

Supplement No. 3 pursuant to § 16 (1) of the German Securities Prospectus Act

dated 30 November 2007 to the already published (single document) Base Prospectus of UBS AG, [London] [Jersey] Branch, dated 12 April 2007, as amended by Supplement No. 1 dated 5 July 2007 and as amended by Supplement No. 2 dated 14 November 2007, concerning the issue of UBS [Capital Protected] [Gearing] [•] [(Capped)] Certificates based on the [description of [the share] [the index] [the currency exchange rate] [the precious metal] [the commodity] [the interest rate] [the other security] [the fund unit] [the basket comprising the aforementioned assets] [the portfolio comprising the aforementioned assets] as Underlying[s]: [•]].

The attention of the investors is in particular drawn to the following: Investors who have already agreed to purchase or subscribe for the Securities before the Supplement is published have, pursuant to § 16 (3) of the German Securities Prospectus Act, the right, exercisable within a time limit of two working days after the publication of the Supplement, to withdraw their acceptances, provided that the Securities have not been settled yet.

UBS AG, acting through its [London][Jersey] Branch, announces the following supplement to the already published (single document) Base Prospectus dated 12 April 2007:

1) The text following the heading "Documents incorporated by reference" (page 3 et seq. of the Base Prospectus) is completely replaced as follows:

The following documents relating to UBS AG, acting through its London Branch, have been filed with the Federal Financial Supervisory Authority (*Bundesanstalt für Finanzdienstleistungsaufsicht – "BaFin"*) as appendices to "UBS Partially Capital Protected World Certificates based on the performance of a portfolio of Indices as Underlyings" dated 22 February 2007 by UBS AG, Jersey Branch, (UBS Financial Report 2005) as issuer, or, as the case may be, to the Registration Document of UBS AG dated 5 April 2007 (UBS Financial Report 2006 / Handbook 2006/2007) or, as the case may be, to the Prospectus of UBS AG, London Branch, dated 27 September 2007, as amended by Supplement No. 1 dated 12 November 2007 (UBS AG quarterly report as of 30 September 2007), concerning the issue of 6500 Certificates linked to the Navigator Hedge NOK Note II (ISIN: DE0007785909) (the "Navigator Note") and the Quellos Appreciation Fund Class H-Share (NOK) (the "Fund"), the Navigator Note and the Fund, together, the "Index", (the "Certificates") and are incorporated by reference in this Prospectus and/or represent an integral part of this Prospectus:

| Incorporated document | Referred to in | Information |
|---------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------|
| - UBS Handbook 2006/2007, in English; pages 28 – 56 (inclusive) | - Business Overview (page 20 of the Prospectus) | - Description of the Issuer's business groups |
| - UBS Financial Report 2006, in English; pages 172 –175 (inclusive) | - Organisational Structure of the Issuer (page 20 et seq. of the Prospectus) | - Illustration of the key subsidiaries |
| - UBS Handbook 2006/2007, in English; pages 109 – 110 (inclusive) | - Major Shareholders of the Issuer (page 23 of the Prospectus) | - Further details on UBS shares |
| - UBS Financial Report 2005, in English: | - Financial Information concerning the Issuer's Assets and Liabilities, Financial Position and Profits and Losses (page 23 et seq. of the Prospectus) | - Financial Statements of UBS AG (Group) for the financial year 2005: |
| (i) page 74, | | (i) Income Statement, |
| (ii) page 75, | | (ii) Balance Sheet, |
| (iii) pages 78 - 79 (inclusive), | | (iii) Statement of Cash Flows, |
| (iv) pages 80 - 190 (inclusive), | | (iv) Notes to the Financial Statements, |
| (v) pages 65 - 70 (inclusive), | | (v) Accounting Standards and Policies, |

| | | |
|---------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------|
| (vi) page 73. | | (vi) Report of the Group Auditors. |
| | | - Financial Statements of UBS AG (Parent Bank) for the financial year 2005: |
| (i) page 194, | | (i) Income Statement, |
| (ii) page 195, | | (ii) Balance Sheet, |
| (iii) page 196, | | (iii) Statement of Appropriation of Retained Earnings, |
| (iv) pages 197 – 201 (inclusive), | | (iv) Notes to the Financial Statements, |
| (v) page 193, | | (v) Parent Bank Review, |
| (vi) pages 65 - 70 (inclusive), | | (vi) Accounting Standards and Policies, |
| (vii) page 202. | | (vii) Report of the Statutory Auditors. |
| - UBS Financial Report 2006, in English: | - Financial Information concerning the Issuer's Assets and Liabilities, Financial Position and Profits and Losses (page 23 et seq. of the Prospectus) | - Financial Statements of UBS AG (Group) for the financial year 2006: |
| (i) page 82, | | (i) Income Statement, |
| (ii) page 83, | | (ii) Balance Sheet, |
| (iii) pages 86 - 87 (inclusive), | | (iii) Statement of Cash Flows, |
| (iv) pages 88 – 214 (inclusive), | | (iv) Notes to the Financial Statements, |
| (v) pages 67 – 72 (inclusive), | | (v) Accounting Standards and Policies, |
| (vi) pages 80 – 81 (inclusive). | | (vi) Report of the Group Auditors. |
| | | - Financial Statements of UBS AG (Parent Bank) for the financial year 2006: |
| (i) page 218, | | (i) Income Statement, |
| (ii) page 219, | | (ii) Balance Sheet, |
| (iii) page 220, | | (iii) Statement of Appropriation of Retained Earnings, |
| (iv) page 221 – 225 (inclusive), | | (iv) Notes to the Financial Statements, |
| (v) page 217, | | (v) Parent Bank Review, |
| (vi) pages 67 - 72 (inclusive), | | (vi) Accounting Standards and Policies, |
| (vii) page 226 (inclusive). | | (vii) Report of the Statutory Auditors. |
| - UBS AG quarterly report as of 30 September 2007 | - Financial Information concerning the Issuer's Assets and Liabilities, Financial Position and Profits and Losses (page 23 et seq. of the Prospectus) | - UBS AG quarterly report as of 30 September 2007 |

