

**UBS Asset Management
(Australia) Ltd**

AFS Licence No. 222605

ABN 31 003 146 290

GPO Box 4151

Sydney NSW 2001

Tel. 02 9324 3222 or 1800 023 043

Fax 1300 365 601

www.ubs.com/am-australia

4 January 2017

Company Announcements Office
ASX Limited**Final Distribution Announcement:
UBS IQ Morningstar Australia Quality ETF (ASX code: ETF)**

UBS Asset Management (Australia) Ltd, the issuer of the UBS IQ Morningstar Australia Quality ETF ("the Fund"), announces the following final distribution amount, for the half year distribution ended 31 December 2016.

Fund	Final Cash Distribution Amount (cents per unit)
UBS IQ Morningstar Australia Quality ETF	32.7385

Estimated distribution breakdown:**Australian Income**

	Percentage
Interest (subject to NR WHT)	6.6357%
Interest (not subject to NR WHT)	0.0000%
Net Dividends Franked	64.7688%
Dividend – UnFranked	4.5573%
Conduit foreign income	3.2393%
Other Income	20.3115%

Foreign Income

Net Foreign Income	0.4874%
--------------------	---------

Capital Gains Taxable Australian Property

Capital Gains – discounted	0.0000%
Capital Gains - indexation method	0.0000%
Capital Gains - other method	0.0000%
CGT Concessional Amount	0.0000%

Capital Gains Non Taxable Australian Property

Capital Gains – discounted	0.0000%
Capital Gains - indexation method	0.0000%
Capital Gains - other method	0.0000%
CGT Concessional Amount	0.0000%

Other Non-Assessable Amounts

Tax Exempted Amounts	0.0000%
Tax Deferred Amounts	0.0000%
Tax Free Amounts	0.0000%

Total	100.0000%
--------------	------------------

The franking level is 65.82% for the 31 December 2016 distribution. Each unit will receive 9.2353 cents worth of franking credits. There are 0.0000 cents foreign tax credits available for this distribution.

To be eligible for this distribution you must be registered as a security holder of the Fund on the record date. To be registered as a security holder on the record date you will need to have purchased units in the Fund prior to the ex distribution date.

A Dividend Reinvestment Plan (DRP) is available for the Fund. Please contact Link Market Services for more detail on 1800 810 869.

Fund	DRP Issue Price
UBS IQ Morningstar Australia Quality ETF	19.5845

If you have any questions, please contact Link Market Services toll free on 1800 810 869.

Important information: UBS Asset Management (Australia) Ltd ABN 31 003 146 290, AFS Licence No. 222605 is the product issuer. This document has been prepared without taking into account your objectives, financial situation or needs. Before making an investment decision you need to consider whether this information is appropriate to your objectives, financial situation or needs. Any potential investor should consider the relevant Product Disclosure Statement in deciding whether to acquire, or continue to hold units in a fund. Please consult your financial adviser. The PDS is available from our website www.ubs.com/etf-australia or by calling Client Services on freecall 1800 023 043. Past performance is not a reliable indicator of future performance. © UBS 2016. All rights reserved.

An investment in any of the UBS Funds does not represent deposits or other liabilities of UBS Group AG or any other member company of the UBS Group. Your investment is subject to investment risk, including possible delays in repayment and loss of income and capital invested. The repayment of capital or income is not guaranteed by any company in the UBS Group.

The Morningstar® Australia Moat Focus Index™ and its associated trademarks are the property of Morningstar, Inc., and are licensed to UBS by Morningstar Australasia Pty Ltd. (Morningstar Australasia), an affiliate of Morningstar, Inc. Neither Morningstar, Inc., nor Morningstar Australasia sponsors, endorses, issues, sells, or promotes the UBS IQ Morningstar Australia Quality ETF and neither bears any liability with respect to that ETF or any other security.