

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



**Notice of Valuation of Residual Value of  
200,000,000 European Style (Cash Settled) Category R Callable Bear Contracts 2008-2009  
relating to  
CNOOC Limited (the "CBBCs")  
(Stock Code: 61145)**

**issued by  
UBS AG**  
*(incorporated with limited liability in Switzerland)*

**Sponsor  
UBS SECURITIES ASIA LIMITED**

**Announcement**

UBS AG (the "**Issuer**"), acting through its London branch, gives notice that under the terms and conditions of the CBBCs (the "**Conditions**"), following the occurrence of the Mandatory Call Event ("**MCE**") of the CBBCs at 10:09:10 on 06 January 2009, the Residual Value has been determined to be HK\$1,000 per Board Lot (being HK\$0.1 per CBBC).

The Residual Value per Board Lot is determined by the Issuer by reference to the following formula:

$$\frac{\text{Entitlement} \times (\text{Strike Price} - \text{Maximum Trade Price}) \times \text{Board Lot}}{\text{Number of CBBCs per Entitlement}}$$

Where:

- (a) "**Strike Price**" is HK\$9.38; and
- (b) "**Maximum Trade Price**" means the highest Spot Price of the Shares during the MCE Valuation Period, being HK\$8.38.
- (c) "**Entitlement**" is 1 Share
- (d) "**Board Lot**" is 10,000
- (e) "**Number of CBBCs per Entitlement**" is 10

Subject to Settlement Disruption Event, all eligible CBBC holders will receive the Residual Value no later than 09 January 2009, being three business days following the end of the MCE Valuation Period.

Capitalised terms not defined in this announcement have the meaning given to them in the Conditions.

Hong Kong, 06 January 2009