

# KeyInvest Return Monitor

Systematically **selected** UBS Barrier Reverse Convertibles



The Return Monitor provides an overview of UBS Barrier Reverse Convertibles (BRCs) offering attractive potential returns. All selected BRCs are listed on the SIX Structured Products Exchange and tradeable on each trading day under normal market conditions. In focus are products that have at least three months left until maturity and an intact barrier. The three categories examined are: Attractive sideways return, high barrier distance and underlyings with a Buy Rating by UBS Research. Further information can be found on: [ubs.com/renditemonitor](http://ubs.com/renditemonitor)

## Attractive sideways return

Coupon p.a.	Underlying	Ask	Currency	Expiry	Valor	Barrier distance (worst performer)	Sideways return p.a.
15.00%	Apple / Facebook / Snap	86.92	CHF	21.06.18 *	36898505	26.2%	33.7%
10.00%	Halliburton / Schlumberger / Transocean	87.08	CHF	25.05.18	36524651	24.1%	29.3%
10.00%	Hang Seng China Enterprises Index / Russian Depository Inde	98.34	USD	09.03.20 *	35866117	50.3%	22.8%
9.25%	Aryzta / Clariant / Roche	89.35	CHF	08.06.18 *	32537589	18.5%	21.0%

## High barrier distance

Coupon p.a.	Underlying	Ask	Currency	Expiry	Valor	Barrier distance (worst performer)	Sideways return p.a.
9.00%	Deutsche Bank	99.26	EUR	05.07.19 *	37027707	47.7%	9.0%
10.00%	Hang Seng China Enterprises Index / Russian Depository Inde	101.01	USD	24.03.20 *	36031463	47.0%	9.9%
8.00%	Facebook / Netflix / Twitter Inc.	97.32	USD	17.05.18	36485996	46.5%	11.5%
6.25%	Barclays / Credit Suisse / Deutsche Bank	95.79	CHF	29.10.18	36260339	44.5%	9.7%
8.50%	Apple / Ford / Goldman Sachs / Merck & Co.	100.32	USD	28.06.18	36898980	40.0%	8.1%

## UBS Research: Underlyings with Buy Rating

Coupon p.a.	Underlying	Ask	Currency	Expiry	Valor	Barrier distance (worst performer)	Sideways return p.a.
9.50%	Halliburton / Royal Dutch Shell / Schlumberger	95.5	USD	19.04.18	36097880	22.9%	16.2%
9.50%	Volkswagen	98.55	EUR	22.02.18 *	35503609	20.0%	12.3%
11.50%	Apple / Facebook / Microsoft / Netflix	99.5	USD	19.07.18 *	37287423	40.3%	12.1%
6.00%	Daimler / Porsche / Renault	97.1	EUR	03.05.18 *	36389482	32.7%	10.0%
10.00%	Glencore / Rio Tinto	102.00	CHF	15.02.18 *	35475555	39.5%	6.1%

Products with a \* are Auto-Callable: If the underlying prices on any observation date are at or above a certain level, the product can be early redeemed. If the underlying prices are at or above the Auto-Callable level on the calculation time, the sideways return is calculated as of the next possible repayment date.

Source: SIX Structured Products Exchange, UBS  
As of: 31.07.2017

The following criteria have to be fulfilled for each category:

- Attractive sideways return:** UBS BRCs with a sideways return of at least 20% p.a. and a current barrier distance of more than 15%.
- High barrier distance:** UBS BRCs with a current barrier distance of more than 40%.
- UBS Research:** A selection of UBS BRCs with all underlyings rated "Buy" by UBS CIO WM.

UBS BRCs with multiple underlyings are referred to as "worst-of" structures. For worst of BRCs the underlying with the worst price performance applies for the barrier observation.

Opportunities: UBS BRCs pay a guaranteed coupon and offer contingent capital protection.

Risks: If one of the underlyings trade at or below its respective barrier during the term of the product, the redemption on the expiry date is based on the performance of the worst-performing underlying (capped at nominal value plus coupon), meaning a loss will be likely.

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