

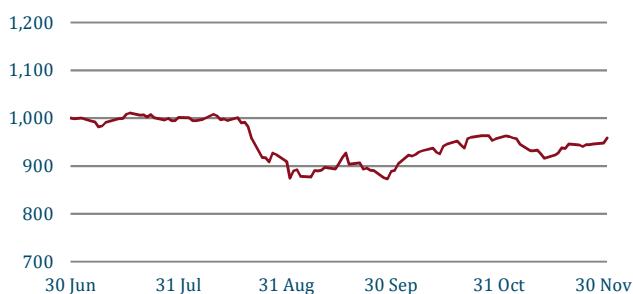
Enhanced Permanent Portfolio Strategy Certificates

November 2015

Key figures

NAV in USD	959.01
Performance month	0.20%
Performance since inception	-4.10%

NAV development since inception



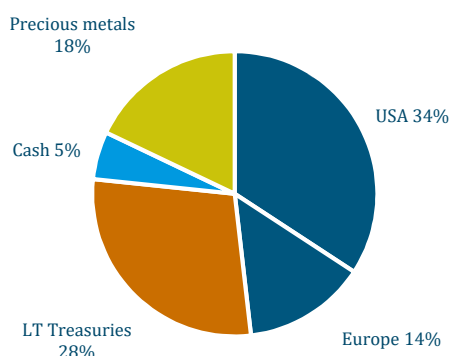
Monthly comment

Markets proved resilient in November and reacted positively to the FEDs October decision to delay raising rates, further helped by the surprise ECB announcement on an increase in monetary policy stimulus.

The overall strategy was up 0.2% (net of fees), with equity sub-strategies contributing positively (+0.46%) to the overall return. Treasuries contributed slightly negative with -0.33% and gold vs. G7 currencies contributed 0.07%.

In the November rebalancing, the models rotated some of the equity exposure away from single country allocations to the MSCI Eurozone index and increased the US equity exposure. The newly developed Gold vs. G7 currencies strategy was allocated for the first time in November, further diversifying the EPPS portfolio.

Portfolio allocation



Portfolio guidelines

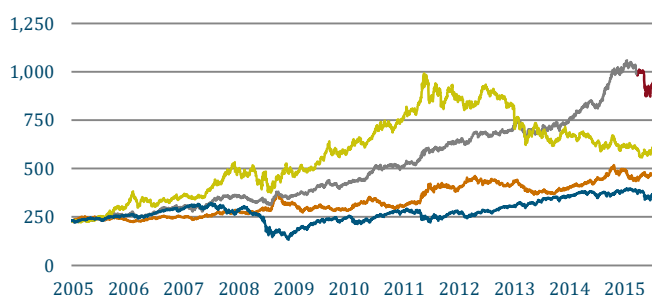
- Basket volatility is targeted at 12%
- Monthly rebalancing
- Allocation to individual sub-strategies limited to 40%
- Liquid global exchange traded products and cash

Long term strategy performance

Statistics¹

	EPPS	World equities	Treasuries	Gold
Month reported	0.20 %	0.45 %	0.47 %	-6.42 %
Year-to-date	2.05 %	0.88 %	-0.20 %	-9.95 %
Last 12 months	6.51 %	-1.50 %	3.05 %	-8.77 %
Annualized return	14.53 %	4.67 %	7.03 %	8.60 %
Annualised StDev	12.31 %	21.38 %	14.46 %	20.08 %
Sharpe ratio	1.15	0.32	0.54	0.51
Max. drawdown	-17.55 %	-58.42 %	-26.59 %	-45.15 %
Correlation		0.21	0.33	0.40

Performance index



Investment strategy

The strategy pursues a quantitative, rule-based investment process that adaptively allocates between stocks, bonds, commodities and cash instruments on a monthly basis to achieve a robust risk/return profile. Each of the asset classes is optimized individually applying a range of proprietary trading and allocation rules. Cross-correlations of instruments and asset classes are accounted for to achieve a significantly lower overall portfolio volatility.

Amongst the methodologies applied are various ranking and rotation algorithms across sectors, industries, markets and asset classes globally. The methodologies deployed have been thoroughly tested across a broad set of economic conditions. The strategy is designed as a diversified all-weather multi-asset strategy generating robust performance while mitigating downside risk during severe market crashes.

Product terms and conditions

Currency	USD
Product type	Tracker certificates on the Enhanced Permanent Portfolio Strategy Basket
Issuer / rating	UBS AG, Zurich / S&P A, Moody's A2, Fitch A
Calculation agent	UBS AG, London Branch
Portfolio advisor	Rational Invest AG, Zurich
Security numbers	ISIN CH0284316327/ Valor 28431632
Issue price / denomination	USD 1'000 / 1 Unit
Launch date	1 July 2015
Maturity date	15 July 2022 (extendable)
Secondary market	Issuer facilitates a daily secondary market. Trading hours from 09:15 - 17:15 p.m. (CET)
Valuation	Daily NAV calculated & published
Management fees	2% p.a. (accrued daily)
Public Offering	Switzerland
Currency hedging	Foreign currency exposure is not hedged to USD

¹Performance is based on daily backtesting from April 1, 2005 to June 30, 2015 (in grey) and realized performance of the Enhanced Permanent Portfolio Strategy Certificates (in USD) thereafter (in red). Backtested returns have been adjusted by 4% per annum to account for fees and trading costs, realized performance is net of all fees and costs. Reference asset classes: MSCI World (iShares MSCI ACWI (ACWI) ETF), Treasuries (iShares Trust - iShares 20+ Year Treasury Bond ETF (TLT)), Gold (SPDR Gold Trust (GLD))
Source: Rational Invest, UBS AG, Bloomberg