

Vetting Specification for External Staff USA/Puerto Rico

Valid as of 03 January 2020

| Current State | | | | |
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| Check | Sources / Tools | Requirement / Validation | Successful Vetting Check Criteria | Timing |
| Identity Check | | This check is the responsibility of the supplier. | | Pre-UBS start date |
| Right to work verification | | This check is the responsibility of the supplier. | | Pre-UBS start date |
| Global Background Check (COSIMA, GTS, Rehire) | Cosima, GTS, Internal HR systems | Background check to identify records of terrorist/criminal activities or networking; personal misconduct / reputation problem / hostility against UBS or conflict of interest with UBS, negative references concerning trustworthiness, work ethics, reputation. Use UBS internal HR systems to review potential previous engagement information (e.g. termination reasons). | No hits | Pre-offer, latest pre-UBS start date |
| Family Relationship | Self-declaration | Candidate needs to be asked whether he/she has family or personal relationships with UBS employees. - Family relationship: spouse, domestic partner or civil partner (or similar as recognised by law), parent (or parent-in-law), sister or brother (or in-law), child, step child. - Personal relationship: management reporting line. Answers are adequately documented. | No family relationship with UBS. | Pre-offer, latest pre-UBS start date |
| External Directorship and Positions (self declaration) | Self-declaration | Candidate needs to be asked whether he/she has any external directorship that could raise a conflict of interest with UBS to disclose. Answers are adequately documented. | No external directorship and positions. | Pre-offer, latest pre-UBS start date |
| Registered Status / Statutory Disqualification | Result of FINRA BrokerCheck (www.finra.org) | To be verified that BrokerCheck reflected that (i) there were no disciplinary or regulatory "events" disclosed regarding the proposed Staff and (ii) the proposed Staff was not "suspended or inactive with any regulator". FINRA BrokerCheck reflecting either events disclosed and / or suspension or inactivity with a regulator shall result in proposed staff being deemed as having failed this requirement. | Confirmation registered status. No disciplinary or regulatory events or suspended or inactive status based on a search of the FINRA BrokerCheck (www.finra.org). | Pre-UBS start date |
| Criminal Record Check | - Fingerprinting (US/PR only) AND - Felony Criminal Disclosure AND - Misdemeanour Criminal Disclosure as to the extent permitted by applicable local state and federal law. Note: No Fingerprinting is conducted for periodic vetting. | Document(s) need to be original and current; e.g. dated not older than 2 months from receiving. Onboarding: Document(s) must cover all the jurisdictions / countries where the candidate has resided, was employed, attended school or lived more than 3 months over the last 5 years (required address history). Periodic Vetting: Document(s) must cover all the jurisdictions / countries where the candidate has resided, was employed, attended school or lived more than 3 months over the period equal to the frequency of periodic vetting (e.g. if the frequency of periodic vetting is 3 years, the check / address history must cover the last 3 years). For both Onboarding and Periodic Vetting an appropriate address verification shall be performed for the current address. Further proof of residence shall only be requested if circumstances (applicable legal and regulatory requirements) demand such. Identification of any records associated with the candidate. Inquiries related to criminal offenses must be post-conditional offer. | No entries found in respective document(s). | Pre-UBS start date (domestic check) / latest 4 weeks after UBS start date (foreign checks) |

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| <p>Credit Check</p> | <p>Credit Report from one of the reputable, widely recognized Consumer Credit Agencies (TransUnion or Experian or Equifax). Credit check to be performed in accordance with Fair Credit Reporting Act and any other applicable, local, state or federal law.</p> | <p>Document(s) need to be original and current; e.g. dated not older than 2 months from receiving. Onboarding: Document(s) must cover all the jurisdictions / countries where the candidate has resided, was employed, attended school or lived more than 3 months over the last 5 years (required address history). Periodic Vetting: Document(s) must cover all the jurisdictions / countries where the candidate has resided, was employed, attended school or lived more than 3 months over the period equal to the frequency of periodic vetting (e.g. if the frequency of periodic vetting is 3 years, the check / address history must cover the last 3 years). For both Onboarding and Periodic Vetting an appropriate address verification shall be performed for the current address. Further proof of residence shall only be requested if circumstances (applicable legal and regulatory requirements) demand such. Check the summary of the candidate credit and bankruptcy history and compare with the address history. Credit checks can only be accessed and used for persons responsible for UBS Funds or Assets, Registered Personnel, Wealth Management Americas staff, Sensitive Data Access Users or IT Privileged / Highly Privileged Users.</p> | <p>Cumulative total from any combination of debt types totalling less than 10'000 USD: a. Sum of unsatisfied or unpaid public records with liability b. Sum of current negative accounts (under collection) with past due amounts c. Sum of accounts charged off as bad debt.</p> | <p>Pre-UBS start date (domestic check) / latest 4 weeks after UBS start date (foreign checks)</p> |
| <p>External Directorship (Database Search)</p> | <p>Public database</p> | <p>Database check to identify any external directorships and assess candidate integrity based on external directorship self-declaration.</p> | <p>No hits, no discrepancies between self-declaration and database search</p> | <p>Pre-UBS start date, latest 4 weeks after UBS start date</p> |