

MITSUBISHI UFJ FINANCIAL GROUP INC
Form 6-K
May 18, 2010

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 6-K

Report of Foreign Issuer

**Pursuant to Rule 13a-16 or 15d-16 under
the Securities Exchange Act of 1934**

For the month of May 2010

MITSUBISHI UFJ FINANCIAL GROUP, INC.

(Translation of registrant's name into English)

7-1, Marunouchi 2-chome, Chiyoda-ku

Tokyo 100-8330, Japan

(Address of principal executive offices)

**Indicate by check mark whether the registrant files or
will file annual reports under cover of Form 20-F or Form 40-F.**

Form 20-F Form 40-F

**Indicate by check mark whether the registrant by furnishing the information
contained in this Form is also thereby furnishing the information to the Commission
pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.**

Yes No

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Date: May 18, 2010

Mitsubishi UFJ Financial Group, Inc.

By: /S/ Manabu Ishii

Name: Manabu Ishii

Title: Chief Manager, General Affairs
Corporate Administration Division

Consolidated Summary Report**<under Japanese GAAP>**

for the fiscal year ended March 31, 2010

May 18, 2010

Company name: Mitsubishi UFJ Financial Group, Inc.
 Stock exchange listings: Tokyo, Osaka, Nagoya, New York
 Code number: 8306
 URL: <http://www.mufg.jp/>
 Representative: Katsunori Nagayasu, President & CEO
 For inquiry: Naoki Muramatsu, General Manager - Financial Planning Division / Financial Accounting Office
 TEL (03) 3240-7200

General meeting of shareholders: June 29, 2010
 Dividend payment date: June 29, 2010
 Securities report issuing date: June 29, 2010
 Trading accounts: Established

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Data for the Fiscal Year ended March 31, 2010**(1) Results of Operations**

| Fiscal year ended | (% represents the change from the previous fiscal year) | | | | | |
|-------------------|---|--------|------------------|--------|-------------|---|
| | Ordinary Income | | Ordinary Profits | | Net Income | |
| | million yen | % | million yen | % | million yen | % |
| March 31, 2010 | 5,040,282 | (11.2) | 545,697 | 559.0 | 388,734 | |
| March 31, 2009 | 5,677,460 | (11.2) | 82,807 | (92.0) | (256,952) | |

| Fiscal year ended | Net Income to Net Assets | | | | |
|-------------------|------------------------------------|--|--|---------------------------------------|--|
| | Net Income per Common Stock yen | Diluted Net Income per Common Stock yen | Attributable to MUFG shareholders % | Ordinary Profits to Total Assets % | Ordinary Profits to Ordinary Income % |
| March 31, 2010 | 29.57 | 29.54 | 4.9 | 0.3 | 10.8 |
| March 31, 2009 | (25.04) | | (4.0) | 0.0 | 1.5 |

(Reference) Income from investment in affiliates (Equity method)

March 31, 2010: 2,614 million yen; March 31, 2009: (38) million yen

(2) Financial Conditions

| As of | Net Assets Attributable to | | | | |
|----------------|-----------------------------|---------------------------------|---|--|---------------------------------------|
| | Total Assets million yen | Total Net Assets million yen | MUFG Shareholders to Total Assets (*1) % | Total Net Assets per Common Stock yen | Risk-adjusted Capital Ratio (*2) % |
| March 31, 2010 | 204,106,939 | 11,299,459 | 4.6 | 612.05 | 14.87 |

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March 31, 2009 198,733,906 8,570,641 3.4 528.67 11.77
 (Reference) Shareholders equity as of March 31, 2010: 9,305,795 million yen; March 31, 2009: 6,803,617 million yen

(*1) Net assets attributable to MUFG shareholders to total assets is computed under the formula shown below
 (Total net assets - Subscription rights to shares - Minority interests) / Total assets

(*2) Risk-adjusted Capital Ratio is computed in accordance with the Standards for Consolidated Capital Adequacy Ratio of Bank Holding Company under Article 52-25 of the Banking Law (the Notification of the Financial Services Agency No. 20, 2006).
 Risk-adjusted capital ratio as of March 31, 2010 shown above is a preliminary figure.

(3) Cash Flows

| Fiscal year ended | Cash Flows from Operating Activities million yen | Cash Flows from Investing Activities million yen | Cash Flows from Financing Activities million yen | Cash and Cash Equivalents at the end of the period million yen |
|-------------------|--|--|--|--|
| March 31, 2010 | 14,601,067 | (15,625,731) | 1,102,334 | 4,110,281 |
| March 31, 2009 | 8,125,809 | (9,313,619) | 1,192,387 | 4,032,013 |

2. Dividends on Common Stock

| Fiscal year | Dividends per Share | | | | Fiscal year-end yen | Total yen | Total dividends million yen | Dividend payout ratio (Consolidated) % | Dividend on net assets ratio (Consolidated) % |
|-------------------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|--------------|-----------------------------------|---|--|
| | 1st quarter-end yen | 2nd quarter-end yen | 3rd quarter-end yen | Fiscal year-end yen | | | | | |
| ended March 31, 2009 | | 7.00 | | 5.00 | 12.00 | 132,665 | | 1.9 | |
| ended March 31, 2010 | | 6.00 | | 6.00 | 12.00 | 154,777 | 40.6 | 2.1 | |
| ending March 31, 2011 (Forecast) | | 6.00 | | 6.00 | 12.00 | | 44.4 | | |

(*1) Please refer to Dividends on Preferred Stocks on page 3 for information with regard to the dividends on stocks other than common stock.

3. Earnings Forecasts for the Fiscal Year ending March 31, 2011 (Consolidated)

MUFG has set an earnings target of 400.0 billion yen of consolidated net income for the fiscal year ending March 31, 2011.

MUFG is engaged in financial service businesses such as banking business, trust banking business, securities business and credit card/loan businesses.

Because there are various uncertainties caused by economic situation, market environments and other factors in these businesses, MUFG discloses a target of its consolidated net income instead of a forecast of its performance.

Please see 3. Management Policy (4) Management Targets on page 15, for further information of these targets.

4. Other

(1) Changes in scope of consolidation involving Specified Subsidiaries (Tokutei Kogaisha) during the period
Newly consolidated: 2 Companies (MUFG Capital Finance 9 Limited and 1 company)

(* Please refer to 2. Information on Mitsubishi UFJ Financial Group (MUFG Group) on page 9.

(2) Changes in accounting policies, procedures and presentation rules applied in the preparation of the consolidated financial statements

(A) Changes due to revision of accounting standards: Applicable

(B) Changes due to other reasons: None

(* Please refer to Changes in Significant Accounting Policies Applied in the Preparation of the Consolidated Financial Statements on page 32.

(3) Number of common stocks outstanding at the end of the period

(A) Total stocks outstanding including treasury stocks:

| | | | |
|---------------|-----------------------|---------------|-----------------------|
| Mar. 31, 2010 | 14,148,414,920 shares | Mar. 31, 2009 | 11,648,360,720 shares |
|---------------|-----------------------|---------------|-----------------------|

(B) Treasury stocks:

| | | | |
|---------------|------------------|---------------|------------------|
| Mar. 31, 2010 | 9,781,950 shares | Mar. 31, 2009 | 9,161,592 shares |
|---------------|------------------|---------------|------------------|

(* Please refer to Per Share Information on page 59 for the number of stocks used in computing net income per common stock (consolidated).

(Reference) Non-consolidated Financial Data**1. Non-consolidated Financial Data for the Fiscal Year ended March 31, 2010****(1) Results of Operations**

| Fiscal year ended | (% represents the change from the previous fiscal year) | | | | | | | |
|-------------------|---|--------|-------------------------------------|--------|------------------|--------|-------------|--------|
| | Operating Income | | Operating Profits | | Ordinary Profits | | Net Income | |
| | million yen | % | million yen | % | million yen | % | million yen | % |
| March 31, 2010 | 290,824 | (3.5) | 274,306 | (3.8) | 235,848 | (3.5) | 100,088 | (66.6) |
| March 31, 2009 | 301,328 | (42.2) | 285,107 | (43.9) | 244,311 | (50.3) | 299,988 | (28.0) |
| Fiscal year ended | Net Income per Common Stock | | Diluted Net Income per Common Stock | | | | | |
| | yen | | yen | | | | | |
| March 31, 2010 | 6.17 | | 6.17 | | | | | |
| March 31, 2009 | 26.44 | | 26.34 | | | | | |

(2) Financial Conditions

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| As of | Total Assets million yen | Total Net Assets million yen | Net Assets Ratio % | Total Net Assets per Common Stock yen |
|----------------|-----------------------------|---------------------------------|-----------------------|---|
| March 31, 2010 | 11,180,345 | 8,711,750 | 77.9 | 569.22 |
| March 31, 2009 | 9,829,278 | 7,717,307 | 78.5 | 606.40 |

(Reference) Shareholders' equity as of March 31, 2010: 8,705,299 million yen; March 31, 2009: 7,712,656 million yen

*Notes for using forecasted information etc.

1. This financial summary report contains forward-looking statements regarding estimations, forecasts, targets and plans in relation to the results of operations, financial conditions and other overall management of the company and/or the group as a whole (the "forward-looking statements"). The forward-looking statements are made based upon, among other things, the company's current estimations, perceptions and evaluations. In addition, in order for the company to adopt such estimations, forecasts, targets and plans regarding future events, certain assumptions have been made. Accordingly, due to various risks and uncertainties, the statements and assumptions are inherently not guarantees of future performance, may be considered differently from alternative perspectives and may result in material differences from the actual result. For the main factors that may effect the current forecasts, please see "1. Results of Operations and Financial Condition" on page 4, Annual Securities Report, Disclosure Book, Annual Report, and other current disclosures that the company has announced.
2. The financial information included in this financial summary report is prepared and presented in accordance with accounting principles generally accepted in Japan ("Japanese GAAP"). Differences exist between Japanese GAAP and the accounting principles generally accepted in the United States ("U.S. GAAP") in certain material respects. Such differences have resulted in the past, and are expected to continue to result for this period and future periods, in amounts for certain financial statement line items under U.S. GAAP to differ significantly from the amounts under Japanese GAAP. For example, differences in consolidation basis or accounting for business combinations, including but not limited to amortization and impairment of goodwill, could result in significant differences in our reported financial results between Japanese GAAP and U.S. GAAP. Readers should consult their own professional advisors for an understanding of the differences between Japanese GAAP and U.S. GAAP and how those differences might affect our reported financial results. We will publish U.S. GAAP financial results in a separate disclosure document when such information becomes available.

(Dividends on preferred stocks)

Dividends per share and total dividends relating to preferred stocks are as follows:

| | Dividends per Share | | | | Total yen | Total dividends million yen |
|---|------------------------|------------------------|------------------------|------------------------|--------------|-----------------------------------|
| | 1st quarter-end yen | 2nd quarter-end yen | 3rd quarter-end yen | Fiscal year-end yen | | |
| Preferred Stock First Series of Class 3 | | | | | | |
| Fiscal year ended March 31, 2009 | | 30.00 | | 30.00 | 60.00 | 6,000 |
| Fiscal year ended March 31, 2010 | | 30.00 | | 30.00 | 60.00 | 6,000 |
| Fiscal year ending March 31, 2011 (Forecast) | | | | | | |

(Note) MUFG repurchased Preferred Stock First Series of Class 3 in April 2010 and cancelled in April 2010.

| | Dividends per Share | | | | Total yen | Total dividends million yen |
|---|------------------------|------------------------|------------------------|------------------------|--------------|-----------------------------------|
| | 1st quarter-end yen | 2nd quarter-end yen | 3rd quarter-end yen | Fiscal year-end yen | | |
| Preferred Stock First Series of Class 5 | | | | | | |
| Fiscal year ended March 31, 2009 | | | | 43.00 | 43.00 | 6,708 |
| Fiscal year ended March 31, 2010 | | 57.50 | | 57.50 | 115.00 | 17,940 |
| Fiscal year ending March 31, 2011 (Forecast) | | 57.50 | | 57.50 | 115.00 | |

(Note) MUFG issued Preferred Stock First Series of Class 5 in November 2008.

| | Dividends per Share | | | | Total yen | Total dividends million yen |
|---|------------------------|------------------------|------------------------|------------------------|--------------|-----------------------------------|
| | 1st quarter-end yen | 2nd quarter-end yen | 3rd quarter-end yen | Fiscal year-end yen | | |
| Preferred Stock Class 11 | | | | | | |
| Fiscal year ended March 31, 2009 | | 2.65 | | 2.65 | 5.30 | 0 |
| Fiscal year ended March 31, 2010 | | 2.65 | | 2.65 | 5.30 | 0 |
| Fiscal year ending March 31, 2011 (Forecast) | | 2.65 | | 2.65 | 5.30 | |

| | Dividends per Share | | | | Total yen | Total dividends million yen |
|----------------------------------|------------------------|------------------------|------------------------|------------------------|--------------|-----------------------------------|
| | 1st quarter-end yen | 2nd quarter-end yen | 3rd quarter-end yen | Fiscal year-end yen | | |
| Preferred Stock Class 12 | | | | | | |
| Fiscal year ended March 31, 2009 | | 5.75 | | | 5.75 | 64 |

(Note) MUFG repurchased Preferred Stock Class 12 until February 2009 due to requests for repurchase and cancelled until February 2009.

1. Results of Operations and Financial Condition

(1) Analysis of results of operations

(Results of operations for the fiscal year ended March 31, 2010)

With respect to the economic and financial environment for fiscal 2009, the US and European economies showed a strong recovery, primarily due to financial and monetary packages addressing the global financial crisis. In Asian economies, stimulus packages led to economic recovery ahead of the economic improvement of the United States and Europe. As for the Japanese economy, exports and production gradually recovered, gaining back its strength in conjunction with overseas economic improvement, the largest-ever stimulus packages, and progress in inventory adjustments. Private consumption also increased due to the economic stimulus packages. However capital investment, employment, and income remained at a low level due to weak economic activity and poor corporate performance.

In the financial environment, the policy interest rate was kept virtually zero in the United States because of the increasing non-performing loans, while the European Central Bank kept its rate historically low at 1.0 percent. Japan's short-term interest rates moderately declined, in response to the Bank of Japan's continued monetary easing policies such as the ultra-low interest rate policy, special funds-supplying operations to facilitate corporate financing, and the increase of a fixed-rate funds-supplying operation. The long-term interest rate fluctuated at a low level as a result of concerns regarding deflation and financial deterioration. In the foreign exchange market, the yen-dollar exchange rate overall continued to show a strong yen tendency reflecting the narrowing spread between domestic and overseas interest rates.

Under such business environment, consolidated gross profits for the fiscal year ended March 31, 2010 increased by 327.5 billion yen from the previous fiscal year to 3,600.4 billion yen. This was mainly due to an increase in corporate lending income, market product income and the consolidation of ACOM CO., LTD., despite a decrease in deposit income caused by the decline of interest-rates. General and administrative expenses increased slightly by 1.1 billion yen from the previous fiscal year, but excluding effect of the consolidation of ACOM CO., LTD., they decreased by 68.6 billion yen from the previous fiscal year due to an intensive corporate-wide cost reduction as well as the effect of the system integration. As a result, net business profits increased by 326.3 billion yen from the previous fiscal year to 1,515.5 billion yen.

Total credit costs for the fiscal year ended March 31, 2010 increased by 216.7 billion yen from the previous fiscal year to 825.2 billion yen, mainly due to an increase in credit costs from our subsidiaries other than BTMU and MUTB, as well as the consolidation of ACOM CO., LTD. Combined credit costs of BTMU and MUTB without intercompany elimination were virtually unchanged from the previous fiscal year. Net gains on equity securities for the fiscal year ended March 31, 2010 increased significantly by 441.2 billion yen due to a decrease in losses resulting from write-downs of equity securities and gains on the sale of strategic equity securities. Other non-recurring losses for fiscal year ended March 31, 2010 increased by 88.0 billion yen from the previous fiscal year due to an increase in retirement benefit costs.

