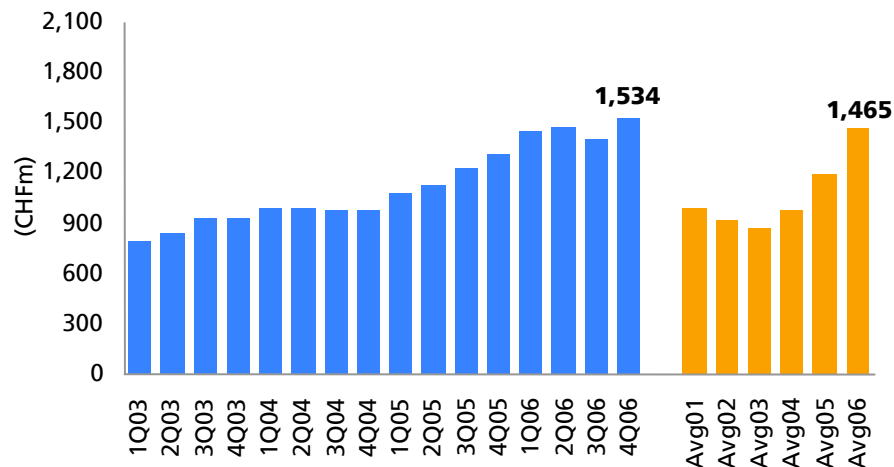


¹ Financial Businesses only

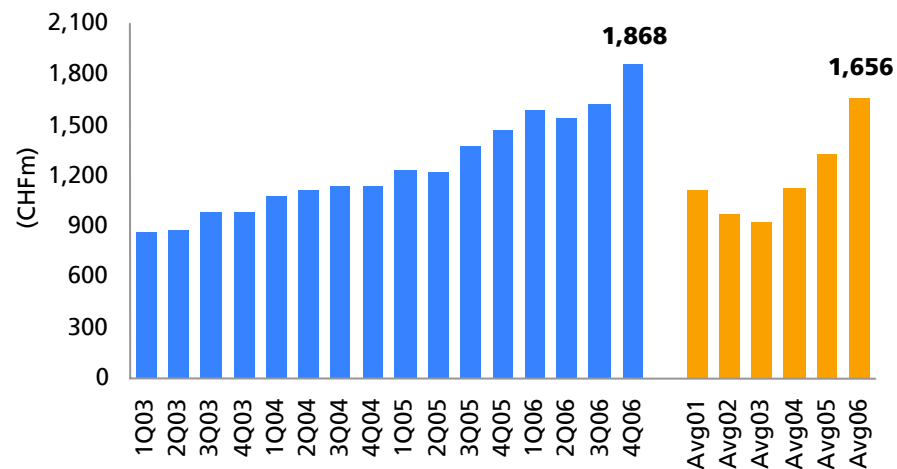
² Credit loss (expense) / recovery, net income from treasury and other activities, and other income

Trends in fee income^{1,2}

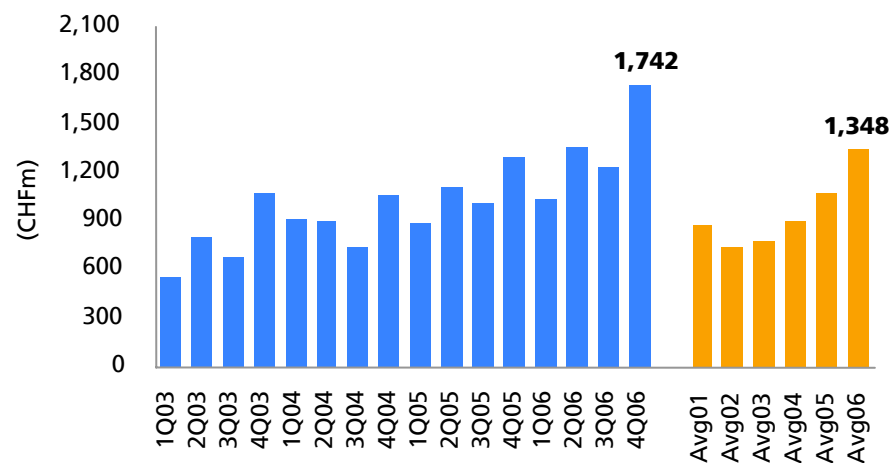
Investment fund fees



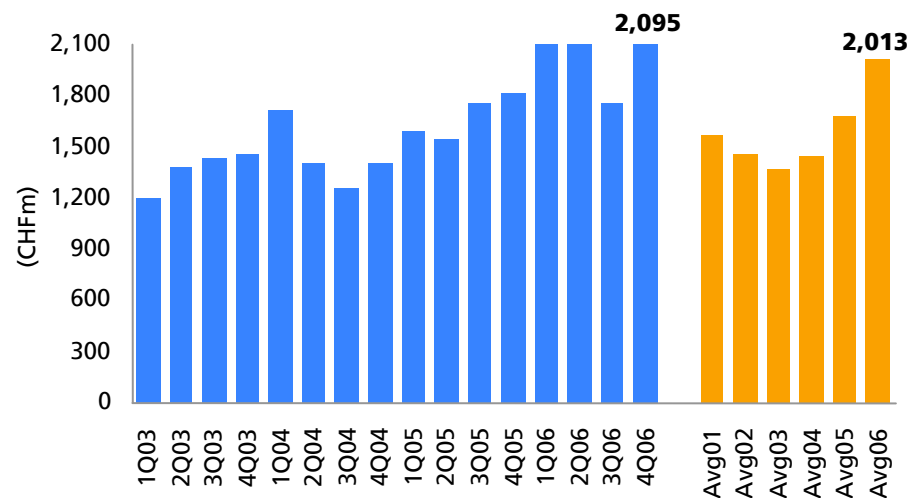
Portfolio and other management and advisory fees



Underwriting and corporate finance fees



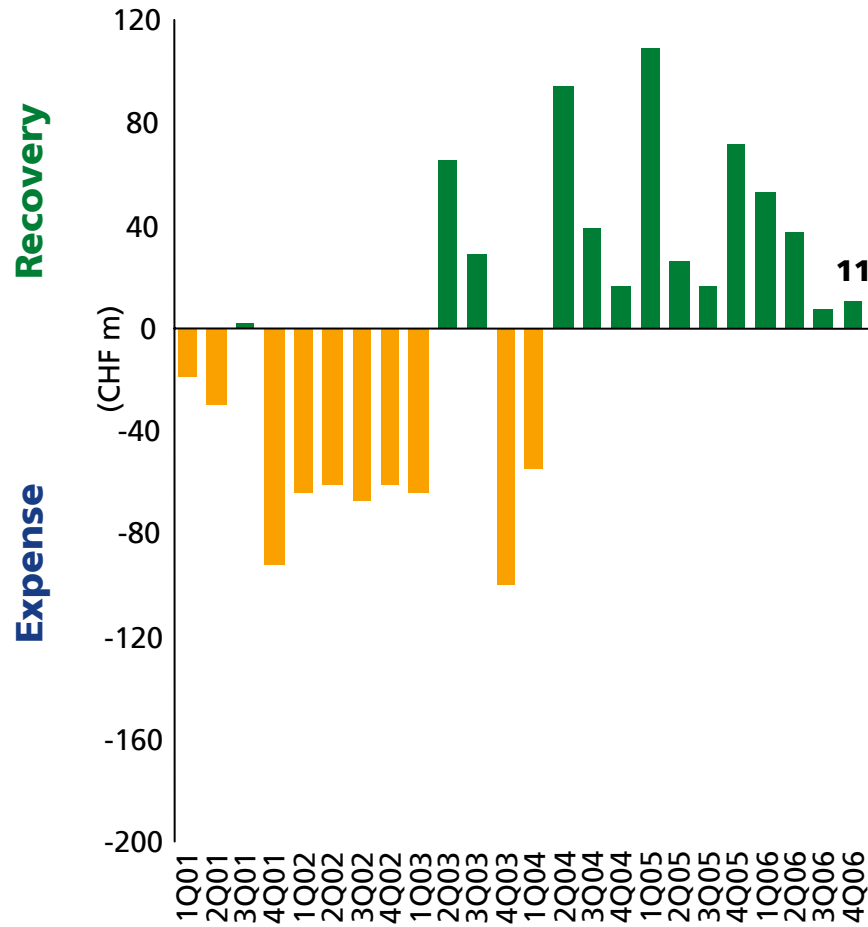
Brokerage fees received



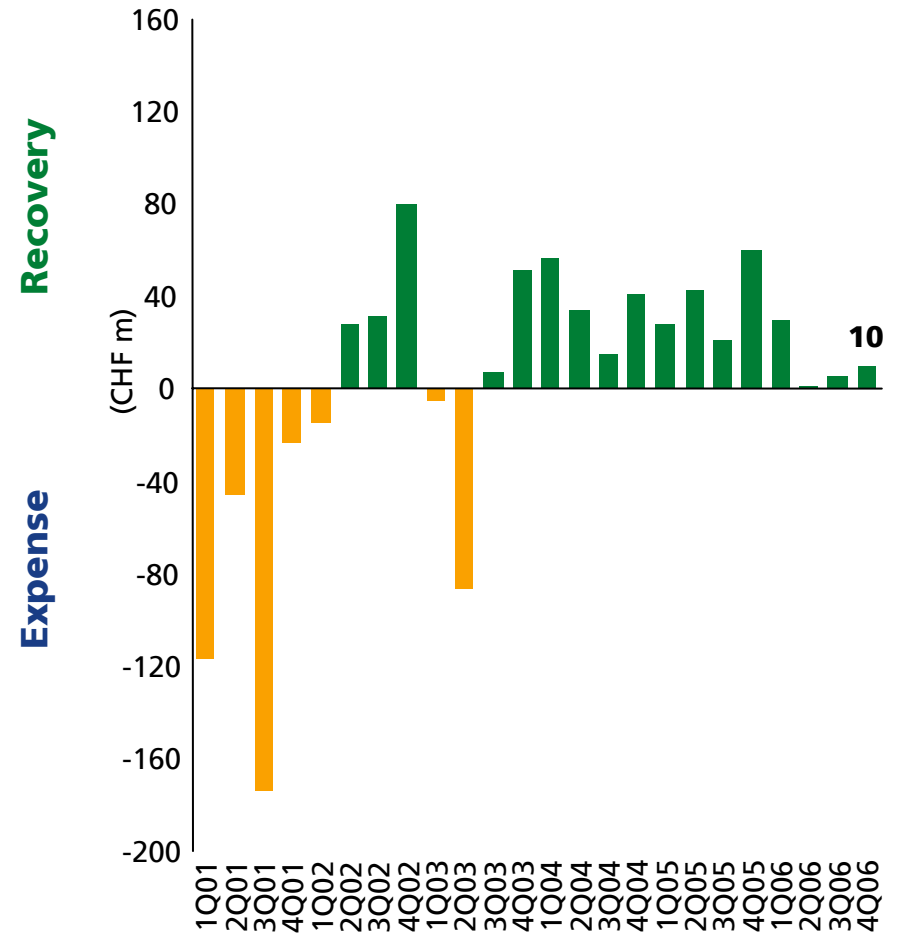
1 Financial Businesses only
2 Selected fee and commission income lines

