

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 the following callable bull/bear contracts (“CBBCs”)
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**”) in respect of the following 6 CBBCs occurred at time specified (“**MCE Time**”) in the pre-opening session on date specified (“**MCE Date**”), the Residual Value has been determined as follows:

Stock Code	Style	Type	Category	Mandatory Call Event (MCE) Time	MCE Date	Underlying	Issue Size	Year	No. Of CBBC(s) Per Entitlement	Entitlement	Board Lot	Strike Price	Maximum / Minimum Trade Price	Residual Value per CBBC	Residual Value per Board Lot
60386	European (Cash Settled)	Bull	R	09:20:00	18 May 2012	Cheung Kong (Holdings) Limited	100,000,000	2012	100	1 Share	10,000	HKD 84.00	HKD 89.75	HKD 0.0575	HKD 575
60541	European (Cash Settled)	Bull	R	09:20:00	18 May 2012	HSBC Holdings plc	100,000,000	2012	100	1 Share	4,000	HKD 62.00	HKD 62.6	HKD 0.006	HKD 24
61732	European (Cash Settled)	Bull	R	09:20:00	18 May 2012	Hong Kong Exchanges and Clearing Limited	100,000,000	2012	100	1 Share	1,000	HKD 104.00	HKD 107	HKD 0.03	HKD 30
61938	European (Cash Settled)	Bull	R	09:20:00	18 May 2012	Cheung Kong (Holdings) Limited	100,000,000	2012	100	1 Share	10,000	HKD 84.00	HKD 89.75	HKD 0.0575	HKD 575
61977	European (Cash Settled)	Bull	R	09:20:00	18 May 2012	HSBC Holdings plc	100,000,000	2012	100	1 Share	4,000	HKD 62.00	HKD 62.6	HKD 0.006	HKD 24
68844	European (Cash Settled)	Bull	R	09:20:00	18 May 2012	Jiangxi Copper Company Limited	100,000,000	2011 - 2012	10	1 Share	1,000	HKD 14.38	HKD 15.4	HKD 0.102	HKD 102

For Bear CBBCs, the Residual Value per Board Lot is determined by the Issuer by reference to the following formula:

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

For Bull CBBCs, the Residual Value per Board Lot is determined by the Issuer by reference to the following formula:

$$\frac{\text{Entitlement} \times (\text{Minimum Trade Price} - \text{Strike Price}) \times \text{One Board Lot}}{\text{Number of CBBC(s) per Entitlement}}$$

Subject to Settlement Disruption Event, all eligible CBBC holders will receive the Residual Value no later than 23 May 2012, which is the third CCASS Settlement Day 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, 18 May 2012