

ETRACS 2x Leveraged IFED Invest with the Fed TR Index ETN

Profile

CUSIP	90278V750
Primary exchange	NYSE Arca
Initial Trade Date	9/14/2021
Maturity Date	9/15/2061
Leverage	2.00x
Annual Tracking Fee Rate	0.95%, accrued on a daily basis
Annual Financing Fee Rate	SOFR + 1.55%
Underlying Index	IFED Large-Cap US TR Equity Index
Underlying Index Ticker	IFEDLT
FEDL Prospectus Supplement	FEDL Prospectus Supplement

See 'Key Considerations' for more information.



About the ETN

The ETRACS 2x Leveraged IFED Invest with the Fed TR Index ETN is designed to provide 2 times leveraged long exposure to the compounded quarterly performance of the IFED Large-Cap US Equity Index Total Return, less financing costs and tracking fees. The Underlying Index tracks large-cap U.S. equities that are determined by the Index Sponsor to be best positioned to benefit from the prevailing monetary environment.

Exchange-traded Notes are senior, unsecured, unsubordinated debt securities that provide investors with exposure to the total returns of various market indices, including those linked to stocks, bonds, commodities and/or currencies, less investor fees. ETRACS offers innovative investment products with easy access to markets and strategies that may not be readily available in the existing marketplace.

About the Index

The IFED Large-Cap US Equity Index Total Return is a composite of large-cap U.S. equities that is designed to maximize exposure to those equities best positioned to benefit from the prevailing monetary environment. The Underlying Index uses a combination of Federal Reserve Board (the "Federal Reserve") policy developments and twelve firm-specific metrics to select and weight stocks via a transparent and rules-based active strategy. The Underlying Index sponsor has developed empirical research that presents support for the view that, if measured properly, there is a significant and consistent association between the Federal Reserve monetary policy shifts and subsequent return on equities and other securities.

The Underlying Index was first disseminated publicly on June 8, 2020 and has no live history prior to that date.

ETN Performance

Market Data (as of 5/22/2022)

52-Week High ^[1]	\$ 40.40	ETN Outstanding	1,000,000
52-Week Low ^[1]	\$ 23.92	Current Market Cap	\$ 26,102,500
Current Daily Volume	208	Volume 25-Day Average	160

— ETRACS 2x Leveraged IFED Invest with the Fed TR Index ETN



The above graph illustrates the historical indicative values of the ETN during the period selected. The indicative value is the approximate intrinsic economic value of the ETN as of a particular time and date. The actual trading price of the ETN may be different from its indicative value. The secondary market trading price of the ETNs may be at, above, or below the indicative value of the ETN. Historical performance of the ETN is not an indication of future performance of the ETN. Future performance of the ETN may differ significantly from its historical performance, either positively or negatively.

Historical Returns (as of 5/22/2022)

Name	1 Month	3 Months	6 Months	1 Year
ETRACS 2x Leveraged IFED Invest with the Fed TR Index ETN ^[2]	-17.08%	-14.44%	-11.52%	--
ETN Market Price Return ^[3]	-17.08%	-14.44%	-11.52%	--
IFED Large-Cap US TR Equity Index ^[4]	-10.64%	-7.81%	-2.46%	4.56%

Source: UBS Investment Bank, publicly available data.

Historical information presented is furnished as a matter of information only. Historical performance of the Underlying Index is not an indication of future performance. Future performance of the Underlying Index may differ significantly from historical performance, either positively or negatively.

[1] 52-Week High and 52-Week Low are based on market closing prices.

[2] Historical Returns for the ETN are calculated on the basis of closing indicative values.

[3] Historical Returns for the ETN Market Price are calculated based on the market closing price.

[4] Index Historical Returns are calculated based on closing index levels.

The ETRACS ETNs are subject to investor fees. As a result, the return on the ETNs will always be lower than the total return on a direct investment in the Underlying Index or the Underlying Index constituents.

Index Performance

Index Historical Returns (as of 5/22/2022)

Name	1 Month	3 Months	6 Months	1 Year	3 Year
IFED Large-Cap US TR Equity Index	-10.64%	-7.81%	-2.46%	4.56%	--

— IFED Large -Cap US TR Equity Index



Source: UBS Investment Bank, publicly available data.

Historical information presented is furnished as a matter of information only. Historical performance of the Index is not an indication of future performance. Future performance of the Index may differ significantly from historical performance, either positively or negatively.