Actual credit loss expense

Global WM&BB

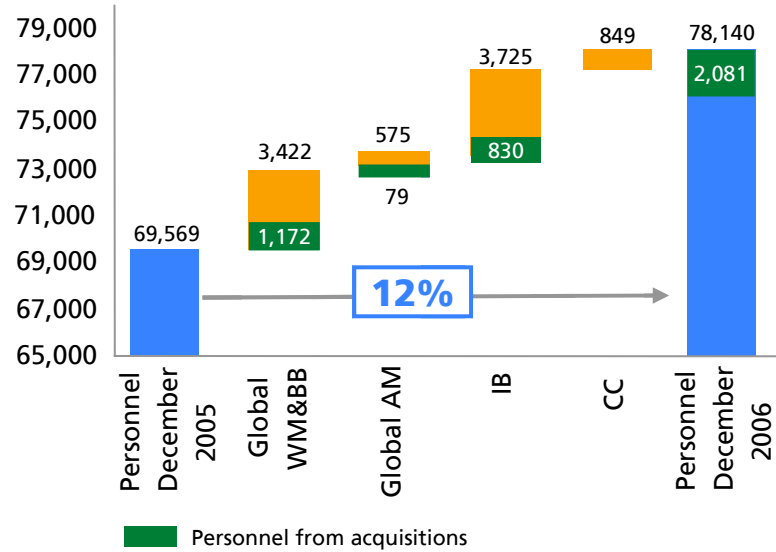


Investment Bank

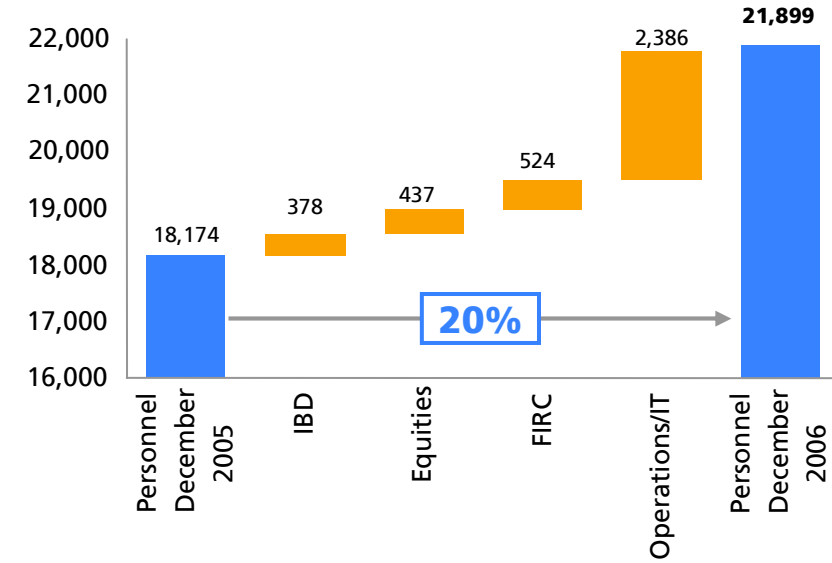


Investing for growth – Personnel development¹

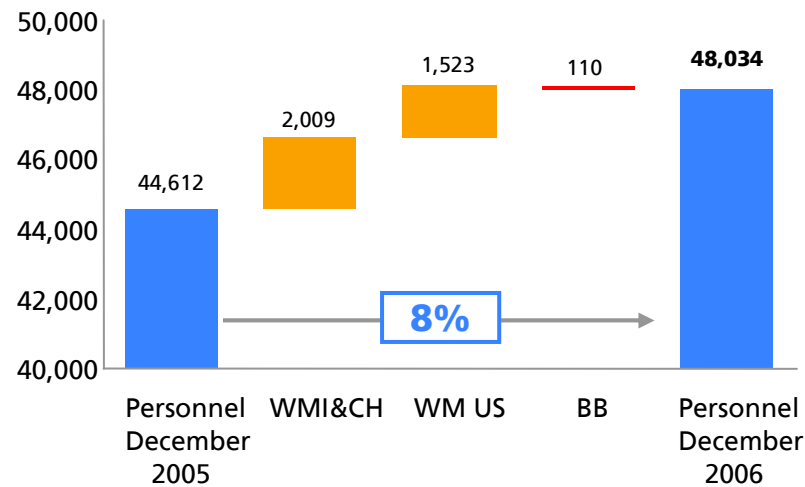
UBS Financial Businesses



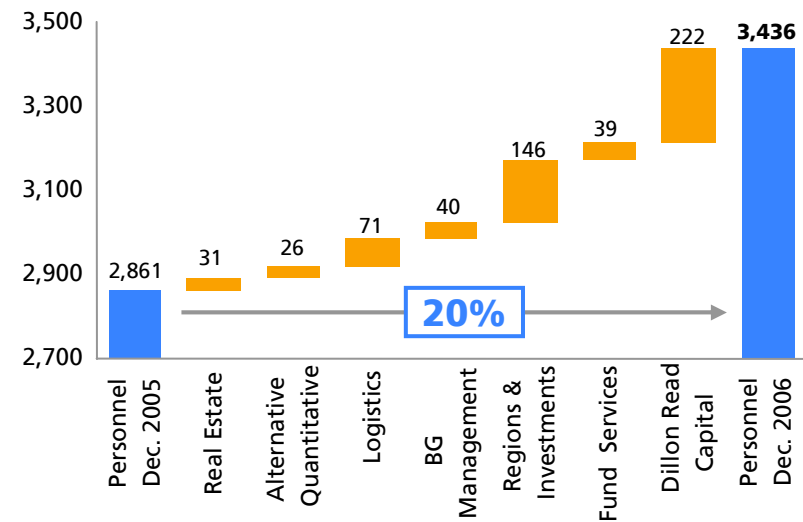
Investment Bank



Global WM&BB



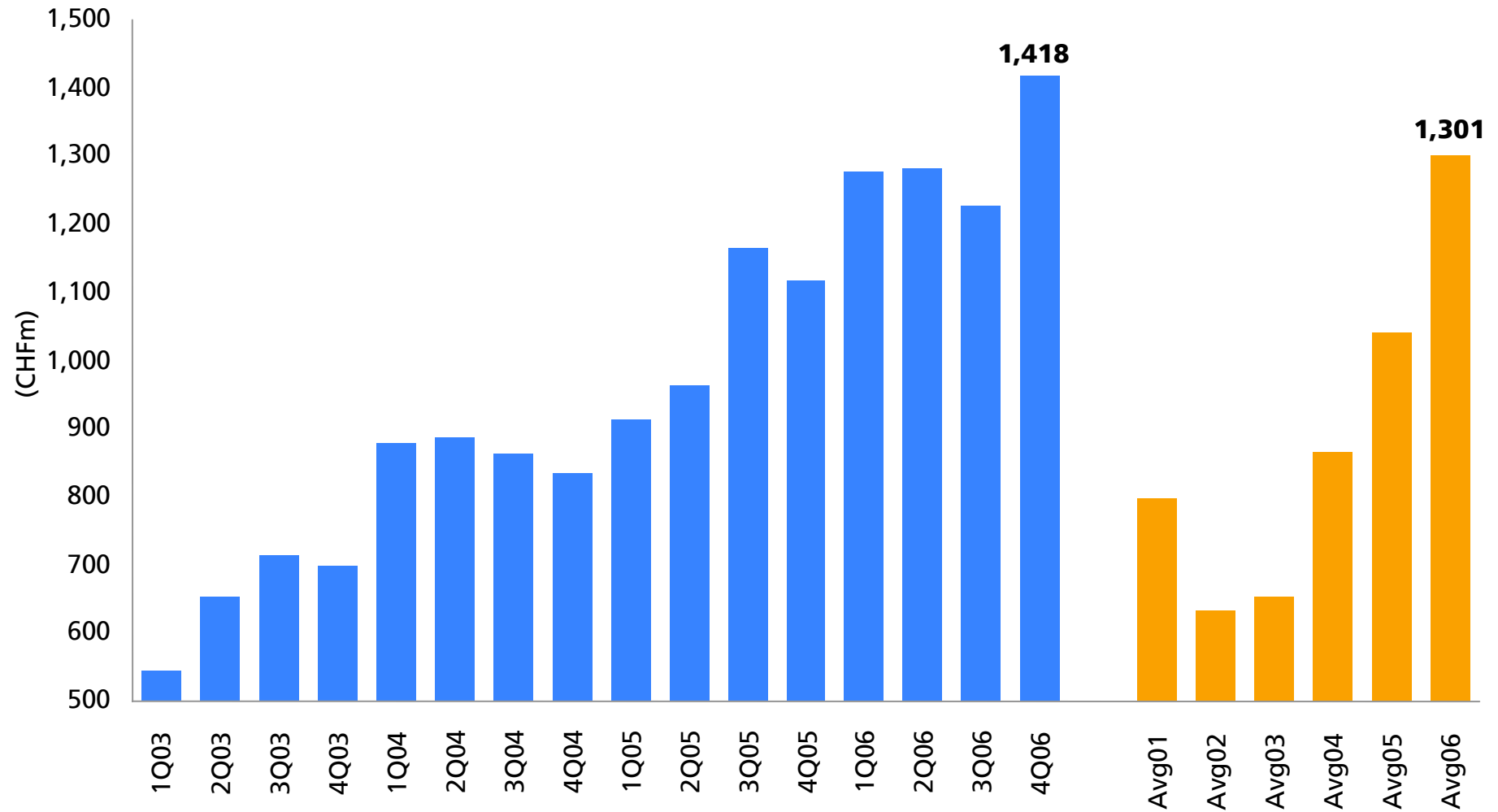
Global Asset Management



SECTION 2

Business Unit Results

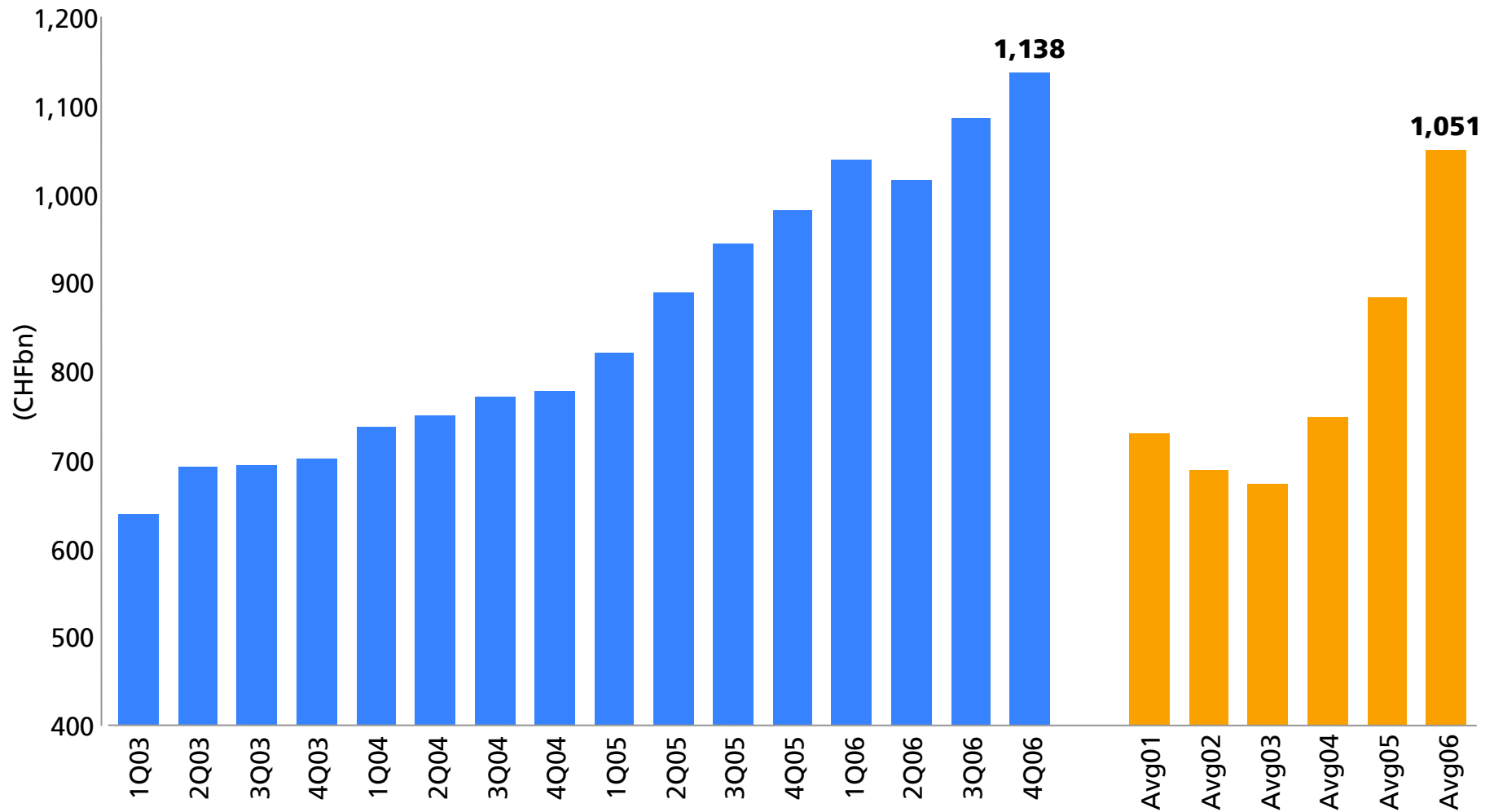
Profitability - Wealth Management Int & CH¹



