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**FOR IMMEDIATE RELEASE TO THE MARKET**

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[www.ubs.com/instalments](http://www.ubs.com/instalments)

Participating Organisation of the  
Australian Stock Exchange

**Santos Limited Instalments – Loan Amount Adjustments in respect of Santos Limited Entitlement Offer**

UBS AG Australia Branch ("UBS") is the issuer of the below series of instalment warrants (collectively known as "STO Instalments" in this announcement) over fully paid ordinary shares of Santos Limited ("STO"). Each STO Instalment has been offered under the corresponding Product Disclosure Statements ("PDS") listed in the table below.

<b>Series</b>	<b>Date of PDS or Master PDS</b>	<b>Date of SPDS or Term Sheet</b>
STOISB	16-Feb-11	29-Oct-15
STOISJ	17-Oct-14	26-May-15
STOISN	19-May-11	07-Oct-11
STOISQ	19-May-11	04-Jun-14
STOSSC	25-Sep-14	26-May-15

This announcement concerns adjustments which UBS intends to make to the terms of the STO Instalments as a result of the announcement by STO of a 1 for 1.7 accelerated pro-rata renounceable entitlement offer ("STO Entitlement Offer") of new ordinary shares at an issue price of \$3.85 new ordinary per share.

Full details of the STO Entitlement Offer are set out in the announcement by STO dated 9 November 2015 (which can be found at [www.asx.com.au](http://www.asx.com.au)).

Further to our announcement dated 11 November 2015, the Loan Amount for the STO Instalments will be reduced by the Rights Value and an Interest Refund amount. The relevant Rights Value is \$0.2909 per STO Instalment.

In relation to the STO 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 Capped Level
STOISB	\$6.2000	\$0.2909	\$0.0077	\$5.9014	\$8.10
STOISJ	\$4.2000	\$0.2909	\$0.0051	\$3.9040	N/A
STOISN	\$13.4090	\$0.2909	\$0.0055	\$13.1126	N/A
STOISQ	\$15.5980	\$0.2909	\$0.0055	\$15.3016	N/A
STOSSC	\$4.6500	\$0.2909	\$0.0051	\$4.3540	N/A

The STO Instalments are expected to recommence trading from Friday 13 November 2015 with the new Loan Amounts and Capped Levels.

Unless otherwise stated, all terms used in this letter have the same meaning as in the PDS. If you have any questions regarding this announcement please contact your financial adviser or call the UBS Warrant Sales Desk on 1800 633 100.

Yours sincerely,

#### UBS AG, Australia Branch



**UBS AG, Australia Branch**  
Anand Kannan  
Associate Director



**UBS AG, Australia Branch**  
Grant Schwulst  
Manager - Equities Settlement

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