The documents incorporated by reference shall be maintained in printed format, for free distribution, at the offices of the Issuer as well as at UBS Deutschland AG, Stephanstrasse 14 - 16, 60313 Frankfurt am Main, Federal Republic of Germany. In addition, they are published on the UBS website, at www.ubs.com/investors or a successor address.

2) In section "SUMMARY", the paragraphs 'Who is the Issuer', 'Who are the members of the Issuer's management and supervisory bodies?' and 'What is the Issuer's financial situation?' (page 5 et seq. of the Base Prospectus) are completely replaced as follows:

Who is the Issuer?

UBS AG, with registered offices in Zurich and Basel, Switzerland, was formed from the merger of Schweizerischer Bankverein (SBV) and Schweizerische Bankgesellschaft (SBG) in 1998.

UBS AG and subsidiaries and branch offices, including UBS AG, [London][Jersey] Branch, ("**UBS**" or "**UBS AG**") is, according to its own opinion, one of the world's leading financial firms, serving a discerning international client base. As an integrated firm, UBS creates added value for clients by drawing on the combined resources and expertise of all its businesses. UBS is, according to its own opinion, among the world's the leading global wealth manager, a top-tier investment banking and securities firm with a strong institutional and corporate client franchise, a key asset manager and the market leader in Swiss commercial and retail banking. On 30 September 2007, UBS employed more than 80,000 people. With headquarters in Zurich and Basel, Switzerland, UBS operates in over 50 countries and from all major international centers.

UBS is structured into three main business groups: Global Wealth Management & Business Banking - according to its own opinion, one of the largest asset managers in the world, in terms of assets under management, and the leading bank for corporate and institutional clients in Switzerland; Global Asset Management - a leading global asset manager; and Investment Bank - a first-class investment banking and securities firm. The services offered include traditional investment banking activities, such as consulting services for mergers and acquisitions, the execution of capital market transactions on both the primary and secondary markets, recognised research expertise and the issuing of investment products for institutional and private investors.

UBS is, according to its own opinion, one of the best-capitalised financial institutions in the world, with a BIS Tier 1¹ ratio of 10.6 %, invested assets of CHF 3,265 billion, equity attributable to UBS shareholders of CHF 48,229 million and a market capitalisation of CHF 127,525 million on 30. September 2007.

Who are the members of the Issuer's management and supervisory bodies?

The board of directors comprises a minimum of six or a maximum of twelve members. Their term of office lasts three years.

Board of Directors as of 1 October 2007

The Board of Director consists of eleven members:

| | Title | Term of office | Position outside UBS AG |
|---------------------------|-------------------------|-----------------------|------------------------------------------------------------------------------------------------------------------------------------------------|
| Marcel Ospel | Chairman | 2008 | |
| Stephan Haeringer | Executive Vice Chairman | 2010 | |
| Ernesto Bertarelli | Member | 2009 | Chairman of Kedge Capital Partners Ltd. Jersey, of Team Alinghi SA, Ecublens (Switzerland), and of Alinghi Holdings Ltd, Jersey. |
| Gabrielle Kaufmann-Kohler | Member | 2009 | Partner at the Schellenberg Wittmer law firm and Professor of international private law at the University of Geneva. |
| Sergio Marchionne | Member | 2010 | CEO of Fiat S.p.A, Turin |
| Dr. Rolf A. Meyer | Member | 2009 | Member of the Board of DKSH AG (Diethelm Keller Siber Hegner), Zurich, and Chairman of its Audit and Finance Committee. Member of the Board of |

¹ Tier 1 capital comprises share capital, share premium, retained earnings including current year profit, foreign currency translation and minority interests less accrued dividends, net long positions in own shares and goodwill.

| | | | |
|----------------------|--------|------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| | | | Directors of Ascom (Switzerland) Ltd., Berne. |
| Dr. Helmut Panke | Member | 2010 | Member of the Board of Directors of Microsoft Corporation, Redmond, WA (USA). |
| Peter Spuhler | Member | 2010 | Owner of Stadler Rail AG, Switzerland, and Chairman of Stadler Rail AG and of Stadler Bussnang AG. Member of the Board of Directors of Kühne Holding, Switzerland, and Walo Bertschinger Central AG, Switzerland. |
| Peter R. Voser | Member | 2008 | Chief Financial Officer of The Royal Dutch Shell plc, London |
| Lawrence A. Weinbach | Member | 2008 | Partner of the Yankee Hill Capital Management LLC, Southport, CT, USA (since 2006). Member of the Board of Directors of Avon Products Inc., New York (USA). |
| Joerg Wolle | Member | 2009 | President and CEO of DKSH Holding Ltd. |