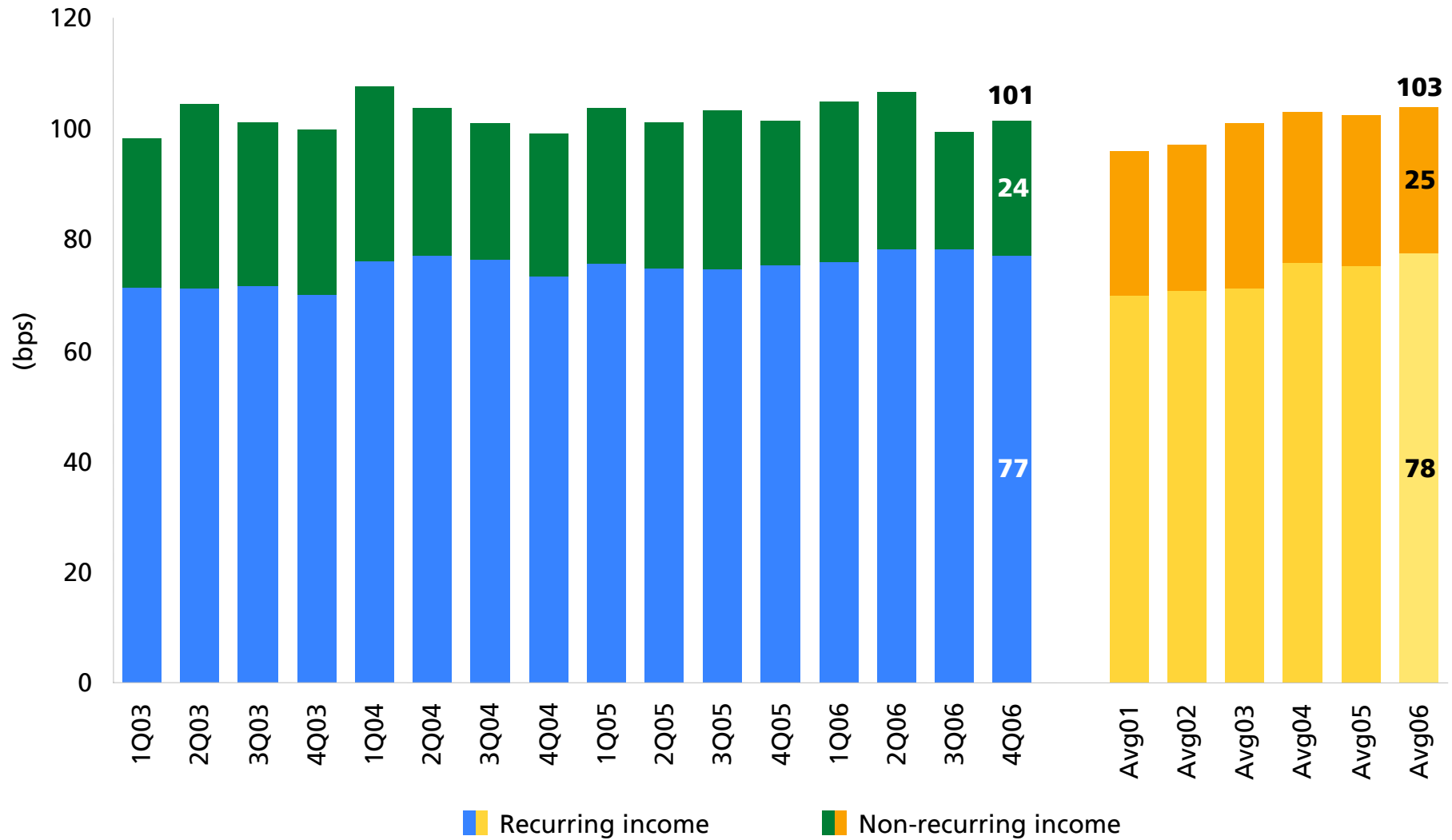
¹ Pre-goodwill



Invested assets - Wealth Management Int & CH

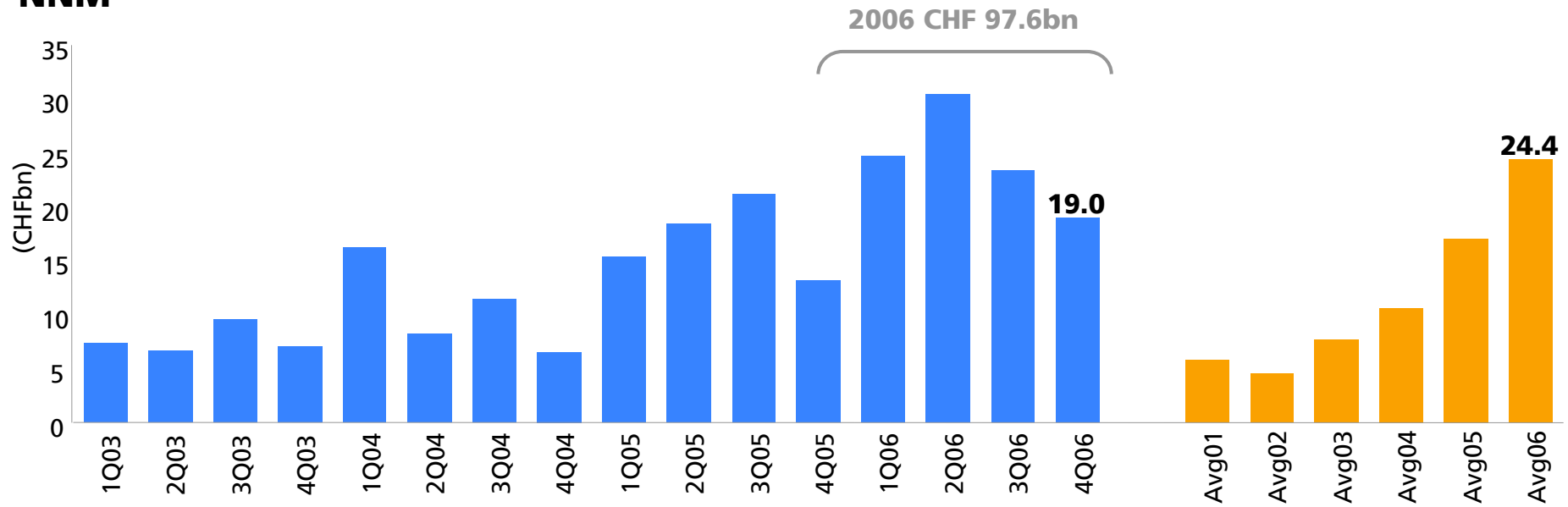


Gross margin - Wealth Management Int & CH

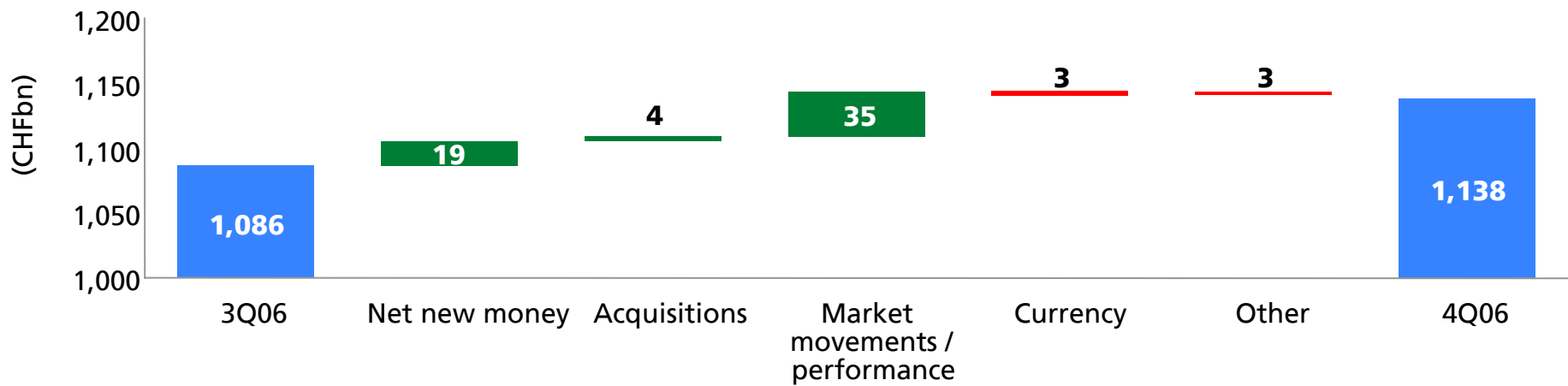


Net new money and invested assets – WM Int & CH

NNM

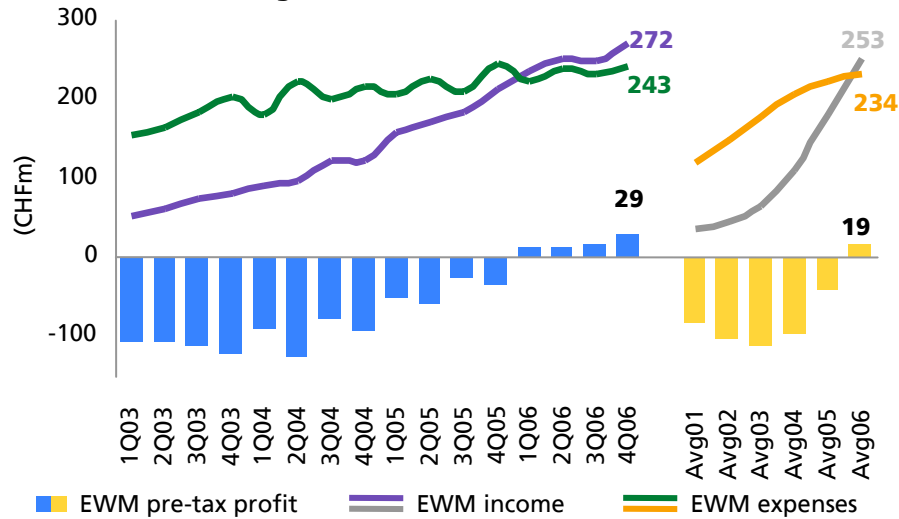


Invested assets — 4Q06 versus 3Q06

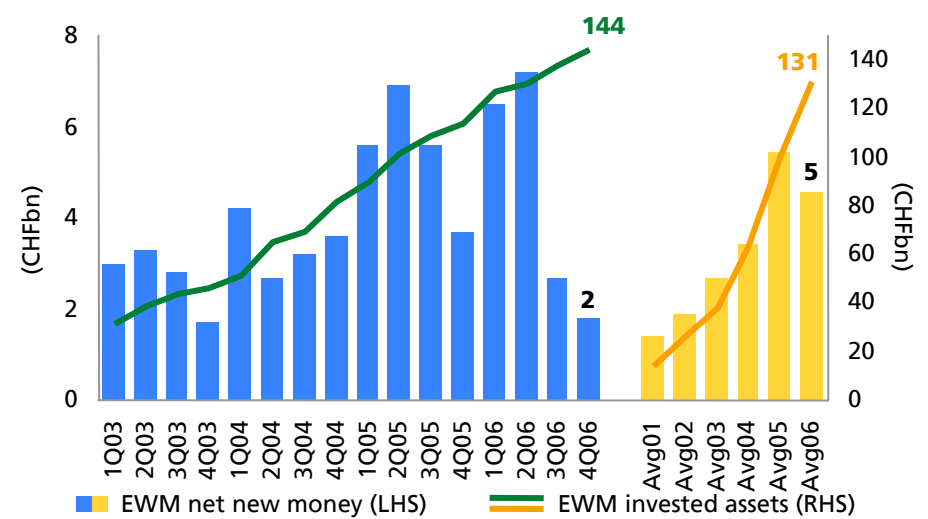


Progress in European domestic business – WM Int

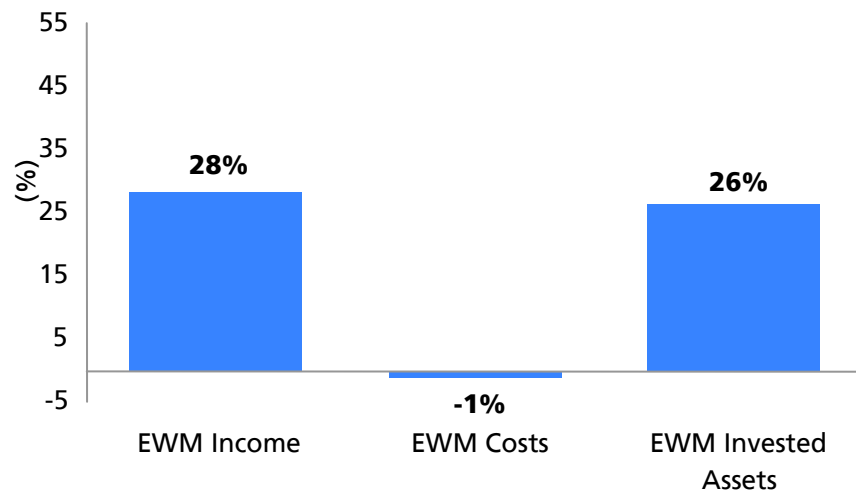
