

6 January 2016

# News Release

## **UBS declares coupon payments on twenty-three ETRACS Exchange-traded Notes.**

<b>MLPI:</b>	linked to the Alerian MLP Infrastructure Index
<b>MLPL:</b>	linked to the Alerian MLP Infrastructure Index
<b>MLPG:</b>	linked to the Alerian Natural Gas MLP Index
<b>MLPW:</b>	linked to the Wells Fargo Master Limited Partnership Index
<b>BDCS:</b>	linked to the Wells Fargo Business Development Company Index
<b>BDCL:</b>	linked to the Wells Fargo Business Development Company Index
<b>MLPB:</b>	linked to the Alerian MLP Infrastructure Index, Series B
<b>BDCZ:</b>	linked to the Wells Fargo Business Development Company Index, Series B
<b>LBDC:</b>	linked to the Wells Fargo Business Development Company Index, Series B
<b>RWXL:</b>	linked to the Dow Jones Global ex-U.S. Select Real Estate Securities Index
<b>DVYL:</b>	linked to the Dow Jones U.S. Select Dividend Index
<b>SDYL:</b>	linked to the S&P High Yield Dividend Aristocrats Index
<b>MORL:</b>	linked to the Market Vectors Global Mortgage REITs Index
<b>DVHI:</b>	linked to the NYSE Diversified High Income Index
<b>DVHL:</b>	linked to the NYSE Diversified High Income Index
<b>CEFL:</b>	linked to the ISE High Income Index
<b>FMLP:</b>	linked to the Wells Fargo MLP Ex-Energy Index
<b>LMLP:</b>	linked to the Wells Fargo MLP Ex-Energy Index
<b>HDLV:</b>	linked to the Solactive US High Dividend Low Volatility Index
<b>SMHD:</b>	linked to the Solactive US Small Cap High Dividend Index
<b>LRET:</b>	linked to the MSCI US REIT Index
<b>MLPV:</b>	linked to the S&P MLP Index
<b>MRRL:</b>	linked to the Market Vectors Global Mortgage REITs Index, Series B

New York, 6 January 2016 – [UBS Investment Bank](#) today announced coupon payments for twenty-three [ETRACS](#) Exchange-traded Notes (the “ETNs”), all traded on the NYSE Arca.

NYSE Ticker	ETN Name and Prospectus/ Pricing Supplement*	Valuation Date	Ex-Date	Record Date	Payment Date	Coupon Amount	Payment Schedule	Current Yield (annualized)
MLPJ**	<a href="#">ETRACS Alerian MLP Infrastructure ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.4956	Quarterly	7.91%
MLPL**	<a href="#">ETRACS 2x Monthly Leveraged Long Alerian MLP Infrastructure ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.9479	Quarterly	18.61%
MLPG**	<a href="#">ETRACS Alerian Natural Gas MLP Index ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.4660	Quarterly	8.56%
MLPW**	<a href="#">ETRACS Wells Fargo MLP ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.4295	Quarterly	8.26%
BDCS**	<a href="#">ETRACS Wells Fargo Business Development Company ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.4566	Quarterly	9.06%
BDCL**	<a href="#">ETRACS 2x Leveraged Long Wells Fargo Business Development Company ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.7764	Quarterly	19.47%
MLPV**	<a href="#">ETRACS 2xMonthly Leveraged S&amp;P MLP Index ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.5072	Quarterly	20.29%
MLPB**	<a href="#">ETRACS Alerian MLP Infrastructure Index ETN Series B</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.4956	Quarterly	7.91%
BDCZ**	<a href="#">ETRACS Wells Fargo Business Development Company ETN Series B</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.4566	Quarterly	9.06%
LBDC**	<a href="#">ETRACS 2x Leveraged Long Wells Fargo Business Development Company ETN Series B</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.7764	Quarterly	19.47%
RWXL***	<a href="#">ETRACS Monthly Pay 2xLeveraged Dow Jones International Real Estate ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.1033	Monthly	3.94%
DVYL***	<a href="#">ETRACS Monthly Pay 2xLeveraged Dow Jones Select Dividend Index ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.4086	Monthly	8.12%
SDYL***	<a href="#">ETRACS Monthly Pay 2xLeveraged S&amp;P Dividend ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.2491	Monthly	5.82%
MORL***	<a href="#">ETRACS Monthly Pay 2xLeveraged Mortgage REIT ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.7196	Monthly	26.98%
DVHI***	<a href="#">ETRACS Diversified High Income ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.1965	Monthly	7.91%
DVHL***	<a href="#">ETRACS Monthly Pay 2xLeveraged Diversified High Income ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.3536	Monthly	18.20%
CEFL***	<a href="#">ETRACS Monthly Pay 2xLeveraged Closed-End Fund ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.3528	Monthly	22.71%
FMLP***	<a href="#">ETRACS Wells Fargo® MLP Ex-Energy ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.0024	Monthly	6.08%
LMLP***	<a href="#">ETRACS Monthly Pay 2xLeveraged Wells Fargo MLP Ex-Energy ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.0226	Monthly	15.53%