Group Executive Board as of 1 October 2007

The Group Executive Board consists of eight members:

| | |
|--------------------|------------------------------------------------------------------|
| Marcel Rohner | Group Chief Executive Officer and Chairman & CEO Investment Bank |
| John A. Fraser | Chairman and CEO Global Asset Management |
| Peter Kurer | Group General Counsel |
| Joseph Scoby | Group Chief Risk Officer |
| Walter Stuerzinger | Chief Operating Officer, Corporate Center |
| Marco Suter | Group Chief Financial Officer |
| Rory Tapner | Chairman and CEO Asia Pacific |
| Raoul Weil | Chairman and CEO Global Wealth Management & Business Banking |

None of the aforementioned members of the Group Executive Board holds qualified interests outside of UBS.

What is the Issuer's financial situation?

The following table has been produced from the unaudited quarterly report of UBS as of 30 September 2007 published in English and shows the financial highlights and UBS' first class ratings:

UBS Financial Highlights

UBS Group

| CHF million, except where indicated | As of or for the quarter ended | | | % change from | | Year to date | |
|---------------------------------------------------------------------------|--------------------------------|---------|---------|---------------|------|--------------|---------|
| | 30.9.07 | 30.6.07 | 30.9.06 | 2Q07 | 3Q06 | 30.9.07 | 30.9.06 |
| Operating profit before tax (from continuing and discontinued operations) | (726) | 6,236 | 2,814 | | | 9,902 | 11,619 |
| Net profit attributable to UBS shareholders | (830) | 5,622 | 2,199 | | | 8,067 | 8,850 |
| Net profit attributable to minority interests | 117 | 149 | 105 | (21) | 11 | 428 | 397 |
| Performance indicators from continuing operations | | | | | | | |
| Diluted earnings per share (CHF) | (0.49) | 2.69 | 1.07 | | | 3.87 | 4.04 |
| Return on equity attributable to UBS shareholders (%) ¹ | | | | | | 20.7 | 26.0 |

Financial Businesses²

| | | | | | | | |
|------------------------------------------------------------------------|----------------|--------|--------|------|------|--------|--------|
| Operating income | 6,169 | 15,651 | 10,462 | (61) | (41) | 35,167 | 34,899 |
| Operating expenses | 7,123 | 9,695 | 7,715 | (27) | (8) | 25,909 | 24,137 |
| Net profit attributable to UBS shareholders from continuing operations | (1,086) | 5,152 | 2,114 | | | 7,248 | 8,194 |
| Cost / income ratio (%) ³ | 115.2 | 62.0 | 73.8 | | | 73.7 | 69.4 |
| Net new money (CHF billion) ⁴ | 38.3 | 34.0 | 41.9 | | | 125.1 | 126.2 |
| Personnel (full-time equivalents) | 83,814 | 81,557 | 75,593 | 3 | 11 | | |

UBS balance sheet & capital management

Balance sheet key figures

| | | | | | | | |
|-----------------------------------------|------------------|-----------|-----------|-----|----|--|--|
| Total assets | 2,484,235 | 2,539,741 | 2,261,009 | (2) | 10 | | |
| Equity attributable to UBS shareholders | 48,229 | 51,259 | 48,094 | (6) | 0 | | |

| | | | | | | | |
|------------------------------|----------------|---------|---------|------|------|--|--|
| Market capitalization | 127,525 | 151,203 | 156,615 | (16) | (19) | | |
|------------------------------|----------------|---------|---------|------|------|--|--|

BIS capital ratios

| | | | | | | | |
|--------------------------------------|----------------|---------|---------|---|----|--|--|
| Tier 1 (%) ⁵ | 10.6 | 12.3 | 12.2 | | | | |
| Total BIS (%) | 13.6 | 15.5 | 15.1 | | | | |
| Risk-weighted assets | 390,320 | 378,430 | 331,697 | 3 | 18 | | |
| Invested assets (CHF billion) | 3,265 | 3,265 | 2,879 | 0 | 13 | | |

Long-term ratings

| | | | | | | | |
|------------------------------------------|------------|-----|-----|--|--|--|--|
| Fitch, London | AA+ | AA+ | AA+ | | | | |
| Moody's, New York | Aaa | Aaa | Aa2 | | | | |
| Standard & Poor's, New York ⁶ | AA+ | AA+ | AA+ | | | | |

¹ Net profit attributable to UBS shareholders from continuing operations year to date (annualized as applicable) / average equity attributable to UBS shareholders less distributions (estimated as applicable). ² Excludes results from industrial holdings. ³ Operating expenses / operating income less credit loss expense or recovery. ⁴ Excludes interest and dividend income. ⁵ Includes hybrid Tier 1 capital. ⁶ Standard & Poor's long-term rating was changed to AA on 1 October 2007.