Profitability



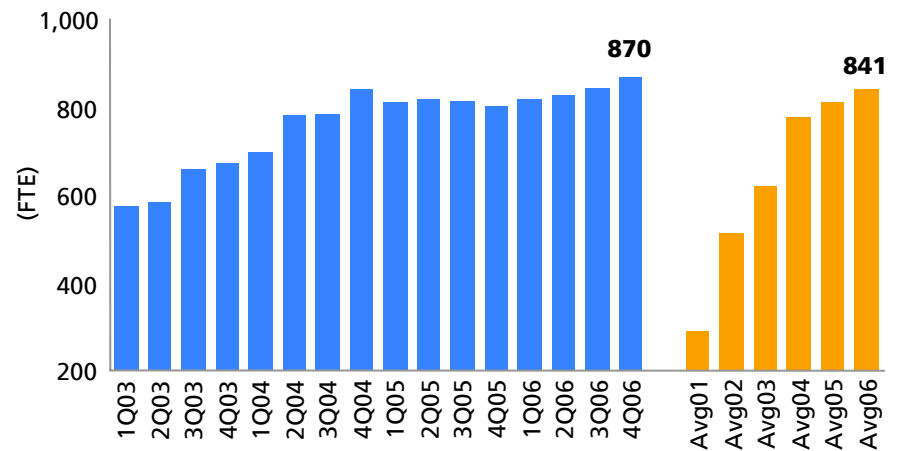
NNM, invested assets



4Q06 versus 4Q05

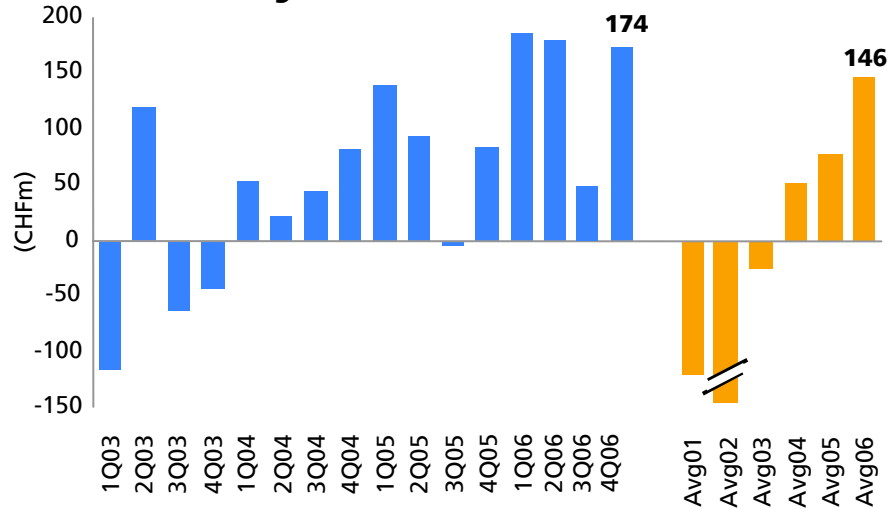


Client advisors

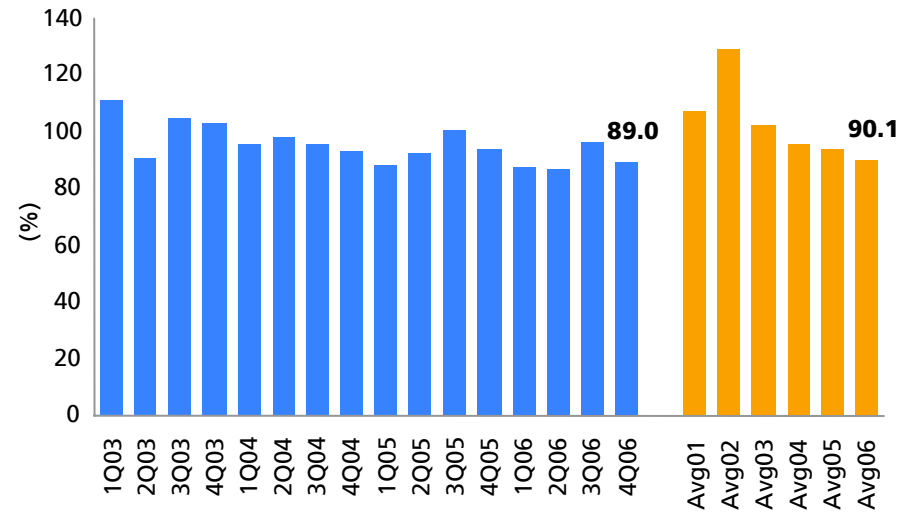


Key figures - Wealth Management US

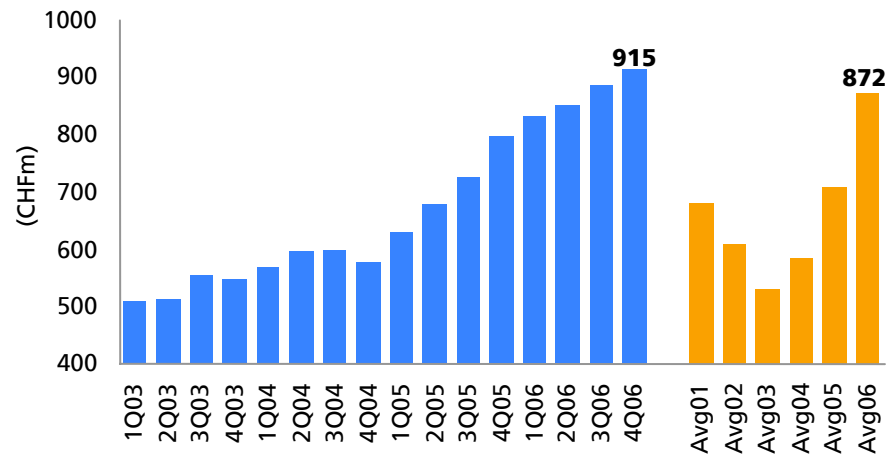
Profitability¹



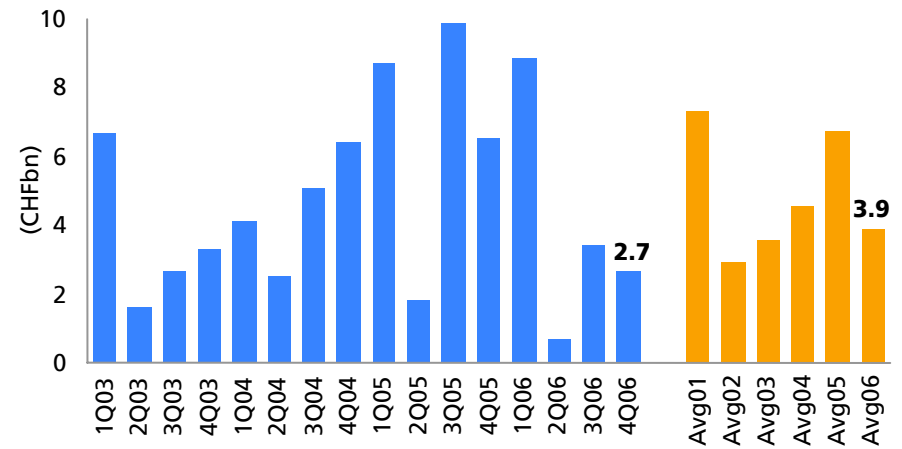
Cost / income ratio¹



Recurring income



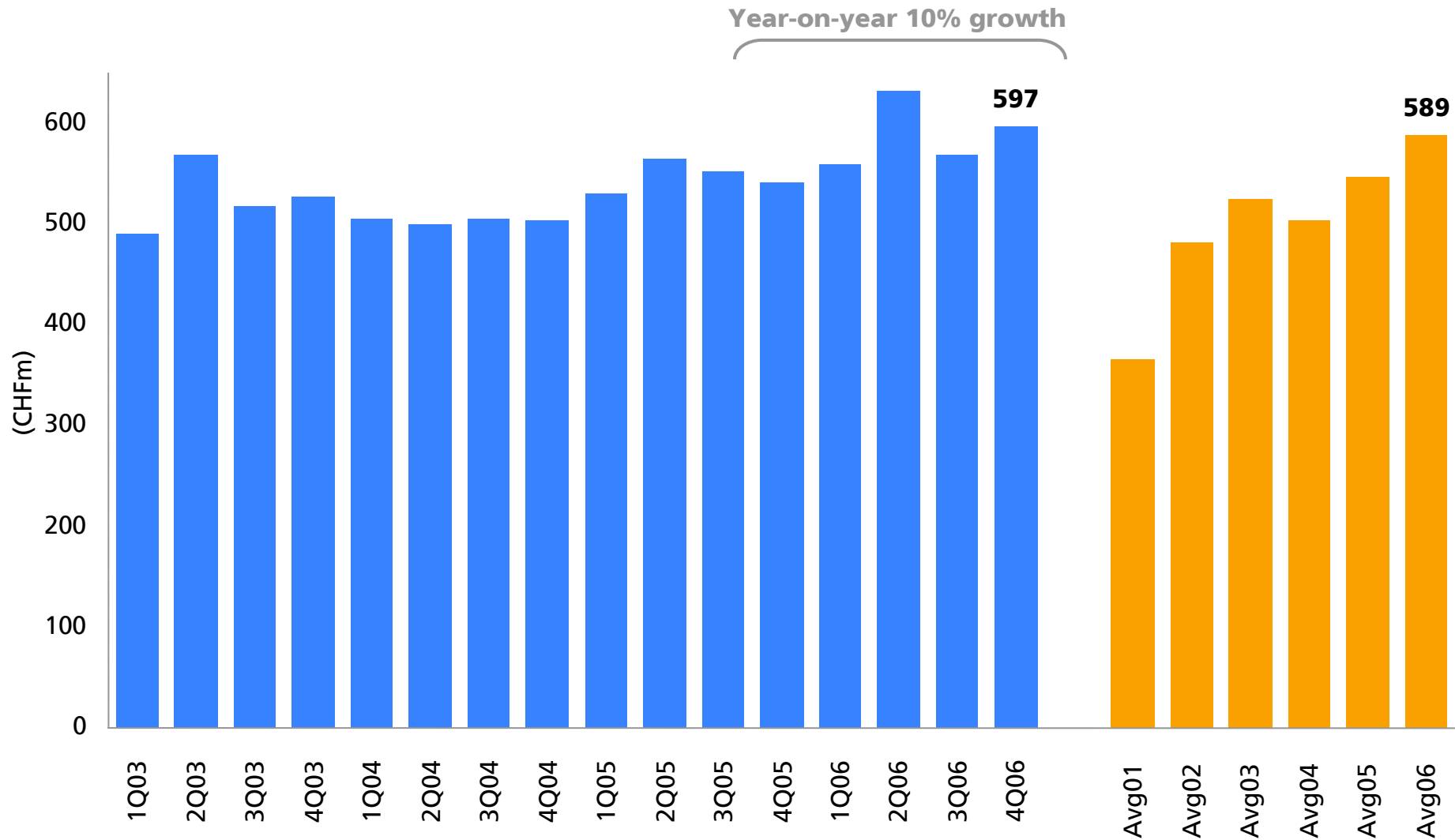
Net new money



¹ Pre-goodwill



