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**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION**  
Washington, D.C. 20549

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**FORM 6-K**

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**REPORT OF FOREIGN PRIVATE ISSUER  
PURSUANT TO RULE 13a-16 OR 15d-16  
UNDER THE SECURITIES EXCHANGE ACT OF 1934**

**Date: October 31, 2014**

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**UBS AG  
UBS Group AG**  
(Registrants' Names)

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**Bahnhofstrasse 45, Zurich, Switzerland, and  
Aeschenvorstadt 1, Basel, Switzerland**  
(Address of principal executive office)

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Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F

Form 40-F

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This Form 6-K consists of the Basel III Pillar 3 disclosure for composition of capital of UBS AG, updated as of 30 September 2014, which appears immediately following this page.

## **UBS Group – Basel III Pillar 3 disclosure for composition of capital updated as of 30 September 2014**

This document provides a reconciliation of the accounting balance sheet (IFRS) to the balance sheet under the regulatory scope of consolidation (Basel III) as well as information about the composition of our capital as of 30 September 2014. Information is provided on a phase-in basis. Refer to our Basel III Pillar 3 First Half 2014 Report for more information on this disclosure as of 30 June 2014.

### **Composition of Capital**

The Basel Committee on Banking Supervision and FINMA require banks to publish their capital positions according to common templates. The following tables provide the required information.



**Table 35: Reconciliation of accounting balance sheet to balance sheet under the regulatory scope of consolidation**

The table below provides a reconciliation of the IFRS balance sheet to the balance sheet according to the regulatory scope of consolidation. Lines in the balance sheet under the regulatory scope of consolidation are expanded and referenced where relevant to display all components that are used in “Table 36: Composition of capital.”

| <i>CHF million</i>  | <b>Balance sheet in<br/>accordance with IFRS<br/>scope of consolidation</b> | <b>Effect of<br/>deconsolidated<br/>entities for regulatory<br/>consolidation 30.9.14</b> | <b>Effect of<br/>additional<br/>consolidated<br/>entities for<br/>regulatory<br/>consolidation</b> | <b>Balance sheet<br/>in accordance<br/>with regulatory<br/>scope of<br/>consolidation</b> | <b>References <sup>1</sup></b> |
|---|---|---|--|---|--------------------------------|
| <b>Assets</b>   |   |   |  |   |                                |
| Cash and balances with central banks  | 108,745   | (0)   | 0  | 108,745   |                                |
| Due from banks  | 17,041  | (434)   |  | 16,607  |                                |
| Cash collateral on securities borrowed  | 26,020  |   |  | 26,020  |                                |
| Reverse repurchase agreements   | 68,050  |   |  | 68,050  |                                |
| Trading portfolio assets  | 130,413   | (17,963)  |  | 112,450   |                                |
| Positive replacement values   | 247,580   | 40  |  | 247,620   |                                |
| Cash collateral receivables on derivative<br>instruments  | 31,171  |   |  | 31,171  |                                |
| Financial assets designated at fair value   | 5,507   |   |  | 5,507   |                                |
| Loans   | 310,262   | 114   |  | 310,377   |                                |
| Financial investments available-for-sale  | 55,956  | (64)  |  | 55,892  |                                |
| Consolidated participations   | 0   | 204   |  | 204   |                                |
| Investments in associates   | 896   |   |  | 896   |                                |
| <i>of which: goodwill</i>   | 363   |   |  | 363   | 4                              |
| Property and equipment  | 6,651   | (86)  |  | 6,566   |                                |
| Goodwill and intangible assets  | 6,590   | (0)   | 0  | 6,590   |                                |
| <i>of which: goodwill</i>   | 6,169   |   |  | 6,169   | 4                              |
| <i>of which: intangible assets</i>  | 421   |   |  | 421   | 5                              |
| Deferred tax assets   | 10,074  | (1)   |  | 10,073  |                                |
| <i>of which: deferred tax assets recognized for<br/>tax loss carry-forwards</i>   | 6,860   | (1)   |  | 6,860   | 9                              |
| <i>of which: deferred tax assets on temporary<br/>differences</i>   | 3,214   | (0)   |  | 3,214   |                                |
| Other assets  | 24,301  | (229)   | 2  | 24,075  |                                |
| <i>of which: net defined benefit pension and<br/>other post-employment assets</i>   | 723   |   |  | 723   | 10                             |
| <b>Total assets</b>   | <b>1,049,258</b>  | <b>(18,418)</b>   | <b>2</b>   | <b>1,030,842</b>  |                                |
| <b>Liabilities</b>  |   |   |  |   |                                |
| Due to banks  | 11,796  | (52)  | 1  | 11,744  |                                |
| Cash collateral on securities lent  | 9,241   |   |  | 9,241   |                                |
| Repurchase agreements   | 13,991  |   |  | 13,991  |                                |
| Trading portfolio liabilities   | 28,434  | (63)  |  | 28,370  |                                |
| Negative replacement values   | 244,029   | 120   |  | 244,149   |                                |
| Cash collateral payables on derivative instruments  | 42,403  | 0   |  | 42,403  |                                |
| Financial liabilities designated at fair value  | 70,725  | 41  |  | 70,766  |                                |
| Due to customers  | 401,786   | (94)  | 1  | 401,692   |                                |
| Debt issued   | 98,917  | (21)  |  | 98,895  |                                |
| <i>of which: amount eligible for low-trigger<br/>loss-absorbing tier 2 capital <sup>2</sup></i>                                   | 9,968   |   |  | 9,968   | 7                              |
| <i>of which: amount eligible for capital<br/>instruments subject to phase-out from<br/>additional tier 1 capital <sup>2</sup></i> | 1,200   |   |  | 1,200   | 6                              |
| <i>of which: amount eligible for capital</i>  |   |   |  |   |                                |

