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25 August 2014

## **FOR IMMEDIATE RELEASE TO THE MARKET**

The Warrant Administration Manager  
ASX Structured Products  
Level 6, 20 Bridge Street  
Sydney NSW 2000

### **AGL Energy Limited**

#### **Loan Amount Adjustments in respect of Accelerated Renounceable Entitlement Offer**

UBS AG Australia Branch ("**UBS**") is the issuer of the below series of instalment warrants (collectively referred to as "AGK Instalments" in this announcement) over fully paid ordinary shares of AGL Energy Limited ("AGK"). Each AGK Instalment has been offered under the corresponding Product Disclosure Statement ("PDS") listed in the table below.

<b>Series</b>	<b>Date of PDS</b>	<b>Date of SPDS</b>
AGKISD	31-Oct-12	07-Jun-13
AGKISE	16-Feb-11	16-Jun-14
AGKISF	16-Feb-11	16-Jun-14
AGKSS1	23-May-11	18-Jun-14
AGKSS3	23-May-11	23-May-14
AGKSSR	02-Feb-09	02-Feb-09

This announcement concerns adjustments which UBS intends to make to the terms of the AGK Instalments as a result of the announcement by AGK of a 1 for 5 underwritten accelerated renounceable pro-rata entitlement offer of new ordinary shares at an issue price of \$11.00 per new ordinary share.

The details of the AGK offer are set out in the announcement by AGK dated 20 August 2014 (which can be found at [www.asx.com.au](http://www.asx.com.au))

Further to our announcement dated 22 August 2014, the Loan Amount for the AGK Instalments will be reduced by the Rights Value and an interest refund amount. The relevant Rights Value is \$0.5999 per AGK Instalment.

In relation to the AGK Instalments:

New Loan Amount = Old Loan Amount – Rights Value – Interest Refund

Warrant Code	Old Loan Amount / Completion Payment	Rights Value	Interest Refund	New Loan Amount / Completion Payment	New Cap Level
AGKISD	\$14.2600	\$0.5999	\$0.0018	\$13.6583	\$16.37
AGKISE	\$15.1000	\$0.5999	\$0.0127	\$14.4874	\$16.79
AGKISF	\$15.5000	\$0.5999	\$0.0127	\$14.8874	\$17.24
AGKSS1	\$16.2465	\$0.5999	\$0.0184	\$15.6282	\$18.11
AGKSS3	\$15.8165	\$0.5999	\$0.0183	\$15.1983	\$17.60
AGKSSR	\$6.9561	\$0.5999	\$0.0180	\$6.3382	N/A

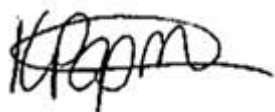
The AGK Instalments are expected to recommence trading from Tuesday 26 August 2014 with the new Loan Amounts and Capped Levels.

If you have any questions regarding this matter please contact your Stockbroker or Financial Adviser or call the UBS Warrant Sales Desk on 1800 633 100.

All terms used in this letter have the meaning given to them in the PDS unless otherwise indicated.

Yours sincerely,

**UBS AG, Australia Branch**



**UBS AG, Australia Branch**

Karen Papanikolaou  
Associate Director



**UBS AG, Australia Branch**

Grant Schwulst  
Manager - Equities Settlements

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