Based on the above results, ordinary profits for the fiscal year ended March 31, 2010 was 545.6 billion yen, an increase of 462.8 billion yen from the previous fiscal year and consolidated net income for the fiscal year ended March 31, 2010 was 388.7 billion yen, an increase of 645.6 billion yen from the previous fiscal year.

With regard to the business segments, consolidated ordinary profit consists of ordinary profit of 478.7 billion yen from the banking segment, 57.4 billion yen from the trust banking segment and 54.2 billion yen from the securities segment, offset by ordinary loss of 57.1 billion yen from the credit card/loan segments. By geographic segment, consolidated ordinary profit consists of ordinary profit of 341.5 billion yen from Japan, 7.9 billion yen from North America, 27.9 billion yen from Europe and the Middle East, 105.3 billion yen from Asia and Oceania excluding Japan and 80.9 billion yen from Latin America.

| (in billions of Japanese yen) | For the fiscal year ended March 31, 2010 | For the fiscal year ended March 31, 2009 | Increase (Decrease) |
|---|--|--|------------------------|
| Gross Profits | | | |
| before credit costs for trust accounts | 3,600.4 | 3,272.9 | 327.5 |
| General and administrative expenses | 2,084.8 | 2,083.7 | 1.1 |
| Net business profits | | | |
| before credit costs for trust accounts and provision for general allowance for credit losses | 1,515.5 | 1,189.1 | 326.3 |
| Credit costs | (825.2) | (608.4) | (216.7) |
| Net gains (losses) on equity securities | 32.4 | (408.7) | 441.2 |
| Other non-recurring losses | (177.1) | (89.1) | (88.0) |
| Ordinary profits | 545.6 | 82.8 | 462.8 |
| Net income (losses) | 388.7 | (256.9) | 645.6 |
| Total credit costs | (825.2) | (608.4) | (216.7) |

(Earnings Forecasts for the fiscal year ending March 31, 2011)

MUFG has set an earnings target of 400.0 billion yen of consolidated net income for the fiscal year ending March 31, 2011.

MUFG is engaged in financial service businesses such as banking business, trust banking business, securities business and credit card/loan businesses.

Because there are various uncertainties caused by economic situation, market environments and other factors in these businesses, MUFG discloses a target of its consolidated net income instead of a forecast of its performance.

Please see 3. Management Policy (4) Management Targets on page 15, for further information of these targets.

(2) Analysis of financial condition

Total assets as of March 31, 2010 increased by 5,373.0 billion yen from March 31, 2009 to 204,106.9 billion yen, and total net assets as of March 31, 2010 increased by 2,728.8 billion yen from March 31, 2009 to 11,299.4 billion yen. The increase in total net assets reflected an increase in total shareholder's equity of 1,278.0 billion yen, primarily due to the issuance of new shares through a public offering, in addition, an increase in total valuation and translation adjustments of 1,224.0 billion yen, which was primarily due to an increase of net unrealized gains on other securities due to higher stock prices.

With regard to major items of assets, securities as of March 31, 2010 increased by 15,650.3 billion yen from March 31, 2009 to 63,964.4 billion yen and loans and bills discounted as of March 31, 2010 decreased by 7,176.2 billion yen from March 31, 2009 to 84,880.6 billion yen. With regard to major items of liabilities, deposits as of March 31, 2010 increased by 3,742.3 billion yen from March 31, 2009 to 123,891.9 billion yen.

For the fiscal year ended March 31, 2010, net cash provided by operating activities was 14,601.0 billion yen, net cash used in investing activities was 15,625.7 billion yen and net cash provided by financing activities was 1,102.3 billion yen. As a result, the balance of cash and cash equivalents as of March 31, 2010 was 4,110.2 billion yen.

MUFG's consolidated risk-adjusted capital ratio based on the Basel 2 Standards as of March 31, 2010 was 14.87 % (on a preliminary basis), an increased of 3.09 percentage points from March 31, 2009.

(3) Basic policy regarding profit distribution and dividends for fiscal years 2009 and 2010

MUFG considers the return of earnings to shareholders to be one of the most important management priorities and makes it a basic policy to make efforts to continuously increase dividends while sustaining corporate value growth and further strengthening its corporate financial standing.

With respect to the year-end dividend for common stock for fiscal year 2009, MUFG plans to pay ¥6 per share in accordance with the previously announced dividend forecast. As a result, the annual dividend for fiscal year 2009, including the interim dividend of ¥6 per share, is expected to be ¥12 per share, which is the same amount as the annual dividend of ¥12 paid for the previous fiscal year. With respect to the year-end dividend for preferred stock for fiscal year 2009, MUFG plans to pay: for the first series of class 3 preferred stock, the prescribed amount of ¥30 per share (which, together with the interim dividend, is expected to result in the annual dividend being ¥60 per share for the fiscal year); for the first series of class 5 preferred stock, the prescribed amount of ¥57.50 per share (which, together with the interim dividend, is expected to result in the annual dividend being ¥115 per share for the fiscal year); and for class 11 preferred stock, the prescribed amount of ¥2.65 per share (which, together with the interim dividend, is expected to result in the annual dividend being ¥5.30 per share for the fiscal year).

The annual dividend forecast for common stock for fiscal year 2010 is ¥12 per share, which is the same amount as the annual dividend paid for fiscal year 2009. The annual dividend forecasts for preferred stock for fiscal year 2010 are: for the first series of class 5 preferred stock, the prescribed amount of ¥115 per share; and for class 11 preferred stock, the prescribed amount of ¥5.30 per share. All of the outstanding shares of the first series of class 3 preferred stock were acquired and cancelled on April 1, 2010.

(4) Risks relating to our business, etc.

Our business and results of operations may be materially affected by a wide range of reasons, including the following factors (including information believed to be material to investors):

Risks relating to our recently completed and planned investments and capital alliance;

Risks relating to our strategic alliance with Morgan Stanley;

Risks relating to our equity portfolio;

Risks relating to our lending business;

Risks relating to our trading and investment activities;

Risks relating to foreign exchange rate;

Risks relating to a deterioration of our funding operations following a downgrade of our credit ratings;

Risks relating to failures to achieve certain business plans or operating targets;

Risks accompanying the expansion of our operations and the range of products and services;

Risks relating to the exposures to emerging countries;

Risks relating to UNBC;

Risks relating to our consumer lending business;

Risks relating to losses affected by the global financial crisis and recession;

Risks relating to disruption or impairment of our business or operations due to external circumstances or events (such as conflicts, terrorist attacks and natural disasters);

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Risks relating to competitive pressures;

Risks of receiving potential claims or sanctions regarding unfair or inappropriate practices or other conduct from our customers or regulatory authorities;

Risks relating to regulatory developments or changes in laws or rules, including accounting rules, governmental policies and economic controls;

Risks relating to transactions with counterparties in countries designated as state sponsors of terrorism;

Risks relating to our capital ratios;

Risks relating to our pension plans;

Risks relating to our capabilities to protect confidential information;

Risks relating to our reputation; and

Risks relating to retaining qualified employees.

For a detailed discussion of these risk factors and other risks, uncertainties, possible changes and others, please see our most recent publicly announced information including the latest Annual Report.

2. Information on Mitsubishi UFJ Financial Group (MUFG Group)

MUFG Group comprises the holding company, 237 subsidiaries (of which 236 are consolidated, and 1 is an equity-method accounted non-consolidated subsidiary), as well as 63 affiliates (of which 62 are equity-method accounted affiliates, and 1 is a non-equity-method accounted affiliate). The Group is engaged primarily in the banking business and also conducts trust banking business, securities business, credit card / loan business, leasing business and other businesses. The following is a chart representing the overall organization of MUFG and its main related companies according to business type:

Note: On April 1, 2010, Mitsubishi UFJ Securities Co., Ltd. transferred its domestic business operations to a subsidiary by way of a company split, adopted an intermediate holding company structure and changed its corporate name to Mitsubishi UFJ Securities Holdings Co., Ltd. On May 1, 2010, the company succeeding to the domestic business operations of Mitsubishi UFJ Securities Co., Ltd. was integrated with the investment banking division of Morgan Stanley Japan Securities Co., Ltd. and changed its corporate name to Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.

The holding company and its important related companies as shown in the above chart of business relationship are classified according to business segment as follows. Regarding MUFG's equity-accounted affiliates, those in respect of which a significant influence is exerted on their decision making regarding finance, operations or business policy are classified in the relevant segment.

Banking : The Bank of Tokyo-Mitsubishi UFJ, Ltd. / Senshu Ikeda Holdings, Inc. / The Chukyo Bank, Ltd. /
 Jibun Bank Corporation / BOT Lease Co., Ltd. /Mitsubishi UFJ Factors Limited /
 MU Frontier Servicer Co., Ltd. / Mitsubishi UFJ Asset Management Co., Ltd. /
 Mitsubishi UFJ Research and Consulting Co., Ltd. / UnionBanCal Corporation /
 Mitsubishi UFJ Wealth Management Bank (Switzerland), Ltd. /
 PT. Bank Nusantara Parahyangan, Tbk./ Dah Sing Financial Holdings Limited /
 PT U Finance Indonesia

Trust Banking : Mitsubishi UFJ Trust and Banking Corporation / The Master Trust Bank of Japan, Ltd. /
 Mitsubishi UFJ Global Custody S.A. / Mitsubishi UFJ Trust & Banking Corporation (U.S.A.)

Securities : Mitsubishi UFJ Securities Co., Ltd. / kabu.com Securities Co., Ltd. /
 Mitsubishi UFJ Merrill Lynch PB Securities Co., Ltd. / KOKUSAI Asset Management Co., Ltd. /
 Mitsubishi UFJ Securities International plc / Mitsubishi UFJ Securities (USA), Inc. /
 Mitsubishi UFJ Trust International Limited / Mitsubishi UFJ Securities (HK) Holdings, Limited /
 Kim Eng Holdings Limited

Credit Card / Loan : Mitsubishi UFJ NICOS Co., Ltd. / ACOM CO., LTD. / JACCS CO., LTD. / JALCARD, INC. /
 Mobit Co., Ltd.

Other : NBL Co., Ltd. / Mitsubishi UFJ Lease & Finance Company Limited /
 Mitsubishi UFJ Capital Co., Ltd. / MU Investments Co., Ltd. /
 Mitsubishi UFJ Real Estate Services Co., Ltd. / Mitsubishi Research Institute DCS Co., Ltd. /
 BTMU Capital Corporation / BTMU Leasing & Finance, Inc. / PT. BTMU-BRI Finance /
 Aberdeen Asset Management PLC

The following Specified Subsidiaries were newly consolidated during the period.

| Name | Location | Stated Capital | Primary Business | Ownership |
|------|----------|----------------|------------------|-----------|
|------|----------|----------------|------------------|-----------|

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| | | | | |
|----------------------------------|----------------|------------------|---------|--------|
| MUFG Capital Finance 9 Limited | Grand Cayman, | | | |
| | Cayman Islands | ¥370,010 million | Finance | 100% |
| BTMU Preferred Capital 9 Limited | Grand Cayman, | | | 100% |
| | Cayman Islands | ¥370,010 million | Finance | (100%) |

- Note 1. Both of these Specified Subsidiaries are overseas special purpose companies established for issuance of Non-dilutive Preferred Securities.
2. The bracketed number in Ownership means MUFG's indirect ownership share through subsidiaries.

In order to meet the diverse financial needs of its customers, MUFG Group has created a unified organizational structure that transcends business boundaries in order to provide financial products to its customers as an integrated group. In collaboration with each group company, MUFG Group pursues its operations under an integrated business group system based on three customer-facing integrated business groups within the holding company: Retail, Corporate and Trust Assets.

3. Management Policy

(1) Principal management policy

The Group's management philosophy serves as the basic policy in conducting its business activities, and provides guidelines for all group activities.

The Group's management philosophy will also be the foundation for management decisions, including the formulation of management strategies and management plans, and will serve as the core values for all employees.

The details of the Group's management philosophy are set forth below. MUFG Group's holding company, commercial banks, trust banks and securities companies have adopted the Group's management philosophy as their own respective management philosophy, and the entire Group will strive to comply with this philosophy.

Group's Management Philosophy

1. We will respond promptly and accurately to the diverse needs of our customers around the world and seek to inspire their trust and confidence.
2. We will offer innovative and high-quality financial services by actively pursuing the cultivation of new business areas and developing new technologies.
3. We will comply strictly with all laws and regulations and conduct our business in a fair and transparent manner to gain the public's trust and confidence.
4. We will seek to inspire the trust of our shareholders by enhancing corporate value through continuous business development and appropriate risk management, and by disclosing corporate information in a timely and appropriate manner.
5. We will contribute to progress toward a sustainable society by assisting with development in the areas in which we operate and conducting our business activities with consideration for the environment.
6. We will provide the opportunities and work environment necessary for all employees to enhance their expertise and make full use of their abilities.

(2) Medium- and long-term management strategy

MUFG Group is a fully-fledged comprehensive financial group comprising commercial banks, trust banks, and securities companies, as well as credit card companies, leasing companies, consumer finance companies, investment trust companies and a U.S. bank (Union Bank). MUFG Group aims to unify these Group companies to deliver top quality products and services that meet diverse customer needs. We aim to be No. 1 in service, No.1 in reliability, and No.1 in global coverage and so gain the strong support of customers and society as a premier, comprehensive, global financial group.

No.1 in Service

MUFG Group will leverage its strengths as a comprehensive financial group to provide to its customers with an outstanding level of high-quality service that is matched to their individual needs.

MUFG Group will fully utilize the integrated business group system comprising our three core business groups Retail, Corporate and Trust Assets (asset management and asset administration) and meet diverse customer needs rapidly and accurately as a unified group that transcends business boundaries.

No.1 in Reliability

MUFG Group aims to be a truly reliable financial group and will strive to further enhance its financial health, implement thorough legal and other compliance and strengthen internal controls. Moreover, we will fulfill our responsibilities to society through enhancing customer satisfaction (CS), and pursuing CSR activities that contribute to society and to environmental conservation.

No.1 in Global Coverage

MUFG Group aims to use its Group strengths to the maximum, leveraging the leading global network amongst Japanese banks and talented staff well-versed in the business of each country to swiftly and precisely meet the requirements of customers globally.

(3) Key issues

The 2010 fiscal year will be a very important year for MUFG Group. This year will be the turning point of the Medium-term Business Plan that we started in the 2009 fiscal year, a shifting of gears from the phase of business structural reform, with its emphasis on risk management, to the new phase of actualizing sustainable growth. In order to realize further earnings growth and enhance shareholder returns while further promoting efficiency and maintaining soundness, MUFG Group will focus on the actions set forth below, which MUFG Group considers to be the material issues.

(Promotion of growth strategies)

As stated above, MUFG Group has positioned Retail, Corporate and Trust Assets as its three core businesses. The integrated business groups established in the holding company exercise the comprehensive group strengths beyond the business boundaries and promote MUFG Group's growth strategies.

In the Retail business, MUFG Group will offer products that meet various needs of customers, such as products pertaining to asset management, inheritance, real estate and loans according to the customers' life stages.

In the Corporate business, MUFG Group will aggressively promote the CIB strategy; for example, it will promote its global cooperation with Morgan Stanley and aim to quickly realize the synergies generated by the integration of the domestic securities companies. Furthermore, in Asia, Europe and the United States, where high growth potential is expected, MUFG Group will aim to expand its businesses, including through M&A.