|   |                  |                 |          |                  |    |
|---|------------------|-----------------|----------|------------------|----|
| <i>instruments subject to phase-out from tier 2 capital</i> <sup>3</sup>  | 2,159            |                 |          | 2,159            | 8  |
| Provisions  | 4,818            | (5)             |          | 4,813            |    |
| Other liabilities   | 70,293           | (18,258)        | 1        | 52,036           |    |
| <i>of which: amount eligible for high-trigger loss-absorbing capital (Deferred Contingent Capital Plan (DCCP))</i> <sup>4</sup> | 519              |                 |          | 519              | 7  |
| <b>Total liabilities</b>  | <b>996,430</b>   | <b>(18,332)</b> | <b>2</b> | <b>978,100</b>   |    |
| Share capital   | 384              | (2)             | 2        | 384              | 1  |
| Share premium   | 33,449           | 1               | (1)      | 33,449           | 1  |
| Treasury shares   | (1,440)          |                 |          | (1,440)          | 3  |
| Equity classified as obligation to purchase own shares  | (5)              |                 |          | (5)              | 3  |
| Retained earnings   | 27,084           | (202)           | 0        | 26,882           | 2  |
| Cumulative net income recognized directly in equity, net of tax   | (8,649)          | 116             | (1)      | (8,533)          | 3  |
| <i>of which: unrealized gains / (losses) from cash flow hedges</i>  | 1,898            |                 |          | 1,898            | 11 |
| <b>Equity attributable to UBS shareholders</b>  | <b>50,824</b>    | <b>(86)</b>     | <b>1</b> | <b>50,738</b>    |    |
| Equity attributable to preferred noteholders  | 1,962            |                 | (1,962)  |                  |    |
| Equity attributable to non-controlling interests  | 41               | 1               | 1,962    | 2,005            | 6  |
| <b>Total equity</b>   | <b>52,828</b>    | <b>(85)</b>     | <b>1</b> | <b>52,743</b>    |    |
| <b>Total liabilities and equity</b>   | <b>1,049,258</b> | <b>(18,418)</b> | <b>2</b> | <b>1,030,842</b> |    |

- 1 References link respective lines of this table to the respective reference numbers provided in the column “References” in “Table 36: Composition of capital”.
- 2 Represent IFRS book value.
- 3 IFRS book value is CHF 4,397 million.
- 4 IFRS book value is CHF 641 million. Refer to the “Compensation” section of our Annual Report 2013 for more information on the DCCP.