The Fixed Income, Currencies and Commodities business remains exposed to further deterioration in the US housing and mortgage markets as well as rating downgrades for mortgage-related securities, which could lead to further writedowns on the positions. UBS is not assuming that the current difficulties will be resolved in the short term. To be specific, UBS believes it is unlikely that the Investment Bank division will contribute positively to UBS results for the last three months of the year.

3) The section 'Description of the Issuer' (page 19 to page 25 of the Base Prospectus) is completely replaced as follows:

DESCRIPTION OF THE ISSUER

The following description contains general information on UBS AG, Bahnhofstrasse 45, 8001 Zurich, Switzerland, and Aeschenvorstadt 1, 4051 Basel, Switzerland, acting through its [London Branch, 1 Finsbury Avenue, London EC2M 2PP, United Kingdom] [Jersey Branch, 24 Union Street, Saint Helier, Jersey JE4 8UJ].

OVERVIEW

UBS AG and its subsidiaries ("**UBS AG**" or "**UBS**") are, according to its own opinion, one of the world's leading financial firms, serving a discerning international client base. As an integrated firm, UBS creates added value for clients by drawing on the combined resources and expertise of all its businesses. UBS is, according to its own opinion, the leading global wealth manager, a top-tier investment banking and securities firm with a strong institutional and corporate client franchise, a key asset manager and the market leader in Swiss commercial and retail banking. On 30 September 2007, UBS employed more than 80,000 people. With headquarters in Zurich and Basel, Switzerland, UBS operates in over 50 countries and from all major international centers.

UBS is, according to its own opinion, one of the best-capitalised financial institutions in the world, with a BIS Tier 1² ratio of 10.6 %, invested assets of CHF 3,265 billion, equity attributable to UBS shareholders of CHF 48,229 million and a market capitalisation of CHF 127,525 million on 30. September 2007.

UBS is among the few globally active major banks that have a first-class rating. The rating agencies Standard & Poor's Inc. ("**Standard & Poor's**"), Fitch Ratings ("**Fitch**") and Moody's Investors Service Inc. ("**Moody's**") have assessed the creditworthiness of UBS, i.e. the ability of UBS to fulfil payment obligations, such as principal or interest payments on long-term loans, also known as debt servicing, in a timely manner. The ratings from Fitch and Standard & Poor's may be attributed a plus or minus sign, and those from Moody's a number. These supplementary attributes indicate the relative position within the respective rating class. Standard & Poor's currently rates UBS creditworthiness with AA³, Fitch with AA+ and Moody's with Aaa.

I. CORPORATE INFORMATION

The legal and commercial name of the company is UBS AG. The company was incorporated under the name SBC AG on 28 February 1978 for an unlimited duration and entered in the Commercial Register of Canton Basel-City on that day. On 8 December 1997, the company changed its name to UBS AG. The company in its present form was created on 29 June 1998 by the merger of Union Bank of Switzerland (founded 1862) and Swiss Bank Corporation (founded 1872). UBS AG is entered in the Commercial Registers of Canton Zurich and Canton Basel-City. The registration number is CH-270.3.004.646-4.

UBS AG is incorporated and domiciled in Switzerland and operates under Swiss Code of Obligations and Swiss Federal Banking Law as an *Aktiengesellschaft*, a corporation that has issued shares of common stock to investors.

The addresses and telephone numbers of UBS two registered offices and principal places of business are: Bahnhofstrasse 45, CH-8001 Zurich, Switzerland, telephone +41-44-234 11 11; and Aeschenvorstadt 1, CH-4051 Basel, Switzerland, telephone +41-61-288 20 20.

UBS shares are listed on the SWX Swiss Exchange and traded through virt-x which is majority owned by the SWX Swiss Exchange. They are also listed on the New York Stock Exchange and on the Tokyo Stock Exchange.

According to Article 2 of the Articles of Association of UBS AG ("**Articles of Association**") the purpose of UBS is the operation of a bank. Its scope of operations extends to all types of banking, financial, advisory, service and trading activities in Switzerland and abroad.

II. BUSINESS OVERVIEW

UBS is managed through three Business Groups and its Corporate Center, each of which is described below. In addition there is an area of business combined in Industrial Holdings. A full description of their strategies, structure, organisation, products, services and markets can be found in the UBS Handbook 2006/2007, in the English version on pages 28 - 56 (inclusive).

Global Wealth Management & Business Banking

With more than 140 years of experience, UBS global wealth management business provides a comprehensive range of products and services individually tailored for wealthy clients around the world. Client advisors provide a full range of wealth management services to clients - from asset management to estate planning and from corporate finance advice to art banking. In the U.S., the business is, according to its own opinion, one of the leading wealth managers. Business Banking Switzerland is, according to its own opinion, the market leader in Switzerland, providing a complete set of banking and securities services for individual and corporate clients.

² Tier 1 capital comprises share capital, share premium, retained earnings including current year profit, foreign currency translation and minority interests less accrued dividends, net long positions in own shares and goodwill.

