NYSE Regulation, Inc.

Regulatory Bulletin

NYSEMKT-RB-15-03

April 23, 2015

To: **NYSE MKT MEMBER ORGANIZATIONS**

Subject: **VELOCITYSHARES 3X LONG CRUDE OIL ETN LINKED TO THE S&P GSCI CRUDE OIL INDEX ER DUE FEBRUARY 9, 2032**

Compliance and supervisory personnel should note that, among other things, this Information Bulletin discusses customer suitability. Please forward this Information Bulletin to other interested persons within your organization.

The following exchange-traded notes will commence trading pursuant to unlisted trading privileges[1] on NYSE MKT, LLC ("NYSE MKT" or, the "Exchange") on April 23, 2015:

Exchange-Traded Notes	**Symbol**
VelocityShares 3x Long Crude Oil ETN linked to the S&P GSCI Crude Oil Index ER due February 9, 2032	UWTI

Background on the Securities

As more fully explained in the Pricing Supplement dated April 7, 2015, Prospectus Supplement dated March 23, 2012, and the Base Prospectus, as supplemented on March 19, 2015 for the VelocityShares 3x Long Crude Oil ETN linked to the S&P GSCI Crude Oil Index ER due February 9, 2032 (the "ETNs") (File No. 333-180300-03), the return of the ETNs is linked to a daily compounded three times (3x) leveraged participation in the S&P GSCI Crude Oil Index ER (the "Index"). The ETNs do not guarantee any return of principal at maturity and do not pay any interest during their term. The ETNs are senior unsecured obligations of Credit Suisse AG (the "Issuer"), acting through its Nassau branch, which mature on February 9, 2032.

The Index is composed entirely of West Texas Intermediate ("WTI") crude oil futures contracts and is calculated according to the methodology of the S&P GSCI Index (the "S&P GSCI"). The fluctuations in the values of the Index are intended generally to correlate with changes in the prices of such physical commodities in global markets. WTI crude oil futures contracts trade on the New York Mercantile Exchange.

The Index is maintained and calculated by S&P Dow Jones Indices LLC. The value of the Index is reported on Bloomberg under ticker symbol "SPGSCLP <Index>".

The Closing Indicative Value of the ETNs on any day is based on a daily compounded three times (3x) leveraged participation in the performance of the Index, less the Daily Investor Fee. VelocityShares Index & Calculation Services, a division of VelocityShares LLC, or its affiliate is responsible for computing and disseminating the Closing Indicative Value.

[1] The ETNs are currently listed and traded on NYSE Arca. Please see the original Regulatory Bulletin at: https://www.nyse.com/publicdocs/nyse/markets/nyse-arca/rule-interpretations/2012/NYSEArca-RB-12-16.pdf

If the ETNs have not been previously redeemed or accelerated, on the maturity date, investors will receive for each $50 stated principal amount of the ETNs a cash payment equal to the applicable Closing Indicative Value for such series of ETNs on the final valuation date, as calculated by the calculation agents. If the final indicative value is zero, the maturity redemption amount will be zero.

The ETNs may be redeemed early, at the investor's option, subject to a minimum redemption amount of 25,000 ETNs. Upon such early redemption, the investor will receive a cash payment that is based on the performance of the Index, less the accrued fees and the redemption fee.

The Intraday Indicative Value for the ETNs will be disseminated by market data vendors under the symbol UWTI.IV.

Additional information regarding the ETNs, including information about redemption procedures, fees, and dividends can be found in the Pricing Supplement.

Investment Risks

As described in the ETNs' Prospectus Supplement, investing in the ETNs involves a number of risks not associated with an investment in conventional debt securities. An investment in the ETNs involves significant risks and is not appropriate for every investor. Investing in the ETNs is not equivalent to investing directly in the Index. Accordingly, the ETNs should be purchased only by knowledgeable investors who understand the terms of the investment in the ETNs and are familiar with the behavior of the Index and financial markets generally. The ETNs are riskier than ordinary unsecured debt securities.

Interested persons are referred to the Prospectus for a full description of risks associated with an investment in the ETNs. These risks include, Risk of Uncertain Principal Repayment, Credit Risk of the Issuer, Long Holding Period Risk, and Concentration Risk, as well as:

- Risk of potentially high and unpredictable volatility in the prices of WTI Crude Oil
- No direct exposure to the spot price of WTI Crude Oil
- Uncertain trading market for the ETNs
- Offers for redemption are irrevocable
- Uncertain tax treatment of the ETNs
- The ETNs may be accelerated at any time

For a more complete description of the securities and the payment at maturity, valuation, fees and risk factors, consult the ETNs' Pricing Supplement.

Exchange Rules Applicable to Trading in the Shares

The ETNs are considered equity securities, thus rendering trading in the securities subject to the Exchange's existing rules governing the trading of equity securities.

Trading Hours

The value of the underlying Index is disseminated to data vendors every 15 seconds from 9:30 a.m. ET until 4:00 p.m. ET. The ETNs will trade on NYSE MKT from 9:30 a.m. ET until 4:00 p.m. ET on every business day in accordance with NYSE MKT Rule 502 – Equities.

