

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

Attractive sideways return

Coupon p.a.	Underlying	Ask	Currency	Expiry	Valor	Barrier distance (worst performer)	Sideways return p.a.
20.50%	AVIS Budget Group / Hertz Global Holdings	92.43	CHF	04.10.2018	38179813	27.6%	31.4%
10.00%	Monster Beverage Corp / Starbucks / Tyson Foods	99.10	USD	20.09.2019 *	38026886	40.2%	26.6%
5.50%	ABB / Schindler / Sulzer	102.90	CHF	24.09.2018	35866247	36.9%	23.0%
7.00%	Caterpillar / Deere & Company / General Electric	89.50	USD	04.10.2018	38180193	19.9%	21.6%
8.00%	Carrefour / Mondelez / Nestlé	93.10	EUR	12.07.2018	37154080	18.2%	20.5%

High barrier distance

Coupon p.a.	Underlying	Ask	Currency	Expiry	Valor	Barrier distance (worst performer)	Sideways return p.a.
9.00%	Anadarko Petroleum / Hess Corporation / Royal Dutch Shell	100.34	USD	18.04.2019 *	38326481	50.9%	6.5%
10.75%	AMS / Adecco / Credit Suisse / Swatch	100.20	CHF	23.08.2019 *	37559155	49.4%	10.2%
7.00%	AMS / Logitech / OC Oerlikon / Sunrise	100.50	CHF	03.06.2019	36645737	47.3%	6.3%
5.75%	E.ON / RWE	97.22	USD	18.04.2019 *	38326483	45.7%	6.8%
6.75%	Alphabet / Apple / Facebook / Microsoft	98.20	USD	22.05.2019	38800162	42.9%	8.0%

UBS Research: Underlyings with Buy Rating

Coupon p.a.	Underlying	Ask	Currency	Expiry	Valor	Barrier distance (worst performer)	Sideways return p.a.
11.00%	Apple / Microsoft / Netflix	97.06	USD	18.04.2019	38326456	36.1%	13.0%
6.00%	Johnson & Johnson / Merck & Co. / Pfizer	95.10	CHF	15.02.2019 *	37558973	18.0%	10.3%
6.25%	Anheuser-Busch InBev / Diageo / Heineken	96.25	CHF	03.06.2019 *	36645216	26.4%	8.7%
5.25%	Mondelez / Nestlé	99.88	CHF	16.04.2019 *	38326478	30.6%	5.2%
10.00%	Barclays / Credit Suisse / ING	104.80	CHF	17.09.2018 *	35780560	42.7%	3.7%

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: 04.12.2017

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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