

October 25, 2019

# News Release

## UBS launches five new ETRACS ETNs

October 25, 2019 – UBS Investment Bank today announced that five new ETRACS Series B ETNs will begin trading on NYSE Arca®.

ETN Ticker	ETN Name	ETN CUSIP	Underlying Index Bloomberg Ticker
BDCY	<a href="#">ETRACS 2x Monthly Leveraged Wells Fargo Diversified Business Development Company Index ETN Series B</a>	90269A112	WFDBDCPX
LMLB	<a href="#">ETRACS Monthly Pay 2xLeveraged Wells Fargo MLP Ex-Energy ETN Series B</a>	90269A476	MLPXEPX
HDLB	<a href="#">ETRACS Monthly Pay 2xLeveraged US High Dividend Low Volatility ETN Series B</a>	90269A484	SOLHDLV
DJCB	<a href="#">ETRACS Bloomberg Commodity Index Total Return ETN Series B</a>	90269A450	BCOMTR
CEFZ	<a href="#">ETRACS Monthly Pay 2xLeveraged Closed-End Fund ETN Series B</a>	90269A468	YLDA

**BDCY** is linked to the monthly compounded 2x leveraged performance of the Wells Fargo Diversified Business Development Company Index.

**LMLB** is linked to the monthly compounded 2x leveraged performance of the Wells Fargo Master Limited Partnership Ex-Energy Index.

**HDLB** is linked to the monthly compounded 2x leveraged performance of the Solactive US High Dividend Low Volatility Index.

**DJCB** is linked to the performance of the Bloomberg Commodity Index Total Return.

**CEFZ** is linked to the monthly compounded 2x leveraged performance of the ISE High Income Index.

### About the Wells Fargo Diversified Business Development Company Index

The Wells Fargo Diversified Business Development Company Index is a float and dividend-adjusted, capitalization-weighted Index that is intended to measure the performance of Business Development Companies (“BDC”) that are listed on the New York Stock Exchange, NYSE MKT or NASDAQ and that satisfy specified market capitalization and other eligibility requirements. To qualify as a BDC, the company must be registered with the Securities and Exchange Commission and have elected to be regulated as a BDC under the Investment Company Act of 1940. **The Index was created in February 2019 and has no performance history prior to that date.**

**About the Wells Fargo® Master Limited Partnership Ex-Energy Index**

The Wells Fargo® Master Limited Partnership Ex-Energy Index is intended to measure the performance of all non-energy master limited partnerships (“MLPs”) listed on the New York Stock Exchange, NYSE MKT or NASDAQ that satisfy market capitalization and other eligibility requirements. The Index is a modified market capitalization-weighted index of master limited partnerships that do not have an energy focus and that have a market capitalization of at least \$100 million at the time of inclusion. The capitalization weighting methodology is referred to as modified because it includes a 10% weighting limit under which the MLP classes of a particular issuer may not exceed 10% of the total capitalization of the Index. **The Index was created on April 1, 2014, and has no performance history prior to that date.**

**About the Solactive US High Dividend Low Volatility Index**

The Solactive US High Dividend Low Volatility Index is calculated and distributed by Solactive AG and is intended to track the price movements of stocks which are publicly traded on US stock exchanges and fulfill certain minimum requirements in terms of liquidity and market capitalization. From this universe, the stocks with high Forward Looking Distribution Yield and low 12-Month Trailing Realized Volatility are selected (each of the preceding capitalized terms as defined in the applicable pricing supplement). **The Index was launched on September 18, 2014 and has no performance history prior to that date.**

**About the Bloomberg Commodity Index TR**

The Bloomberg Commodity Index TR is designed to provide diversified commodity exposure with weightings based on each underlying commodity’s liquidity and economic significance. The Index measures the collateralized returns from a basket of 23 commodity futures contracts representing the energy, precious metals, industrial metals, grains, softs and livestock sectors. In addition, the Index is rebalanced once a year to ensure that no commodity sector may constitute more than 33% of the Index as of the date of such rebalancing. **The Index was created in July 1998 and has no performance history prior to that date.**

**About the ISE High Income Index™**

The ISE High Income™ Index measures the performance of 30 U.S. closed-end funds, as selected and ranked by the Index sponsor in accordance with the Index methodology. To be eligible for inclusion in the Index, a fund must be domiciled in the U.S., be listed on a U.S. securities exchange and satisfy minimum market capitalization and liquidity requirements. Each eligible fund is ranked in descending order in accordance with a multivariate ranking scheme based on three factors: yield; share price discount from net asset value; and trading liquidity, with the 30 highest-ranking funds included in the Index. The Index constituent weights are determined by a modified linear weighting methodology that results in higher-ranked funds receiving a greater Index weighting than lower-ranked funds. The Index is rebalanced yearly to ensure that Index constituents do not exceed Index target weightings. The Index is a price return index (i.e., the reinvestment of dividends is not reflected in the Index; rather, any cash distributions on the Index constituents are reflected in the variable monthly coupon that may be paid to investors of CEFZ). **The Index was created on April 11, 2013 and has no performance history prior to that date.**

For more information on the ETNs:

[BDCY Prospectus Supplement](#)

[LMLB Prospectus Supplement](#)

[HDLB Prospectus Supplement](#)

[DJCB Prospectus Supplement](#)

[CEFZ Pricing Supplement](#)

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**About ETRACS**

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, 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 prospectus, along with the applicable prospectus, pricing or product supplement 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 the ETRACS ETN may be obtained by clicking where indicated above. You may also get these documents without cost by visiting EDGAR on the SEC website at [www.sec.gov](http://www.sec.gov). Alternatively, you can request the applicable prospectus supplement, or product supplement and pricing supplement, by calling toll-free (+1-877-387 2275). 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.

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.

**About UBS**

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UBS is present in all major financial centers worldwide. It has offices in 50 countries, with about 31% of its employees working in the Americas, 32% in Switzerland, 19% in the rest of Europe, the Middle East and Africa and 18% in Asia Pacific. UBS Group AG employs over 67,000 people around the world. Its shares are listed on the SIX Swiss Exchange and the New York Stock Exchange (NYSE).

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ETRACS ETNs are sold only in conjunction with the relevant offering materials. UBS has filed a registration statement (including a prospectus, as supplemented by the applicable prospectus supplement, or product supplement and pricing supplement, for the offering of the ETRACS ETNs) with the Securities and Exchange Commission (the "SEC") for the offering to which this communication relates. Before you invest, you should read these documents and any other documents that UBS has filed with the SEC 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](http://www.sec.gov).

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