In the Trust Assets business, MUFG Group will seek to augment the balance of entrusted assets through the enhancement of cooperation within MUFG Group as well as of product development, and will also endeavor to improve its presence as a global management institution.

Through the collective group strengths, MUFG Group will improve profitability as it enters into a new growth phase.

(Strengthening of operating foundations)

MUFG Group will also continue to strengthen its operating foundations.

MUFG Group will endeavor to make cost structure more efficient by reducing staff members in headquarters, upon realizing simplification of headquarter organizations and upon realizing business efficiency, and then putting such staff members in the business offices or in the strategic area.

Additionally, MUFG Group will continue to make efforts to reduce the amount of its holding equity securities based on a risk/return-oriented viewpoint and will also make efforts to control the credit risks on a group basis.

Furthermore, MUFG Group will make efforts to smoothly provide funds by working on the appropriate control and management of equity capital, in light of the trends of international reformation of regulations on equity capital.

(Promotion of CSR management and strengthening the MUFG brand)

MUFG Group will seek to enhance customer satisfaction through the provision of the distinct services of MUFG while also conducting management with a clear emphasis on its CSR (corporate social responsibilities). For these purposes, each officer and employee of MUFG Group will subjectively think and act with a customer-oriented approach and field-oriented approach.

MUFG Group has adopted Addressing Global Environmental Issues and Nurturing Society's Next Generation as the two priority themes for its CSR activities. Especially with respect to environmental issues, MUFG Group formulated the MUFG Environmental Action Policy and has been carrying out specific initiatives. MUFG Group will continue to leverage its unique capabilities as a comprehensive financial group to provide support so that necessary funds are supplied to companies and individuals that are passionate about social and environmental initiatives. We will continue to offer products and services that directly lead to clients' social contributions and environmental projects.

Looking ahead, based on our slogan "No.1 in service, No.1 in reliability, No.1 in global coverage" we endeavor to maintain and strengthen the MUFG brand as one that is broadly supported and appreciated by people in society.

(4) Management Targets

MUFG has set an earnings target of 400.0 billion yen of consolidated net income for the fiscal year ending March 31, 2011.

[Reference]

| | For the fiscal year ending March 31, 2011 | For the six months ending September 30, 2010 | For the fiscal year ended March 31, 2010 (Results) | For the six months ended September 30, 2009 (Results) |
|--------------------------------|---|--|---|--|
| (in billions of Japanese yen) | | | | |
| Consolidated ordinary profits | 830.0 | 370.0 | 545.6 | 233.0 |
| Consolidated net income (loss) | 400.0 | 170.0 | 388.7 | 140.9 |

<2 Banks on a stand-alone basis>

The Bank of Tokyo-Mitsubishi UFJ, Ltd.

| | | | | |
|--|-------|-------|-------|-------|
| Net business profits | | | | |
| before provision for general allowance for credit losses | 870.0 | 415.0 | 863.1 | 408.0 |
| Ordinary profits (losses) | 550.0 | 245.0 | 407.8 | 125.0 |
| Net income (loss) | 330.0 | 145.0 | 342.6 | 130.7 |

Mitsubishi UFJ Trust and Banking Corporation

| | | | | |
|--|-------|------|-------|------|
| Net business profits | | | | |
| before credit costs for trust accounts and provision for general allowance for credit losses | 145.0 | 65.0 | 110.2 | 52.9 |
| Ordinary profits (losses) | 105.0 | 45.0 | 53.2 | 35.3 |
| Net income (loss) | 65.0 | 25.0 | 67.2 | 24.7 |

4. Consolidated Financial Statements**(1) Consolidated Balance Sheets**

| (in millions of yen) | As of March 31, 2009 | As of March 31, 2010 |
|--|-------------------------|-------------------------|
| Assets: | | |
| Cash and due from banks | 6,562,376 | 7,495,050 |
| Call loans and bills bought | 293,415 | 482,546 |
| Receivables under resale agreements | 2,544,848 | 3,559,309 |
| Receivables under securities borrowing transactions | 6,797,026 | 5,770,044 |
| Monetary claims bought | 3,394,519 | 2,967,002 |
| Trading assets | 17,452,426 | 16,448,683 |
| Money held in trust | 326,298 | 362,789 |
| Securities | 48,314,122 | 63,964,461 |
| Allowance for losses on securities | (37,104) | |
| Loans and bills discounted | 92,056,820 | 84,880,603 |
| Foreign exchanges | 1,058,640 | 1,051,325 |
| Other assets | 7,795,056 | 6,416,721 |
| Tangible fixed assets | 1,380,900 | 1,357,449 |
| Buildings | 339,096 | 321,088 |
| Land | 763,647 | 747,095 |
| Lease assets | 2,631 | 5,167 |
| Construction in progress | 16,111 | 16,816 |
| Other tangible fixed assets | 259,413 | 267,280 |
| Intangible fixed assets | 1,209,783 | 1,152,606 |
| Software | 485,611 | 478,147 |
| Goodwill | 570,664 | 512,515 |
| Lease assets | 181 | 1,215 |
| Other intangible fixed assets | 153,326 | 160,728 |
| Deferred tax assets | 1,235,139 | 646,495 |
| Customers liabilities for acceptances and guarantees | 9,534,900 | 8,889,771 |
| Allowance for credit losses | (1,185,266) | (1,337,922) |
| Total assets | 198,733,906 | 204,106,939 |

Mitsubishi UFJ Financial Group, Inc.

| (in millions of yen) | As of March 31, 2009 | As of March 31, 2010 |
|--|-------------------------|-------------------------|
| Liabilities: | | |
| Deposits | 120,149,591 | 123,891,946 |
| Negotiable certificates of deposit | 7,570,547 | 11,019,571 |
| Call money and bills sold | 2,272,292 | 1,907,366 |
| Payables under repurchase agreements | 11,926,997 | 11,843,211 |
| Payables under securities lending transactions | 4,270,365 | 3,632,170 |
| Commercial papers | 141,436 | 196,929 |
| Trading liabilities | 9,868,818 | 9,894,186 |
| Borrowed money | 7,729,256 | 6,235,917 |
| Foreign exchanges | 804,425 | 704,233 |
| Short-term bonds payable | 323,959 | 480,545 |
| Bonds payable | 6,485,158 | 7,022,868 |
| Due to trust accounts | 1,798,223 | 1,559,765 |
| Other liabilities | 6,634,917 | 4,933,405 |
| Reserve for bonuses | 42,615 | 52,278 |
| Reserve for bonuses to directors | 150 | 751 |
| Reserve for retirement benefits | 94,623 | 61,821 |
| Reserve for retirement benefits to directors | 1,958 | 1,523 |
| Reserve for loyalty award credits | 8,854 | 8,717 |
| Reserve for contingent losses | 277,608 | 239,224 |
| Reserves under special laws | 3,339 | 3,098 |
| Deferred tax liabilities | 28,993 | 39,210 |
| Deferred tax liabilities for land revaluation | 194,228 | 188,963 |
| Acceptances and guarantees | 9,534,900 | 8,889,771 |
| Total liabilities | 190,163,264 | 192,807,479 |
| Net assets: | | |
| Capital stock | 1,620,896 | 2,136,582 |
| Capital surplus | 1,898,031 | 2,423,322 |
| Retained earnings | 4,168,625 | 4,405,512 |
| Treasury stock | (6,867) | (6,633) |
| Total shareholders' equity | 7,680,685 | 8,958,783 |
| Net unrealized gains (losses) on other securities | (776,397) | 403,490 |
| Net deferred gains (losses) on hedging instruments | 111,001 | 92,402 |
| Land revaluation excess | 142,502 | 142,848 |
| Foreign currency translation adjustments | (302,352) | (254,800) |
| Pension liability adjustments of subsidiaries preparing financial statements under US GAAP | (51,822) | (36,930) |
| Total valuation and translation adjustments | (877,067) | 347,011 |
| Subscription rights to shares | 4,650 | 6,451 |
| Minority interests | 1,762,372 | 1,987,213 |
| Total net assets | 8,570,641 | 11,299,459 |
| Total liabilities and net assets | 198,733,906 | 204,106,939 |

(2) Consolidated Statements of Operations

| (in millions of yen) | For the fiscal year | For the fiscal year |
|--|---------------------|---------------------|
| | ended | ended |
| | March 31, 2009 | March 31, 2010 |
| Ordinary income | 5,677,460 | 5,040,282 |
| Interest income | 3,448,391 | 2,846,622 |
| Interest on loans and bills discounted | 2,204,409 | 1,885,962 |
| Interest and dividends on securities | 677,776 | 613,087 |
| Interest on call loans and bills bought | 14,088 | 4,127 |
| Interest on receivables under resale agreements | 162,831 | 22,700 |
| Interest on receivables under securities borrowing transactions | 28,002 | 8,822 |
| Interest on deposits | 110,814 | 26,469 |
| Other interest income | 250,468 | 285,451 |
| Trust fees | 119,474 | 103,872 |
| Fees and commissions | 1,138,306 | 1,145,376 |
| Trading income | 253,056 | 259,770 |
| Other business income | 536,305 | 414,726 |
| Other ordinary income | 181,924 | 269,913 |
| Ordinary expenses | 5,594,652 | 4,494,585 |
| Interest expenses | 1,473,042 | 669,612 |
| Interest on deposits | 601,726 | 307,829 |
| Interest on negotiable certificates of deposit | 102,020 | 46,713 |
| Interest on call money and bills sold | 25,406 | 6,559 |
| Interest on payables under repurchase agreements | 249,366 | 46,308 |
| Interest on payables under securities lending transactions | 23,169 | 5,366 |
| Interest on commercial papers | 3,301 | 745 |
| Interest on borrowed money | 97,011 | 61,550 |
| Interest on short-term bonds payable | 4,416 | 1,411 |
| Interest on bonds payable | 159,996 | 146,844 |
| Other interest expenses | 206,626 | 46,283 |
| Fees and commissions | 168,229 | 155,570 |
| Other business expenses | 581,921 | 344,951 |
| General and administrative expenses | 2,104,589 | 2,183,740 |
| Other ordinary expenses | 1,266,869 | 1,140,710 |
| Provision for allowance for credit losses | 192,281 | 360,388 |
| Others | 1,074,588 | 780,321 |
| Ordinary profits | 82,807 | 545,697 |
| Extraordinary gains | 159,070 | 133,950 |
| Gains on disposition of fixed assets | 13,347 | 8,535 |
| Gains on loans written-off | 38,267 | 65,048 |
| Reversal of reserve for contingent liabilities from financial instruments transactions | 1,304 | 241 |
| Gains on sales of equity securities of subsidiaries | 32,472 | 13,828 |
| Prior year adjustments | 58,904 | |
| Impact upon the adoption of the Accounting standard for lease transactions | 6,186 | |
| Reversal of allowance for losses on subsidiaries | | 34,475 |
| Gains on changes in subsidiaries' equity | | 11,821 |
| Others | 8,587 | |
| Extraordinary losses | 126,816 | 82,915 |
| Losses on disposition of fixed assets | 27,008 | 22,435 |

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| | | |
|--|-----------|----------|
| Losses on impairment of fixed assets | 15,842 | 17,813 |
| Provision for reserve for losses related to business restructuring | 6 | |
| Expenses relating to systems integration | 83,958 | |
| Amortization of goodwill | | 27,918 |
| Business structure improvement expenses | | 10,167 |
| Others | | 4,579 |
| Income before income taxes and others | 115,061 | 596,732 |
| Income taxes-current | 85,808 | 101,063 |
| Refund of income taxes | | (19,099) |
| Income taxes-deferred | 216,131 | 68,995 |
| Total taxes | 301,939 | 150,959 |
| Minority interests | 70,073 | 57,038 |
| Net income (loss) | (256,952) | 388,734 |

(3) Consolidated Statements of Changes in Net Assets

| (in millions of yen) | For the fiscal year ended March 31, 2009 | For the fiscal year ended March 31, 2010 |
|--|--|--|
| Shareholders' equity | | |
| Capital stock | | |
| Balance at the end of the previous period | 1,383,052 | 1,620,896 |
| Changes during the period | | |
| Issuance of new shares | 237,844 | 515,662 |
| Issuance of new shares-exercise of subscription rights to shares | | 23 |
| Total changes during the period | 237,844 | 515,686 |
| Balance at the end of the period | 1,620,896 | 2,136,582 |
| Capital surplus | | |
| Balance at the end of the previous period | 1,865,696 | 1,898,031 |
| Changes during the period | | |
| Issuance of new shares | 239,579 | 525,375 |
| Issuance of new shares-exercise of subscription rights to shares | | 23 |
| Disposition of treasury stock | (207,243) | (29) |
| Change of application of equity method | | (78) |
| Total changes during the period | 32,335 | 525,290 |
| Balance at the end of the period | 1,898,031 | 2,423,322 |
| Retained earnings | | |
| Balance at the end of the previous period | 4,592,960 | 4,168,625 |
| Changes in accounting standards in overseas consolidated subsidiaries | (5,970) | |
| Changes during the period | | |
| Dividends from retained earnings | (153,338) | (149,660) |
| Net income (loss) | (256,952) | 388,734 |
| Reversal of land revaluation excess | 1,026 | (345) |
| Change of scope of consolidation | 1,938 | |
| Change of application of equity method | 5,763 | (1,840) |
| Prior year adjustments on retained earnings of companies accounted for under the equity method | (16,802) | |
| Total changes during the period | (418,364) | 236,887 |
| Balance at the end of the period | 4,168,625 | 4,405,512 |
| Treasury stock | | |
| Balance at the end of the previous period | (726,001) | (6,867) |
| Changes during the period | | |
| Repurchase of treasury stock | (922) | (1,124) |
| Disposition of treasury stock | 720,055 | 1,358 |
| Total changes during the period | 719,133 | 234 |

| | | |
|----------------------------------|---------|---------|
| Balance at the end of the period | (6,867) | (6,633) |
|----------------------------------|---------|---------|

Mitsubishi UFJ Financial Group, Inc.

| (in millions of yen) | For the fiscal year ended March 31, 2009 | For the fiscal year ended March 31, 2010 |
|--|--|--|
| Total shareholders' equity | | |
| Balance at the end of the previous period | 7,115,707 | 7,680,685 |
| Changes in accounting standards in overseas consolidated subsidiaries | (5,970) | |
| Changes during the period | | |
| Issuance of new shares | 477,423 | 1,041,037 |
| Issuance of new shares-exercise of subscription rights to shares | | 47 |
| Dividends from retained earnings | (153,338) | (149,660) |
| Net income (loss) | (256,952) | 388,734 |
| Repurchase of treasury stock | (922) | (1,124) |
| Disposition of treasury stock | 512,812 | 1,328 |
| Reversal of land revaluation excess | 1,026 | (345) |
| Change of scope of consolidation | 1,938 | |
| Change of application of equity method | 5,763 | (1,919) |
| Prior year adjustments on retained earnings of companies accounted for under the equity method | (16,802) | |
| Total changes during the period | 570,948 | 1,278,097 |
| Balance at the end of the period | 7,680,685 | 8,958,783 |
| Valuation and translation adjustments | | |
| Net unrealized gains (losses) on other securities | | |
| Balance at the end of the previous period | 595,352 | (776,397) |
| Changes during the period | | |
| Net changes of items other than shareholders' equity | (1,371,749) | 1,179,887 |
| Total changes during the period | (1,371,749) | 1,179,887 |
| Balance at the end of the period | (776,397) | 403,490 |
| Net deferred gains (losses) on hedging instruments | | |
| Balance at the end of the previous period | 79,043 | 111,001 |
| Changes during the period | | |
| Net changes of items other than shareholders' equity | 31,958 | (18,598) |
| Total changes during the period | 31,958 | (18,598) |
| Balance at the end of the period | 111,001 | 92,402 |
| Land revaluation excess | | |
| Balance at the end of the previous period | 143,292 | 142,502 |
| Changes during the period | | |
| Net changes of items other than shareholders' equity | (789) | 346 |
| Total changes during the period | (789) | 346 |
| Balance at the end of the period | 142,502 | 142,848 |
| Foreign currency translation adjustments | | |
| Balance at the end of the previous period | (52,566) | (302,352) |