Suitability

Member organizations are reminded of their obligations under NYSE MKT Rule 405 - Equities ("Diligence as to Accounts") whereby every member organization is required through a principal executive or a person or persons designated under the provisions of Rule 3110(a) - Equities to:

> (1) Use due diligence to learn the essential facts relative to every customer, every order, every cash or margin account accepted or carried by such organization and every person holding power of attorney over any account accepted or carried by such organization.
> (2) Supervise diligently all accounts handled by registered representatives of the organization.

FINRA has implemented increased sales practice and customer margin requirements for FINRA members applicable to leveraged exchange-traded products (which includes the ETNs) and options on such products, as described in FINRA Regulatory Notices 09-31 (June 2009), 09-53 (August 2009) and 09-65 (November 2009).

According to the Registration Statement, each of the ETNs is riskier than ordinary debt securities. Additional details regarding for whom investments in these ETNs are suitable and the associated risks can be found in the ETNs' Pricing Supplement. The ETNs are not suitable for all investors. In particular, the ETNs should be purchased only by investors who understand leverage risk and the consequences of seeking monthly compounded leveraged investment results, and who intend to actively monitor and manage their investments. The Exchange makes no representation regarding the suitability of an investment in the ETNs.

Trading Halts

The Exchange will halt trading in the Shares because of a regulatory halt based on NYSE MKT Rule 515 – Equities ("Trading Halts, Suspensions, or Pauses"). In addition, the Exchange will halt trading in the Shares in accordance with NYSE MKT Rule 80B – Equities ("Trading Halts Due to Extraordinary Market Volatility") and NYSE MKT Rule 515 – Equities ("Trading Halts, Suspensions, or Pauses"). The Units will be traded following a trading halt in accordance with NYSE MKT Rule 508 – Equities ("Openings, Reopenings and Closings").

Prospectus Delivery

Members and member organizations are advised to consult the "Supplemental Plan of Distribution" in the Pricing Supplement regarding prospectus delivery requirements. Members must deliver a prospectus to investors purchasing newly issued ETNs prior to or concurrently with the confirmation of a transaction.

No-Action Relief Under Federal Securities Regulations

The Securities and Exchange Commission has issued no-action relief from certain provisions of and rules under the Securities Exchange Act of 1934 (the "Exchange Act"). In connection with the ETNs, the Issuer is relying on the SEC No-Action Letters issued to Barclays Bank PLC (SEC Letters dated May 30, 2006 and July 27, 2006) for securities with structures similar to that of the securities described herein (the "Letters"). The issuer relies on these Letters, and what follows is only a summary of the relief outlined in the Letters; the Exchange also advises interested members to consult the Letters, available at www.sec.gov, for more complete information regarding the matters covered therein.

Regulation M Exemptions
Generally, Rule 101 of Regulation M is an anti-manipulation regulation that, subject to certain exemptions, prohibits a “distribution participant” and the issuer or selling security holder, in connection with a distribution of securities, from bidding for, purchasing, or attempting to induce any person to bid for or purchase, any security which is the subject of a distribution until after the applicable restricted period, except as specifically permitted in Regulation M. The provisions of the Rules apply to underwriters, prospective underwriters, brokers, dealers, and other persons who have agreed to participate or are participating in a distribution of securities, and affiliated purchasers of such persons.

The Letters state that the SEC Division of Trading and Markets will not recommend enforcement action under Rule 101 of Regulation M against persons who may be deemed to be participating in a distribution of the notes to bid for or purchase the notes during their participation in such distribution.

Rule 102 of Regulation M prohibits issuers, selling security holders, or any affiliated purchaser of such person from bidding for, purchasing, or attempting to induce any person to bid for or purchase a covered security during the applicable restricted period in connection with a distribution of securities effected by or on behalf of an issuer or selling security holder. Rule 100 of Regulation M defines “distribution” to mean any offering of securities that is distinguished from ordinary trading transactions by the magnitude of the offering and the presence of special selling efforts and selling methods.

The Letters state that the SEC Division of Trading and Markets will not recommend enforcement action under Rule 102 of Regulation M against Barclays and its affiliated purchasers who bid for or purchase or redeem notes during the continuous offering of the notes.

Section 11(d)(1) of the Exchange Act; Exchange Act Rule 11d1-2
Section 11(d)(1) of the Exchange Act generally prohibits a person who is both a broker and a dealer from effecting any transaction in which the broker-dealer extends credit to a customer on any security which was part of a new issue in the distribution of which he or she participated as a member of a selling syndicate or group within thirty days prior to such transaction.

The Letter states that the SEC Division of Trading and Markets will not recommend enforcement action under Section 11(d)(1) of the Exchange Act against broker-dealers who treat the notes, for purposes of Rule 11d1-2, as “securities issued by a registered . . . open-end investment company as defined in the Investment Company Act” and thereby, extend credit or maintain or arrange for the extension or maintenance of credit on the notes that have been owned by the persons to whom credit is provided for more than 30 days, in reliance on the exemption contained in the rule.

This Information Bulletin is not a statutory Prospectus. Members should consult the ETNs’ Pricing Supplement and the ETNs’ website for relevant information.

Inquiries regarding this Information Bulletin should be directed to Phil Bak, Manager, Exchange Traded Funds, at (212) 656-2057.