³ Standard and Poor's long-term rating was changed from AA+ to AA on 1 October 2007

Global Asset Management

The Global Asset Management business is, according to its own opinion, one of the world's leading asset managers, providing traditional, alternative and real estate investment solutions to private, institutional and corporate clients, and through financial intermediaries. It is, according to its own opinion, one of the largest global institutional asset managers, the second largest mutual fund manager in Europe, and the largest in Switzerland.

Investment Bank

UBS Investment Bank is, according to its own opinion, one of the world's leading investment banking and securities firms, providing a full range of products and services to corporate and institutional clients, governments, financial intermediaries and alternative asset managers. Its investment bankers, salespeople and research analysts, supported by its risk and logistics teams, deliver advice and execution to clients all over the world. The Investment Bank also works with financial sponsors and hedge funds and indirectly meets the needs of private investors through both UBS' own wealth management business and through other private banks.

Corporate Center

Corporate Center creates value for shareholders and other stakeholders by partnering with the Business Groups to ensure that the firm operates as an effective and integrated whole with a common vision and set of values. It helps UBS businesses grow sustainably through its risk, financial control, treasury, communication, legal and compliance, human resources, strategy, off shoring and technology functions.

Industrial Holdings

The Industrial Holdings segment consists of UBS private equity investments. UBS strategy is to de-emphasize and reduce exposure to this asset class while capitalizing on orderly exit opportunities as they arise.

Competition

UBS faces stiff competition in all business areas. Both in Switzerland and abroad, the Bank competes with asset management companies, commercial, investment and private banks, brokerages and other financial services providers. Competitors include not only local banks, but also global financial institutions, which are similar to UBS in terms of both size and services offered.

In addition, the consolidation trend in the global financial services sector is introducing new competition, which may have a greater impact on prices, as a result of an expanded range of products and services and increased access to capital and growing efficiency.

III. ORGANISATIONAL STRUCTURE OF THE ISSUER

The objective of UBS' group structure is to support the business activities of the Company within an efficient legal, tax, supervisory and financial framework. Neither the individual business groups of UBS, Global Wealth Management & Business Banking, Global Asset Management, Investment Bank, nor the Corporate Center (the "**Business Groups**") are legally independent entities; instead, they perform their activities through the domestic and foreign offices of the parent bank, UBS AG.

Settlement of transactions through the parent bank allows UBS to fully exploit the advantages generated for all business groups through the use of a single legal entity. In cases where it is impossible or inefficient to process transactions via the parent, due to local statutory, tax or supervisory provisions or newly acquired companies, these tasks are performed on location by legally independent group companies. The major subsidiaries are listed in the UBS Financial Report 2006, in English, on pages 172 - 175 (inclusive).

IV. TREND INFORMATION

The Fixed Income, Currencies and Commodities business remains exposed to further deterioration in the US housing and mortgage markets as well as rating downgrades for mortgage-related securities, which

could lead to further writedowns on the positions. UBS is not assuming that the current difficulties will be resolved in the short term. To be specific, UBS believes it is unlikely that the Investment Bank division will contribute positively to UBS results for the last three months of the year.

V. ADMINISTRATIVE, MANAGEMENT AND SUPERVISORY BODIES OF THE ISSUER

UBS operates under a strict dual Board structure, as mandated by Swiss banking law. The functions of Chairman of the Board of Directors (“**Chairman**”) and Group Chief Executive Officer (“**Group CEO**”) are assigned to two different people, thus providing separation of powers. This structure establishes checks and balances and creates an institutional independence of the Board of Directors (“**BoD**”) from the day-to-day management of the firm, for which responsibility is delegated to the Group Executive Board (“**GEB**”). No member of one Board may be a member of the other.

The supervision and control of the executive management remains with the BoD. The Articles of Association and the Organisation Regulations of UBS AG, with their Appendices govern all details as to authorities and responsibilities of the two bodies. Please refer to www.ubs.com/corporate-governance.

The BoD consists of at least six and a maximum of twelve members. The term of office for members of the board is three years.

Details of the Executive Bodies of the Company

Board of Directors as of 1 October 2007

The Board of Directors consists of eleven members:

| | Title | Term of office | Position outside UBS AG |
|---------------------------|-------------------------|----------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Marcel Ospel | Chairman | 2008 | |
| Stephan Haeringer | Executive Vice Chairman | 2010 | |
| Ernesto Bertarelli | Member | 2009 | Chairman of Kedge Capital Partners Ltd. Jersey, of Team Alinghi SA, Ecublens (Switzerland), and of Alinghi Holdings Ltd, Jersey. |
| Gabrielle Kaufmann-Kohler | Member | 2009 | Partner at the Schellenberg Wittmer law firm and Professor of international private law at the University of Geneva. |
| Sergio Marchionne | Member | 2010 | CEO of Fiat S.p.A, Turin |
| Dr. Rolf A. Meyer | Member | 2009 | Member of the Board of DKSH AG (Diethelm Keller Siber Hegner), Zurich, and Chairman of its Audit and Finance Committee. Member of the Board of Directors of Ascom (Switzerland) Ltd., Berne. |
| Dr. Helmut Panke | Member | 2010 | Member of the Board of Directors of Microsoft Corporation, Redmond, WA (USA). |
| Peter Spuhler | Member | 2010 | Owner of Stadler Rail AG, Switzerland, and Chairman of Stadler Rail AG and of Stadler Bussnang AG. Member of the Board of Directors of Kühne Holding, Switzerland, and Walo Bertschinger Central AG, Switzerland. |
| Peter R. Voser | Member | 2008 | Chief Financial Officer of The Royal Dutch Shell plc, London |
| Lawrence A. Weinbach | Member | 2008 | Partner of the Yankee Hill Capital Management LLC, Southport, CT, |

| | | | |
|-------------|--------|------|-------------------------------------------------------------------------------------------|
| | | | USA (since 2006). Member of the Board of Directors of Avon Products Inc., New York (USA). |
| Joerg Wolle | Member | 2009 | President and CEO of DKSH Holding Ltd. |