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| | | |
|--|-----------|-----------|
| Changes during the period | | |
| Net changes of items other than shareholders' equity | (249,786) | 47,552 |
| Total changes during the period | (249,786) | 47,552 |
| Balance at the end of the period | (302,352) | (254,800) |
| Pension liability adjustments of subsidiaries preparing financial statements under US GAAP | | |
| Balance at the end of the previous period | | (51,822) |
| Changes during the period | | |
| Net changes of items other than shareholders' equity | (51,822) | 14,891 |
| Total changes during the period | (51,822) | 14,891 |
| Balance at the end of the period | (51,822) | (36,930) |

Mitsubishi UFJ Financial Group, Inc.

| (in millions of yen) | For the fiscal year ended March 31, 2009 | For the fiscal year ended March 31, 2010 |
|--|--|--|
| Total valuation and translation adjustments | | |
| Balance at the end of the previous period | 765,121 | (877,067) |
| Changes during the period | | |
| Net changes of items other than shareholders' equity | (1,642,189) | 1,224,079 |
| Total changes during the period | (1,642,189) | 1,224,079 |
| Balance at the end of the period | (877,067) | 347,011 |
| Subscription rights to shares | | |
| Balance at the end of the previous period | 2,509 | 4,650 |
| Changes during the period | | |
| Net changes of items other than shareholders' equity | 2,141 | 1,800 |
| Total changes during the period | 2,141 | 1,800 |
| Balance at the end of the period | 4,650 | 6,451 |
| Minority interests | | |
| Balance at the end of the previous period | 1,716,370 | 1,762,372 |
| Changes during the period | | |
| Net changes of items other than shareholders' equity | 46,002 | 224,840 |
| Total changes during the period | 46,002 | 224,840 |
| Balance at the end of the period | 1,762,372 | 1,987,213 |
| Total net assets | | |
| Balance at the end of the previous period | 9,599,708 | 8,570,641 |
| Changes in accounting standards in overseas consolidated subsidiaries | (5,970) | |
| Changes during the period | | |
| Issuance of new shares | 477,423 | 1,041,037 |
| Issuance of new shares-exercise of subscription rights to shares | | 47 |
| Dividends from retained earnings | (153,338) | (149,660) |
| Net income (loss) | (256,952) | 388,734 |
| Repurchase of treasury stock | (922) | (1,124) |
| Disposition of treasury stock | 512,812 | 1,328 |
| Reversal of land revaluation excess | 1,026 | (345) |
| Change of scope of consolidation | 1,938 | |
| Change of application of equity method | 5,763 | (1,919) |
| Prior year adjustments on retained earnings of companies accounted for under the equity method | (16,802) | |
| Net changes of items other than shareholders' equity | (1,594,045) | 1,450,720 |
| Total changes during the period | (1,023,097) | 2,728,818 |
| Balance at the end of the period | 8,570,641 | 11,299,459 |

(4) Consolidated Statements of Cash Flows

| (in millions of yen) | For the fiscal year ended March 31, 2009 | For the fiscal year ended March 31, 2010 |
|--|--|--|
| Cash flows from operating activities: | | |
| Income before income taxes and others | 115,061 | 596,732 |
| Depreciation | 243,342 | 239,191 |
| Impairment losses | 15,842 | 17,813 |
| Amortization of goodwill | 24,618 | 60,787 |
| Amortization of negative goodwill | (1,386) | (3,071) |
| Equity in losses (gains) of affiliates | 38 | (2,614) |
| Increase (decrease) in allowance for credit losses | (23,276) | 175,123 |
| Increase (decrease) in allowance for losses on securities | 7,237 | (34,506) |
| Increase (decrease) in reserve for bonuses | (5,739) | 10,135 |
| Increase (decrease) in reserve for bonuses to directors | (278) | 599 |
| Increase (decrease) in reserve for retirement benefits | 27,761 | (24,253) |
| Increase (decrease) in reserve for retirement benefits to directors | (230) | (162) |
| Increase (decrease) in reserve for loyalty award credits | 775 | (85) |
| Increase (decrease) in reserve for contingent losses | (77,829) | (38,352) |
| Increase (decrease) in reserve for losses relating to business restructuring | (22,865) | |
| Interest income recognized on statement of operations | (3,448,391) | (2,846,622) |
| Interest expenses recognized on statement of operations | 1,473,042 | 669,612 |
| Losses (gains) on securities | 327,841 | (82,368) |
| Losses (gains) on money held in trust | (1,446) | 3,737 |
| Foreign exchange losses (gains) | 247,866 | 416,688 |
| Losses (gains) on sales of fixed assets | 13,660 | 13,900 |
| Net decrease (increase) in trading assets | (3,457,877) | 1,305,643 |
| Net increase (decrease) in trading liabilities | 996,467 | (245,739) |
| Adjustment of unsettled trading accounts | (287,703) | 107,896 |
| Net decrease (increase) in loans and bills discounted | (4,152,604) | 5,598,759 |
| Net increase (decrease) in deposits | 246,509 | 5,542,593 |
| Net increase (decrease) in negotiable certificates of deposit | 360,423 | 3,460,182 |
| Net increase (decrease) in borrowed money (excluding subordinated borrowings) | 2,721,483 | (1,243,393) |
| Net decrease (increase) in due from banks (excluding cash equivalents) | 3,389,142 | (836,674) |
| Net decrease (increase) in call loans and bills bought and others | 3,880,764 | (549,033) |
| Net decrease (increase) in receivables under securities borrowing transactions | 1,151,299 | 1,034,614 |
| Net increase (decrease) in call money and bills sold and others | 4,386,894 | (735,070) |
| Net increase (decrease) in commercial papers | (166,634) | 54,124 |
| Net increase (decrease) in payables under securities lending transactions | (1,392,369) | (570,270) |
| Net decrease (increase) in foreign exchanges (assets) | 173,717 | 6,385 |
| Net increase (decrease) in foreign exchanges (liabilities) | (164,405) | (100,951) |
| Net increase (decrease) in short-term bonds payable | (105,240) | 156,585 |
| Net increase (decrease) in issuance and redemption of unsubordinated bonds payable | (227,605) | 372,531 |
| Net increase (decrease) in due to trust accounts | 335,401 | (238,458) |
| Interest income (cash basis) | 3,544,139 | 2,934,191 |
| Interest expenses (cash basis) | (1,506,951) | (703,605) |
| Others | (445,520) | 175,766 |
| Sub-total | 8,194,974 | 14,698,363 |
| Income taxes | (69,164) | (128,828) |
| Refund of income taxes | | 31,532 |

| | | |
|---|-----------|------------|
| Net cash provided by (used in) operating activities | 8,125,809 | 14,601,067 |
|---|-----------|------------|

Mitsubishi UFJ Financial Group, Inc.

| (in millions of yen) | For the fiscal year ended March 31, 2009 | For the fiscal year ended March 31, 2010 |
|---|--|--|
| Cash flows from investing activities: | | |
| Purchases of securities | (115,545,508) | (135,630,829) |
| Proceeds from sales of securities | 75,981,958 | 74,477,318 |
| Proceeds from redemption of securities | 30,823,155 | 45,759,986 |
| Increase in money held in trust | (297,208) | (942,373) |
| Decrease in money held in trust | 362,057 | 948,040 |
| Purchases of tangible fixed assets | (152,685) | (107,869) |
| Purchases of intangible fixed assets | (344,540) | (176,498) |
| Proceeds from sales of tangible fixed assets | 60,426 | 18,616 |
| Proceeds from sales of intangible fixed assets | 191,970 | 1,394 |
| Payments for transfer of business | | (4,267) |
| Purchases of equity of consolidated subsidiaries | (389,513) | (2,509) |
| Proceeds from sales of equity of consolidated subsidiaries | 84,995 | 33,270 |
| Increase related to purchases of subsidiaries equity affecting the scope of consolidation | 758 | |
| Decrease related to purchases of subsidiaries equity affecting the scope of consolidation | (100,094) | |
| Increase related to sales of subsidiaries equity affecting the scope of consolidation | 10,874 | |
| Decrease related to sales of subsidiaries equity affecting the scope of consolidation | | (10) |
| Others | (266) | |
| Net cash provided by (used in) investing activities | (9,313,619) | (15,625,731) |
| Cash flows from financing activities: | | |
| Increase in subordinated borrowings | 193,050 | 78,000 |
| Decrease in subordinated borrowings | (404,500) | (315,500) |
| Increase in subordinated bonds payable and bonds with warrants | 917,900 | 577,182 |
| Decrease in subordinated bonds payable and bonds with warrants | (307,752) | (285,399) |
| Proceeds from issuance of stocks | 671,595 | 1,041,037 |
| Proceeds from issuance of common stock to minority shareholders | 320,610 | 370,055 |
| Decrease in redemption of preferred stocks | (91,030) | (135,000) |
| Decrease in lease liabilities | (358) | |
| Dividend paid by MUFG | (153,245) | (149,406) |
| Dividend paid by subsidiaries to minority shareholders | (69,137) | (77,942) |
| Repayments to minority shareholders | (135) | (217) |
| Purchases of treasury stock | (328) | (245) |
| Proceeds from sales of treasury stock | 123,418 | 978 |
| Purchases of treasury stock by consolidated subsidiaries | (7,714) | (1,288) |
| Disposition of treasury stock by consolidated subsidiaries | 14 | 80 |
| Others | 0 | 1 |
| Net cash provided by (used in) financing activities | 1,192,387 | 1,102,334 |
| Effect of foreign exchange rate changes on cash and cash equivalents | (194,549) | 20,015 |
| Net increase (decrease) in cash and cash equivalents | (189,972) | 97,686 |
| Cash and cash equivalents at the beginning of the period | 4,222,222 | 4,032,013 |
| Decrease in cash and cash equivalents due to deconsolidation of subsidiaries | (236) | (19,418) |
| Cash and cash equivalents at the end of the period | 4,032,013 | 4,110,281 |

Notes on Going-Concern Assumption

Not applicable

Significant Accounting Policies Applied in the Preparation of the Consolidated Financial Statements

1. Scope of Consolidation

(1) Number of consolidated subsidiaries: 236
Principal companies:

| | |
|--|---|
| The Bank of Tokyo-Mitsubishi UFJ, Ltd. | MU Investments Co., Ltd. |
| Mitsubishi UFJ Trust and Banking Corporation | Mitsubishi UFJ Real Estate Services Co., Ltd. |
| Mitsubishi UFJ Securities Co., Ltd. | UnionBanCal Corporation |
| The Master Trust Bank of Japan, Ltd. | Mitsubishi UFJ Wealth Management Bank (Switzerland), Ltd. |
| kabu.com Securities Co., Ltd. | Mitsubishi UFJ Trust & Banking Corporation (U.S.A.) |
| Mitsubishi UFJ Merrill Lynch PB Securities Co., Ltd. | Mitsubishi UFJ Global Custody S.A. |
| Mitsubishi UFJ NICOS Co., Ltd. | PT. Bank Nusantara Parahyangan, Tbk. |
| ACOM CO., LTD. | Mitsubishi UFJ Securities International plc |
| NBL Co., Ltd. | Mitsubishi UFJ Securities (USA), Inc. |
| The Mitsubishi UFJ Factors Limited | Mitsubishi UFJ Trust International Limited |
| Mitsubishi UFJ Research & Consulting Co., Ltd. | Mitsubishi UFJ Securities (HK) Holdings, Limited |
| MU Frontier Servicer Co., Ltd. | BTMU Capital Corporation |
| Mitsubishi UFJ Capital Co., Ltd. | BTMU Leasing & Finance, Inc. |
| KOKUSAI Asset Management Co., Ltd. | PT U Finance Indonesia |
| Mitsubishi UFJ Asset Management Co., Ltd. | PT. BTMU-BRI Finance |

In the current fiscal year, MUFG Capital Finance 9 Limited and 3 other companies were newly consolidated following their formations.

In the current fiscal year, The Senshu Bank, Ltd. and 23 other companies were excluded from the scope of consolidation due to a decrease in MUFG's voting rights as a result of a sale of shares or for other reasons.

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The corporate name of Mitsubishi UFJ Securities Co., Ltd. was changed to Mitsubishi UFJ Securities Holdings Co., Ltd., effective as of April 1, 2010.

(2) Non-consolidated subsidiaries:

MU Japan Fund PLC

MU Japan Fund PLC was excluded from the scope of consolidation, due to its insignificance in light of its assets, ordinary income, net income (to the extent of MUFG's equity position) and retained earnings (to the extent of MUFG's equity position), and other factors. Its exclusion from the scope of consolidation would not impede reasonable judgment as to the financial condition or performance of the MUFG group.

(3) Entities not consolidated even though MUFG Group owns the majority of votes:

(A) Hygeia Co., Ltd.

This company was established as a property management agent for a land trust project as passive investment without any intent to control.

(B) THCAP investment Limited Partnership

Shonan Sangakurenkei Fund Investment Limited Partnership

Gunma Challenge Fund Investment Limited Partnership

FOODSNET Corporation and 6 other companies

MUFG's consolidated venture capital subsidiaries participate in the management of partnerships as unlimited liability partners or own the majority of votes as passive investments without any intent to control.

(4) Special Purpose Companies (SPCs):

One SPC has been utilized by a consolidated domestic trust bank subsidiary to securitize its financial assets. Information about this SPC, such as an outline of the SPC and the amounts and other details of transactions with the SPC, however, is omitted due to its insignificance.

2. Application of Equity Method

(1) Number of non-consolidated subsidiaries accounted for under the equity method: One
MU Japan Fund PLC

MU Japan Fund PLC, which had previously been an affiliate, became a non-consolidated subsidiary to which the equity method was applied in the current fiscal year.

Senshu Ikeda Holdings, Inc. and 30 other companies became a non-consolidated subsidiary to which the equity method was applied during the current fiscal year following its establishment through share exchange transactions with The Bank of Ikeda, Ltd. and The Senshu Bank, Ltd. or for other reasons.

Subsequently during the current fiscal year, however, Senshu Ikeda Holdings, Inc. and one of the other companies were excluded from the scope of non-consolidated subsidiaries accounted for under the equity method and became affiliates due to a decrease in MUFG's voting rights as a result of a sale of shares or for other reasons.

The Bank of Ikeda, Ltd. and 28 other companies ceased to be subsidiaries due to a decrease in MUFG's voting rights as a result of Senshu Ikeda Holdings, Inc. becoming an affiliate, and were no longer accounted for under the equity method starting in the current fiscal year.

(2) Number of affiliates accounted for under the equity method: 62
Principal companies:

| | |
|--|---|
| Senshu Ikeda Holdings, Inc. | JACCS CO., LTD. |
| The Chukyo Bank, Ltd. | JALCARD, INC. |
| Jibun Bank Corporation | Mitsubishi Research Institute DCS Co., Ltd. |
| Mitsubishi UFJ Lease & Finance Company Limited | Dah Sing Financial Holdings Limited |
| BOT Lease Co., Ltd. | Aberdeen Asset Management PLC |
| Mobit Co., Ltd. | Kim Eng Holdings Limited |

Aberdeen Asset Management PLC and 6 other companies were accounted for under the equity method in the current fiscal year following MUFG's acquisitions of shares or for other reasons.

Senshu Ikeda Holdings, Inc. and one other company ceased to be subsidiaries due to a decrease in MUFG's voting rights as a result of a sale of shares or for other reasons and became affiliates accounted for under the equity method in the current fiscal year.