**Table 36: Composition of capital**

The table below provides the “Composition of capital” as defined by BIS and FINMA. Reference is made to items reconciling to the balance sheet under the regulatory scope of consolidation as disclosed in “Table 35: Reconciliation of accounting balance sheet to balance sheet under the regulatory scope of consolidation.” Where relevant, the effect of phase-in arrangements is disclosed as well.

➔ Refer to “Swiss SRB Basel III capital framework” in the “Capital management” section of our third quarter 2014 report for more information on phase-in arrangements

|  |   | Numbers<br>phase-in<br>30.9.14 | Effect of the<br>transition<br>phase<br>30.9.14 | References <sup>1</sup> |
|--|---|--------------------------------|---|-------------------------|
| <i>CHF million, except where indicated</i> |   |                                |   |                         |
| 1  | Directly issued qualifying common share (and equivalent for non-joint stock companies) capital plus related stock surplus   | 33,834                         |   | 1                       |
| 2  | Retained earnings   | 26,882                         |   | 2                       |
| 3  | Accumulated other comprehensive income (and other reserves)   | (9,978)                        |   | 3                       |
| 4  | Directly issued capital subject to phase-out from common equity tier 1 capital (only applicable to non-joint stock companies)   |                                |   |                         |
| 5  | Common share capital issued by subsidiaries and held by third parties (amount allowed in group common equity tier 1 capital)  |                                |   |                         |
| 6  | <b>Common equity tier 1 capital before regulatory adjustments</b>   | <b><u>50,738</u></b>           |   |                         |
| 7  | Prudential valuation adjustments  | (148)                          |   |                         |
| 8  | Goodwill, net of tax, less hybrid capital   | 2 (3,342)                      | (3,162)   | 4, 6                    |
| 9  | Intangible assets, net of tax   | 2 (414)                        |   | 5                       |
| 10   | Deferred tax assets recognized for tax loss carry-forwards  | 3 (1,472)                      | (5,902)   | 9                       |
| 11   | Unrealized (gains) / losses from cash flow hedges, net of tax   | (1,898)                        |   | 11                      |
| 12   | Expected losses on advanced internal ratings-based portfolio less general provisions  | (337)                          |   |                         |
| 13   | Securitization gain on sale   |                                |   |                         |
| 14   | Own credit related to financial liabilities designated at fair value and replacement values, net of tax   | 180                            |   |                         |
| 15   | Defined benefit plans   | 2,453                          | (3,176)   | 10                      |
| 16   | Compensation and own shares-related capital components (not recognized in net profit)   | (1,151)                        |   |                         |
| 17   | Reciprocal crossholdings in common equity   |                                |   |                         |
| 17a  | Qualifying interest where a controlling influence is exercised together with other owners (CET instruments)   |                                |   |                         |
| 17b  | Consolidated investments (CET1 instruments)   |                                |   |                         |
| 18   | Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold) |                                |   |                         |
| 19   | Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold)   |                                |   |                         |
| 20   | Mortgage servicing rights (amount above 10% threshold)  |                                |   |                         |
| 21   | Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)   |                                | (178)   |                         |
| 22   | Amount exceeding the 15% threshold  |                                |   |                         |
| 23   | <i>of which: significant investments in the common stock of financials</i>  |                                |   |                         |
| 24   | <i>of which: mortgage servicing rights</i>  |                                |   |                         |
| 25   | <i>of which: deferred tax assets arising from temporary differences</i>   |                                |   |                         |
| 26   | Expected losses on equity investments treated according to the PD/LGD approach  |                                |   |                         |
| 26a  | Other adjustments relating to the application of an internationally accepted accounting standard  | (323)                          |   |                         |