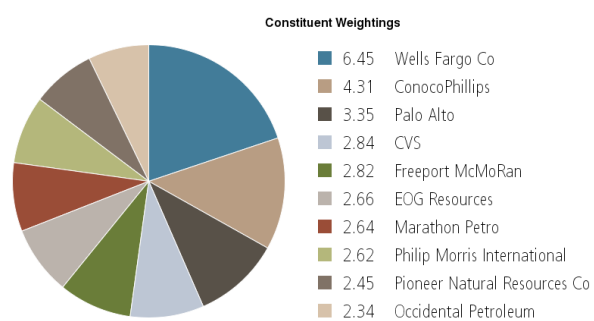
Index Historical Returns are calculated on the basis of closing index levels.

Constituent Weightings

Name	Ticker Symbol	% Weight	Name	Ticker Symbol	% Weight
Wells Fargo Co	WFC	6.45	Devon Energy	DVN	2.21
ConocoPhillips	COP	4.31	Oracle Corp	ORCL	2.15
Palo Alto	PANW	3.35	eBay	EBAY	2.13
CVS	CVS	2.84	Citigroup	C	2.09
Freeport McMoRan	FCX	2.82	Expedia Group Inc	EXPE	2.06
EOG Resources	EOG	2.66	Nucor Corp	NUE	2.04
Marathon Petro	MPC	2.64	Target	TGT	1.83
Philip Morris International	PM	2.62	Valero Energy	VLO	1.83
Pioneer Natural Resources Co	PXD	2.45	Goldman Sachs	GS	1.83
Occidental Petroleum	OXY	2.34	Kroger	KR	1.67

Name	Ticker Symbol	% Weight
Fortinet	FTNT	1.62
Blackstone Group LP	BX	1.56
Hewlett-Packard	HPQ	1.54
Amer Intl Group	AIG	1.46
Applied Materials	AMAT	1.45
Bank of New York Mellon	BK	1.45
Diamondback Energy Inc.	FANG	1.44
Anthem Inc.	ANTM	1.35
Ulta Beauty Inc	ULTA	1.29
Citizens Financial Group Inc	CFG	1.29
Lyondellbasell Industries NV	LYB	1.21
Arista Networks Inc	ANET	1.12
Mckesson Corp	MCK	1.12
Fifth Third Bancorp	FITB	1.11
Prudential Financial Inc	PRU	1.11
Signature Bank	SBNY	1.11
Hess Corporation	HES	1.08
Mosaic	MOS	1.06
Alphabet Inc. A	GOOGL	1.06
KeyCorp	KEY	1.04
Regions Financial Corporation	RF	1.03
Western Digital Corp	WDC	1.01
Archer Daniels Midland	ADM	1.01
KKR & Co. Inc.	KKR	0.97
Booking Holdings Inc	BKNG	0.96
Hewlett Packard Enterprise Co	HPE	0.94
Eli Lilly	LLY	0.94
CARDINAL HEALTH INC	CAH	0.93
Apollo Global Management Inc	APO	0.91
Baker Hughes, a GE	BKR	0.82
Enphase Energy INC	ENPH	0.80
Gartner Inc	IT	0.80

Name	Ticker Symbol	% Weight
Tyson Foods	TSN	0.79
Williams-Sonoma Inc	WSM	0.76
Omnicom Group Inc	OMC	0.76
Hartford Fin Serv	HIG	0.75
NetApp	NTAP	0.70
Chevron	CVX	0.67
Waters Corp	WAT	0.65
Builders FirstSource Inc	BLDR	0.63
Avis Budget Group Inc	CAR	0.63
Interpublic Group of Companies Inc	IPG	0.62
Nortonlifelock Inc	NLOK	0.60
Expditors International of Washington Inc	EXPD	0.57
INCYTE CORPORATION	INCY	0.57
Kla-Tencor	KLAC	0.54
Carlyle Group Inc	CG	0.52
Ross Stores Inc	ROST	0.44
LKQ Corp.	LKQ	0.44
F5 Networks	FFIV	0.43



Key Considerations

Selected Risk Considerations

An investment in the ETRACS ETNs involves risks. Selected risks are summarized here, but we urge you to read the more detailed explanation of risks described in the "Risk Factors" section of the prospectus supplement for the ETRACS ETNs (the "ETRACS Prospectus"). Capitalized terms used below but not defined herein shall have the meanings attributed to them in the ETRACS Prospectus.