The Gifu Bank, Ltd. and 4 other companies ceased to be affiliates, due to a decrease in MUFG's voting rights as a result of a sale of shares or for other reasons and were no longer accounted for under the equity method in the current fiscal year.

MU Japan Fund PLC became a subsidiary and was no longer an affiliate accounted for under the equity method in the current fiscal year.

(3) Number of non-consolidated subsidiaries not accounted for under the equity method: None

(4) Affiliates not accounted for under the equity method
SCB Leasing Public Company Limited

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This affiliate is not accounted for under the equity method due to its insignificance in light of its net income, retained earnings or deferred gains and losses on hedging instruments (to the extent of MUFG's equity position) and other factors. Its exclusion from the scope of consolidation would not impede reasonable judgment as to the financial condition or performance of the MUFG group

(5) Entities not recognized as affiliates in which MUFG owns 20% to 50% of the voting rights:

(A) Japan Medical Information Research Institute, Inc. and 17 other companies

MUFG's consolidated venture capital subsidiaries own 20% to 50% of votes as passive investments primarily to benefit from the appreciation of their investments resulting from growth or restructuring of the investees' businesses without any intent to control.

(B) RYOGOKU CITY CORE Co., Ltd.

It was established as a property management agent for a land trust project as passive investment without any intent to control.

3. The balance sheet dates of consolidated subsidiaries

(1) The balance sheet dates of consolidated subsidiaries are as follows:

| | |
|--------------|------------------|
| June 30: | 1 subsidiary |
| August 31: | 1 subsidiary |
| October 31: | 1 subsidiary |
| December 31: | 131 subsidiaries |
| January 24: | 24 subsidiaries |
| January 31: | 1 subsidiary |
| February 28: | 3 subsidiaries |
| March 31: | 74 subsidiaries |

(2) A subsidiary with a balance sheet date as of June 30 is consolidated based on its preliminary financial statements as of December 31. A subsidiary with a balance sheet date as of August 31 is consolidated based on its preliminary financial statements as of March 31.

A subsidiary with a balance sheet date as of October 31 is consolidated based on its preliminary financial statements as of January 31.

Subsidiaries other than specified above are consolidated based on the financial statements as of their balance sheet dates.

Adjustments are made in the consolidated financial statements to reflect the significant transactions occurred between the balance sheet dates of the subsidiaries and the consolidated balance sheet date.

4. Accounting Policies

(1) Trading assets and trading liabilities; trading income and expenses

Transactions involving short-term fluctuations or arbitrage opportunities in interest rates, currency exchange rates, market prices of financial instruments or other market indices (Trading transactions) are presented in Trading assets and Trading liabilities in the consolidated balance sheets on a trade date basis, and gains and losses from trading transactions are presented in Trading income and Trading expenses in the consolidated statements of operations on a trade date basis.

Trading assets and trading liabilities are stated at their fair values on the consolidated balance sheet date.

(2) Securities

(A) Debt securities being held to maturity are stated at amortized costs (using the straight-line method) computed under the moving average method. Investments in non-consolidated affiliates not accounted for under the equity method are stated at acquisition costs computed under the moving average method. Other securities with quoted market prices are stated at their quoted market prices on the consolidated balance sheet date (cost of securities sold is calculated primarily under the moving average method), and other securities for which quoted market prices are difficult to obtain are stated at acquisition costs computed under the moving average method. Net unrealized gains (losses) on other securities are included directly in net assets, net of applicable income taxes, except in the case of securities with embedded derivatives, which are measured at fair value in their entirety with the change in fair value recognized in current earnings.

(B) Securities which are held as trust assets in money held in trust are accounted for under the same basis as noted above in Notes (1) and (2)(A). Unrealized gains and losses on securities in money held in trust, which are not held for trading purposes or held to maturity, are included directly in net assets, net of applicable income taxes.

(3) Derivatives

Derivatives transactions (other than trading transactions) are calculated primarily based on fair value.

(4) Depreciation

(A) Tangible fixed assets (except for lease assets)

Depreciation for tangible fixed assets of MUFG and its domestic consolidated banking subsidiaries and trust banking subsidiaries is computed under the declining-balance method and an estimated amount of annual depreciation is amortized for a period.

The estimated useful lives are as follows:

Buildings: 15 years to 50 years

Equipment: 2 years to 20 years

Depreciation for tangible fixed assets of other consolidated subsidiaries is computed primarily under the straight-line method based on their estimated useful lives.

(B) Intangible fixed assets (except for lease assets)

Depreciation for intangible fixed assets is computed under the straight-line method. Development costs for internally used software are capitalized and depreciated under the straight-line method over the estimated useful lives of primarily 3 to 10 years.

(C) Lease assets

Lease assets in Tangible fixed assets or Intangible fixed assets of the finance leases other than those that were deemed to transfer the ownership of leased property to the lessees is computed under the straight-line method over the lease term with zero residual value unless residual value is guaranteed by the corresponding lease contracts.

(5) Deferred assets

Stock issuance costs and bond issuance costs are expensed as incurred.

Discount on bonds recognized prior to March 31, 2006 is amortized using the straight-line method over the life of corresponding bonds and the unamortized portion is deducted directly from bonds and notes in accordance with ASBJ PITF No.19 Tentative Solution on Accounting for Deferred Assets (August 11, 2006).

(6) Allowance for credit losses

Principal domestic consolidated subsidiaries provide allowance for credit losses in accordance with the internal standards for self-assessment of asset quality and the internal standards for write-offs and provisions.

For claims on borrowers that have entered into bankruptcy, special liquidation proceedings or similar legal proceedings or whose notes have been dishonored and suspended from processing through clearing houses (bankrupt borrowers) or borrowers that are not legally or formally bankrupt but are regarded as substantially in a similar condition (substantially bankrupt borrowers), allowances are provided based on the amount of claims, after write-offs as stated below, net of expected amounts to be collected through the disposal of collateral and the execution of guarantees.

For claims on borrowers that are not yet legally or formally bankrupt but deemed to have a high possibility of becoming bankrupt (potentially bankrupt borrowers) excluding a portion of which principal and interest payment can be reasonably estimated from borrower's cash flows, allowances are provided based on an overall solvency assessment of the claims, net of expected amounts to be collected through the disposal of collateral and the execution of guarantees.

For claims on potentially bankrupt borrowers and claims on borrowers requiring close monitoring, of which principal and interest payment can be reasonably estimated from borrower's cash flows, allowances are provided in an amount equal to the difference between the book value of the claims and the fair value of principal and interest, which is calculated using estimated cash flows discounted at the initial contractual interest rates.

For other claims, allowances are provided based on historical credit loss experience.

For claims originated in specific foreign countries, additional allowances are provided based on an assessment of political and economic conditions of these countries.

All claims are assessed by branches and the credit supervision departments in accordance with the internal standards for self-assessment of asset quality. The credit review department, which is independent from those operating sections, subsequently audits these assessments. The allowances presented above reflect these internally audited assessments.

For claims on bankrupt borrowers and substantially bankrupt borrowers, the amount of claims exceeding the estimated value of collateral or guarantees, that is deemed uncollectible, has been written-off. The total amount of write-offs is ¥981,866 million.

Consolidated subsidiaries, not adopting procedures stated above, provide allowances based on their historical credit loss experience for general claims and based on individual assessments of the possibility of collection for specific deteriorated claims.

(7) Allowances for losses on securities

Allowances for losses on securities are provided based on assessments of each issuer's financial condition and other relevant factors.

(8) Reserve for bonuses

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Reserve for bonuses, which is provided for future bonus payments to employees, reflects an estimated amount accrued on the consolidated balance sheet date.

(9) Reserve for bonuses to directors

Reserve for bonuses to directors, which is provided for future bonus payments to directors, reflects an estimated accrued on the consolidated balance sheet date.

(10) Reserve for retirement benefits

Reserve for retirement benefits, which is provided for future pension payments to employees, is recorded in the amount deemed accrued at the consolidated balance sheet date based on the projected benefit obligation and the estimated plan asset amount at the end of each fiscal year.

Unrecognized prior service cost is amortized under the straight-line method for a period, primarily over 10 years, within the employees' average remaining service period, commencing on the fiscal year in which the services are provided.

Unrecognized net actuarial gains (losses) are amortized under the straight-line method for a period, primarily over 10 years, within the employees' average remaining service period, commencing on the fiscal year immediately following the fiscal year in which the services were provided.

(Changes in accounting policy)

ASBJ Accounting Standard No.19 Partial Amendments to Accounting Standard for Retirement Benefits (Part3) (July 31, 2008) was adopted as of the end of the current fiscal year. The adoption of the new accounting standard did not have a material impact on unrecognized net actuarial gains (losses). Because any unrecognized actuarial gain or loss is charged to income commencing the fiscal year following the fiscal year in which the gain or loss is recognized, this change in accounting policy does not affect the consolidated financial statements for the current fiscal year.

(11) Reserve for retirement benefits to directors

Reserve for retirement benefits to directors, which is provided for payments of retirement benefits to directors of subsidiaries, is recorded in the amount deemed accrued at the consolidated balance sheet date based on the estimated amount of benefits.

(12) Reserve for loyalty award credits

Reserve for loyalty award credits, which is provided to meet future use of credits granted to credit card (such as Super IC card) customers, is recorded in the amount deemed necessary based on the estimated future use of unused credits.

(13) Reserve for contingent losses

Reserve for contingent losses, which is provided for possible losses from contingent events related to off-balance sheet and other transactions, is calculated by estimating the impact of such contingent events and includes future claims for repayment of excess interest payments on consumer loans which are estimated based on the past and pending claims.

(14) Reserves under special laws

Reserves under special laws represents the ¥3,098 million of reserve for contingent liabilities from financial instruments transactions set aside in accordance with Article 46-5-1 and Article 48-3-1 of the Financial Instruments and Exchange Law and Article 175 and 189 of the Cabinet Office Ordinance on Financial Instruments Business.

(15) Assets and liabilities denominated in foreign currencies

Assets and liabilities denominated in foreign currencies or booked at overseas branches of domestic consolidated banking subsidiaries and domestic consolidated trust banking subsidiaries are translated into yen primarily at exchange rates in effect on the consolidated balance sheet date, except for investments in non-consolidated affiliates which are translated into yen at exchange rates in effect on the acquisition dates.

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Assets and liabilities denominated in foreign currencies of other consolidated subsidiaries are translated into yen at the exchange rates in effect on the consolidated balance sheet date.

(16) Leasing transactions

(As lessees)

Domestic consolidated subsidiaries' finance leases other than those that are deemed to transfer the ownership of leased property to the lessees, which commenced in fiscal years beginning on or after April 1, 2008, are accounted for in a similar way to purchases and depreciation for lease assets is computed under the straight-line method over the lease term with zero residual value unless residual value is guaranteed by the corresponding lease contracts.

Finance leases other than those that are deemed to transfer the ownership of leased property to the lessees, which commenced in fiscal years beginning prior to April 1, 2008, are accounted for in a similar way to operating leases.

(As lessors)

Finance leases other than those that are deemed to transfer the ownership of leased property to the lessees are accounted for in a similar way to sales and income and expenses related to such leases are recognized by allocating interest equivalents to applicable fiscal periods instead of recording sales and costs of goods sold.

(17) Hedge accounting

(A) Hedge accounting for interest rate risks

Domestic consolidated banking subsidiaries and domestic consolidated trust banking subsidiaries have adopted the deferred hedge accounting method for hedging transactions for interest rate risks arising from monetary assets and liabilities. Individual hedging or portfolio hedging, as described in the Japanese Institute of Certified Public Accountants (JICPA) Industry Audit Committee Report No.24, Treatment of Accounting and Auditing of Application of Accounting Standard for Financial Instruments in Banking Industry (February 13, 2002) and JICPA Accounting Committee Report No.14, Practical Guidelines for Accounting for Financial Instruments (January 31, 2000), are primarily applied to determine hedged items.

With respect to hedging transactions to offset fluctuations in the fair value of fixed rate deposits, loans and other instruments, hedging instruments (e.g. interest rate swaps) are designated to hedged items individually or collectively by their maturities in accordance with Industry Audit Committee Report No.24. With respect to hedging transactions to offset fluctuations in fair value of fixed rate bonds classified as other securities, hedging instruments (e.g. interest rate swaps) are designated to hedged items collectively by the type of bond. Since material terms related to hedged items and hedging instruments are substantially identical, and such hedging transactions are deemed highly effective, the assessment of effectiveness is based on the similarity of the terms.

With respect to hedging transactions to fix the cash flows related to floating rate deposits and loans as well as short-term fixed rate deposits, loans and other instruments, hedging instruments (e.g. interest rate swaps) are designated to hedged items collectively by interest rate indices and tenors in accordance with Industry Audit Committee Report No.24. Since material terms related to hedged items and hedging instruments are substantially identical, and such hedging transactions are deemed highly effective, the assessment of effectiveness is based on the similarity of the terms. The effectiveness of hedging transactions is also assessed by verifying the correlation between hedged items and hedging instruments.

As of March 31, 2003, deferred hedge losses and gains were recorded in the consolidated balance sheet as a result of the application of macro hedge accounting based on JICPA Industry Audit Committee Report No.15 Tentative Treatment for Accounting and Auditing in Adoption of Accounting Standards for Banking Industry (February 15, 2000), under which the overall interest rate risks arising from numerous deposits, loans and other instruments are hedged collectively by derivative transactions. These losses and gains are amortized as expense or income over the remaining lives of the macro hedging instruments (for a maximum period of 15 years from April 1, 2003). Deferred hedge losses and gains attributable to macro hedge accounting at the end of the current fiscal year are ¥5,733 million (before tax effect adjustment) and ¥7,138 million (before tax effect adjustment), respectively.

(B) Hedge accounting for foreign currency risks

Domestic consolidated banking subsidiaries and domestic consolidated trust banking subsidiaries have adopted the deferred hedge accounting method for hedging transactions for foreign currency risks arising from monetary assets and liabilities denominated in foreign currencies. Portfolio hedging is applied to determine hedged items as described in JICPA Industry Audit Committee Report No. 25 Treatment of Accounting and Auditing concerning Accounting for Foreign Currency Transactions in the Banking Industry (July 29, 2002). Hedging instruments (e.g. currency swaps and forward exchange contracts) are designated to hedged items collectively by currencies.

Domestic consolidated banking subsidiaries and domestic consolidated trust banking subsidiaries have adopted deferred hedge accounting method for hedging transactions for foreign currency risks arising from investments in subsidiaries denominated in foreign currencies while adopting the fair value hedge accounting method for hedging transactions for foreign currency risks arising from foreign securities (other than bonds). Portfolio hedging and individual hedging are applied to determine hedged items. Liabilities denominated in foreign currencies and forward exchange contracts are used as hedging instruments.

(C) Transactions among consolidated companies

Derivative transactions, including interest rate swaps and currency swaps which are designated as hedging instruments, among consolidated companies or between trading accounts and other accounts (or among internal sections) are not eliminated from the consolidated statements of income and related gains and losses are recognized or deferred under hedge accounting because these derivative transactions are executed,

meeting certain criteria under JICPA Industry Audit Committee Reports No.24 and No.25 to be regarded as equivalent to external third party transactions.

(18) Consumption taxes

National and local consumption taxes are excluded from transaction amounts. Non-deductible portions of consumption taxes on the purchases of tangible fixed assets are expensed when incurred.

(19) Accounting Standard for Foreign Subsidiaries

Financial statements of foreign subsidiaries are used for consolidated accounting so long as they are created in accordance with the International Financial Reporting Standards (IFRS) or U.S. GAAP.

