

Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

Product

Open End Tracker Certificates linked to UBS Bloomberg CMCI Composite USD TR Index

Securities Code: ISIN: CH0341732862 / WKN: UZ1LQ6 / Valor: 34173286
 Manufacturer of the Product: UBS AG, London Branch (the "Issuer") (www.ubs.com) / Call +44 20 7568 4809 for more information.
 Competent Authority: Federal Financial Supervisory Authority, Germany
 Revision of the KID: 18 Jan 2021

You are about to purchase a product that is not simple and may be difficult to understand.

1. What is this product?

Type

This product is an uncertificated security issued under English law.

Objectives

Objective of the product is to provide you with a specified entitlement according to predefined conditions. The product does not have a fixed lifetime (open end) and will only become due on the Maturity Date following a valid exercise by either you or the Issuer. In addition to exercising the product, you may sell the product through the exchange in case the product is listed or off-exchange.

Your specified entitlement under this product, i.e. your right to demand from the Issuer payment of the Redemption Amount, must be exercised in accordance with a predefined exercise procedure.

You may exercise the product on any of the Exercise Dates (such day is referred to as the "Exercise Date").

In addition, the Issuer is entitled to exercise and redeem the product as of each Issuer Exercise Date.

Following a valid exercise by either you on the relevant Exercise Date or the Issuer on any of the Issuer Exercise Dates, becoming effective on the Effective Exercise Date, you will receive on the Maturity Date a Redemption Amount in the Redemption Currency which depends on the Settlement Price of the Underlying. The Redemption Amount equals the Settlement Price, where applicable converted into the Redemption Currency, multiplied by the Multiplier and adjusted by the Management Fee (commercially rounded). The Management Fee accrues daily and in arrears.

You will make a loss in case the Redemption Amount is below the purchase price of the product.

You will not have any rights of ownership (including voting rights, rights to receive dividends or other distributions or any other rights) with respect to the Underlying.

Underlying	UBS Bloomberg CMCI Composite USD TR Index (Bloomberg: CMCITR)	Settlement Price	The official closing price of the Underlying on the Valuation Date as determined by the Price Source.
Price Source / Type	Price Source: Bloomberg L.P. Price Source Type: Index Sponsor	Redemption Currency	US Dollar ("USD")
Issue Date/Payment Date	26 Oct 2016	Currency of the Underlying	US Dollar ("USD")
Maturity Date	5 banking days after the relevant Valuation Date	Fixing Date	19 Oct 2016
Issue Price	84.74 USD	Management Fee	0.38% p.a. The level of the management fee may be adjusted from time to time at reasonable discretion.
Exercise Dates	Every year, on 30 November, for the first time on 30 Nov 2017, where the exercise shall become effective as of close of business 1 year(s) after the relevant Exercise Date (the "Effective Exercise Date").	Issuer Exercise Dates	Every day, for the first time on 26 Oct 2016, where the exercise shall become effective in case of issuer's exercise 3 month(s) after the relevant Exercise Date (the "Effective Exercise Date").
Valuation Date	the Exercise Date, the Effective Exercise Date or the Issuer Exercise Date, as the case may be.	Multiplier	0.1
Initial Price of the Underlying	84.74 index points		

Note: Each of the above dates is subject to adjustment in accordance with the business day convention and / or market disruption event provisions.

The contents (other than the form) of, and in particular your rights under, this product are governed by English law.

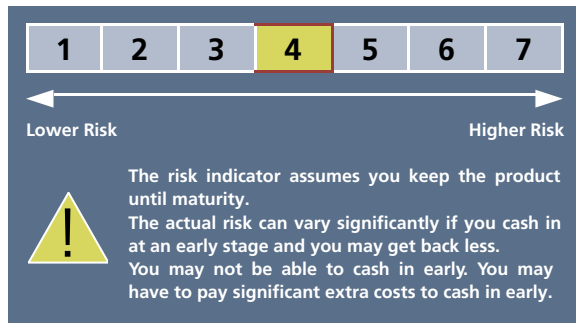
The Issuer is entitled to terminate the product with immediate effect, if an (extraordinary) termination event occurred. Examples of (extraordinary) termination events include the discontinuation of the determination/publication of the price of the Underlying, or the occurrence of a change in law. In this case, the payable termination amount may possibly be significantly below the purchase price. You bear the risk of a total loss of your investment in the product. You also bear the risk that the product will be terminated at a time unfavourable to you, and you may only be able to reinvest the termination amount on less favourable terms.

Intended retail investor

The product is intended for retail clients who pursue the objective of general asset formation / asset optimization and have a long-term (more than 5 years) investment horizon. This product is a product for clients with advanced knowledge of and/or experience with financial products. The investor may bear losses up to the total loss of the capital invested and attaches no importance to a capital protection.

2. What are the risks and what could I get in return?

Risk Indicator



The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

We have classified this product as 4 out of 7, which is a medium risk class.

