

2 YEAR EMERGING MARKET EQUITY INDEX BASKET CLIQUET



LCF ROTHSCHILD
GROUP

STRUCTURED SYNTHETIC
EMERGING EQUITY INDEX BASKET EXPOSURE

- **CAPPED PARTICIPATION TO MONTHLY RISE IN THE BASKET**
- **MONTHLY UPSIDE CAP OF 5%**
- **US DOLLAR DENOMINATED**
- **TWO YEAR MATURITY**
- **TRADABLE IN WHOLE OR IN PART AT PREVAILING MARKET PRICE**

THE INVESTMENT

The structure offers the investor capped exposure to emerging equity markets as defined by the basket over a 2 year period. In return for an initial premium the investor receives exposure to the first 5% increase in the basket each month on a nominal several times the size of the outlay. At maturity, the sum of the monthly performances are calculated. Any increase above the 5% cap is not included in the final return calculation. There is no floor on monthly performances but a global floor on the maturity payout.

The risk of the investment is limited to the initial price paid. Should the basket not rise sufficiently over the investment period then the investor risks losing some or all of the initial sum invested.

KEY ADVANTAGES

- Predefined performance
- Capped upside investment exposure to the Emerging Market equity index basket
- Tradable without penalty throughout the life of the investment
- Known maximum downside
- Geared exposure to the basket

THE BASKET

The equity returns are linked to a basket of iShares MSCI Brazil (EWZ UP), NSE S&P CNX NIFTY (NIFTY), Russian Depository Index (RDX), MSCI Taiwan (TWY) and Hang Seng China Enterprise Index (HSCEI).



PRICING

The Product would be formally priced on a monthly basis or more frequently on request.

THE GUARANTOR

UBS AG has issued and guaranteed this structure. The current ratings for this guarantor are Aa2 from Moody's and A+ from Standard & Poor's.

AVERAGING OF RETURNS

No averaging is included in the terms of the structure. Thus, returns are calculated upon movements in the basket from initial strike to final strike.

TRADABILITY

The investment would be tradable in whole or part on any business day subject to agreed minimums of \$1,000 nominal. The bid/offer spread in normal market conditions is 1.5% - 2.0% and settlement is T+3 business days. Please note that the terms and availability are subject to change without notice before the initial trade.

Summary Term Sheet

LCF reference:	\$2yr EMClqtCall UBS 110411
Issuer:	UBS AG
Guarantor:	UBS AG
Currency denomination:	US dollars
Legal structure:	Call Warrant
ISIN:	CH0101091129
Clearing:	Euroclear/Clearstream
Listing:	None
Maturity:	11 April 2011
Issue price:	6.9% of nominal
Denomination:	\$1,000
Structuring agent:	LCF Edmond de Rothschild (C.I.) Ltd.
Capital guarantee:	None
Basket and	iShares MSCI Brazil (EWZ UP): 41.88
Initial strikes (I):	NSE S&P CNX NIFTY (NIFTY): 3,256.60 Russian Depository Index (RDX): 848.85 MSCI Taiwan (TWY): 205.86 Hang Seng China Enterprise Index: 8,772.65 (HSCEI)
Final strikes (F):	6 April 2011
Redemption formula:	$\text{Max} \left(0\%, \sum_{i=1}^{24} \text{Monthly}_i \right)$
with:	$\text{Monthly}_i = \text{Min} \left(\frac{1}{5} * \sum_{k=1}^5 \frac{I_{k,j} - I_{k,i-1}}{I_{k,i-1}} ; + 5\% \right)$
where:	
$I_{k,i}$	= Official closing price of the Index k on the i th Monthly Valuation date and Final Valuation date
$I_{k,i-1}$	= Official closing price of the Index k on the Initial Valuation date and on the $i - 1$ th Monthly Valuation date
Initial settlement date:	9 April 2009
Trade date:	6 April 2009

Please note: the Issue Documents will be the only legally binding documents in relation to this structure and will be available from us on issue