



EDGA & EDGX STOCK EXCHANGES			
Regulatory Information Circular			
Circular Number:	2010-608	Contact:	Jeff Rosenstock
Date:	November 30, 2010	Telephone:	(201) 942-8295

Subject: VelocityShares VIX Short Term ETN Linked to the S&P 500 VIX Short-Term Futures Index™ due December 4, 2030

VelocityShares VIX Medium Term ETN Linked to the S&P 500 VIX Mid-Term Futures Index™ due December 4, 2030

VelocityShares Daily Inverse VIX Short Term ETN Linked to the S&P 500 VIX Short-Term Futures Index™ due December 4, 2030

VelocityShares Daily Inverse VIX Medium Term ETN Linked to the S&P 500 VIX Mid-Term Futures Index™ due December 4, 2030

VelocityShares Daily 2x VIX Short Term ETN Linked to the S&P 500 VIX Short-Term Futures Index™ due December 4, 2030

VelocityShares Daily 2x VIX Medium Term ETN Linked to the S&P 500 VIX Mid-Term Futures Index™ due December 4, 2030

Background Information on the Notes

As more fully explained in the Registration Statement (No. 333-158199-10) for the six separate series of exchange traded notes noted above (collectively, the “ETNs”), the return on the ETNs of any series will be based on the performance of the applicable underlying Index during the term of such ETNs. Each series of ETNs tracks the daily performance of either the S&P 500 VIX Short-Term Futures™ ER Index or S&P 500 VIX Mid-Term Futures™ Index ER, as described in the Prospectus for the ETNs. The Indices are designed to provide investors with exposure to one or more maturities of futures contracts on the CBOE Volatility Index® (the “VIX Index”), which reflect implied volatility of the S&P 500® Index at various points along the volatility forward curve. The calculation of the level of the VIX Index is based on prices of put and call options on the S&P 500® Index.

Payment at Maturity

If an investor’s ETNs have not been previously redeemed or accelerated, at maturity the investor will receive for each \$100 stated principal amount of the investor’s ETNs a cash payment equal to the applicable Closing Indicative Value on the Final Valuation Date (the “Final Indicative Value”), as calculated by the Calculation Agents. The amount of such payment is referred to as the “Maturity Redemption Amount.” If the Final Indicative Value is zero, the Maturity Redemption Amount will be zero.

Early Redemption

Investors must offer for redemption at least 25,000 ETNs, or an integral multiple of 25,000 ETNs in excess thereof, at one time in order to exercise the right to cause to redeem ETNs on any Early Redemption Date (the “Minimum Redemption Amount”); provided that the issuer or CSI as one of the Calculation Agents may from time to time reduce, in part or in whole, the Minimum Redemption Amount. Any such reduction will be applied on a consistent basis for all holders of the relevant series of ETNs at the time the reduction becomes effective.

Redemption Charge

Prior to maturity, investors may, subject to certain restrictions, offer the applicable minimum redemption amount or more of ETNs for redemption on an Early Redemption Date during the term of the ETNs until November 28, 2030. If an investor elects to offer ETNs for redemption, and the requirements for acceptance by issuer are met, the investor will receive a cash payment per ETN on the Early Redemption Date equal to the Early Redemption Amount. The “Early Redemption Date” is the third Business Day following an Early Redemption Valuation Date. The “Early Redemption Charge” is equal to 0.05% *times* the Closing Indicative Value on the Early Redemption Valuation Date.

The “Early Redemption Amount” is a cash payment per ETN equal to the greater of (A) zero and (B) (1) the Closing Indicative Value on the Early Redemption Valuation Date *minus* (2) the Early Redemption Charge and will be calculated by the Calculation Agents.

Intraday Indicative Note Value

The Intraday Indicative Value of the ETNs will be calculated every 15 seconds on each Index Business Day during the period when a Market Disruption Event has not occurred or is not continuing and disseminated over the Consolidated Tape, or other major market data vendor. The Intraday Indicative Value at any time is based on the most recent intraday level of the underlying Index. The Intraday Indicative Value will be calculated using the Daily Investor Fee and the Daily Accrual on the immediately preceding calendar day, so the Intraday Indicative Value published at any time during a given Index Business Day will not reflect any Daily Investor Fee or Daily Accrual for the current Index Business Day or any part thereof. If the Intraday Indicative Value is equal to or less than zero at any time, the Closing Indicative Value on that day, and all future days, will be zero. VLS or its affiliate is responsible for computing and disseminating the Intraday Indicative Value.