If they are created in accordance with a generally accepted accounting principles in each domicile country and not with IFRS nor U.S.GAAP, the financial statements of foreign subsidiaries are adjusted in accordance with U.S. GAAP and in the process of consolidation.

(Additional information)

As of February 28, 2009, a portion of Other securities held by some foreign subsidiaries have been reclassified as Debt securities being held to maturity in accordance with US FASB Statement No.115, Accounting for Certain Investments in Debt and Equity Securities. This reclassification was made based on the determination that it is more appropriate to classify those securities as being held to maturity because the subsidiaries had a positive intent and ability to hold those securities to maturity. This change resulted in a ¥21,177 million decrease in Monetary claims bought, a ¥8,259 million increase in Deferred tax assets and a ¥12,917 million decrease in Net unrealized gains (losses) on other securities. For a summary of the reclassified securities, please refer to 5. The purpose for holding some of the Securities has been altered during the current fiscal year under Securities.

5. Assets and Liabilities of Consolidated Subsidiaries

Assets and liabilities of consolidated subsidiaries are stated at their fair values on the balance sheet dates of the subsidiaries.

6. Amortization of Goodwill

Goodwill or negative goodwill on Mitsubishi UFJ Securities Co., Ltd., kabu.com Securities Co., Ltd., Mitsubishi UFJ NICOS Co., Ltd., and UnionBanCal Corporation and equivalent of goodwill or negative goodwill on JACCS CO., LTD., JALCARD, INC., Senshu Ikeda Holdings, Inc., and Aberdeen Asset Management PLC are amortized using the a straight-line method over 20 years starting from the period of the consolidation. Other goodwill, negative goodwill and their equivalents with insignificant balances are expensed as incurred.

7. Cash and Cash Equivalents in the Consolidated Statements of Cash Flows

Cash and cash equivalents in the consolidated statements of cash flows are defined as Cash and due from banks on the consolidated balance sheet, excluding time deposits and negotiable certificates of deposits in other banks.

Changes in Significant Accounting Policies Applied in the Preparation of the Consolidated Financial Statements

(Financial instruments)

MUFG adopted ASBJ Accounting Standard No.10 Accounting Standards for Financial Instruments (March 10, 2008) and ASBJ Guidance No. 19 Disclosures about Fair Value of Financial Instruments (March 10, 2008) starting from the current fiscal year. This change resulted in a ¥5,849 million increase in Securities, a ¥34,661 million decrease in Allowance for losses on securities, a ¥6,267 million decrease in Deferred tax assets, a ¥308 million increase in Deferred tax liabilities, a ¥9,559 million increase in Net unrealized gains (losses) on other securities, a ¥7,875 million decrease in Ordinary profits and a ¥24,423 million increase in Income before income taxes and others.

New Presentation Rule

(Consolidated statements of income)

In the consolidated statements of income, Refund of income taxes is no longer included in, and is presented the separately from, Income taxes-current starting from the current fiscal year because the amount increased to a significant level.

For the fiscal year ended March 31, 2009, the amount of Refund of income taxes that was included in Income taxes-current was ¥2,758 million.

(Consolidated Statement of Cash Flows)

In the consolidated statement of cash flows, Refund of income taxes is no longer included in, and is presented the separately from, Income taxes that is one component of Cash flows from operating activities starting from the current fiscal year in accordance with the change made in consolidated statements of income stated above. The amount of Refund of income taxes included in Income taxes in the previous fiscal year's Cash flows from operating activities was ¥31,890 million.

Notes to the Consolidated Financial Statements

(Consolidated balance sheet)

1. Securities includes ¥301,792 million of stocks and ¥21,580 million of other investments in non-consolidated subsidiaries and affiliates.
2. For borrowed securities under securities borrowing transactions and securities purchased under resale agreements, that permit MUFG Group to sell or pledge securities without restrictions, ¥4,910,187 million is pledged, ¥332,358 million is loaned and ¥11,437,867 million is held by MUFG Group at the consolidated balance sheet date.
3. Loans to bankrupt borrowers: ¥113,104 million.
Non-accrual delinquent loans: ¥1,212,609 million.

Loans to bankrupt borrowers are loans, after write-offs, to bankrupt borrowers as defined in Article 96-1-3-1 to 5 and 96-1-4 of the Enforcement Ordinance of the Corporate Tax Law (No. 97 in 1965) on which accrued interest income is not recognized (Non-accrual loans) as there is substantial doubt as to the collection of principal and/or interest because of delinquencies in payment of principal and/or interest for a significant period of time or for some other reasons.

Non-accrual delinquent loans represent non-accrual loans other than loans to bankrupt borrowers and loans renegotiated at concessionary terms, including reduction or deferral of interest due to the borrower's weakened financial condition.

4. Loans past due for 3 months or more: ¥29,175 million.
Loans past due for 3 months or more represent loans whose principal and/or interest payments have been past due for 3 months or more, excluding loans to bankrupt borrowers and non-accrual delinquent loans.
5. Restructured loans: ¥411,137 million.
Restructured loans represent loans renegotiated at concessionary terms, including reduction or deferral of interest or principal and waiver of the claims, due to the borrower's weakened financial condition, excluding loans to bankrupt borrowers, non-accrual delinquent loans and loans past due for 3 months or more.

6. The total amount of loans to bankrupt borrowers, non-accrual delinquent loans, loans past due for 3 months or more and restructured loans was ¥1,766,026 million.
The amounts provided in Notes 3 to 6 represent gross amounts before the deduction of allowances for credit losses.

7. Bills discounted are accounted for as financial transactions in accordance with JICPA Industry Audit Committee Report No. 24. MUFG's banking subsidiaries and trust banking subsidiaries have rights to sell or pledge bank acceptances bought, commercial bills discounted, documentary bills and foreign exchanges bought without restrictions. The total face value of these bills is ¥802,656 million.

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8. Assets pledged as collateral are as follows:

| | |
|-----------------------------|--------------------|
| Cash and due from banks: | ¥2,162 million |
| Trading assets: | ¥1,203,733 million |
| Securities: | ¥2,287,763 million |
| Loans and bills discounted: | ¥798,554 million |
| Other assets: | ¥71,729 million |

Liabilities related to pledged assets are as follows:

| | |
|-----------------------------|--------------------|
| Deposits: | ¥408,098 million |
| Call money and bills sold: | ¥540,000 million |
| Trading liabilities: | ¥48,902 million |
| Borrowed money: | ¥3,127,284 million |
| Bonds payable: | ¥63,704 million |
| Other liabilities: | ¥56,162 million |
| Acceptances and guarantees: | ¥985 million |

In addition to the items listed above, ¥12,625 million of cash and due from banks, ¥155,200 million of monetary claims bought, ¥292,298 million of trading assets, ¥6,706,223 million of securities, and ¥8,812,751 million of loans and bills discounted have been pledged as collateral for cash settlements and other transactions or as deposits for margin accounts of futures and other transactions. ¥4,024,825 million of trading assets and ¥9,087,877 million of securities have been sold under repurchase agreements or loaned under secured lending transactions. Payables corresponding to the assets sold or loaned under repurchase agreements and under securities lending transactions are ¥8,377,917 million and ¥2,729,833 million, respectively.

Bills rediscounted are accounted for as financial transactions in accordance with Industry Audit Committee Report No. 24. The total face value of rediscounted bank acceptances bought, commercial bills discounted, documentary bills and bills of exchange rediscounted is ¥15,405 million.

9. Overdraft facilities and commitment lines of credit are binding contracts under which MUFG's consolidated subsidiaries have obligations to disburse funds up to predetermined limits upon the borrower's request as long as there have been no breach of contracts. The total amount of the unused portion of these facilities is ¥68,610,083 million.

The total amount of the unused portion does not necessarily represent actual future cash requirements because many of these contracts are expected to expire without being drawn upon. In addition, most of these contracts include clauses which allow MUFG's consolidated subsidiaries to decline the borrower's request for disbursement or decrease contracted limits for cause, such as changes in financial conditions or deterioration in the borrower's creditworthiness. MUFG's consolidated subsidiaries may request the borrowers to pledge real property and/or securities as collateral upon signing of the contract and will perform periodic monitoring on the borrower's business conditions in accordance with internal procedures, which may lead to renegotiation of the terms and conditions of the contracts and/or initiate the request for additional collateral and/or guarantees.

10. In accordance with the Law concerning Revaluation of Land (the Law) (No. 34, March 31, 1998), land used for business operations of domestic consolidated banking subsidiary and domestic consolidated trust banking subsidiary has been revalued as of the dates indicated below. The total excess from revaluation, net of income taxes corresponding to the excess which are recognized as Deferred tax liabilities for land revaluation, is stated as Land revaluation excess in net assets. Land revaluation excess includes MUFG's share of affiliated companies' land revaluation excess.

Dates of revaluation:

| | |
|--|----------------|
| Domestic consolidated banking subsidiary | March 31, 1998 |
|--|----------------|

| | |
|--|--|
| Domestic consolidated trust banking subsidiary | March 31, 1998, December 31, 2001 and March 31, 2002 |
|--|--|

The method of revaluation as set forth in Article 3, Paragraph 3 of the Law :

Fair values are determined based on (1) published land price under the Land Price Publication Law stipulated in Article 2-1 of the Enforcement Ordinance of the Law concerning Revaluation of Land (Ordinance) (No. 119, March 31, 1998), (2) standard land price determined on measurement spots under the Enforcement Ordinance of National Land Planning Law stipulated in Article 2-2 of the Ordinance, (3) land price determined by the method established and published by the Director General of the National Tax Agency in order to calculate land value which is used for determining taxable amounts subject to landholding tax articulated in Article 16 of the Landholding Tax Law stipulated in Article 2-4 of the Ordinance with price adjustments by shape and time and (4) appraisal by certified real estate appraisers stipulated in Article 2-5 of the Ordinance with price adjustments for time.

The difference between the fair value of land used for business operations revalued in accordance with Article 10 of the law as of the end of the current fiscal year and the book value of such land following the revaluation was ¥ 55,464 million.

In addition, some of our affiliates that are accounted under equity method did the revaluation for land used for business operations on March 31, 2002.

11. Accumulated depreciation on tangible fixed assets: ¥1,092,746 million.
12. Deferred gains on tangible fixed assets deducted for tax purposes: ¥88,400 million.
13. Borrowed money includes ¥743,800 million of subordinated borrowings.
14. Bonds payable include ¥3,814,187 million of subordinated bonds.
15. Goodwill and negative goodwill are net out and presented in Other assets . The balances of goodwill and negative goodwill before net out are follows:

| | |
|-------------------------------|--------------------------|
| Goodwill: | ¥ 541,562 million |
| Negative goodwill: | ¥ 29,046 million |
| Balance after net out: | ¥ 512,515 million |

16. Allowance for credit loss includes the portion of the estimated losses on claims for repayment of excess interest payments that is allocated to repayment on principal and other assets in the amount of ¥122,431 million.
17. The principal amounts of money trusts and loan trusts entrusted to domestic trust banking subsidiaries, for which repayment of the principal to the customers is guaranteed, are ¥1,086,286 million and ¥41,774 million, respectively.
18. Guarantee obligations for private placement bonds in Securities (provided in accordance with the Article 2-3 of the Financial Instruments and Exchange Law) is ¥2,552,623 million.
(Consolidated statement of operations)

1. Other ordinary income includes ¥179,331 million of gains on sales of equity securities.
2. Other ordinary expenses includes ¥439,113 million of write-offs of loans.
3. Goodwill is amortized, and the amount of amortization of goodwill is included in current earnings in accordance with the paragraph 32 of JICPA Accounting Committee Report No. 7 Practical guidance on consolidation procedures related to equity accounts in consolidated financial statements (May 12, 1998).

(Consolidated statement of changes in net assets)

1. Detailed information regarding outstanding shares (Thousand shares)

| | Number of shares as of March 31, 2009 | Number of shares increased | Number of shares decreased | Number of shares as of March 31, 2010 | Notes |
|---|--|-------------------------------------|-------------------------------------|--|-------|
| Outstanding shares | | | | | |
| Common stock | 11,648,360 | 2,500,054 | | 14,148,414 | (1) |
| Preferred stock first series of class 3 | 100,000 | | | 100,000 | |
| Preferred stock first series of class 5 | 156,000 | | | 156,000 | |
| Preferred stock class 11 | 1 | | | 1 | |
| Total | 11,904,361 | 2,500,054 | | 14,404,415 | |
| Treasury stock | | | | | |
| Common stock | 9,161 | 2,423 | 1,803 | 9,781 | (2) |
| Total | 9,161 | 2,423 | 1,803 | 9,781 | |

- (1) Increase in the number of common stock by 2,500,054 thousand shares was due to the exercise of stock options, and the issuance in connection with the public offering and a third-party allotment.
- (2) Increase in the number of common stock held in treasury by 2,423 thousand shares was mainly due to repurchase of stocks constituting less than a unit and an increase in the number of shares held by subsidiaries and affiliates. Decrease in the number of common stock held in treasury by 1,803 thousand shares was mainly due to sale of shares in response to requests made by shareholders holding shares constituting less than a unit, exercise of stock options, and a decrease in the number of shares held by affiliates.

2. Information regarding subscription rights to shares

| Issuer | Type of Subscription rights to shares | Type of shares to be issued | Number of shares subject to subscription rights | | | As of March 31, 2010 | Balance as of March 31, 2010 (¥ million) |
|--|---|-----------------------------------|---|----------|----------|----------------------------|---|
| | | | As of March 31, 2009 | Increase | Decrease | | |
| MUFG | Subscription rights to shares | | | | | | |
| | (Treasury shares) | | () | () | () | () | () |
| | Stock options | | | | | | 6,450 |
| Consolidated subsidiaries (Treasury shares) | | | | | | | 0 |
| | | | | | | | () |
| Total | | | | | | | 6,451 |
| | | | | | | | () |

3. Detailed information regarding cash dividends

(1) Dividends paid in the fiscal year ended March 31, 2010

| Date of approval | Type of shares | Total Dividends (¥ million) | Dividend per share (¥) | Dividend record date | Effective date |
|---|--|-----------------------------------|------------------------------|----------------------------|---------------------|
| General meeting of shareholders on June 26, 2009 | Common stock | 58,237 | 5 | March 31, 2009 | June 26, 2009 |
| | Preferred stock first series of class 3 | 3,000 | 30 | | |
| | Preferred stock first series of class 5 | 6,708 | 43 | | |
| | Preferred stock class 11 | 0 | 2.65 | | |
| Board of directors meeting on November 18, 2009 | Common stock | 69,889 | 6 | September 30, 2009 | December 9, 2009 |
| | Preferred stock first series of class 3 | 3,000 | 30 | | |
| | Preferred stock first series of class 5 | 8,970 | 57.5 | | |
| | Preferred stock class 11 | 0 | 2.65 | | |

The total amount of dividends above includes ¥144 million paid to consolidated subsidiaries.

(2) Dividends with record dates before March 31, 2010 and effective dates after April 1, 2010

The following matters relating to dividends are expected to be submitted to shareholder vote at an ordinary general meeting of shareholders scheduled to be held on June 29, 2010.

| Date of approval | Type of shares | Dividend record | Effective date |
|------------------|----------------|-----------------|----------------|
|------------------|----------------|-----------------|----------------|

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(scheduled)

| | | Total Dividends (¥ million) | Source of dividends | Dividend per share (¥) | date | |
|---|--|-----------------------------------|------------------------|------------------------------|-------------------|------------------|
| General meeting of shareholders on June 29, 2010 | Common shares | 84,887 | | 6 | | |
| | Preferred stock first series of class 3 | 3,000 | Retained earnings | 30 | March 31, 2010 | June 29, 2010 |
| | Preferred stock first series of class 5 | 8,970 | | 57.5 | | |
| | Preferred stock class 11 | 0 | | 2.65 | | |

(Consolidated Statement of Cash Flows)

The difference between cash and cash equivalents and items presented on the consolidated balance sheet.