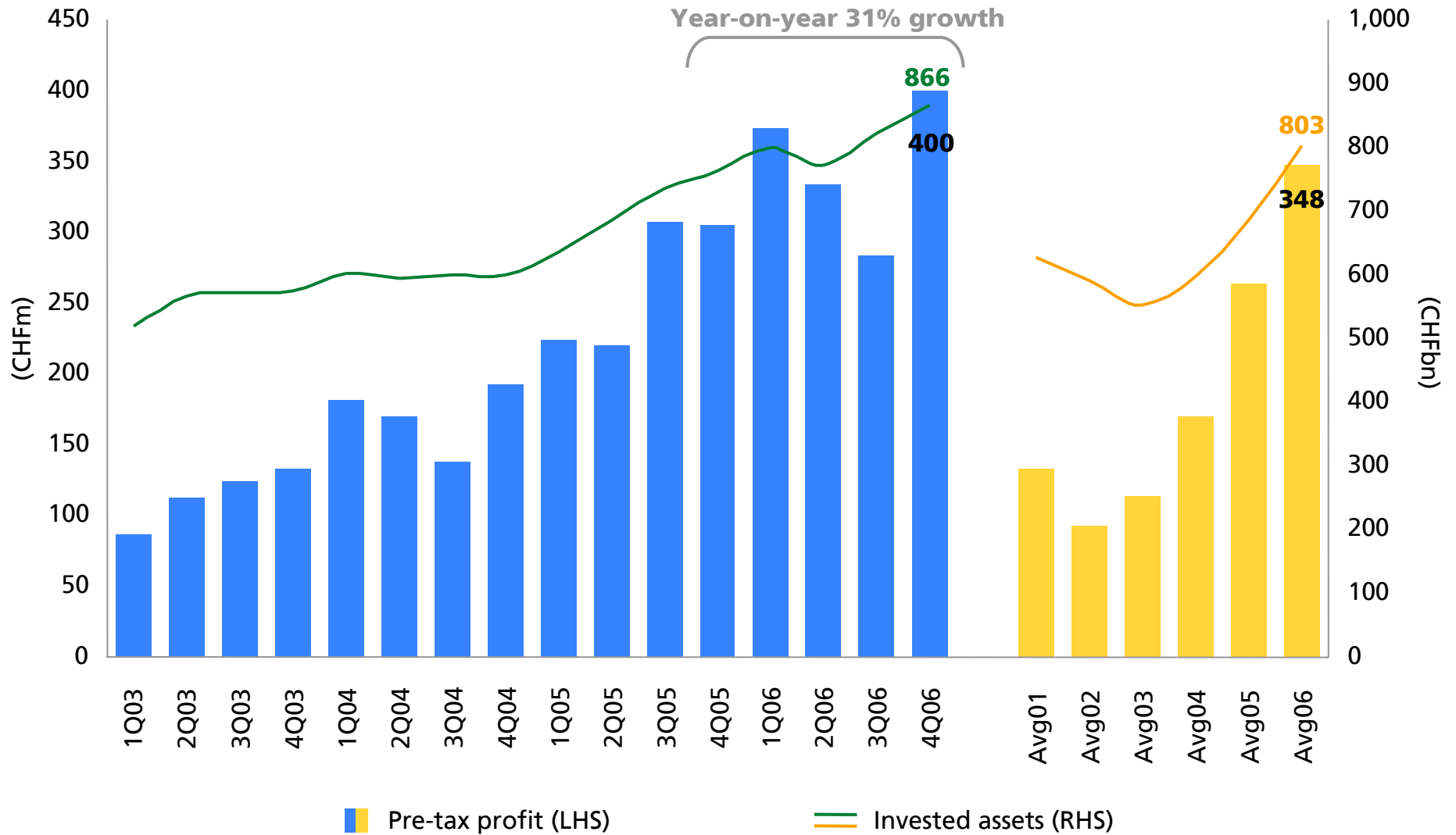
Profitability¹ - Business Banking



¹ Pre-tax profit



Profitability¹ - Global Asset Management

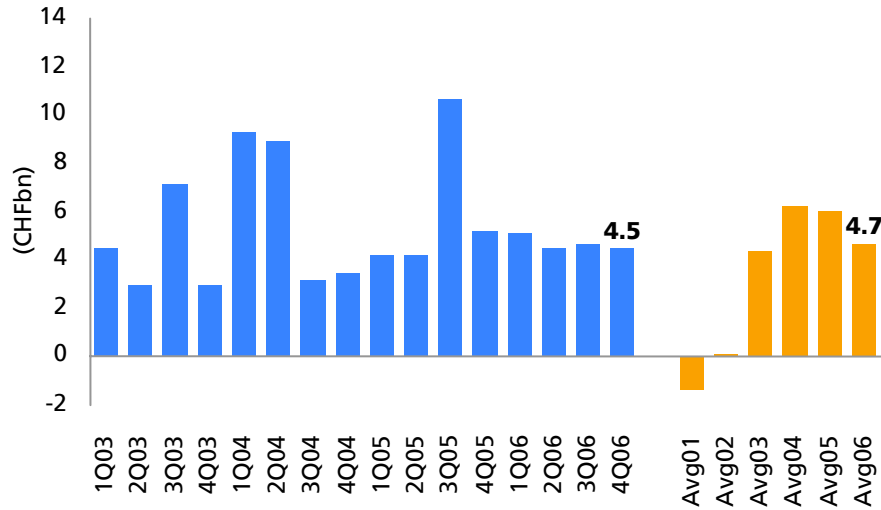


¹ Pre-tax profit, pre-goodwill

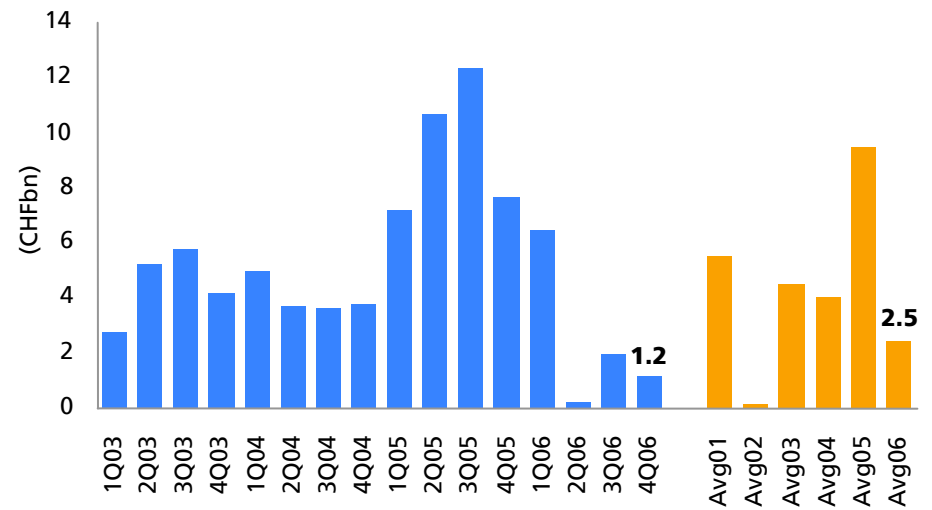


Net new money¹ and gross margin - Global AM

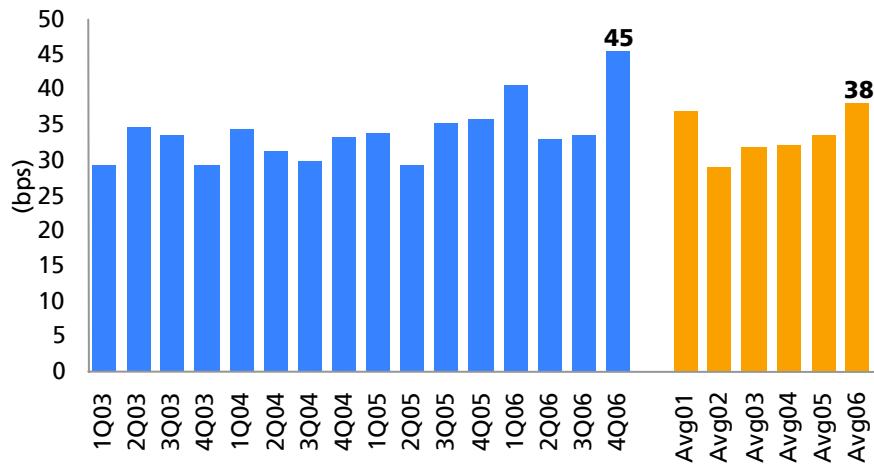
Institutional net new money



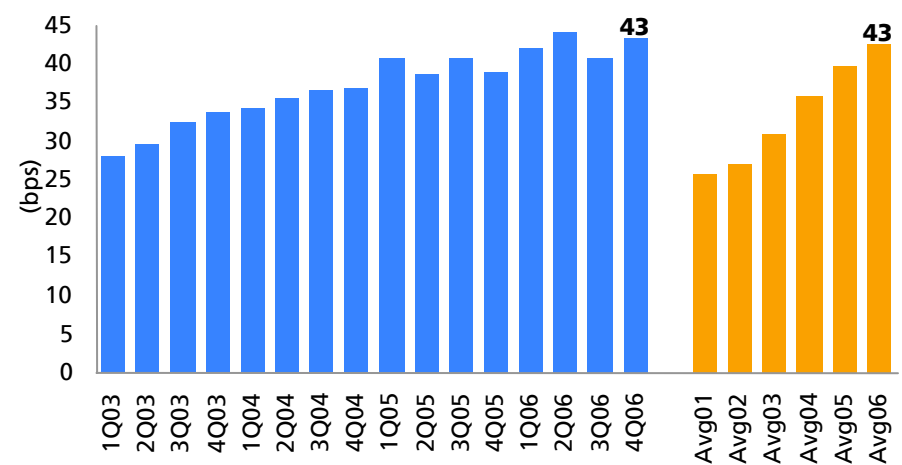
Wholesale intermediary net new money



Institutional gross margin