Group Executive Board as of 1 October 2007

The Group Executive Board consists of eight members:

| | |
|--------------------|------------------------------------------------------------------|
| Marcel Rohner | Group Chief Executive Officer and Chairman & CEO Investment Bank |
| John A. Fraser | Chairman and CEO Global Asset Management |
| Peter Kurer | Group General Counsel |
| Joseph Scoby | Group Chief Risk Officer |
| Walter Stuerzinger | Chief Operating Officer, Corporate Center |
| Marco Suter | Group Chief Financial Officer |
| Rory Tapner | Chairman and CEO Asia Pacific |
| Raoul Weil | Chairman and CEO Global Wealth Management & Business Banking |

No member of the GEB has any significant business interests outside the Bank.

Board of Directors

The BoD is the most senior body of UBS. All the members of the BoD are elected individually by the Annual General Meeting for a term of office of three years. The BoD itself then appoints its Chairman, the Vice Chairmen and the various BoD Committees (Audit Committee, Compensation Committee, Nominating Committee and Corporate Responsibility Committee).

The BoD has ultimate responsibility for the mid- and long-term strategic direction of UBS, for appointments and dismissals at top management levels and the definition of the firm's risk principles and risk capacity. While the majority of the BoD members are always non-executive and independent, the Chairman and at least one Vice Chairman have executive roles in line with Swiss banking laws, and assume supervisory and leadership responsibilities. The BoD meets as often as business requires, and at least six times a year.

The business address of the members of the BoD is UBS AG, Bahnhofstrasse 45, CH-8001 Zurich, Switzerland.

Group Executive Board

The GEB has business management responsibility for UBS. The Group CEO and the members of the GEB are appointed by the Board of Directors and are accountable to the Chairman and the Board for the firm's results. The GEB, and in particular the Group CEO, are responsible for the implementation and results of the firm's business strategies, for the alignment of the Business Groups to UBS integrated business model, and for the exploitation of synergies across the firm.

The business address of the members of the GEB is UBS AG, Bahnhofstrasse 45, CH-8001 Zurich, Switzerland.

Conflicts of interest

No conflicts exist between the private interests and/or other duties of the members of the BoD or the GEB and their obligations to the Issuer

VI. AUDITORS

On 18 April 2007, the UBS Annual General Meeting reelected Ernst & Young Ltd., Aeschengraben 9, 4002 Basel, Switzerland, as the Group and statutory auditor in accordance with company law and

banking law provisions for a further one-year term. Ernst & Young Ltd., Basel, is a member of the Swiss Institute of Certified Accountants and Tax Consultants based in Zurich, Switzerland.

VII. MAJOR SHAREHOLDERS OF THE ISSUER

The ownership of UBS shares is broadly disbursed. As at 31 December 2006, Chase Nominees Ltd., London, was registered with a 8.81 per cent. holding (31 December 2005: 8.55 per cent., 31 December 2004: 8.76 per cent.) of total share capital held in trust for other investors. As at 31 December 2006, the U.S. securities clearing organisation DTC (Cede & Co.), New York, "The Depository Trust Company", held 13.21 per cent. (31 December 2005: 9.95 per cent., 31 December 2004: 5.77 per cent.) of total share capital in trust for other beneficiaries. Pursuant to UBS' provisions on registering shares, the voting rights of nominees are limited to 5 per cent. This regulation does not apply to securities clearing and settlement organisations. No other shareholder was registered with a holding in excess of 5 per cent. of total share capital.

Further details on the distribution of UBS shares, the number of registered and non-registered securities, voting rights as well as distribution by shareholder categories and geographical regions can be found in the UBS Handbook 2006/2007, in English, on pages 109 - 110 (inclusive).

VIII. FINANCIAL INFORMATION CONCERNING THE ISSUER'S ASSETS AND LIABILITIES, FINANCIAL POSITION AND PROFITS AND LOSSES

A description of the Issuer's assets and liabilities, financial position and profits and losses is available in the Financial Reports of the Issuer for financial years 2005 and 2006, in English ("**Financial Reports**"). In this context, the Issuer's fiscal year equals the calendar year.