|     |  |                |                 |   |
|-----|--|----------------|-----------------|---|
| 26b | Other deductions   | (1,821)        |                 | 7 |
| 27  | Regulatory adjustments applied to common equity tier 1 due to insufficient additional tier 1 and tier 2 to cover deductions  |                |                 |   |
| 28  | <b>Total regulatory adjustments to common equity tier 1</b>  | <b>(8,274)</b> | <b>(12,418)</b> |   |
| 29  | <b>Common equity tier 1 capital (CET1)</b>   | <b>42,464</b>  | <b>(12,418)</b> |   |
| 30  | Directly issued qualifying additional tier 1 instruments plus related stock surplus  |                |                 |   |
| 31  | <i>of which: classified as equity under applicable accounting standards</i>  |                |                 |   |
| 32  | <i>of which: classified as liabilities under applicable accounting standards</i>   |                |                 |   |
| 33  | Directly issued capital instruments subject to phase-out from additional tier 1  |                |                 |   |
| 34  | Additional tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group additional tier 1)  | 3,162          | (3,162)         | 6 |
| 35  | <i>of which: instruments issued by subsidiaries subject to phase-out</i>   | 3,162          | (3,162)         | 6 |
| 36  | <b>Additional tier 1 capital before regulatory adjustments</b>   | <b>3,162</b>   | <b>(3,162)</b>  |   |
| 37  | Investments in own additional tier 1 instruments   |                |                 |   |
| 38  | Reciprocal crossholdings in additional tier 1 instruments  |                |                 |   |
| 38a | Qualifying interest where a controlling influence is exercised together with other owners (AT1 instruments)  |                |                 |   |
| 38b | Holdings in companies which are to be consolidated (additional tier1 instruments)  |                |                 |   |
| 39  | Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold) |                |                 |   |
| 40  | Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)   |                |                 |   |
| 41  | National specific regulatory adjustments   | (3,162)        | 3,162           | 6 |
| 42  | Regulatory adjustments applied to additional tier 1 due to insufficient tier 2 to cover deductions   |                |                 |   |
|     | <b>Tier 1 adjustments on impact of transitional arrangements</b>   | <b>(3,162)</b> | <b>3,162</b>    |   |
|     | <i>of which: prudential valuation adjustment</i>   |                |                 |   |
|     | <i>of which: own CET1 instruments</i>  |                |                 |   |
|     | <i>of which: goodwill net of tax, offset against hybrid capital</i>  | (3,162)        | 3,162           |   |
|     | <i>of which: intangible assets (net of related tax liabilities)</i>  |                |                 |   |
|     | <i>of which: gains from the calculation of cash flow hedges</i>  |                |                 |   |
|     | <i>of which: IRB shortfall of provisions to expected losses</i>  |                |                 |   |
|     | <i>of which: gains on sales related to securitization transactions</i>   |                |                 |   |
|     | <i>of which: gains/losses in connection with own credit risk</i>   |                |                 |   |
|     | <i>of which: investments</i>   |                |                 |   |
|     | <i>of which: expected loss amount for equity exposures under the PD/LGD approach</i>   |                |                 |   |
|     | <i>of which: mortgage servicing rights</i>   |                |                 |   |
| 42a | Excess of the adjustments which are allocated to the common equity tier 1 capital  |                |                 |   |
| 43  | <b>Total regulatory adjustments to additional tier 1 capital</b>   | <b>(3,162)</b> | <b>3,162</b>    |   |
| 44  | <b>Additional tier 1 capital (AT1)</b>   | <b>0</b>       | <b>0</b>        |   |
| 45  | <b>Tier 1 capital (T1 = CET1 + AT1)</b>  | <b>42,464</b>  | <b>(12,418)</b> |   |