This rates the potential losses from future performance at a medium level, and poor market conditions are very unlikely to impact our capacity to pay you.

If the currency of the country where you purchase this product or the account to which payments on the product are credited differs from the currency of the product, be aware of currency risk. You will receive payments in a different currency, so the final return you will get depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

This product does not include any protection from future market performance, so you could lose some or all of your investment.

If we are not able to pay you what is owed, you could lose your entire investment.

Performance Scenarios

Investment 10,000 USD

Scenarios		1 year	3 years	5 years (Recommended holding period)
Stress scenario	What you might get back after costs	3,375.33 USD	6,072.15 USD	5,245.32 USD
	Average return each year	-66.25%	-13.09%	-9.51%
Unfavourable scenario	What you might get back after costs	8,923.09 USD	9,000.40 USD	9,510.32 USD
	Average return each year	-10.77%	-3.33%	-0.98%
Moderate scenario	What you might get back after costs	10,659.91 USD	12,231.04 USD	14,089.15 USD
	Average return each year	6.6%	7.43%	8.18%
Favourable scenario	What you might get back after costs	12,683.29 USD	16,549.42 USD	20,792.19 USD
	Average return each year	26.83%	21.82%	21.58%

This table shows the money you could get back over the next five years under different scenarios, assuming that you invest 10,000 USD.

The scenarios shown illustrate how your investment could perform. You can compare them with scenarios of other products.

The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the product.

The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where we are not able to pay you.

This product cannot be cashed in. This means it is difficult to estimate how much you would get back if you cash in before the end of the recommended holding period. You will either be unable to cash in early or you will have to pay high costs or make a large loss if you do so. The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

Market developments in the future cannot be accurately predicted. The scenarios shown are only an indication of some of the possible outcomes based on recent returns. Actual returns could be lower.

3. What happens if UBS AG, London Branch is unable to pay out?

You are exposed to the risk that the Issuer might be unable to fulfil its obligations in respect of the product – e.g. in the event of insolvency (inability to pay / over-indebtedness) or an administrative order of resolution measures. In case of a crisis of the Issuer such an order can also be issued by a resolution authority in the run-up to an insolvency proceeding. Thereby the resolution authority has extensive intervention powers. Among other things, it can reduce rights of the investors to zero, terminate the product or convert it into shares of the Issuer and suspend rights of the investors. A total loss of your capital invested is possible. The product is a debt instrument and as such is not covered by any deposit protection scheme.

4. What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself, for three different holding periods.

The figures assume you invest 10,000 USD. The figures are estimates and may change in the future.

Costs over time

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Investment 10,000 USD

Scenario	1 year	3 years	5 years (Recommended holding period)
Total Costs	162.14 USD	263.05 USD	333.72 USD
Impact on return (RIY) per year	1.67%	0.93%	0.72%

Composition of Costs

The table below shows:

- the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period;
- the meaning of the different cost categories.

This table shows the impact on return per year

One-off costs	Entry costs	0.13%	The impact of the costs already included in the price.
	Exit costs	-	Not applicable.
Ongoing costs	Portfolio transaction costs	-	Not applicable.
	Other ongoing costs	0.59%	The impact of the costs that we take each year for managing your investments.
Incidental costs	Performance fees	-	Not applicable.
	Carried interests	-	Not applicable.

5. How long should I hold it and can I take money out early?

Recommended holding period: 5 years

The average investor holds this kind of product for about 5 years on average. Furthermore, this period enhances the comparability with other investment products without a fixed lifetime. In addition to selling the product through the exchange where the product is listed or off-exchange, you may exercise the product on any Exercise Date by delivery of an exercise notice. You must instruct your depository bank, which is responsible for the order of the transfer of the specified products. Upon valid and effective exercise you will receive a Redemption Amount as described in more detail under "1. What is this product?" above. If you should exercise or sell the product before the end of the recommended holding period, the amount you will receive could be – even significantly – lower than the amount you would have otherwise received.

Exchange Listing	London Stock Exchange	Last exchange Trading Day	Not applicable
Minimum Trading Size	1 product(s)	Price Quotation	Unit Quotation

In unusual market situations, or in the event of technical faults/disruptions, a purchase and/or sale of the product can be temporarily hindered, or may not be possible at all.

6. How can I complain?

Any complaint regarding the person advising on, or selling, the product can be submitted directly to that person via the relevant website.

Any complaint regarding the product or the conduct of the Issuer of this product can be submitted in text form (e.g. by letter or email) under the following address: UBS AG London Branch, 5 Broadgate, London EC2M 2QS, United Kingdom, Email: dl-uk-structured@ubs.com.

7. Other relevant information

Any additional documentation in relation to the product and in particular the offering documentation and any supplements thereto are only available at request under the following address: UBS AG London Branch, 5 Broadgate, London EC2M 2QS, United Kingdom, Email: dl-uk-structured@ubs.com. In order to obtain more detailed information - and in particular details of the structure of and risks associated with an investment in the product - you should read these documents.