You may lose all or a substantial portion of your investment— The ETNs do not guarantee any return on your initial investment. The ETNs are fully exposed to 2 times any quarterly decline in the level of the Index. If the compounded leveraged quarterly return of the Index is insufficient to offset the negative effect of the Accrued Fees and, if applicable, the Redemption Fee Amount, or if the compounded leveraged quarterly return of the Index is negative, you may lose all or a substantial portion of your investment at maturity or upon early redemption or call. If a Permanent Deleveraging Event occurs, the leverage of the ETNs will be permanently reset to 1.0 for the remaining term of the ETNs.

Correlation and compounding risk— A number of factors may affect the ETN's ability to achieve a high degree of correlation with the performance of the Index, and there can be no guarantee that the ETNs will achieve a high degree of correlation. Because the Current Principal Amount is reset quarterly, you will be exposed to compounding of quarterly returns. As a result, the performance of the ETNs for periods greater than one quarter is likely to be either greater than or less than the Index performance times the leverage factor of 2.0, before accounting for Accrued Fees, and the Redemption Fee Amount, if applicable. In particular, significant adverse quarterly performances of your ETNs may not be offset by subsequent beneficial quarterly performances of equal magnitude. The occurrence of Loss Rebalancing Events will result in more frequent than quarterly compounding.

Leverage risk— The ETNs are 2 times leveraged long with respect to the Index, which means that you will benefit from 2 times any positive, but will be exposed to 2 times any negative, quarterly performance of the Index, before the combined negative effect of the Accrued Fees and Redemption Fee Amount, if any. However, the leverage of the ETNs may be greater or less than 2.0 during the periods between Reset Valuation Dates and if a Permanent Deleveraging Event occurs, the leverage of the ETNs will be permanently reset to 1.0 for the remaining term of the ETNs.

Permanent Deleveraging Event— A Permanent Deleveraging Event will have the effect of permanently resetting the leverage of the ETNs to 1.0 for the remaining term of the ETNs. Following the occurrence of a Permanent Deleveraging Event, your ETNs will not receive the benefit from, or be exposed to, leveraged compounding quarterly returns with respect to the performance of the Index. This means that a constant percentage increase in the Index Closing Level will have less of a positive effect on the value of your ETNs than it would have otherwise had prior to the occurrence of a Permanent Deleveraging Event. Similarly, a constant percentage decrease in the Index Closing Level will have less of a negative effect on the value of your ETNs than it would have otherwise had prior to the occurrence of the Permanent Deleveraging Event.

Zero Value Event— A Zero Value Event will have the effect of permanently resetting the value of your ETNs to zero and accelerating the ETNs. You will lose your entire investment and you will not benefit from any future exposure to the Index after the occurrence of a Zero Value Event.

Market risk— The return on the ETNs, which may be positive or negative, is linked to the compounded leveraged quarterly return on the Index. The return on the Index is measured by the Index Closing Level, which, in turn, is affected by a variety of market and economic factors, interest rates in the markets and economic, financial, political, regulatory, judicial or other events (including domestic or global health events, such as the recent coronavirus (COVID-19)) that affect the markets generally.

Credit of issuer— The ETNs are senior unsecured debt obligations of the issuer, UBS, and are not, either directly or indirectly, an obligation of or guaranteed by any third party. Any payment to be made on the ETNs, depends on the ability of UBS to satisfy its obligations as they come due. As a result, the actual and perceived creditworthiness of UBS will affect the market value, if any, of the ETNs prior to maturity, early redemption or call. In addition, in the event UBS were to default on its obligations, you may not receive any amounts owed to you under the terms of the ETNs. The ETNs do not benefit from any co-obligation of UBS Switzerland AG.



We have potential conflicts— We and our affiliates play a variety of roles in connection with the issuance of the ETNs, including acting as Security Calculation Agent. As determinations by the Security Calculation Agent may adversely affect the market value of the ETNs, the Security Calculation Agent may have a conflict of interest if it needs to make any such determination.

There may not be an active trading market for the ETNs— Although the ETNs are listed on NYSE Arca, there may not be an active trading market for the ETNs. Certain affiliates of UBS may engage in limited purchase and resale transactions in the ETNs, although they are not required to and may stop at any time. We are not required to maintain any listing of the ETNs on NYSE Arca or any other exchange. In addition, we are not obliged to, and may not sell the full aggregate stated principal amount of the ETNs set forth on the cover of the ETRACS prospectus. We may issue and sell additional ETNs from time to time and we may suspend, slow or cease sales of the ETNs at any time, at our discretion. Therefore, the liquidity of the ETNs may be limited.