NYSE Ticker	ETN Name and Prospectus/ Pricing Supplement*	Valuation Date	Ex-Date	Record Date	Payment Date	Coupon Amount	Payment Schedule	Current Yield (annualized)
HDLV***	<a href="#">ETRACS 2xLeveraged US High Dividend Low Volatility ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.2501	Monthly	10.56%
SMHD***	<a href="#">ETRACS Monthly Pay 2xLeveraged US Small Cap High Dividend ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.4360	Monthly	20.65%
LRET***	<a href="#">ETRACS Monthly Pay 2xLeveraged MSCI US REIT Index ETN</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.2968	Monthly	8.70%
MRRL***	<a href="#">ETRACS Monthly Pay 2xLeveraged Mortgage REIT ETN Series B</a>	12/30/15	1/11/16	1/13/16	1/22/16	\$0.7196	Monthly	26.98%

\* The table above provides a hyperlink to the relevant prospectus and supplements thereto for each of our ETRACS ETNs, which are identified by their names. For more information on each ETRACS ETN, see "[List of ETNs](#)".

\*\* "Current Yield (annualized)" equals the current Coupon Amount, multiplied by four (to annualize such coupon), divided by the closing Current Indicative Value of the ETN on its current Coupon Valuation Date rounded to two decimal places for ease of analysis. The Current Yield is not indicative of future coupon payments, if any, on the ETN. You are not guaranteed any coupon or distribution amount under the ETN.

\*\*\* "Current Yield (annualized)" equals the current Coupon Amount and the two immediately preceding Coupon Amounts, multiplied by four (to annualize such coupons), divided by the closing Current Indicative Value of the ETN on its current Coupon Valuation Date rounded to two decimal places for ease of analysis. The Current Yield is not indicative of future coupon payments, if any, on the ETN. You are not guaranteed any coupon or distribution amount under the ETN.

Note: RWXL, DVYL, SDYL, MORL, DVHL, CEFL, LMLP, HDLV, SMHD, LRET, and MRRL pay a variable monthly coupon linked to 2 times the cash distributions, if any, on the respective underlying index constituents, less withholding taxes, if any. DVHI and FMLP pay a variable monthly coupon linked to the cash distributions, if any, on the underlying index constituents, less withholding taxes, if any. Variations in the amount of monthly distributions will lead to large variations in the Current Yield as calculated above. As such, the Current Yield for each is not indicative of future coupon payments, if any, on these ETNs.

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ETRACS ETNs are senior unsecured notes issued by UBS AG, are traded on NYSE Arca, and can be bought and sold through a broker or financial advisor. **An investment in ETRACS ETNs is subject to a number of risks, including the risk of loss of some or all of the investor's principal, and is subject to the creditworthiness of UBS AG. Investors are not guaranteed any coupon or distribution amount under the ETNs. We urge you to read the more detailed explanation of risks described under "Risk Factors" in the applicable prospectus supplement, or product supplement and pricing supplement, as applicable, for the ETRACS ETN.**

UBS AG has filed a registration statement (including a prospectus and supplements thereto) with the Securities and Exchange Commission, or SEC, for the offerings of securities to which this communication relates. Before you invest, you should read the applicable prospectus, pricing or product supplement, dated as of various dates, and the prospectus dated June 12, 2015 to understand fully the terms of the securities and other considerations that are important in making a decision about investing in the ETRACS. The applicable offering document for each ETRACS may be obtained by clicking on the ticker symbol of each ETRACS identified above. You may also get these documents without cost by visiting EDGAR on the SEC website at [www.sec.gov](http://www.sec.gov). The securities related to the offerings are not deposit liabilities and are not insured or guaranteed by the Federal Deposit Insurance Corporation or any other governmental agency of the United States, Switzerland or any other jurisdiction.

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