

Open End PERLES on DAXglobal® Alternative Energy Price Index (DAEPI)

PERformance Linked to Equity Securities

The Issuer has called this product on 05 January 2017 for early expiration effective 30 January 2018



Tax Treatment Switzerland adjusted

Final Terms

Product Details

Underlying Index

DAXglobal® Alternative Energy Price Index
(Bloomberg: DXAEUSP; Reuters: .DAXAEUSP)

Issue Amount	25'000 PERLES (with reopening clause)	
Conversion Ratio	1 PERLES refers to one Underlying Index Level	
Initial Underlying Index Level	218.74	
Issue Price	USD 220.93 (= 101.00% of Initial Underlying Index Level)	
Security No.	ISIN: CH0028825740	WKN: UB46UT Valor: 2882574 Common Code: tba

Dates

Issue Date	16 January 2007
Subscription Period	Until 30 January 2007 (15h00 CET)
Pricing Date	30 January 2007
First Listing Date	06 February 2007
Payment Date	06 February 2007
Expiration Date	Open End

General Information

Issuer	UBS AG, London Branch
Rating	Aa2 / AA+
Lead Manager	UBS AG, Zurich (UBS Investment Bank)
Co-Lead Manager	BANK CIAL (SWITZERLAND), Basel
Index Sponsor	Deutsche Börse AG
Exchange Business Day	A day at which the Underlying Index is calculated and published by the Index Sponsor
Settlement	Cash settlement in USD
Trading	Indicative Prices will be available on Reuters (page 0#SWISSPERLE=UBSL), www.ubs.com/keyinvest and Telekurs
Listing	SWX-Listing
Trading Lot	Minimum 1 Open End PERLES or a multiple thereof for trading and exercise

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Selling Restrictions	Europe, HongKong, Singapore, UK, USA, U.S. persons WARNING - The contents of this document have not been reviewed by any regulatory authority in Hong Kong. Investors are advised to exercise caution in relation to the offer. If an investor is in any doubt about any of the contents of this document, the investor should obtain independent professional advice.
Clearing	SIS, Euroclear, Clearstream (booked at SIS SegalInterSettle AG)
Form of Deed	Book-entry Security
Law / Jurisdiction	Swiss / Zurich
Issuer Call right	The Issuer has the annual right, on 30 January, for the first time on 30 January 2010 ("Notice Date") to call the Open End PERLES for early redemption for a value equal to the Underlying Index Level effective 1 year after the "Notice Date" has been published to that effect (the "Termination Date"). In case that any of the dates is not a business day, the next following business day applies.
Investor exercise right	In addition to the possibility to sell the Open End PERLES at any time, each Investor has an annual right to exercise his Open End PERLES (notice to be received not later than 10 am Zurich time on 30 January of the relevant year (the "Exercise Date") for a value equal to the Underlying Index Level . The exercise will become effective as of close of business on 30 January of the relevant year. In case that any of the dates is not a business day, the next following business day applies.
Certificates	Certificates are a group of products, which replicate the performance of the underlying. Certificates give the investor the possibility to be diversified with low administrative costs and small investment amounts. The risk of loss is limited to the invested capital.

Tax Information

Swiss Stamp Duty	Secondary market transactions are not subject to Swiss Stamp Duty.
Swiss Income Tax	For private investors resident in Switzerland who hold the product on the Closing Date, any kind of distribution reinvested in the index or basket (dividends, repayments of nominal value and capital contribution reserves) is subject to income tax on an annual basis. The amount will be determined and reported to the Swiss Federal Tax Administration annually for publication in the Kursliste (list of tax values). Closing date (for Swiss tax purposes): December 31, for the first time December 31, 2018
Swiss Withholding Tax	The product is not subject to the Swiss Withholding Tax.
EU Savings Tax	For Swiss paying agents, the product is not subject to the EU Savings tax (TK9).

The tax information only provides a general overview over the Swiss tax consequences linked to this product based on the tax laws and the practice of the tax administration. Tax laws and the practice of tax administrations may change, possibly with retroactive effect.

This product does not represent a share in an investment fund and thus is not subject to the supervision of the Swiss Federal Banking Commission (*Eidgenössische Bankenkommission*). Therefore, investors in this product are not eligible for the specific investor protection under the Swiss Federal Act on Collective Capital Investments (*Bundesgesetz über die kollektiven Kapitalanlagen*).

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Any Products purchased by any person for resale may not be offered in any jurisdiction in circumstances which would result in the Issuer being obliged to register any further prospectus or corresponding document relating to this Product in such jurisdiction.

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- (b) a trust (where the trustee is not an accredited investor) whose sole purpose is to hold investments and each beneficiary is an accredited investor;

then the shares, debentures and units of shares and debentures of that corporation or the beneficiaries' rights and interest in that trust shall not be transferable for six months after that corporation or that trust has acquired this Product under Section 275 except:

- (1) to an institutional investor under Section 274 of the SFA or to a relevant person, or any person pursuant to Section 275(1A), and in accordance with the conditions, specified in Section 275 of the SFA;
- (2) where no consideration is given for the transfer; or
- (3) by operation of law.

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