To: **NYSE MKT MEMBER ORGANIZATIONS**

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

VELOCITYSHARES 3X INVERSE 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 (together, the "ETNs") will commence trading pursuant to unlisted trading privileges[1] on NYSE MKT, LLC ("NYSE MKT" or, the "Exchange") on October 25, 2016:

Security Name	Symbol
VelocityShares 3x Long Natural Gas ETN linked to the S&P GSCI Natural Gas Index ER due February 9, 2032	UGAZ
VelocityShares 3x Inverse Crude Oil ETN linked to the S&P GSCI Crude Oil Index ER due February 9, 2032	DWTI

Background on the Securities

As more fully explained in the Registration Statements No. 333-202913 and 333-180300-03 for VelocityShares ETNs due February 3, 2032 (the "Securities"), the ETNs are senior medium-term notes of the Issuer. The ETNs are linked to the performance of the applicable Index during the term of such ETNs. The ETNs are designed to reflect a leveraged long (3x) or leveraged inverse (minus 3x) exposure, as applicable, on a daily basis, to the S&P GSCI Natural Gas Index ER or the S&P GSCI Crude Oil Index ER (each such index, an "Index" and collectively the "Indices").

Each Index comprises futures contracts on a single commodity and is calculated according to the methodology of the S&P GSCI Index (the "S&P GSCI"). The fluctuations in the values of the Indices are intended generally to correlate with changes in the prices of such physical commodities in global markets. The S&P GSCI Natural Gas Index ER and the S&P Crude Oil Index ER are composed entirely of natural gas or Brent crude oil futures contracts, respectively. The Indices are determined, composed and calculated by Standard & Poor's ("S&P").

[1] The ETNs are currently listed and traded on NYSE Arca

Payment at Maturity

For each Security, unless previously redeemed or accelerated, on the Maturity Date investors will receive for each $50 stated principal amount of the investor's ETNs a cash payment equal to the applicable Closing Indicative Value of such ETNs on the Final Valuation Date (the "Final Indicative Value"), as calculated by the Calculation Agents. If the Final Indicative Value is zero, the Maturity Redemption Amount will be zero.

The Indices are provided and calculated by S&P Dow Jones Indices LLC. The value of each Index is reported on Bloomberg under ticker symbol "SPGSNGP <Index>" and "SPGSCLP <Index">, respectively.

The Intraday Indicative Value for the ETNs is disseminated by market data vendors under the symbol UGAZ.IV and DWTI.IV, respectively.

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

Investment Risks

Investment in the Securities will involve significant risks. The Securities are not secured debt and are riskier than ordinary unsecured debt securities. Significant risks include credit risk of Credit Suisse AG; acceleration risk; long holding period risk; commodity risk; index risk; concentration risk; leverage risk; regulatory risk; early redemption risk; and interest rate risk. In addition, as noted in the Prospectus, the Securities may trade at market prices that may differ from their NAV. The NAV of the Securities will fluctuate with changes in the market value of the Indices. The market prices of the Securities will fluctuate in accordance with changes in NAV as well as the supply and demand for the Securities on the Exchange.

As stated in the Registration Statement for the ETNs, the ETNs are intended to be daily trading tools for sophisticated investors to manage daily trading risks. They are designed to achieve their stated investment objectives on a daily basis, but their performance over different periods of time can differ significantly from their stated daily objectives. The ETNs are riskier than securities that have intermediate or long-term investment objectives, and may not be suitable for investors who plan to hold them for a period other than one day. Accordingly, the ETNs should be purchased only by knowledgeable investors who understand the potential consequences of investing in the applicable Index and of seeking daily compounding leveraged long or leveraged inverse investment results, as applicable. Investors should actively and frequently monitor their investments in the ETNs, even intra-day.

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 Letter issued to Barclays Bank PLC (SEC Letter dated July 27, 2006) for securities with structures similar to that of the securities described herein (the "Letter"). The issuer relies on this Letter, and what follows is only a summary of the relief outlined in the Letter; the Exchange also advises interested members to consult the Letter, 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 Letter states 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 Letter states 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.