In the case of financial year 2005 reference is made to

- (i) the Financial Statements of UBS AG (Group), in particular the Income Statement of UBS AG (Group) on page 74, the Balance Sheet of UBS AG (Group) on page 75, the Statement of Cash Flows of the UBS AG (Group) on pages 78 - 79 (inclusive) and the Notes to the Financial Statements on pages 80 - 190 (inclusive), and
- (ii) the Financial Statements of UBS AG (Parent Bank), in particular the Income Statement of UBS AG (Parent Bank) on page 194, the Balance Sheet of UBS AG (Parent Bank) on page 195, the Statement of Appropriation of Retained Earnings of UBS AG (Parent Bank) on page 196, the Notes to the Financial Statements on pages 197 - 201 (inclusive) and the Parent Bank Review on page 193, and
- (iii) the sections entitled "Accounting Standards and Policies" on pages 65 - 70 (inclusive) in the Financial Report 2005.

In the case of financial year 2006 reference is made to

- (i) the Financial Statements of UBS AG (Group), in particular the Income Statement of UBS AG (Group) on page 82, the Balance Sheet of UBS AG (Group) on page 83, the Statement of Cash Flows of the UBS AG (Group) on pages 86 - 87 (inclusive) and the Notes to the Financial Statements on pages 88 - 214 (inclusive), and
- (ii) the Financial Statements of UBS AG (Parent Bank), in particular the Income Statement of UBS AG (Parent Bank) on page 218, the Balance Sheet of UBS AG (Parent Bank) on page 219, the Statement of Appropriation of Retained Earnings of UBS AG (Parent Bank) on page 220, the Notes to the Financial Statements on pages 221 - 225 (inclusive) and the Parent Bank Review on page 217, and
- (iii) the sections entitled "Accounting Standards and Policies" on pages 67 - 72 (inclusive) in the Financial Report 2006.

All relevant financial information including the relevant notes thereto, contained therein and audited by the UBS auditor, form an integral component of this Prospectus, and are therefore fully incorporated in this Prospectus.

The Financial Reports form an essential part of UBS reporting. They include the audited Consolidated Financial Statements of UBS, prepared in accordance with International Financial Reporting Standards ("**IFRS**"), a reconciliation to United States Generally Accepted Accounting Principles ("**US GAAP**"), and the audited financial statements of UBS AG, prepared according to Swiss banking law provisions. The

Financial Reports also include discussions and analyses of the financial and business results of UBS and its business groups, as well as certain additional disclosures required under Swiss and US regulations.

The financial statements for UBS AG (Group) and its subsidiaries as well as for UBS AG (Parent Bank) were audited by Ernst & Young Ltd., Basel, for financial years 2005 and 2006. The "Report of the Statutory Auditors" of the UBS AG (Parent Bank) can be found on page 202 of the Financial Reports for 2005 and on page 226 of the Financial Reports for 2006. The "Report of the Group Auditors" of the UBS AG (Group) can be found on page 73 of the Financial Reports for 2005 and on pages 80 – 81 (inclusive) of the Financial Reports for 2006.

Reference is also made to the English version of the Issuer's Quarterly Report for the third quarter 2007, which includes information concerning the Issuer's current assets and liabilities, financial position and profits and losses. The information contained in this report as of 30 September 2007 was not audited by the Issuer's statutory auditor.

1. Legal and Arbitration Proceedings

The Issuer and other UBS Group companies operate in a legal and regulatory environment that exposes them to potentially significant litigation risks. As a result, UBS is involved in various disputes and legal proceedings, including litigation, arbitration, and regulatory and criminal investigations. Such cases are subject to many uncertainties, and their outcome often is difficult to predict, particularly in the earlier stages of a case. In certain circumstances, to avoid the expense and distraction of legal proceedings, UBS may based on a cost benefit analysis enter a settlement even though UBS denies any wrongdoing. UBS Group makes provisions for cases brought against it only when after seeking legal advice, in the opinion of management, it is probable that a liability exists, and the amount can be reasonably estimated. No provision is made for claims asserted against UBS Group that in the opinion of management are without merit and where it is not likely that UBS will be found liable.

Within the last 12 months until 30 November 2007, UBS has been involved in the following legal proceedings which could be material to the operating result of the Group in a given reporting period:

- (a) **InsightOne:** In early July 2007, UBS agreed to a settlement of the InsightOne case after the New York State Attorney General filed a civil complaint regarding UBS' fee-based brokerage program for private clients in the United States in December 2006. UBS denies that the program was part of a scheme to disadvantage clients but chose to settle to bring the proceedings to an end. Under the settlement, UBS paid a total of USD 23.3 million of which USD 21.3 million is being paid to certain current and former InsightOne customers pursuant to an agreed-upon remediation plan, and USD 2 million was paid in penalties. In Q4 2006, UBS established provisions sufficient to cover the settlement, and therefore the settlement will not impact UBS' Net profit in 2007.
- (b) **Tax Shelter:** In connection with a criminal investigation of tax shelters, the United States Attorney's Office for the Southern District of New York (US Attorney's Office) is examining UBS' conduct in relation to certain tax-oriented transactions in which UBS and others engaged during the years 1996-2000. Some of these transactions were subject to the Deferred Prosecution Agreement which the accounting firm KPMG LLP entered into with the US Attorney's Office in August 2005, and are at issue in *United States v. Stein*, S1 05 Cr. 888 (LAK). UBS is cooperating in the government's investigation.
- (c) **Municipal Bonds:** In November 2006, UBS and others received subpoenas from the US Department of Justice, Antitrust Division, and the US Securities and Exchange Commission. These subpoenas concern UBS' conduct relating to derivative transactions entered into with municipal bond issuers, and to the investment of proceeds of municipal bond issuances. UBS is cooperating in these investigations.
- (d) **HealthSouth:** UBS is defending itself in two purported securities class actions brought in the US District Court of the Northern District of Alabama by holders of stock and bonds in HealthSouth Corp. UBS also is a defendant in HealthSouth derivative litigation in Alabama State Court and has responded to an SEC investigation relating to UBS' role as a banker for HealthSouth.
- (e) **Bankruptcy Estate of Enron:** In June 2007, UBS and Enron settled adversarial proceedings in the US Bankruptcy Court for the Southern District of New York brought by Enron to avoid and recover payments made prior to filing for bankruptcy in connection with equity forward and swap transactions. UBS believes it had valid defences to all of Enron's claims but chose to settle to