Principal Risks

The ETNs are senior unsecured debt obligations of Credit Suisse AG (“Credit Suisse”) and are subject to the credit risk of the issuer. The ETNs are Senior Medium-Term Notes and are riskier than ordinary unsecured debt securities. The return on the ETNs of any series will be based on the performance of the applicable underlying Index. Investing in the ETNs is not equivalent to investing directly in the Index itself.

The ETNs do not accurately provide exposure to the level of the VIX Index (and, in any event, are subject to fees and other costs). Instead the ETNs track an index of futures on the VIX Index. The impact of rolling futures contracts, compounding of returns (including inverse and leveraged exposure for the Inverse ETNs and 2x Long ETNs respectively), and volatility will very likely erode any potential returns of the VIX Index. Other risks include, index risk, hedging

activity risk, stock market risk and interest rate risk. See the Prospectus, available at www.creditsuisse.com, for additional risk information.

Prospectus Delivery

Members are advised to consult the “Supplemental Plan of Distribution” in the Prospectus regarding prospectus delivery requirements.

Exchange Rules Applicable to Trading in the Notes

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

Trading Hours

Trading in the shares on EDGA and EDGX Exchanges (the “Exchanges”) is on a UTP basis and is subject to the Exchanges equity trading rules. The shares will trade from 8:00 a.m. until 8:00 p.m. Eastern Time. Members trading the shares during the Extended Market Sessions (Pre-opening and Post-closing sessions) are exposed to the risk of the lack of the calculation or dissemination of underlying index value or intraday indicative value (“IIV”). For certain derivative securities products, an updated underlying index value or IIV may not be calculated or publicly disseminated in the Extended Market hours. Since the underlying index value and IIV are not calculated or widely disseminated during Extended Market hours, an investor who is unable to calculate implied values for certain derivative securities products during Extended Market hours may be at a disadvantage to market professionals.

Trading Halts

The Exchanges will halt trading in the Shares of a Trust in accordance with Exchange Rules 14.1(c)(4). The grounds for a halt under this Rule include a halt by the primary market because it stops trading the Shares and/or a halt because dissemination of the IIV or applicable currency spot price has ceased, or a halt for other regulatory reasons. In addition, the Exchanges will stop trading the Shares of a Trust if the primary market de-lists the Shares.

Suitability

Trading in the Shares on the Exchanges will be subject to the provisions of EDGA and EDGX Exchange Rules 3.7. Members recommending transactions in the Shares to customers should make a determination that the recommendation is suitable for the customer. In addition, members must possess sufficient information to satisfy the “know your customer” obligation that is embedded in Exchange Rules 3.7.

Members also should review FINRA Notice to Members 03-71 for guidance on trading these products. The Notice reminds members of their obligations to: (1) conduct adequate due diligence to understand the features of the product; (2) perform a reasonable-basis suitability analysis; (3) perform customer-specific suitability analysis in connection with any recommended transactions; (4) provide a balanced disclosure of both the risks and rewards associated with the particular product, especially when selling to retail investors; (5) implement appropriate internal controls; and (6) train registered persons regarding the features, risk and suitability of these products.

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”), regarding trading in iPath Exchange Traded Notes (SEC Letter dated July 27, 2006), iPath Exchange-Traded Notes (SEC Letter dated May 30, 2006) and Deutsche Bank Exchange Traded Notes (SEC Letter dated October 12, 2007) for securities with structures similar to that of the securities described herein (the “Letters”). As 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, Rules 101 and 102 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 Letters state 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 Regulatory Information Circular is not a statutory Prospectus. Members should consult the Trust's Registration Statement, SAI, Prospectus and the Fund's website for relevant information.

Appendix A

Ticker	Fund Name	Cusip
VIIX	VelocityShares VIX Short Term ETN Linked to the S&P 500 VIX Short-Term Futures Index™	22542D811
VIIZ	VelocityShares VIX Medium Term ETN Linked to the S&P 500 VIX Mid-Term Futures Index™	22542D787
XIV	VelocityShares Daily Inverse VIX Short Term ETN Linked to the S&P 500 VIX Short-Term Futures Index™	22542D795
ZIV	VelocityShares Daily Inverse VIX Medium Term ETN Linked to the S&P 500 VIX Mid-Term Futures Index™	22542D829
TVIX	VelocityShares VIX Daily 2x Short Term ETN Linked to the S&P 500 VIX Short-Term Futures Index™	22542D761
TVIZ	VelocityShares VIX Daily 2x Medium Term ETN Linked to the S&P 500 VIX Mid-Term Futures Index™	22542D779