

## Capital instruments of UBS Switzerland AG - Key features

Ordered by issuance date  
Based on Swiss SRB Basel III phase-in requirements  
Updated as of 18 March 2016, except for information in lines 8 and 9, which is as of 31 December 2015 for the instruments in place as of that date

	Share capital	Additional Tier 1 capital	Tier 2 capital	Additional Tier 1 capital
1 Issuer (country of incorporation; if applicable, branch)	UBS Switzerland AG, Switzerland	UBS Switzerland AG, Switzerland	UBS Switzerland AG, Switzerland	UBS Switzerland AG, Switzerland
1a Instrument number	1	2	3	4
2 Unique identifier (e.g. ISIN)	N/A	N/A	N/A	N/A
3 Governing law(s) of the instrument	Swiss	Swiss	Swiss	Swiss
<i>Regulatory treatment</i>				
4 Transitional Basel III rules	Common Equity Tier 1	Additional Tier 1	Tier 2	Additional Tier 1
5 Post-transitional Basel III rules	Common Equity Tier 1	Additional Tier 1	Tier 2	Additional Tier 1
6 Eligible at solo/group/group&solo	UBS Switzerland AG standalone	UBS Switzerland AG standalone	UBS Switzerland AG standalone	UBS Switzerland AG standalone
7 Instrument type	Ordinary shares	Loan (2)	Loan (2)	Loan (2)
8 Amount recognized in regulatory capital (Currency in mil, as of most recent reporting date)	CHF 10.0	CHF 1'500	CHF 2'500	CHF 500
9 Outstanding amount (par value, million)	CHF 10.0	CHF 1'500	CHF 2'500	to be included at next reporting period
10 Accounting classification (1)	Equity attributable to UBS Switzerland AG shareholders	Due to banks held at amortized cost	Due to banks held at amortized cost	to be included at next reporting period
11 Original date of issuance	-	1 April 15	1 April 15	11. March 2016
12 Perpetual or dated	-	Perpetual	Dated	Perpetual
13 Original maturity date	-	-	1 April 25	-
14 Issuer call subject to prior supervisory approval	-	Yes	Yes	Yes
15 Optional call date, subsequent call dates, if applicable, and redemption amount	-	First optional repayment date: 1 April 2020 Repayable anytime after the first optional repayment date Repayment subject to FINMA's approval. Optional repayment amount: principal amount, together with any accrued and unpaid interest thereon	First optional repayment date: 1 April 2020 Repayable anytime after the first optional repayment date Repayment subject to FINMA's approval. Optional repayment amount: principal amount, together with any accrued and unpaid interest thereon	First optional repayment date: 11 March 2021 Repayable anytime after the first optional repayment date Repayment subject to FINMA's approval. Optional repayment amount: principal amount, together with any accrued and unpaid interest thereon
16 Contingent call dates and redemption amount	-	Early repayment possible due to a tax or regulatory event. Repayment due to tax event subject to FINMA approval. Repayment amount: principal amount, together with accrued and unpaid interest	Early repayment possible due to a tax or regulatory event. Repayment due to tax event subject to FINMA approval. Repayment amount: principal amount, together with accrued and unpaid interest Early repayment possible upon a change in progressive capital component requirement, subject to FINMA's approval. Repayment amount: 101% of principal amount, together with accrued and unpaid interest	Early repayment possible due to a tax or regulatory event. Repayment due to tax event subject to FINMA approval. Repayment amount: principal amount, together with accrued and unpaid interest
<i>Coupons / dividend</i>				
17 Fixed or floating dividend / coupon	-	Floating	Floating	Floating
18 Coupon rate and any related index; frequency of payment	-	6-month CHF Libor + 370 bp per annum semi-annually	6-month CHF Libor + 200 bp per annum semi-annually	3-month CHF Libor + 459 bp per annum quarterly
19 Existence of a dividend stopper	-	No	No	No
20 Fully discretionary, partially discretionary, or mandatory	Fully discretionary	Fully discretionary	Mandatory	Fully discretionary
21 Existence of step up or other incentive to redeem	-	No	No	No
22 Noncumulative or cumulative	Noncumulative	Noncumulative	Cumulative	Noncumulative
23 Convertible or non-convertible	-	Nonconvertible	Nonconvertible	Nonconvertible
24 If convertible, conversion trigger(s)	-	-	-	-
25 If convertible, fully or partially	-	-	-	-
26 If convertible, conversion rate	-	-	-	-
27 If convertible, mandatory or optional conversion	-	-	-	-
28 If convertible, specify instrument type convertible into	-	-	-	-
29 If convertible, specify issuer of instrument it converts into	-	-	-	-
30 Write-down feature	-	Yes	Yes	Yes
31 If write-down, write-down trigger(s)	-	- Trigger CET1 Ratio is less than 7%; - FINMA determines a write-down necessary to ensure UBS Switzerland AG's viability; or UBS Switzerland AG receives a commitment of governmental support that FINMA determines necessary to ensure UBS Switzerland AG's viability Subject to applicable conditions.	- Trigger CET1 Ratio is less than 5%; - FINMA determines a write-down necessary to ensure UBS Switzerland AG's viability; or UBS Switzerland AG receives a commitment of governmental support that FINMA determines necessary to ensure UBS Switzerland AG's viability. Subject to applicable conditions.	- Trigger CET1 Ratio is less than 7%; - FINMA determines a write-down necessary to ensure UBS Switzerland AG's viability; or UBS Switzerland AG receives a commitment of governmental support that FINMA determines necessary to ensure UBS Switzerland AG's viability Subject to applicable conditions.
32 If write-down, full or partial	-	Full	Full	Full
33 If write-down, permanent or temporary	-	Permanent	Permanent	Permanent
34 If temporary write-down, description of write-up mechanism	-	-	-	-
35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Unless otherwise stated in the articles of associations, once debts are paid back the assets of the liquidated company are divided between the shareholders pro rata based on their contributions and considering the preferences attached to certain categories of shares (section 745, Swiss Civil Code of Obligations)	Subject to any obligations that are mandatorily preferred by law, all obligations of UBS Switzerland AG that are unsubordinated, or that are subordinated and do not rank junior, such as all classes of share capital, or at par, such as tier 1 instruments	Subject to any obligations that are mandatorily preferred by law, all obligations of UBS Switzerland AG that are unsubordinated, or that are subordinated and do not rank junior, such as all classes of share capital, or at par, such as unsecured, subordinated and dated obligations	Subject to any obligations that are mandatorily preferred by law, all obligations of UBS Switzerland AG that are unsubordinated, or that are subordinated and do not rank junior, such as all classes of share capital, or at par, such as tier 1 instruments
36 Existence of features, which prevent full recognition under Basel III	-	-	-	-
37 If yes, specify non-compliant features	-	-	-	-

(1) As applied in UBS Switzerland AG's financial statements under Swiss GAAP. (2) Loans granted by UBS AG, Switzerland.