

December 6, 2018

News Release

UBS declares coupon payments on 12 monthly pay ETRACS Exchange Traded Notes

- DVYL:** linked to the Dow Jones U.S. Select Dividend Index
SDYL: linked to the S&P High Yield Dividend Aristocrats Index
MORL: linked to the Market Vectors Global Mortgage REITs Index
DVHL: linked to the NYSE Diversified High Income Index
CEFL: linked to the ISE High Income Index
LMLP: linked to the Wells Fargo MLP Ex-Energy Index
HDLV: linked to the Solactive US High Dividend Low Volatility Index
SMHB: linked to the Solactive US Small Cap High Dividend Index
SMHD: linked to the Solactive US Small Cap High Dividend Index
LRET: linked to the MSCI US REIT Index
MRRL: linked to the Market Vectors Global Mortgage REITs Index
PFFL: linked to the Solactive Preferred Stock ETF Index.

New York, December 6, 2018 – UBS Investment Bank today announced coupon payments for 12 [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)
DVYL	ETRACS Monthly Pay 2xLeveraged Dow Jones Select Dividend Index ETN	11/30/18	12/13/18	12/14/18	12/24/18	\$0.7015	Monthly	8.30%**
SDYL	ETRACS Monthly Pay 2xLeveraged S&P Dividend ETN	11/30/18	12/13/18	12/14/18	12/24/18	\$0.4643	Monthly	5.66%**
MORL	ETRACS Monthly Pay 2xLeveraged Mortgage REIT ETN	11/30/18	12/13/18	12/14/18	12/24/18	\$0.0660	Monthly	20.56%**
DVHL	ETRACS Monthly Pay 2xLeveraged Diversified High Income ETN	11/30/18	12/13/18	12/14/18	12/24/18	\$0.2016	Monthly	14.15%**
CEFL	ETRACS Monthly Pay 2xLeveraged Closed-End Fund ETN	11/30/18	12/13/18	12/14/18	12/24/18	\$0.2185	Monthly	18.05%**
LMLP	ETRACS 2xLeveraged Wells Fargo MLP Ex-Energy ETN	11/30/18	12/13/18	12/14/18	12/24/18	\$0.3962	Monthly	14.89%**

NYSE Ticker	ETN Name and Prospectus/ Pricing Supplement*	Valuation Date	Ex-Date	Record Date	Payment Date	Coupon Amount	Payment Schedule	Current Yield (annualized)
HDLV	ETRACS Monthly Pay 2xLeveraged US High Dividend Low Volatility ETN	11/30/18	12/13/18	12/14/18	12/24/18	\$0.2382	Monthly	9.51%**
SMHB	ETRACS Monthly Pay 2xLeveraged US Small Cap High Dividend ETN Series B	11/30/18	12/13/18	12/14/18	12/24/18	\$0.1696	Monthly	8.51%***
SMHD	ETRACS Monthly Pay 2xLeveraged US Small Cap High Dividend ETN	11/30/18	12/13/18	12/14/18	12/24/18	\$0.1459	Monthly	20.39%**
LRET	ETRACS Monthly Pay 2xLeveraged MSCI US REIT Index ETN	11/30/18	12/13/18	12/14/18	12/24/18	\$0.1383	Monthly	8.41%**
MRRL	ETRACS Monthly Pay 2xLeveraged Mortgage REIT ETN Series B	11/30/18	12/13/18	12/14/18	12/24/18	\$0.0660	Monthly	20.56%**
PFFL	ETRACS Monthly Pay 2x Leveraged Preferred Stock ETN	11/30/18	12/13/18	12/14/18	12/24/18	\$0.2168	Monthly	7.81%**

* 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](#)".

** Due to the monthly coupon payment schedule of these ETNs, "Current Yield (annualized)" equals the sum of the most recently announced 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.

*** "Current Yield (annualized)" equals the current Coupon Amount multiplied by twelve (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.

Note: The ETNs listed in the table pay a variable monthly coupon linked to the cash distributions, if any, on the respective 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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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, 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 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 each ETRACS may be obtained by clicking on the name of each ETRACS identified above. You may also get these documents without cost by visiting EDGAR on the SEC website at 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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