**Table 36: Composition of capital — continued**

|     |  | Numbers<br>phase-in | Effect of the<br>transition<br>phase | References <sup>1</sup> |
|-----|--|---------------------|--------------------------------------|-------------------------|
| 46  | Directly issued qualifying tier 2 instruments plus related stock surplus   | 4                   | 10,943                               | 7                       |
| 47  | Directly issued capital instruments subject to phase-out from tier 2   |                     | (2,170)                              | 8                       |
| 48  | Tier 2 instruments (and CET1 and additional tier 1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group tier 2)   |                     |                                      |                         |
| 49  | <i>of which: instruments issued by subsidiaries subject to phase-out</i>   |                     |                                      |                         |
| 50  | Provisions   |                     |                                      |                         |
| 51  | <b>Tier 2 capital before regulatory adjustments</b>  | <b>13,113</b>       | <b>(2,170)</b>                       |                         |
| 52  | Investments in own tier 2 instruments  | (31)                | 11                                   |                         |
| 53  | Reciprocal cross holdings in tier 2 instruments  |                     |                                      |                         |
| 53a | Qualifying interest where a controlling influence is exercised together with other owners (tier 2 instruments)   |                     |                                      |                         |
| 53b | Investments to be consolidated (tier 2 instruments)  |                     |                                      |                         |
| 54  | Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold) |                     |                                      |                         |
| 55  | Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)  |                     |                                      |                         |
| 56  | National specific regulatory adjustments   |                     |                                      |                         |
| 56a | Excess of the adjustments which are allocated to the additional tier 1 capital   |                     |                                      |                         |
| 57  | <b>Total regulatory adjustments to tier 2 capital</b>  | <b>(31)</b>         | <b>11</b>                            |                         |
| 58  | <b>Tier 2 capital (T2)</b>   | <b>13,082</b>       | <b>(2,159)</b>                       |                         |
|     | <i>of which: high-trigger loss-absorbing capital</i>   | 954                 |                                      | 7                       |
|     | <i>of which: low-trigger loss-absorbing capital</i>  | 9,968               |                                      | 7                       |
| 59  | <b>Total capital (TC = T1 + T2)</b>  | <b>55,546</b>       | <b>(14,577)</b>                      |                         |
|     | Amount with risk-weight pursuant the transitional arrangement (phase-in)   |                     | (3,351)                              |                         |
|     | <i>of which: defined benefit plans</i>   |                     | (2,975)                              |                         |
|     | <i>of which: reversal of deferred tax assets arising from temporary differences (10% over threshold)</i>   |                     | (446)                                |                         |
|     | <i>of which: deferred tax assets on temporary differences for IAS19R</i>   |                     | 69                                   |                         |
| 60  | <b>Total risk-weighted assets</b>  | <b>222,648</b>      | <b>(3,351)</b>                       |                         |
|     | Capital ratios and buffers   |                     |                                      |                         |
| 61  | Common equity tier 1 (as a percentage of risk-weighted assets)   | 19.1                |                                      |                         |
| 62  | Tier 1 (Pos 45 as a percentage of risk-weighted assets)  | 19.1                |                                      |                         |
| 63  | Total capital (pos 59 as a percentage of risk-weighted assets)   | 24.9                |                                      |                         |
| 64  | Institution specific buffer requirement (minimum CET1 requirement plus capital conservation and countercyclical buffer requirements plus G-SIB buffer requirement, expressed as a percentage of risk-weighted assets)  | 8.6                 |                                      |                         |
| 65  | <i>of which: capital conservation buffer</i>   | 4.5                 |                                      |                         |
| 66  | <i>of which: bank-specific countercyclical buffer requirement</i>  | 0.1                 |                                      |                         |
| 67  | <i>of which: G-SIB buffer requirement</i>  |                     |                                      |                         |
| 68  | Common equity tier 1 available to meet buffers (as a percentage of risk-weighted assets)   | 19.1                |                                      |                         |
| 68a | Common equity tier 1 requirement including countercyclical buffer according to FINMA RS 11/2   | 8.6                 |                                      |                         |
| 68b | Available common equity tier 1 (in percentage of risk-weighted assets)   | 19.1                |                                      |                         |
| 68c | Tier 1 requirement including countercyclical buffer according to FINMA RS 11/2   | 8.6                 |                                      |                         |
| 68d | Available tier 1 (in percentage of risk-weighted assets)   | 19.1                |                                      |                         |
| 68e | Total capital requirement including countercyclical buffer according to FINMA RS 11/2  | 11.1                |                                      |                         |
| 68f | Available total capital (in percentage of risk-weighted assets)  | 24.9                |                                      |                         |
| 72  | Non significant investments in the capital of other financials   | 1,591               |                                      |                         |
| 73  | Significant investments in the common stock of financials  | 709                 |                                      |                         |



