



Investors Exchange Product Information Circular 2016 - 0198

Date: August 31, 2016

Re: Credit Suisse X-Links Monthly Pay 2xLeveraged Mortgage REIT ETNs

Investors Exchange LLC commenced operating as a national securities exchange on August 19, 2016 followed by a two-week security-by-security phase-in period. This Information Circular is being issued to advise you that the following security has been approved for trading pursuant to unlisted trading privileges (“UTP”) on the Exchange as UTP Derivative Securities pursuant to IEX Rule 16.160, and will begin trading on IEX during the phase-in period. See [the Exchange's Website](#) for the phase-in schedule.

<u>Securities (the “Fund”)</u>	<u>Symbol</u>
Credit Suisse X-Links Monthly Pay 2xLeveraged Mortgage REIT Exchange Traded Notes (ETNs) due July 11, 2036	REML

Issuer/Trust: Credit Suisse AG

Issuer/Trust Website: https://notes.credit-suisse.com/csfbnoteslogin/etn/product_mlti.asp

Primary Listing Exchange: NYSE Arca

The purpose of this information circular is to outline various rules and policies that will be applicable to trading in this new product on the Exchange, as well as to provide certain characteristics and features of the Notes.

Background Information on the Notes

As more fully explained in the Pricing Supplement dated July 12, 2016, Prospectus Supplement dated May 4, 2015 and the Prospectus dated May 4, 2015 for the Credit Suisse X-Links Monthly Pay 2xLeveraged Mortgage REIT Exchange Traded Notes (ETNs) due July 11, 2036 (the “ETNs”) (File No. 333-202913), the return of the ETNs is linked to a monthly compounded two times (2x) leveraged long exposure to the price return version of the FTSE NAREIT All Mortgage Capped Index (the “Index”). The ETNs do not guarantee any return of principal at maturity. The investor may receive periodic coupon payments under the circumstances described in the pricing supplement and a cash payment at maturity or upon early redemption based on the performance of the Index. The ETNs are senior unsecured obligations of Credit Suisse AG (the “Issuer”), acting through its Nassau branch, and mature on July 11, 2036.

The Index measures performance of all tax-qualified real estate investment trusts (“REITs”) with more than 50% of total assets invested in mortgage loans or mortgage-backed securities secured by interests in real property (“Mortgage REITs”) that are listed on the NYSE, NYSE Arca or the NASDAQ National Market List. For inclusion in the Index, a company must (1) be a REIT that is a Mortgage REIT (other than any limited liability partnership or limited liability company); (2) have US nationality as assigned by FTSE International Limited (the “Index Provider”); and (3) meet certain liquidity and other requirements. Stapled units consisting of a REIT common stock combined with a non-REIT common stock are not eligible for inclusion in the



Index. The Index Provider will apply four screens (size, liquidity, invested assets, and free float) to assess eligibility of any Mortgage REIT for inclusion in the Index.

The ETNs are subject to early redemption or acceleration in whole or in part at any time. Accordingly, an investor should not expect to be able to hold the ETNs to maturity. Additionally, the ETNs do not guarantee any return of principal at, or prior to, maturity or call, or upon early redemption. Instead, at maturity, investors will receive a cash payment, the amount of which will vary depending on the performance of the Index and will be reduced by any applicable fees, and may be zero.

The ETNs may be redeemed early, at the holder's option, subject to a minimum redemption amount of 50,000 securities. 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 closing indicative value of the ETNs on the initial trade date will be equal to \$25.00.

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

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

Interested persons are referred to the Prospectus for a full description of risks associated with an investment in the ETNs. These risks include, but are not limited to, market risk, credit risk, the risk that a trading market may not develop for the securities, minimum redemption amount risk, uncertain tax treatment risk, and call right risk. The ETNs are riskier than ordinary unsecured debt securities.

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

Exchange Rules Applicable to Trading in the Notes

Trading in the Shares on IEX is subject to IEX trading rules.

Trading Hours

The Shares will trade on IEX between 8:00 a.m. and 5:00 p.m. Please note that trading in the Shares during the Exchange's Pre-Market and Post-Market Sessions ("Extended Market Sessions") may result in additional trading risks which include: (1) that the current underlying indicative value may not be updated during the Extended Market Sessions, (2) lower liquidity in the Extended Market Sessions may impact pricing, higher



volatility in the Extended Market Sessions may impact pricing, (4) wider spreads may occur in the Extended Markets Sessions, and (5) because the indicative value is not calculated or widely disseminated during the Extended Market Sessions, an investor who is unable to calculate an implied value for the Shares in those sessions may be at a disadvantage to market professionals.

Suitability

Trading in the securities on the Exchange will be subject to the provisions of IEX Rule 3.170 and other applicable suitability rules. Members recommending transactions in the securities to customers should make a determination that the recommendation is suitable for the customer.

Trading Halts

The Exchange will halt trading in the shares of a security in accordance with Exchange Rules. The grounds for a halt include a halt because the intraday indicative value of the security and/or the value of its underlying index are not being disseminated as required, a halt for other regulatory reasons or due to other conditions or circumstances deemed to be detrimental to the maintenance of a free and orderly market.

This Information Circular is not a statutory prospectus. Members should consult the Prospectus for a security and the security's website for relevant information.

Please contact IEX Regulation at 646-343-2000 with any inquiries regarding this Information Circular.