As of March 31, 2010

| | |
|--|----------------------|
| Cash and due from banks on the consolidated balance sheet: | ¥ 7,495,050 million |
| (-) Time deposits and negotiable certificates of deposit in other banks: | (¥3,384,769 million) |
| Cash and cash equivalents: | ¥ 4,110,281 million |

(Notes on Financial Instruments)

1. Disclosure on Financial Instruments

(1) Policy on Financial Instruments

MUFG provides comprehensive financial services such as deposit-taking and lending services, securities investment and other securities services and foreign exchange services.

In order to prevent these businesses from being negatively affected by fluctuations in interest and foreign exchange rates, we conduct asset and liability management (ALM) by adjusting market exposure and the balance between short-term and long-term assets and liabilities. To do so, among other things, we raise capital from the market and hedge risks through derivative transactions.

(2) Types of and Risks Associated with Financial Instruments

We hold various types of financial instruments such as loans, investment securities, and derivatives and are thus exposed to credit and market risks.

Credit risk is the risk of loss on receivables such as loans due to nonperformance of contractual obligations caused by factors such as deterioration in the financial condition of a borrower.

Market risk mainly arises from changes in domestic and overseas interest rates, foreign exchange rates, and fluctuations in market prices of stocks and bonds. For example, an increase in domestic and overseas interest rates would reduce the value of our bond portfolio consisting of government and other bonds, and a rise in yen would reduce the value of foreign currency denominated securities and other assets when converted into yen. We also invest in marketable equity securities, and a fall in the market price would decrease the fair value of these securities. As part of our trading and ALM activities, we hold derivative products such as interest rate swaps. A significant change in foreign exchange or interest rates may cause a significant fluctuation in the fair value of these derivative products. In conducting transactions for purposes of hedging risks associated with derivative products, we hedge against interest rate risks with instruments including fixed rate deposits, loans and bonds, variable rate deposits and loans, and future transactions involving fixed rate deposits and loans through designated hedging methods including interest rate swaps. We hedge against exchange rate fluctuation risks with instruments such as foreign currency denominated cash debt obligations through hedging methods including currency swap transactions and forward exchange contracts. In lieu of effectiveness determination, we design hedging activities so that the material terms of the hedged instrument are almost identical to those of the hedging method. In limited circumstances, effectiveness of hedging activities is assessed based on the correlation between factors that cause changes in interest rates.

(3) Risk Management Relating to Financial Instruments

(A) Credit Risk Management

We regularly monitor and assess the credit portfolios of our group companies and use uniform credit rating and asset evaluation and assessment systems to ensure timely and proper evaluation of credit risk.

Within the basic framework of our credit risk control system based on MUFG's credit risk control rules, each group company has established a consolidated and global credit risk control system while we monitor group-wide credit risk. We provide training and advice when necessary in addition to monitoring credit risk management conducted by our group companies.

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In screening individual transactions and managing credit risk, each major group company has in place a check-and-balance system in which the credit administration section and the business promotion section are kept separate.

We hold regular management committee meetings to ensure full reporting and discussion of important credit risk management and administration matters.

In addition to providing check-and-balance between different functions and conducting management level deliberations, the audit department also undertakes to validate credit operations to ensure appropriate credit administration.

(B) Market Risk Management

(a) Risk Management System

We have adopted an integrated system to manage market risks associated with market activities for trading purposes (trading activities) and non-trading market activities (banking activities). We monitor group-wide market risk while each of the major group companies has established a market risk management system on a consolidated and global basis.

At each of the major group companies, checks and balances are maintained through a system in which the back (administrative) and middle (risk management) offices operate independently from the front (trading) office. As part of risk control by management, the Board of Directors establishes the framework for the market risk management system while responsibilities relating to market operations are defined at management meetings. We allocate economic capital corresponding to levels of market risk within the scope of our capital base, and establish quantitative limits on market risk based on the allocated economic capital as well as limits on losses to contain our exposure to risks and losses within a certain range.

(b) Market Risk Management

We regularly report status on group-wide exposure to market risk and compliance with quantitative limits on market risk and losses at each group company to the ALM Committees and the Corporate Risk Management Committee; while each group company internally reports daily to its risk management officer on the status of exposure to market risk and compliance with quantitative limits on market risk and losses, we conduct comprehensive analyses on risk profiles including stress testing.

We administer risks at each business unit at our group companies by hedging against interest rate and exchange rate fluctuation risks associated with marketable assets and liabilities with various hedging transactions using marketable securities and derivatives as appropriate. With respect to trading account transactions and their administration, we document the process and periodically verify through internal audits that the valuation methods and operation of such transactions are appropriate.

(c) Market Risk Measurement Model

Since the daily variation in market risk is significantly greater than that in other types of risks, we measure and manage market risk using the Value at Risk (VaR) method on a daily basis.

Market risk for both trading and banking activities is measured using a uniform market risk measurement model. The principal method used for the model is historical simulation method (holding period 10 business days; confidence interval 99%; and observation period 701 business days).

* The historical simulation method calculates VaR amount by estimating the profit and loss on the current portfolio by applying actual fluctuations in market rates and prices that occurred over a fixed period in the past. The noted features of the historical simulation method include the ability to directly reflect the characteristics of the market fluctuations and the ability to rigorously measure the risk arising from options.

(C) Management of Liquidity Risk Associated with Capital Raising Activities

Our major group companies strive to secure appropriate liquidity in both Japanese yen and foreign currencies by managing the sources of capital and liquidity gap, liquidity-supplying products such as commitment lines, as well as buffer assets that help maintain liquidity level.

Specifically, the Board of Directors provides the framework for liquidity risk management, operates businesses on various stages according to the urgency of funding needs and exercises management on each such stage. The department responsible for liquidity risk management is designed to perform checking functions independent of other departments. The department reports to ALM Committee and the Board of Directors the results from its activities such as evaluation of funding urgency and monitoring of compliance with quantitative limits. The department responsible for funding management performs funding and management activities, and regularly reports the current funding status

and forecast as well as the current liquidity risk status to the department responsible for liquidity risk management and other appropriate bodies such as the ALM Committee.

(4) Supplementary Explanation on Fair Value, etc. of Financial Instruments

The fair value of financial instruments includes, in addition to the value determined based on the market price, a valuation calculated on a reasonable basis if no market price is available. Certain assumptions are used for the calculation of such amount. Accordingly, the result of such calculation may vary if different assumptions are used.

2. Disclosure on the Fair Value, etc. of Financial Instruments

The following table summarizes the amount stated in the consolidated balance sheet and the fair value of financial instruments as of March 31, 2010 together with their differences. Note that the following table does not include non-listed equity securities and certain other securities for which fair value is difficult to determine (see Note 2).

| | Consolidated balance sheet | | |
|---|---------------------------------------|-----------------------------|-----------------------------|
| | amount | Fair value | Difference |
| | (In millions of yen) | (In millions of yen) | (In millions of yen) |
| (1) Cash and due from banks | 7,495,050 | 7,495,050 | |
| (2) Call loans and bills bought | 482,546 | 482,546 | |
| (3) Receivables under resale agreements | 3,559,309 | 3,559,309 | |
| (4) Receivables under securities borrowing transactions | 5,770,044 | 5,770,044 | |
| (5) Monetary claims bought (*1) | 2,967,002 | 3,020,538 | 53,536 |
| (6) Trading assets | 9,156,026 | 9,156,026 | |
| (7) Money held in trust | 362,789 | 362,789 | |
| (8) Securities | | | |
| Debt securities being held to maturity | 2,265,254 | 2,292,061 | 26,807 |
| Other securities | 59,955,287 | 59,955,287 | |
| (9) Loans and bills discounted | 84,880,603 | | |
| Allowance for credit losses (*1) | (1,149,577) | | |
| | 83,731,025 | 84,800,301 | 1,069,275 |
| (10) Foreign exchanges (*1) | 1,051,325 | 1,051,325 | |
| Total assets | 176,795,663 | 177,945,282 | 1,149,619 |
| (1) Deposits | 123,891,946 | 123,991,554 | 99,607 |
| (2) Negotiable certificates of deposit | 11,019,571 | 11,031,042 | 11,471 |
| (3) Call money and bills sold | 1,907,366 | 1,907,366 | |
| (4) Payables under repurchase agreements | 11,843,211 | 11,843,211 | |
| (5) Payables under securities lending transactions | 3,632,170 | 3,632,170 | |
| (6) Commercial papers | 196,929 | 196,929 | |
| (7) Trading liabilities | 2,945,424 | 2,945,424 | |
| (8) Borrowed money | 6,235,917 | 6,268,532 | 32,614 |
| (9) Foreign exchanges | 704,233 | 704,233 | |
| (10) Short-term bonds payable | 480,545 | 480,545 | |
| (11) Bonds payable | 7,022,868 | 7,155,381 | 132,513 |
| (12) Due to trust accounts | 1,559,765 | 1,559,765 | |
| Total liabilities | 171,439,951 | 171,716,157 | 276,206 |
| Derivative transactions (*2) | | | |
| Activities not qualifying for hedges | 359,729 | 359,729 | |
| Activities qualifying for hedges | 277,510 | 277,510 | |
| Total derivative transactions | 637,239 | 637,239 | |

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- (*1) General and specific reserves for credit losses corresponding to loans are deducted. However, with respect to items other than loans, the amount stated in the consolidated balance sheet is shown since the amount of reserve for credit losses corresponding to these items is insignificant.
- (*2) Derivative financial instruments include trading account assets and liabilities and other assets and liabilities are shown together. Assets and liabilities arising from derivative transactions are presented on a net basis.

(Note 1) Method used for determining the fair value of financial instruments

Assets

(1) Cash and due from banks

For deposits without maturity, the carrying amount is presented as the fair value as the fair value approximates such carrying amount. For deposits with maturity, the carrying amount is presented as the fair value, as the fair value approximates such carrying amount because the remaining maturity period of the majority of such deposits is short (maturity within 1 year).

(2) Call loans and bills bought, (3) receivables under resale agreements, and (4) receivables under securities borrowing transactions

For each of these items, the majority of transactions are short contract terms (1 year or less). Thus, the carrying amount is presented as the fair value, as the fair value approximates such carrying amount.

(5) Monetary claims bought

The fair value of monetary claims purchased is determined based on the price quoted by the financial institutions from which these claims are purchased or on the amount calculated according to our estimate. For certain monetary claims purchased for which these methods do not apply, the carrying amount is presented as the fair value as the fair value approximates such carrying value.

(6) Trading assets

For securities such as bonds that are held for trading, the fair value is determined based on the price quoted by the exchange or the financial institutions from which these securities are purchased.

(7) Money held in trust

For securities that are part of trust property in an independently managed monetary trust with the primary purpose to manage securities, the fair value is determined based on the price quoted by the financial institutions from which these securities are purchased.

See Money in Trust for notes on cash in trust by categories based on different purposes of holding the cash in trust.

(8) Securities

The fair value of equity securities is determined based on the price quoted by the exchange and the fair value of bonds is determined based on the price quoted by the exchange or the financial institutions from which they are purchased. The fair value of investment trusts is determined based on the publicly available price.

For privately placed guaranteed bonds held by our bank or trust subsidiaries, the fair value is determined based on the present value of expected future cash flow, which is adjusted to reflect default risk, amount to be collected from collaterals and guarantees and guarantee fees, and discounted at an interest rate based on the market interest rate as of the date of evaluation with certain adjustments.

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With respect to variable rate Japanese government bonds that are included in the amount presented under the line item "Securities" in the table above, our major group companies value them at an amount calculated on a reasonable basis according to Practical Issue Task Force No. 25, Practical Solution on Measurement of Fair Value for Financial Assets (October 28, 2008, Accounting Standard Board of Japan), as we determined that taking into account the current market conditions, the market price of these securities as of the consolidated balance sheet date cannot be regarded as the fair value. The value of variable rate Japanese government bonds is determined by discounting the expected future cash flow, estimated based on factors such as the yield of government bonds and discounted at a rate based on such yield of government bonds adjusted for the value of embedded options and the liquidity premium based on the actual market premiums observed in the past.

For certain securitized products whose underlying assets are corporate loan receivables, the fair value is determined by taking into account both an amount calculated by discounting the expected future cash flow, which is derived from such factors as default probability and prepayment rate derived from analyses of the underlying assets and discounted at a rate, which is the yield of such securitized products adjusted for the liquidity premium based on the actual historical market data, as well as the price obtained from external parties (brokers or information vendors). For other securitized products, the fair value is determined based on the price obtained from external parties after considering the result of periodic confirmation of the current status of these products, including price comparison with similar products, time series data comparison of the same product, and analysis of consistency with publicly available market indexes.

See "Securities" for notes on securities by categories based on purposes of holding the securities.

(9) Loans and bills discounted

With respect to loans, for each category of loans based on types of loans, internal ratings and maturity length, the fair value is determined based on the present value of expected future cash flow, which is adjusted to reflect default risk and expected amount to be collected from collaterals and guarantees and discounted at an interest rate based on the market interest rate as of the date of evaluation with certain adjustments. For loans with variable interest rates such as certain residential loans provided to individual home owners, the carrying amount is presented as the fair value as the fair value approximates such carrying amount, unless the creditworthiness of the borrower has changed significantly since the loan origination.

For receivables from bankrupt, de facto bankrupt, and potentially bankrupt borrowers, credit loss is estimated based on factors such as the present value of expected future cash flow or the expected amount to be collected from collaterals and guarantees. Since the fair value of these items approximates the carrying amount net of the currently expected credit loss amount, such carrying amount is presented as the fair value. The fair value of loans qualifying for special hedge accounting treatment of interest rate swaps under JGAAP reflects the fair value of such interest rate swaps.

(10) Foreign exchanges

Foreign exchanges consist of foreign currency deposits with other banks (due from other foreign banks), short-term loans involving foreign currencies (due from other foreign banks), export bills and traveler's checks, etc. (purchased foreign bills), and loans on notes using import bills (foreign bills receivables). For these items, the carrying amount is presented as the fair value, as the fair value approximates such carrying amount because most of these items are deposits without maturity or have short contract terms (1 year or less).

Liabilities

(1) Deposits and (2) negotiable certificates of deposit

For demand deposits, the amount payable on demand as of the consolidated balance sheet date (i.e., the carrying amount) is considered to be the fair value. For variable rate time deposits, the carrying amount is presented as the fair value as the fair value approximates such carrying amount because the market interest rate is reflected in such deposits within a short time period. Fixed rate time deposits are grouped by certain maturity lengths. The fair value of such deposits is the present value discounted by expected future cash flow. The discount rate used is the interest rate that would be applied to newly accepted deposits.

(3) Call money and bills sold, (4) payables under repurchase agreements, (5) payables under securities lending transactions and (6) commercial papers

For these items, the carrying amount is presented as the fair value, as the fair value approximates such carrying amount because the majority of them are short contract terms (1 year or less).

(7) Trading liabilities

For securities such as bonds that are sold short for trading purposes, the fair value is determined based on the price quoted by the exchange or the financial institutions to which these securities are sold.

(8) Borrowed money

For floating rate borrowings, the carrying amount is presented as the fair value as the fair value approximates such carrying amount. This is done so on the basis that the market interest rate is reflected in the interest rate set within a short time period for such floating rate borrowings and that there has been no significant change in our nor our consolidated subsidiaries' creditworthiness before and after such borrowings were made. For fixed rate borrowings, the fair value is calculated as the present value of expected future cash flow from these borrowings grouped by certain maturity lengths, which is discounted at an interest rate generally applicable to similar borrowings reflecting premium applicable to us or our consolidated subsidiaries. The fair value of borrowings qualifying for special hedge accounting treatment of interest rate swaps under JGAAP reflects the fair value of such interest rate swaps.