Wholesale intermediary gross margin

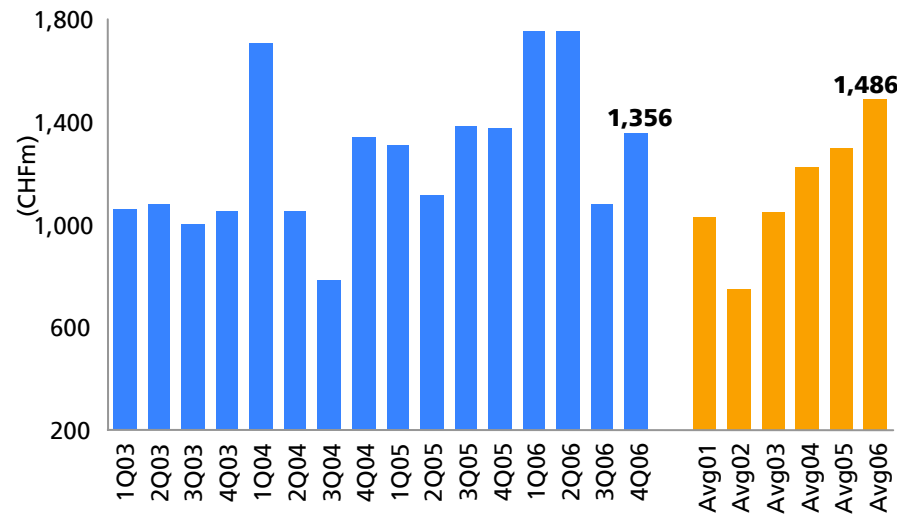


¹ Excluding money market flows

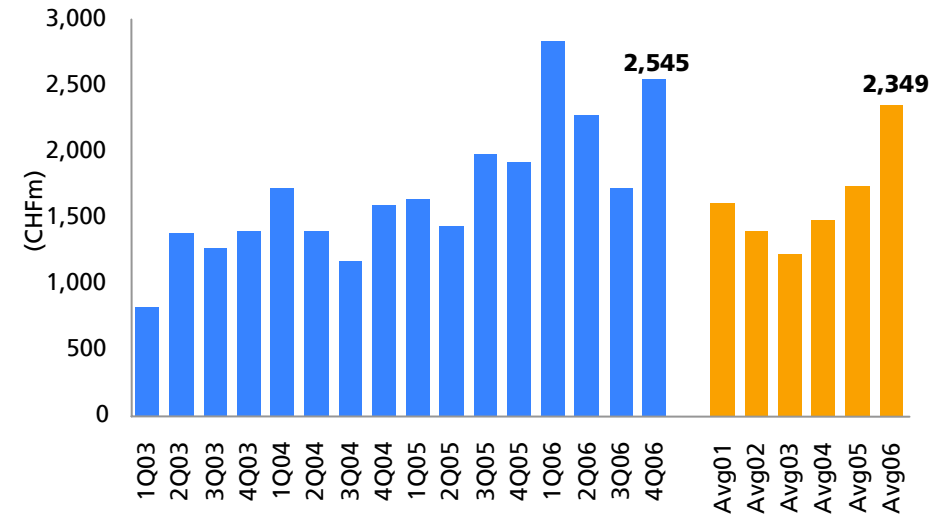


Performance - Investment Bank

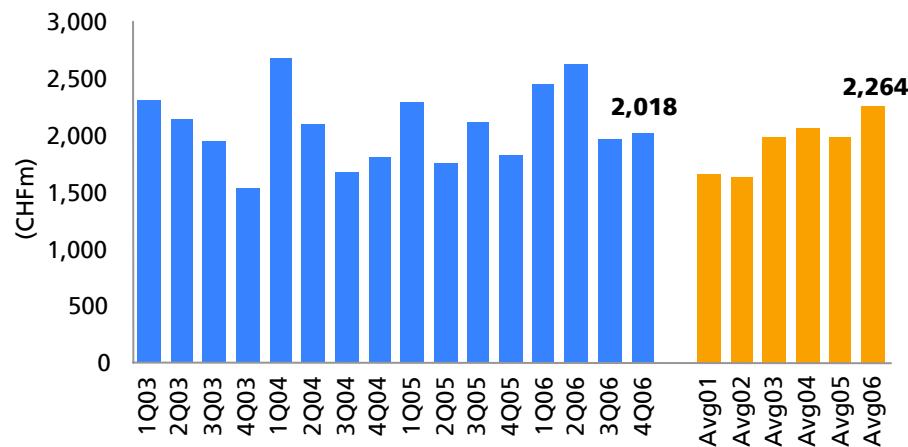
Profitability¹



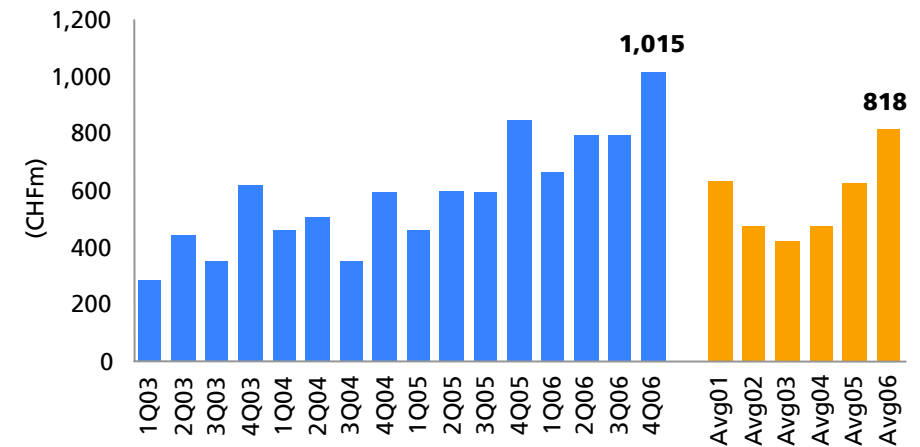
Equities revenues



FIRC revenues



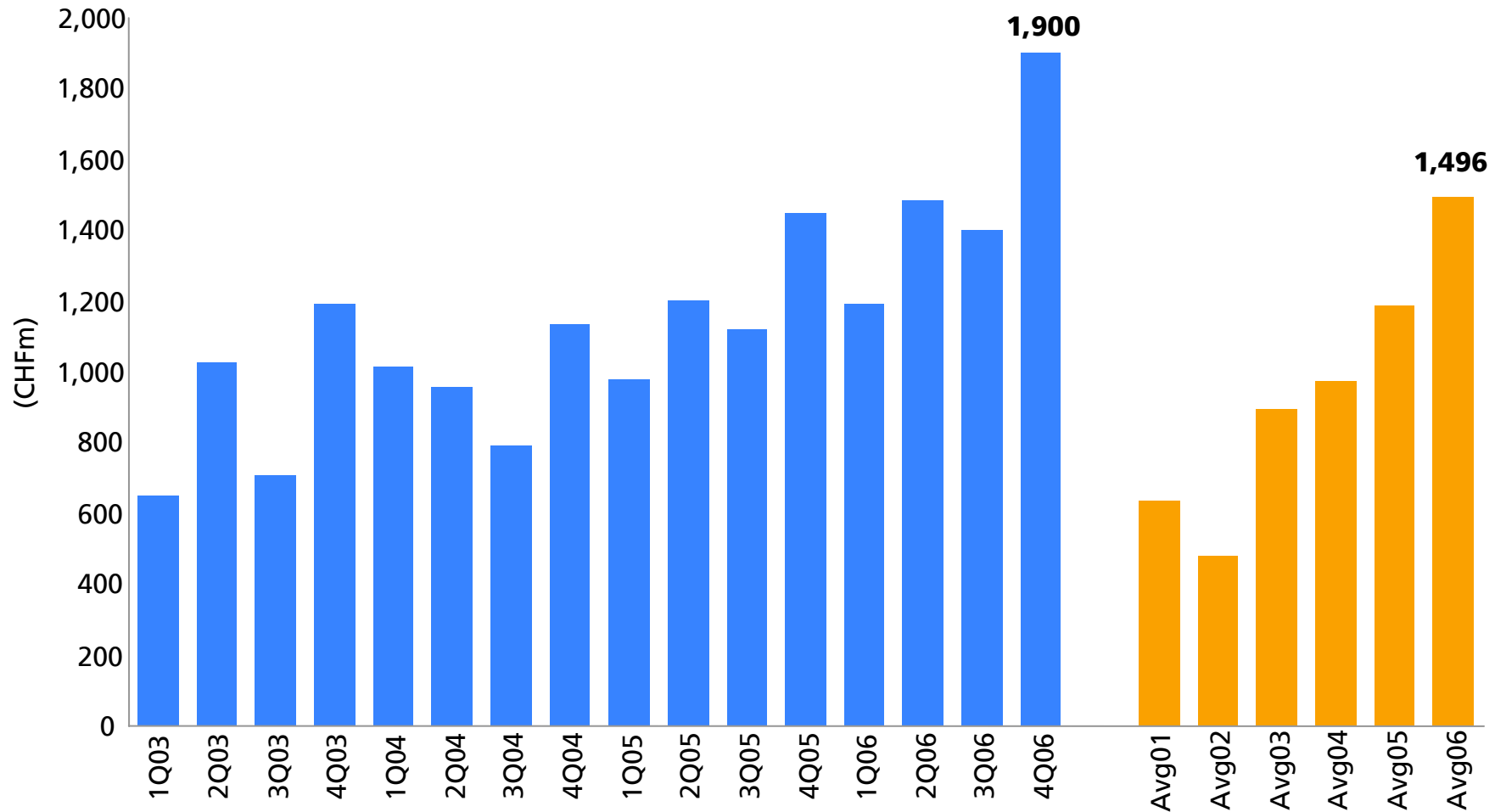
IBD revenues



¹ Pre-tax profit, Pre-goodwill



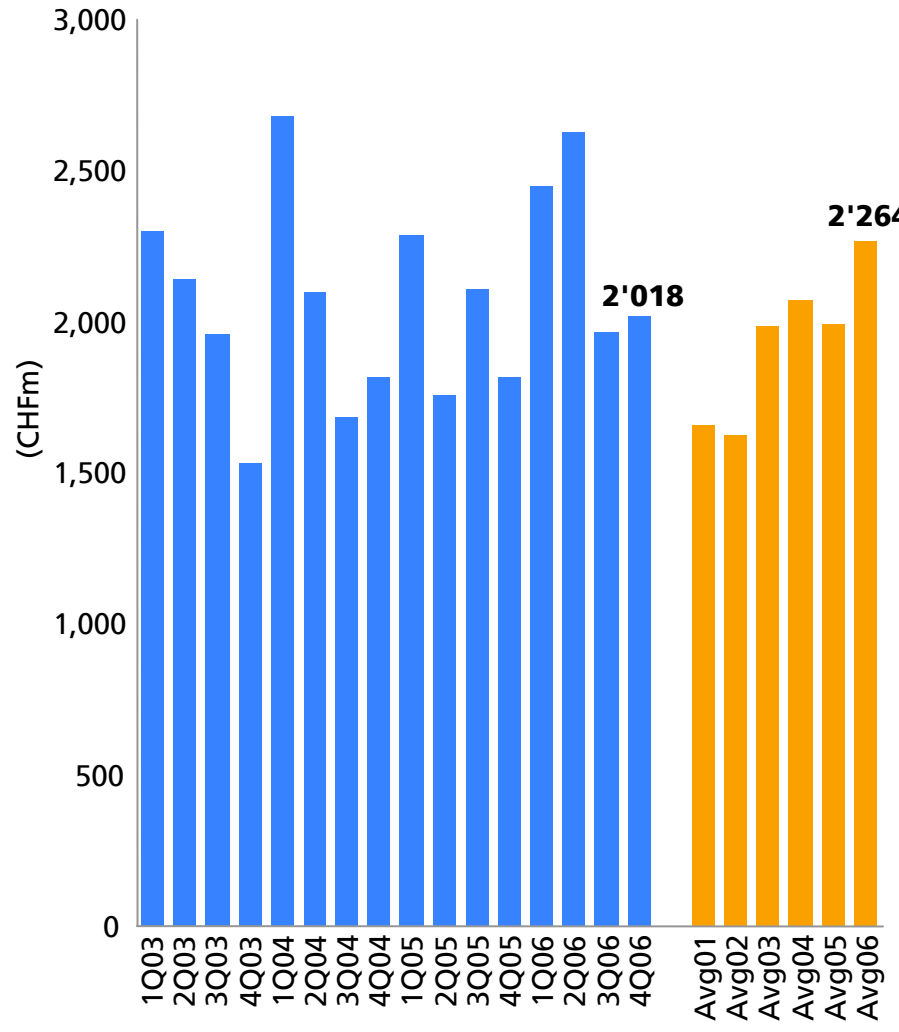
Gross revenues¹ - IBD



