

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.
15.50%	Facebook / Microsoft / Twitter	91.75	USD	24.08.17	33401646	36.4%	31.9%
7.25%	Carrefour / Danone / Unilever	91.70	EUR	24.07.17 *	28726556	18.5%	27.9%
9.50%	Carrefour / Danone / Heineken	90.90	EUR	27.11.17 *	30214534	19.6%	25.4%
14.25%	Agnico Eagle Mines / Barrick Gold / Goldcorp	95.95	USD	03.08.17 *	33241816	35.8%	23.3%
9.00%	Orange / Sunrise / Swisscom	95.20	CHF	14.08.17 *	28942233	17.5%	20.1%

High barrier distance

Coupon p.a.	Underlying	Ask	Currency	Expiry	Valor	Barrier distance (worst performer)	Sideways return p.a.
4.00%	Euro STOXX 50 / S&P 500 / SMI	97.76	CHF	08.07.19 *	28532396	46.8%	4.9%
7.00%	Orange / Sunrise / Swisscom	97.40	CHF	19.08.19 *	33353496	45.8%	7.6%
16.00%	Halliburton / Schlumberger / Transocean	96.80	USD	11.01.18 *	35010599	44.3%	19.9%
4.50%	Nestle / Novartis / Roche	97.95	CHF	20.05.19 *	32356903	43.4%	5.3%
11.00%	Barrick Gold / Goldcorp / Newmont Mining	95.75	CHF	17.08.18 *	33353564	43.4%	13.5%

UBS Research: Underlyings with Buy Rating

Coupon p.a.	Underlying	Ask	Currency	Expiry	Valor	Barrier distance (worst performer)	Sideways return p.a.
14.00%	Enel / Eni / Intesa Sanpaolo	89.56	EUR	04.01.18 *	34921830	20.3%	27.5%
10.00%	Alphabet / Apple / Facebook	98.50	USD	12.10.18 *	34012793	51.7%	18.6%
9.00%	BP / Eni / Royal Dutch Shell	94.09	EUR	04.01.18	34921834	24.7%	16.2%
10.00%	Credit Suisse / Roche / Sika	98.03	CHF	11.01.18	35010589	32.5%	12.3%
6.25%	Credit Suisse / Julius Bär	98.86	CHF	20.12.17 *	34770494	50.1%	7.6%

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: 30.01.2017

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 Research.

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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