|    |  |       |
|----|--|-------|
| 74 | Mortgage servicing rights (net of related tax liability)   |       |
| 75 | Deferred tax assets arising from temporary differences (net of related tax liability)  | 3,183 |
|    | <b>Applicable caps on the inclusion of provisions in tier 2</b>  |       |
| 76 | Provisions eligible for inclusion in tier 2 in respect of exposures subject to standardised approach (prior to application of cap)           |       |
| 77 | Cap on inclusion of provisions in tier 2 under standardized approach   |       |
| 78 | Provisions eligible for inclusion in tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) |       |
| 79 | Cap for inclusion of provisions in tier 2 under internal ratings-based approach  |       |

- 1 References link respective lines of this table to the respective reference numbers provided in the column “References” in “Table 35: Reconciliation of accounting balance sheet to balance sheet under the regulatory scope of consolidation”.
- 2 The CHF 6,504 million (CHF 3,342 million and CHF 3,162 million) reported in line 8 includes DTL on goodwill of CHF 28 million. The CHF 414 million reported in line 9 includes DTL on intangibles of CHF 7 million.
- 3 The CHF 7,373 million (CHF 1,472 million and CHF 5,902 million) deferred tax assets recognized for tax loss carry-forwards reported in line 10 differ from the CHF 6,860 million deferred tax assets shown in the line “Deferred tax assets” in Table 35 because the latter figure is shown after the offset of deferred tax liabilities for cash flow hedge gains (CHF 487 million) and other temporary differences, which are adjusted out in line 11 and other lines of this table.
- 4 The CHF 10,943 million reported in line 46 includes the following positions: CHF 9,988 million low-trigger loss-absorbing tier 2 capital recognized (line “Debt issue” in table 35), which is shown net of CHF 20 million investments in own tier 2 instruments reported in line 52 of this table, CHF 519 million DCCP recognized in the line “Other liabilities” in table 35, CHF 434 million recognized in DCCP-related charge for regulatory capital purpose in line 26b “Other deductions”.

This Form 6-K is hereby incorporated by reference into (1) each of the registration statements of UBS AG on Form F-3 (Registration Number 333-178960) and Form S-8 (Registration Numbers 333-49210; 333-49212; 333-127183; 333-127184; 333-162798; 333-162799; 333-162800; 333-178539; 333-178540; 333-178541; and 333-178543) and into each prospectus outstanding under any of the foregoing registration statements, (2) the registration statement of UBS Group AG on Form F-4 (Registration Number 333-199011) and into each prospectus outstanding thereunder, (3) any outstanding offering circular or similar document issued or authorized by UBS AG that incorporates by reference any Form 6-K's of UBS AG that are incorporated into its registration statements filed with the SEC, and (4) the base prospectus of Corporate Asset Backed Corporation ("CABCO") dated June 23, 2004 (Registration Number 333-111572), the Form 8-K of CABCO filed and dated June 23, 2004 (SEC File Number 001-13444), and the Prospectus Supplements relating to the CABCO Series 2004-101 Trust dated May 10, 2004 and May 17, 2004 (Registration Number 033-91744 and 033-91744-05).

## SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

UBS AG

By: /s/ David Kelly  
Name: David Kelly  
Title: Managing Director

By: /s/ Sarah M. Starkweather  
Name: Sarah M. Starkweather  
Title: Executive Director

UBS Group AG

By: /s/ David Kelly  
Name: David Kelly  
Title: Managing Director

By: /s/ Sarah M. Starkweather  
Name: Sarah M. Starkweather  
Title: Executive Director

Date: October 31, 2014