1 Equity underwriting, debt underwriting, and corporate finance fees and other capital markets revenues

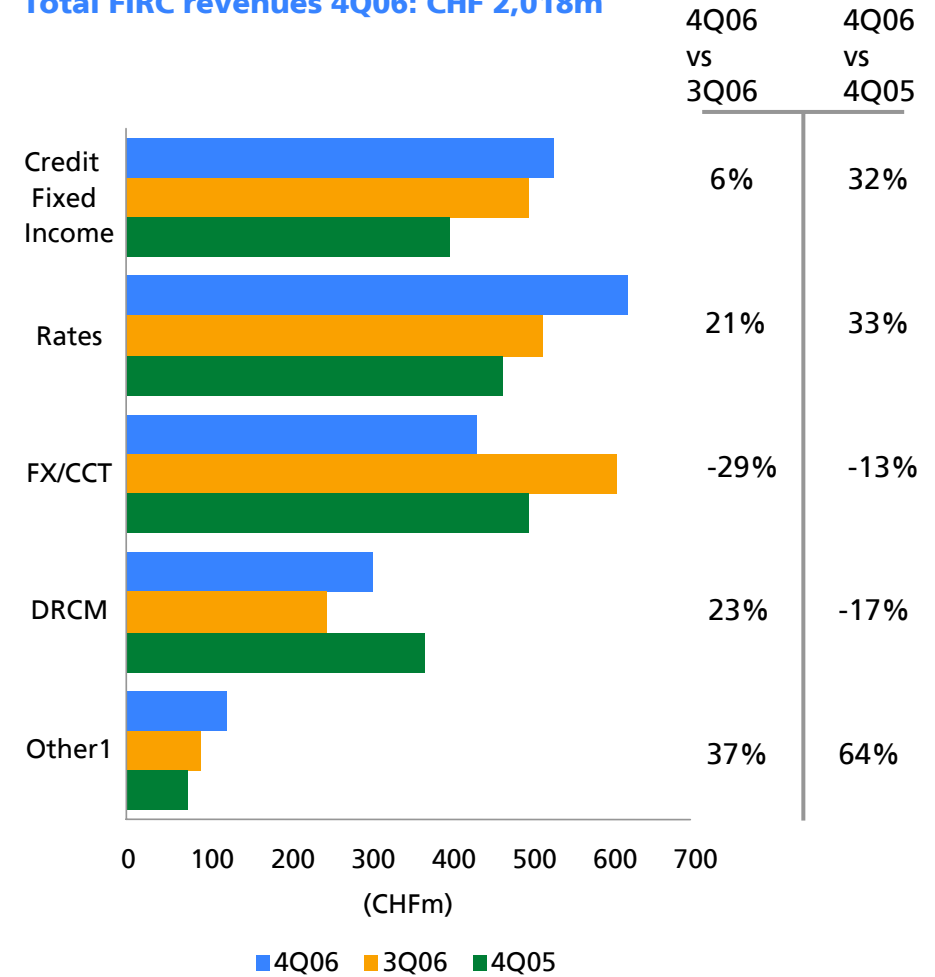
Revenues - Fixed Income, Rates and Currencies (FIRC)

Revenues



4Q06 versus 3Q06, 4Q05

Total FIRC revenues 4Q06: CHF 2,018m

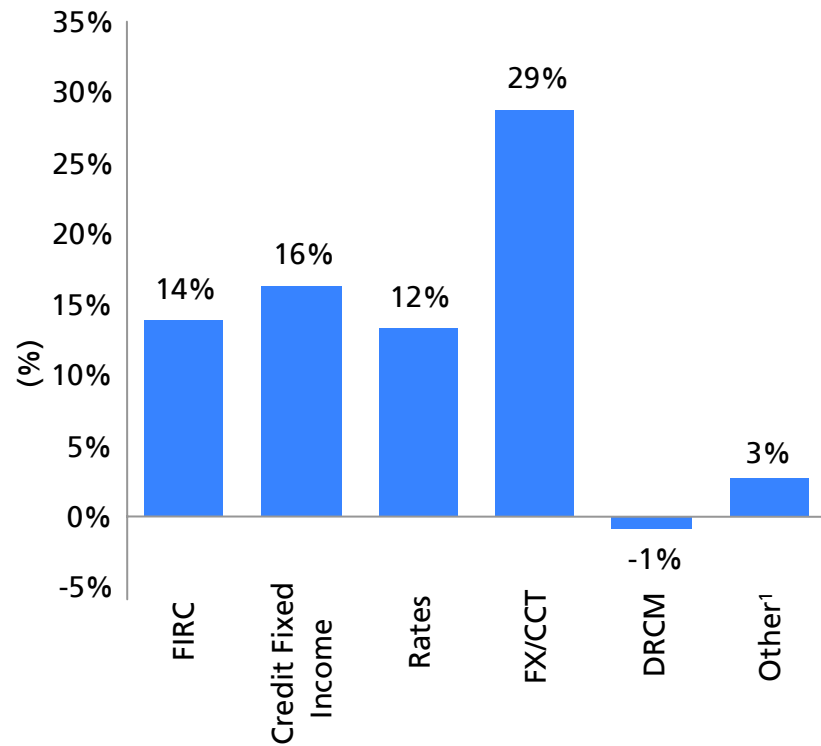


1 Other includes Municipals and Securitized Product Group



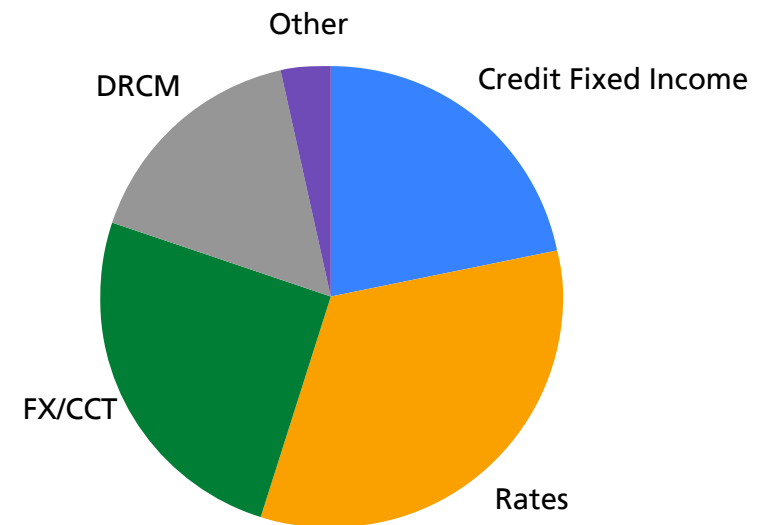
Revenues - Fixed Income, Rates and Currencies (FIRC)

