

UBS CAPPED INSTALMENTS

SUPPLEMENTARY PRODUCT DISCLOSURE STATEMENT

dated 28-Aug-2014 ("SPDS")

UBS AG, AUSTRALIA BRANCH

ABN 47 088 129 613

AFSL No. 231087

Issuer

UBS SECURITIES AUSTRALIA LTD

ABN 62 008 586 481

AFSL No. 231098

Broker

This SPDS supplements the UBS Capped Instalment Product Disclosure Statement dated 16-Feb-2011 ("PDS") and together they set out the terms for the:

- TLSISF Series of UBS Capped Instalments ("UBS Capped Instalment") issued by the Issuer.

This SPDS is to be read together with the PDS and all supplementary Product Disclosure Statements to the PDS dated from 16 February 2011 to 25 August 2014 ("Other SPDS").

The Loan Amount and Cap Level are amended effective **29-Aug-2014** for the UBS Capped Instalments as follows:

ASX code for UBS Capped Instalment	Issuer	Old Loan Amount	New Loan Amount	Old Cap Level	New Cap Level
TLSISF	Telstra Corporation Limited	\$5.7000	\$5.5000	\$6.5500	\$6.2000

No circumstance has arisen and no information has become available since the date of the PDS that would materially affect an investor's assessment of the capacity of the Issuer to fulfil its obligations in respect of the UBS Capped Instalments and the risks, rights and obligations associated with the UBS Capped Instalments.

Investors should read this SPDS, the PDS and the Other SPDS' and consider them before making any decision as to whether to acquire, hold or dispose of UBS Capped Instalments. The Issuer recommends that investors seek their own independent advice as to the suitability of the UBS Capped Instalments in their particular circumstances.

This is a SPDS for purposes of the ASX Operating Rules and Part 7.9 of the Corporations Act. The ASX and ASIC take no responsibility for the contents of this SPDS.

The UBS Capped Instalments have been admitted to trading status by the ASX and are therefore able to be traded on the Australian Stock Exchange. The definitions and principles of construction used in the PDS apply in this SPDS. Applications for UBS Capped Instalments may only be made on the basis of the information set out in the PDS as supplemented by this SPDS and the Other SPDS'. Copies of the PDS, this SPDS and the Other SPDS' may be obtained from the Issuer on request.

SIGNED by Edward Burns and Elaine Chow as
authorised signatories for **UBS AG, AUSTRALIA BRANCH**:



By executing this SPDS the signatory states that the signatory has received no notice of revocation of the authority to sign



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