eliminate the uncertainty created by the proceeding. Under the terms of the settlement, UBS paid Enron USD 115 million and waived a proof of claim for approximately USD 5.5 million that UBS filed in Enron's bankruptcy case. In Q4 2006, UBS recognized a provision for more than half of the settlement amount, with the difference recognized in second quarter 2007. Therefore, the settlement will not materially impact UBS' Net profit in 2007.

- (f) Parmalat: UBS is involved in a number of proceedings in Italy related to the bankruptcy of Parmalat. These proceedings include, inter alia, claw back proceedings against UBS Limited in connection with a structured finance transaction. Further, UBS is a defendant in two civil damages claims brought by Parmalat, of which one relates to the same structured finance transaction against UBS Limited, while the other against UBS AG relates to certain derivative transactions. In addition, UBS Limited and two UBS employees are the subject of criminal proceedings in Milan, while four UBS current or former employees have been served with a notice of closure of criminal investigations in Parma. Finally, UBS is a defendant in civil actions brought by individual investors on the back of the criminal proceedings in Milan. UBS denies the allegations made against itself and against its employees in these matters and is defending itself vigorously.

Besides the proceedings specified above under (a) through (f) no governmental, legal or arbitration proceedings, which may significantly affect the Issuer's financial condition (as opposed to the operating results in the quarterly reporting period) are or have been pending, nor is the Issuer aware that any such governmental, legal or arbitration proceedings are threatened.

2. Significant changes in the Financial Situation of the Issuer

UBS has announced that its Fixed Income, Currencies and Commodities business remains exposed to further deterioration in the US housing and mortgage markets as well as rating downgrades for mortgage-related securities, which could lead to further writedowns on the positions, and that UBS believes it is unlikely that the Investment Bank division will contribute positively to UBS results for the last three months of the year. This may constitute a material change in the financial position of the Issuer since the last unaudited financial statements which have been published for the period ended 30 September 2007. Apart from this development in the Investment Bank division, there has been no material change in the financial or trading position or prospects or indebtedness of the Issuer since the last unaudited financial statements which have been published for the period ended 30 September 2007.

IX. MATERIAL CONTRACTS

No material agreements have been concluded outside of the normal course of business which could lead to UBS being subjected to an obligation or obtaining a right, which would be of key significance to the Issuer's ability to meet its obligations to the investors in relation to the issued securities.

X. DOCUMENTS ON DISPLAY

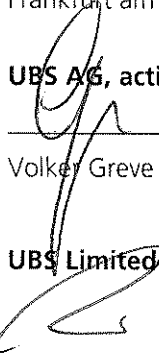
The Annual Report of UBS AG as at 31 December 2005, comprising (i) the Annual Review 2005, (ii) the Handbook 2005/2006 and (iii) the Financial Report 2005 (including the "Report of the Group Auditors" and the "Report of the Statutory Auditors"), the Annual Report of UBS AG as at 31 December 2006, comprising (i) the Annual Review 2006, (ii) the Handbook 2006/2007 and (iii) the Financial Report 2006 (including the "Report of the Group Auditors" and the "Report of the Statutory Auditors"), the quarterly report of UBS AG as of 30 September 2007 and the Articles of Association of UBS AG Zurich/Basel, as the Issuer, shall be maintained in printed format, for free distribution, at the offices of the Issuer as well as at UBS Deutschland AG, Stephanstrasse 14 - 16, 60313 Frankfurt am Main, Federal Republic of Germany, for a period of twelve months after the publication of this document. In addition, the Annual and quarterly reports of UBS AG are published on the UBS website, at www.ubs.com/investors or a successor address.


The Base Prospectus dated 12 April 2007 and all supplements thereto, are available free of charge at the Issuer and at UBS Deutschland AG, Stephanstrasse 14 – 16, 60313 Frankfurt am Main, Federal Republic of Germany.

Additionally, the Base Prospectus and all supplements thereto are published on the website www.ubs.com/keyinvest, or a successor website.


Frankfurt am Main, 30 November 2007

UBS AG, acting through its [London][Jersey] Branch


Volker Greve


Matthias Fischer

UBS Limited


Stefanie Ganz


Sigrid Kossatz