



27 Feb 2017

**UBS AG, Australia Branch**

ABN 47 088 129 613

AFSL No: 231087

Level 16

Chifley Tower

2 Chifley Square

Sydney NSW 2000

Australia

Tel. 61 2-9324 2000

**FOR IMMEDIATE RELEASE TO THE MARKET**

The Warrant Administration Manager

ASX Structured Products

Level 6, 20 Bridge Street

Sydney NSW 2000

UBS Warrants Operations

Tel. 1800-633 100

Tel. 61 2-9324 2043

Fax 61 2-9324 3564

SH-AUS-WARRANTS-OPS @ubs.com

www.ubs.com

**UBS Market Growth Instalments: Distribution Announcement**

UBS AG, Australia Branch ("UBS") issued **IAGSS2** Series of UBS Market Growth Instalments over fully paid Shares of Insurance Australia Group Limited pursuant to the Product Disclosure Statement dated 5/23/2011 ("PDS").

Insurance Australia Group Limited recently announced the following distribution ("**Distribution**"):

Distribution amount (AUD): \$0.1300 Distribution

Ex-Distribution Date: 28 Feb 2017

Distribution record date: 01 Mar 2017

Distribution payment date: 30 Mar 2017

The Distribution is 100% franked.

Correspondingly, the **IAGSS2** UBS Market Growth Instalments will commence trading ex-Distribution on 28 Feb 2017 and will have a Distribution record date of 01 Mar 2017.

Holders should be aware that Insurance Australia Group Limited may amend the amount of the Distribution payable, including for changes in foreign exchange rates (or revoke payment of the Distribution), prior to the Distribution payment date and Holders are entitled only to the Distribution actually paid by Insurance Australia Group Limited.

The Distribution will not be paid in cash to the Holder. In accordance with the PDS, UBS is directed by the Holder to apply the Distribution to reduce the outstanding Loan Amount of the UBS Market Growth Instalments, which UBS has applied as follows:

ASX Code for UBS Market Growth Instalments	Loan Amount	
	Old	New
IAGSS2	\$5.6108	\$5.4808

The new Loan Amount will be effective from the Ex-Distribution Date of 28 Feb 2017.

Capitalised terms used in this announcement have the same meaning as that given in the PDS.

Yours faithfully,

**UBS AG, Australia Branch**

Andrew Lockhart

Director

**UBS AG, Australia Branch**

Scott Hanlon

Executive Director