

UBS AG, ACTING THROUGH ITS LONDON BRANCH

(Incorporated with limited liability in Switzerland)

NOTICE TO WARRANTHOLDERS

- To : (1) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG CHINA ENTERPRISES INDEX ISSUED BY UBS AG, ACTING THROUGH ITS LONDON BRANCH (HSCEI 13800 UB ECW150929);
- (2) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY UBS AG, ACTING THROUGH ITS LONDON BRANCH (HSI 28000 UB ECW150929);
- (3) ALL HOLDERS OF EUROPEAN STYLE INDEX CALL WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY UBS AG, ACTING THROUGH ITS LONDON BRANCH (HSI 29200 UB ECW150929); AND
- (4) ALL HOLDERS OF EUROPEAN STYLE INDEX PUT WARRANTS RELATING TO THE HANG SENG INDEX ISSUED BY UBS AG, ACTING THROUGH ITS LONDON BRANCH (HSI 22200 UB EPW150929).

Notice is hereby given by UBS AG ("**UBS AG**" or the "**Issuer**") acting through its London Branch in respect of:

- (a) the European Style Index Call Warrants relating to the Hang Seng China Enterprises Index (HSCEI 13800 UB ECW150929) (the "**HSCEI Call Warrants**");
- (b) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 28000 UB ECW150929) (the "**HSI 28000 Call Warrants**");
- (c) the European Style Index Call Warrants relating to the Hang Seng Index (HSI 29200 UB ECW150929) (the "**HSI 29200 Call Warrants**", together with the HSI 28000 Call Warrants, the "**HSI Call Warrants**"); and
- (d) the European Style Index Put Warrants relating to the Hang Seng Index (HSI 22200 UB EPW150929) (the "**HSI Put Warrants**"),

(together, the "**Warrants**") on the following:

Terms defined or construed in (i) the Supplemental Listing Document dated 13 March 2015 in relation to the HSI Put Warrants, (ii) the Supplemental Listing Documents dated 16 April 2015 in relation to the HSCEI Call Warrants and the HSI 28000 Call Warrants and (iii) the Supplemental Listing Document dated 14 May 2015 in relation to the HSI 29200 Call Warrants issued by UBS AG bear the same meaning and construction in this Notice.

EXPIRY OF WARRANTS

In accordance with the terms and conditions of each of the Warrants, the Warrants have expired today:

Warrant	Expiry Date	Strike Level	Conversion Ratio
HSCEI Call Warrants	29 September 2015	13,800	0.001
HSI 28000 Call Warrants	29 September 2015	28,000	0.001
HSI 29200 Call Warrants	29 September 2015	29,200	0.00033
HSI Put Warrants	29 September 2015	22,200	0.001

The Warrants are cash-settled warrants which entitle a Warrantholder to be paid a cash settlement amount (if positive) (the "**Cash Settlement Amount**") in accordance with the terms and conditions of each of the Warrants.

The Warrants may only be exercised on the Expiry Date or if the Expiry Date is not a Business Day, the immediately preceding Business Day, in a Board Lot or integral multiples thereof. Warrantholders shall not be required to deliver an exercise notice. Exercise of Warrants shall be determined by the Closing Level of the Hang Seng China Enterprises Index or the Hang Seng Index. In respect of the HSCEI Call Warrants, if the Closing Level of the Hang Seng China Enterprises Index is greater than the Strike Level and the Cash Settlement Amount (less any Exercise Expenses) is positive, all the HSCEI Call Warrants shall be deemed to have been automatically exercised at 5:00 p.m. (Singapore time) on the Expiry Date or if the Expiry Date is not a Business Day, the immediately preceding Business Day. In respect of the HSI Call Warrants, if the Closing Level of the Hang Seng Index is greater than the Strike Level and the Cash Settlement Amount (less any Exercise Expenses) is positive, all the HSI Call Warrants shall be deemed to have been automatically exercised at 5:00 p.m. (Singapore time) on the Expiry Date or if the Expiry Date is not a Business Day, the immediately preceding Business Day. In respect of the HSI Put Warrants, if the Strike Level is greater than the Closing Level of the Hang Seng Index and the Cash Settlement Amount (less any Exercise Expenses) is positive, all the HSI Put Warrants shall be deemed to have been automatically exercised at 5:00 p.m. (Singapore time) on the Expiry Date or if the Expiry Date is not a Business Day, the immediately preceding Business Day. The Cash Settlement Amount less the Exercise Expenses in respect of the Warrants shall be paid in the manner set out in the terms and conditions of the Warrants.

In respect of the HSCEI Call Warrants, in the event the Closing Level of the Hang Seng China Enterprises Index is less than or equal to the Strike Level and the Cash Settlement Amount (less any Exercise Expenses) is zero or negative, all the HSCEI Call Warrants shall be deemed to have expired at 5:00 p.m. (Singapore time) on the Expiry Date or if the Expiry Date is not a Business Day, the immediately preceding Business Day. In respect of the HSI Call Warrants, in the event the Closing Level of the Hang Seng Index is less than or equal to the Strike Level and the Cash Settlement Amount (less any Exercise Expenses) is zero or negative, all the HSI Call Warrants shall be deemed to have expired at 5:00 p.m. (Singapore time) on the Expiry Date or if the Expiry Date is not a Business Day, the immediately preceding Business Day. In respect of the HSI Put Warrants, in the event the Strike Level is less than or equal to the Closing Level of the Hang Seng Index and the Cash Settlement Amount (less any Exercise Expenses) is zero or negative, all the HSI Put Warrants shall be deemed to have expired at 5:00 p.m. (Singapore time) on the Expiry Date or if the Expiry Date is not a Business Day, the immediately preceding Business Day. Warrantholders shall not be entitled to receive any payment from the Issuer in respect of the Warrants.

As the Cash Settlement Amount (less any Exercise Expenses) for the HSI Put Warrants is positive, the HSI Put Warrants are deemed to have been automatically exercised at 5:00 p.m. (Singapore time) on 29 September 2015.

As the Cash Settlement Amounts (less any Exercise Expenses) for the HSCEI Call Warrants and HSI Call Warrants are zero, the HSCEI Call Warrants and HSI Call Warrants are deemed to have expired at 5:00 p.m. (Singapore time) on 29 September 2015 and Warrantholders shall not be entitled to receive any payment from the Issuer in respect of the HSCEI Call Warrants and HSI Call Warrants.

Accordingly, a holder of a Warrant is entitled to receive (less any Exercise Expenses):

Warrant	Cash Settlement Amount per Warrant ¹
HSCEI Call Warrants	S\$0
HSI 28000 Call Warrants	S\$0
HSI 29200 Call Warrants	S\$0
HSI Put Warrants	S\$0.31755100

which will be paid in the manner set out in the terms and conditions of each of the Warrants.

Issued by
UBS AG, ACTING THROUGH ITS LONDON BRANCH

29 September 2015

¹ Warrantholders will be paid the aggregate Cash Settlement Amount less any Exercise Expenses.