2006 versus 2005



2006

Total FIRC revenues 2006: CHF 9,056m

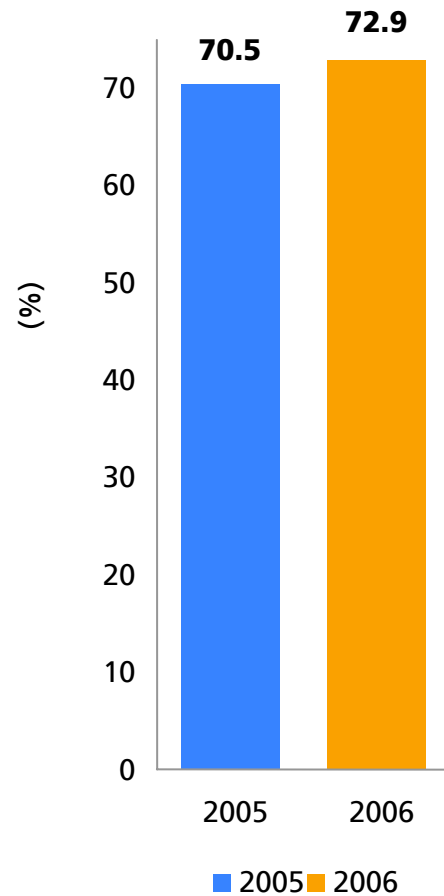


¹ Other includes Municipals and Securitized Product Group

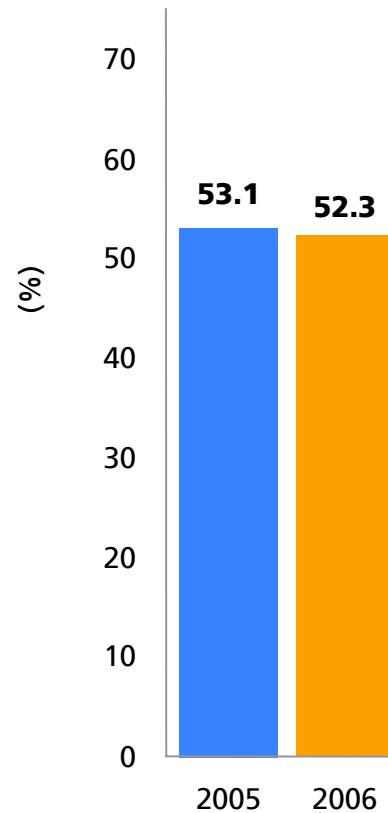
Expense development¹ – Investment Bank

2006 versus 2005

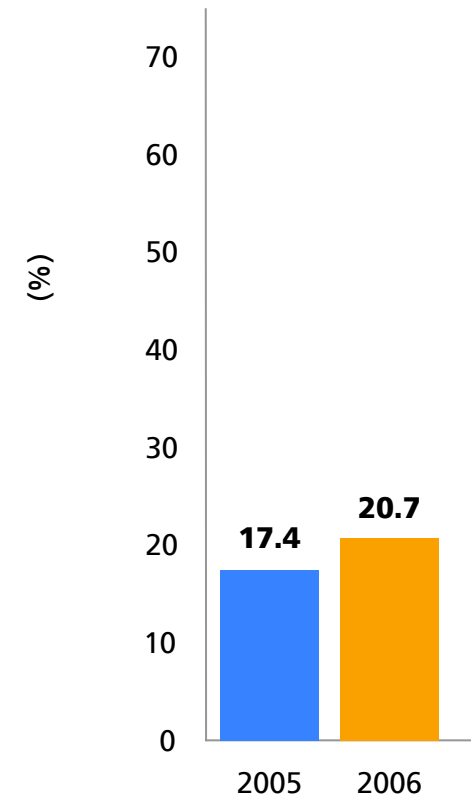
Cost / income ratio



Personnel expenses¹



Non-personnel expenses²

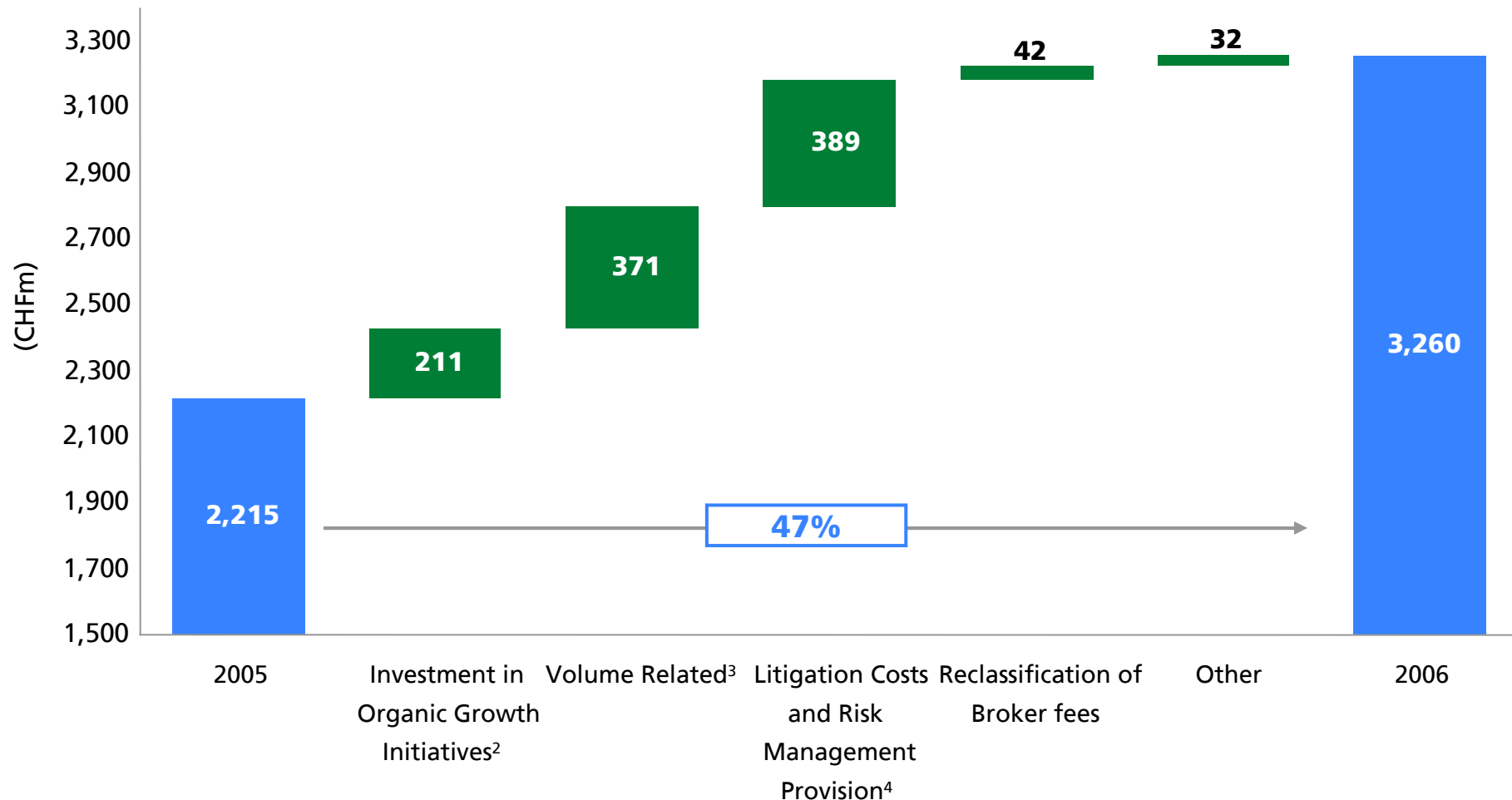


1 Personnel expenses as % of income
 2 Non-personnel expenses as % of income



G&A expense – Investment Bank¹

Full Year 2006



1 Source: Estimates based on UBS management accounts

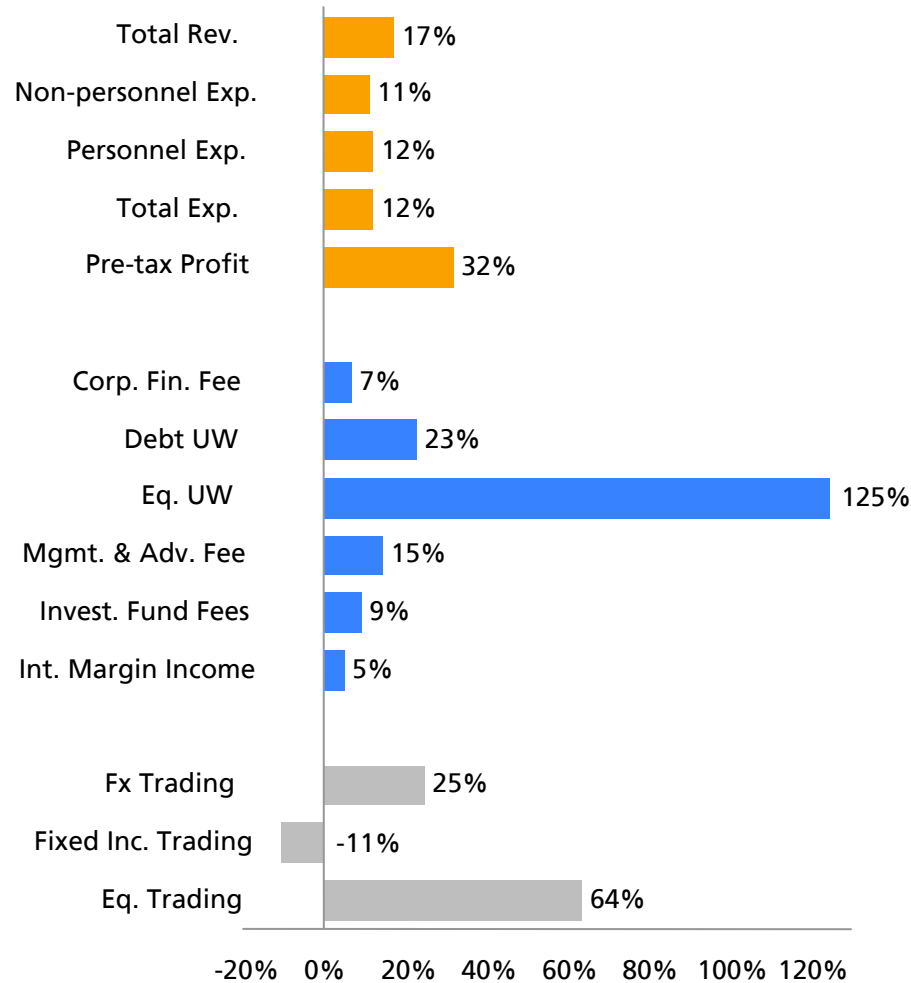
2 Prime Brokerage, commodities, Securitized Product Group, Global Syndicated Finance, Fixed Income Emerging Markets

3 Volume Related – Costs driven by higher transaction volumes or increased personnel numbers such as office space, T&E, marketing and PR, office supplies, legal advice on transactions and other brokerage

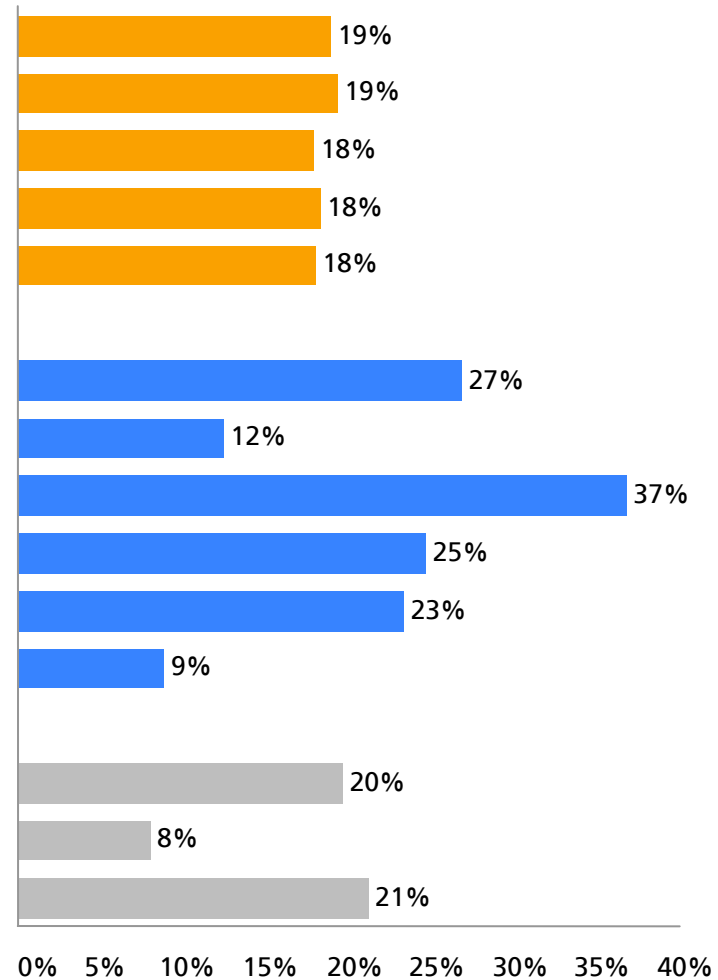
4 Driven by legal and regulatory cycle

UBS Summary^{1,2}

Quarter-on-quarter

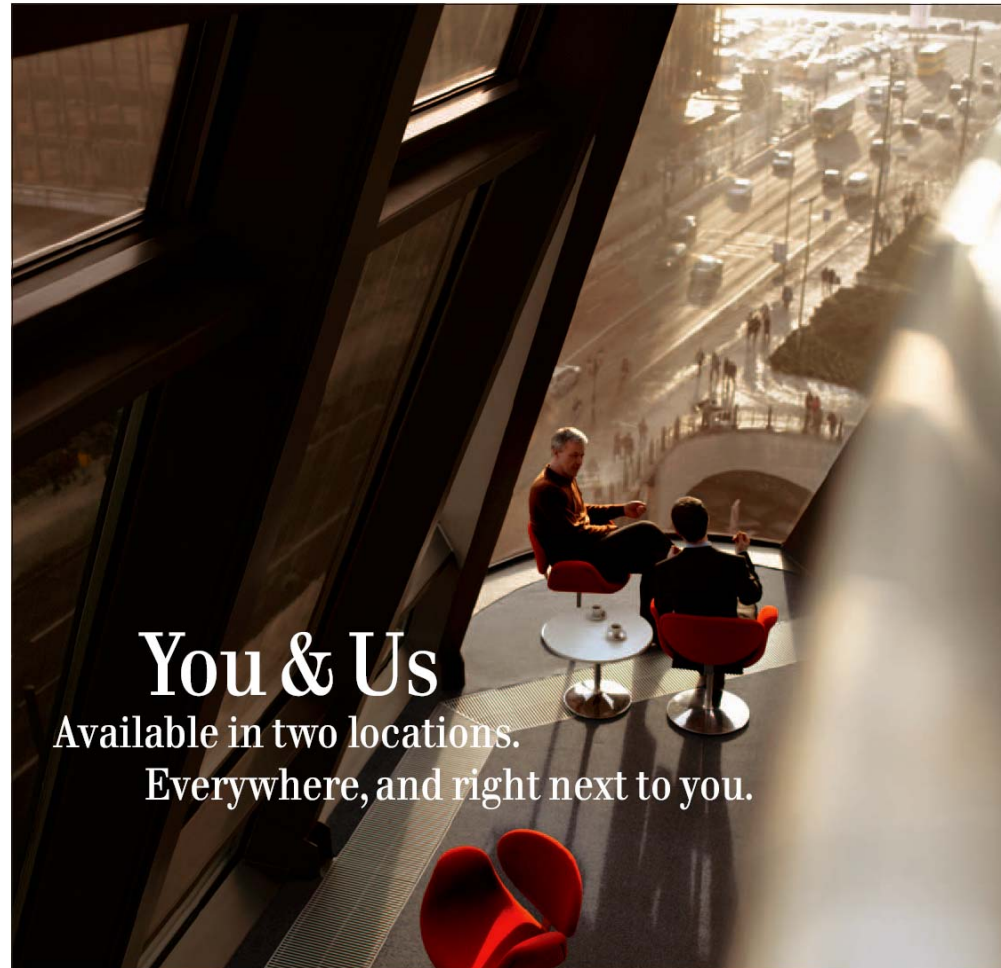


2006 vs. 2005



1 Financial Businesses only, from continuing operations
 2 Selected line items

Questions...



You & Us

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Everywhere, and right next to you.