Conditions to early redemption— You must satisfy the requirements described in the ETRACS Prospectus for your redemption request to be considered, including the minimum redemption amount of at least 50,000 ETNs, unless we determine otherwise or your broker or other financial intermediary bundles your ETNs with those of other investors to reach this minimum requirement for redemption. In addition, the payment you receive upon early redemption will be reduced by the Redemption Fee Amount. While UBS reserves the right to waive the minimum redemption amount or the Redemption Fee Amount from time to time in its sole discretion, there can be no assurance that we will choose to waive any redemption requirements or fees or that any holder of the ETNs will benefit from our election to do so.

Your redemption election is irrevocable— You will not know the Redemption Amount at the time you elect to request to redeem your ETNs and you will not be able to rescind your election to redeem your ETNs after we receive your redemption notice. Accordingly, you will be exposed to market risk in the event market conditions change after we receive your offer and the Redemption Amount is determined on the Redemption Valuation Date.

Uncertain tax treatment— Significant aspects of the tax treatment of the ETNs are uncertain. You should consult your own tax advisor about your own tax situation.

UBS's Call Right— We may elect to redeem all issued and outstanding ETNs at any time. If we exercise our Call Right, the Call Settlement Amount may be less than the payment you would have otherwise been entitled to at maturity. In addition, you may have to invest your proceeds in a lower-return investment.

Disclosures and Important Information

This material is issued by UBS AG and/or an affiliate thereof ("UBS"). Products and services mentioned in this material may not be available for residents of certain jurisdictions. Past performance is not necessarily indicative of future results. Please consult the restrictions relating to the product or service in question for further information. Activities with respect to US securities are conducted through UBS Securities LLC, a US broker/dealer. Member of SIPC (<http://www.sipc.org>).

ETRACS ETNs are sold only in conjunction with the relevant offering materials. UBS AG has filed a registration statement (including a prospectus and supplements thereto) with the Securities and Exchange Commission (the "SEC") for the offering to which this communication relates. Before you invest, you should read the prospectus, along with the applicable prospectus supplement and any other documents that UBS has filed with the SEC to understand fully the terms of the ETNs, other considerations that are important in making a decision about investing in the ETNs and for more complete information about UBS and the offering to which this communication relates. You may get these documents for free by visiting EDGAR on the SEC website at www.sec.gov. Alternatively, you can request the prospectus, along with the applicable prospectus supplement, by calling toll-free (+1-877-387 2275). The prospectus supplement for the ETNs may also be obtained by clicking where indicated in the "Profile" section above or by clicking the following hyperlink <http://etracs.ubs.com/docs/ussymbol/FEDL/prospectus-supplement>.

In the US, securities underwriting, trading and brokerage activities and M&A advisor activities are provided by UBS Securities LLC, a registered broker/dealer that is a wholly owned subsidiary of UBS AG, a member of the New York Stock Exchange and other principal exchanges, and a member of SIPC. UBS Financial Services Inc. is a registered broker/dealer and affiliate of UBS Securities LLC.



An investment in the 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 should read the more detailed explanation of risks described under "Risk Factors" in the relevant prospectus supplement for the ETNs.

Economic Index Associates, LLC ("EIA") outsources the end-of-day and real-time calculation of its IFED™ indexes that serve as the basis for investment products. Third party index calculators that publish and distribute EIA indexes strive to the best of their ability to ensure the correctness of the calculations. There is no obligation for EIA-irrespective of possible obligations to issuers-to advise third parties, including investors and/or financial intermediaries, of any errors in any of the indexes that are calculated on a real-time basis. The publication and distribution of any IFED™ indexes that are calculated on a real-time basis and that serve as the basis for products licensed by EIA are not intended as a recommendation for capital investment and does not contain any assurance or opinion of EIA regarding a possible investment in a financial instrument based on an Index.

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Contact us

ETRACS Investor Service Center: +1-877-387-2275

Hours available: Monday to Friday 8:00 a.m. - 5:00 p.m. EST

Email: etracs@ubs.com

Website: www.etracs.com

¹ Individual investors should instruct their broker / advisor / custodian to call or email us or should call together with their broker / advisor / custodian.