(9) Foreign exchanges

Among foreign exchange contracts, foreign currency deposits accepted from other banks and non-resident yen deposits are deposits without maturity (due to other foreign banks). Moreover, foreign currency short-term borrowings have short contract terms (1 year or less). Thus, the carrying amount is presented as the fair value for these contracts as the fair value approximates such carrying amount.

(10) Short-term bonds payable

For short-term bonds payable, the carrying amount is presented as the fair value as the fair value approximates such carrying amount because they carry short contract terms (1 year or less).

(11) Bonds payable

The fair value of corporate bonds issued by us and our consolidated subsidiaries is determined based on their market price. For certain corporate bonds, the fair value is calculated as the present value of expected future cash flow discounted at an interest rate generally applicable to issuance of similar corporate bonds. For variable rate corporate bonds without market prices, the carrying amount of such bonds is presented as the fair value as the fair value approximates such carrying amount. This is on the basis that the market interest rate is reflected in the fair value of such corporate bonds because such bond terms were set within a short time period and that there has been no significant change in the creditworthiness of us and our consolidated subsidiaries before and after the issuance. For fixed rate corporate bonds, the fair value is the present value of expected future cash flow from these borrowings, which is discounted at an interest rate generally applicable to similar borrowings reflecting premium applicable to us or our consolidated subsidiaries. The fair value of corporate bonds qualifying for special hedge accounting treatment of interest rate swaps under JGAAP reflects the fair value of such interest rate swaps.

(12) Due to trust accounts

Since these are cash deposits with no maturity, the carrying amount is presented as the fair value as the fair value approximates such carrying amount.

Derivative transactions

Derivative products include transactions involving interest rates (interest futures, interest options, interest swaps, etc.), transactions involving foreign currencies (currency futures, currency options, currency swaps, etc.), and transactions involving bonds (bond futures, bond future options, etc.). The fair value of these transactions are based on factors such as the price posted by exchanges, the discounted present value, or amount calculated under the option price calculation model.

(Note 2) The following table summarizes financial instruments whose fair value is extremely difficult to estimate. These securities are not included in the amount presented under the line item Assets (8) Other securities in the table summarizing fair value of financial instruments.

| Category | Carrying amount (In millions of yen) (Before deduction of valuation allowance) |
|--|---|
| (1) Non-listed equity securities (*1) (*2) | 1,229,651 |
| (2) Union investments, etc. (*2) (*3) | 188,997 |
| (3) Others (*2) | 1,897 |
| Total | 1,420,546 |

(*1) Non-listed equity securities do not carry quoted market prices. Since it is extremely difficult to estimate the fair value of these securities, their fair value is not disclosed.

(*2) With respect to non-listed equity securities, an impairment loss of 35,286 million yen was recorded in the current fiscal year.

(*3) Union investments, etc. mainly include anonymous unions and investment business unions, etc. Since it is extremely difficult to estimate the fair value of these securities, their fair value is not disclosed.

(Securities)

In addition to Securities in the consolidated balance sheet, the figures in the following tables include trading account securities, securities related to trading transactions and short-term corporate bonds classified as Trading assets, negotiable certificates of deposit in Cash and due from banks and beneficiary certificates of commodities investment trusts in Monetary claims bought and others.

1. Trading securities (as of March 31, 2010)

| | (in millions of yen) |
|--|--|
| | Net unrealized gains (losses) recorded in the consolidated statement of operations during this period |
| Trading securities | 96,203 |
| 2. Debt securities being held to maturity (as of March 31, 2010) | |

| | | (in millions of yen) | | |
|--|------------------|--|------------|-------------|
| | | Amount on consolidated balance sheet | Fair value | Differences |
| | | Type of securities | | |
| Securities for which the fair value exceeds the amount recorded in consolidated balance sheet. | Securities | 1,240,439 | 1,260,508 | 20,068 |
| | Government bonds | 977,342 | 993,314 | 15,972 |
| | Municipal bonds | 42,348 | 42,933 | 585 |
| | Corporate bonds | 220,748 | 224,259 | 3,511 |
| | Other Securities | 1,766,370 | 1,830,882 | 64,512 |
| | Foreign bonds | 694,855 | 703,247 | 8,391 |
| | Other | 1,071,515 | 1,127,635 | 56,120 |
| | Subtotal | 3,006,810 | 3,091,391 | 84,580 |
| Securities for which the fair value does not exceed the amount recorded in consolidated balance sheet. | Securities | | | |
| | Government bonds | | | |
| | Municipal bonds | | | |
| | Corporate bonds | | | |
| | Other Securities | 410,985 | 409,188 | (1,796) |
| | Foreign bonds | 327,130 | 325,476 | (1,653) |
| | Other | 83,855 | 83,712 | (142) |
| | Subtotal | 410,985 | 409,188 | (1,796) |
| Total | | 3,417,795 | 3,500,580 | 82,784 |

3. Other securities (as of March 31, 2010)

| | | (in millions of yen) | | |
|---|----------------------------|--|------------|-------------|
| | | Amount on consolidated balance sheet | Fair value | Differences |
| | | Type of securities | | |
| Securities for which the fair value exceeds the amortized purchase cost | Domestic equity securities | 2,763,694 | 1,779,877 | 983,817 |
| | Domestic bonds | 21,054,440 | 20,880,506 | 173,933 |
| | Government bonds | 17,401,873 | 17,288,254 | 113,618 |
| | Municipal bonds | 267,821 | 259,673 | 8,148 |
| | Corporate bonds | 3,384,744 | 3,332,578 | 52,166 |
| | Other Securities | 8,038,084 | 7,796,893 | 241,191 |
| | Foreign equity securities | 281,904 | 208,097 | 73,806 |
| | Foreign bonds | 7,308,743 | 7,175,905 | 132,837 |
| | | | | |

| | | | |
|----------|------------|------------|-----------|
| Other | 447,437 | 412,889 | 34,547 |
| Subtotal | 31,856,219 | 30,457,277 | 1,398,942 |

Mitsubishi UFJ Financial Group, Inc.

| | | (in millions of yen) | | |
|--|----------------------------|--|-------------------|----------------|
| | | Amount on consolidated balance sheet | Fair value | Differences |
| Type of securities | | | | |
| Securities for which the fair value does not exceed the amortized purchase cost | Domestic equity securities | 1,513,668 | 1,815,714 | (302,045) |
| | Domestic bonds | 22,322,252 | 22,379,076 | (56,824) |
| | Government bonds | 21,346,172 | 21,379,879 | (33,706) |
| | Municipal bonds | 13,077 | 13,144 | (67) |
| | Corporate bonds | 963,001 | 986,052 | (23,050) |
| | Other Securities | 4,714,220 | 4,941,586 | (227,365) |
| | Foreign equity securities | 669 | 896 | (227) |
| | Foreign bonds | 3,393,843 | 3,449,404 | (55,560) |
| | Other | 1,319,708 | 1,491,286 | (171,578) |
| | Subtotal | 28,550,141 | 29,136,377 | (586,235) |
| Total | | 60,406,360 | 59,593,654 | 812,706 |

(*) The total difference amount shown in the above table includes ¥14,165 million of revaluation losses of securities with embedded derivatives, which losses are recorded in current earnings.

4. Other securities sold during the fiscal year (from April 1, 2009, to March 31, 2010)

| | | (in millions of yen) | | |
|----------------------------|--|----------------------|----------------|-----------------|
| | | Amount sold | Gains on sales | Losses on sales |
| Domestic equity securities | | 539,219 | 165,694 | 73,069 |
| Domestic bonds | | 53,548,863 | 120,817 | 39,989 |
| Government bonds | | 52,913,944 | 118,341 | 38,116 |
| Municipal bonds | | 202,872 | 197 | 291 |
| Corporate bonds | | 432,046 | 2,278 | 1,581 |
| Other Securities | | 20,505,327 | 140,185 | 108,190 |
| Foreign equity securities | | 130,858 | 13,040 | 16,229 |
| Foreign bonds | | 20,077,838 | 107,411 | 73,712 |
| Other | | 296,630 | 19,734 | 18,248 |
| Total | | 74,593,410 | 426,697 | 221,250 |

5. The purpose for holding some of the Securities has been altered during the current fiscal year.

As of February 28, 2009, securitized products held by some foreign subsidiaries that had previously been classified as Other securities were reclassified as Debt securities being held to maturity at fair value (¥112,356 million) in accordance with US FASB Statement No.115, Accounting for Certain Investments in Debt and Equity Securities.

This reclassification was made based on the determination that it was more appropriate to classify those securities as being held to maturity because the subsidiaries had a positive intent and ability to hold those securities to maturity.

Reclassification from Other securities to Debt securities being held to maturity (as of March 31, 2010)

| | | (in millions of yen) | | |
|-----------------------------------|--|----------------------|--|--|
| | | Net unrealized | | |
| | | gains (losses) | | |
| | | on consolidated | | |
| | | balance sheet | | |
| | | Market value | Amount on consolidated balance sheet | gains (losses) on consolidated balance sheet |
| Others (Monetary claims bought) | | 134,230 | 113,063 | (41,975) |

6. Securities for which the holding purpose has been altered in the past years

(1) Reclassification from Trading securities to Debt securities being held to maturity (as of March 31, 2010)

| | Market value | Amount on consolidated balance sheet | (in millions of yen) Impact in case of no reclassification | |
|---------------|--------------|--------------------------------------|---|-------------------------------|
| | | | Net realized gains (losses) | Net unrealized gains (losses) |
| Foreign bonds | 400,466 | 402,010 | 10,069 | (1,165) |

(*1) Market value is calculated by using quoted market prices and/or other information.

(*2) Net realized gains (losses) belong to the current fiscal year.

(2) Reclassification from Trading securities to Other securities (as of March 31, 2010)

| | Amount on consolidated balance sheet | (in millions of yen) Impact in case of no reclassification | |
|------------------|--------------------------------------|---|-------------------------------|
| | | Net realized gains (losses) | Net unrealized gains (losses) |
| Government bonds | 113,600 | 6,455 | 4,479 |
| Foreign bonds | 72,886 | 4,908 | 180 |

(*1) Amount on consolidated balance sheet is calculated by using quoted market prices and/or other information.

(*2) Net realized gains (losses) belong to the current fiscal year.

(3) Reclassification from Other securities to Debt securities being held to maturity (as of March 31, 2010)

| | Market value | Amount on consolidated balance sheet | (in millions of yen) Net unrealized |
|-----------------------------------|--------------|--------------------------------------|--|
| | | | gains (losses) on consolidated balance sheet |
| Others (Monetary claims bought) | 1,007,126 | 972,327 | (72,076) |

7. Impairment losses for securities

Other securities are subject to write-downs when the market value or reasonably evaluated value of these securities has impaired considerably and it is not probable that the value will recover to the acquisition cost. In such case, any differences between fair value and acquisition cost are recognized as losses for the period.

For the current fiscal year, impairment losses were ¥79,526 million consisting of ¥40,991 million of impairment losses on equity securities and ¥38,535 million of impairment losses on bonds and other securities in which bonds whose fair value is extremely difficult to estimate were included.

Considerable decline in market value is determined based on the classification of issuers in accordance with the internal standards for self-assessment of asset quality as follows:

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Bankrupt, Substantially bankrupt or Potentially bankrupt issuers:

Market value is lower than acquisition cost.

Issuers requiring close monitoring:

Market value has declined 30% or more from acquisition cost.

Other issuers:

Market value has declined 50% or more from acquisition cost.

Bankrupt issuer means issuer who has entered into bankruptcy, special liquidation proceedings or similar legal proceedings or whose notes have been dishonored and suspended from processing through clearing houses. Substantially bankrupt issuer means issuer who is not legally or formally bankrupt but regarded as substantially in a similar condition. Potentially bankrupt issuer means issuer who is not legally bankrupt but deemed to have high possibility of becoming bankrupt. Issuer requiring close monitoring means issuer who is financially weak and under close monitoring conducted by MUFG's subsidiaries.

(Money Held in Trust)

1. Money held in trust for trading purpose (as of March 31, 2010)

| | Amount on consolidated balance sheet | Net unrealized gains (losses) recorded in the consolidated statement of operations during this period |
|---|--|--|
| Money held in trust for trading purpose | 49,529 | 44 |

2. Money held in trust not for trading purpose or being held to maturity (as of March 31, 2010)

| | (a) Amount on consolidated balance sheet | (b) Acquisition cost | Net unrealized gains or losses (a)-(b) | Money held in trust with respect to which (a) exceeds (b) | Money held in trust with respect to which (a) does not exceed (b) |
|--|--|----------------------------|--|---|---|
| Money held in trust not for trading purpose or being held to maturity | 313,259 | 312,767 | 492 | 492 | 0 |

(Note) Money held in trust with respect to which (a) exceeds (b) and Money held in trust with respect to which (a) does not exceed (b) are showing the breakdown of the difference between (a) and (b).

(Net Unrealized Gains (Losses) on Other Securities)

Detailed information regarding net unrealized gains (losses) on other securities (as of March 31, 2010)

| | (in millions of yen) |
|---|----------------------|
| Net unrealized gains (losses) on other securities | 671,524 |
| Other securities | 831,905 |
| Money held in trust not for trading purpose or being held to maturity | 492 |
| Reclassification from Other securities to Debt securities being held to maturity | (160,872) |
| Deferred tax liabilities | (274,831) |
| Net unrealized gains (losses) on other securities, net of deferred tax liabilities (before MUFG's ownership share of affiliates' unrealized gains (losses) adjustments) | 396,693 |
| Minority interests | 17,001 |
| MUFG's ownership share of affiliates' unrealized gains (losses) on other securities | (10,204) |
| Total | 403,490 |

(*1) Net unrealized gains (losses) on other securities column shown in the above table excludes ¥14,165 million revaluation losses of securities with embedded derivatives, which losses are recorded in current earnings.

(*2)

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Net unrealized gains (losses) on other securities column shown in the above table includes ¥5,033 million of unrealized gains on securities in investment limited partnerships.

(Retirement benefits)

1. Outline for retirement benefits plans

Domestic consolidated subsidiaries have retirement benefit plans with defined benefits, such as defined benefit pension plans, employees pension funds, tax qualified pension plans and lump sum severance payments. Lump sum severance payments can be increased by an additional amount which is not included in the projected benefit obligation calculated actuarially pursuant to applicable accounting standards for retirement benefits.

Some overseas branches of domestic consolidated subsidiaries and some overseas consolidated subsidiaries also have benefit plans with defined benefits.

2. Benefit obligation

| | | (in millions of yen) Balances as of March 31, 2010 |
|---|-----------------|--|
| Projected benefit obligation | (A) | (1,896,576) |
| Fair value of plan assets | (B) | 2,111,317 |
| Projected benefit obligation in excess of plan assets | (C)=(A)+(B) | 214,741 |
| Unrecognized net actuarial loss | (D) | 334,194 |
| Unrecognized prior service cost | (E) | (29,829) |
| Net amount recognized in the consolidated balance sheet | (F)=(C)+(D)+(E) | 519,106 |
| Prepaid pension costs | (G) | 580,927 |
| Reserve for retirement benefits | (F)-(G) | (61,821) |

(*1) The table includes the substitutional portion of the employees pension funds.

(*2) Some overseas branches of domestic consolidated subsidiaries and some consolidated subsidiaries apply a simplified accounting method for calculating projected benefit obligations.

(*3) The table does not include the assets managed by the generally established employees pension funds because it is not material.

3. Net periodic cost

| | (in millions of yen) For the fiscal year ended March 31, 2010 |
|---|--|
| Service cost | 46,981 |
| Interest cost | 38,413 |
| Expected return on plan assets | (65,396) |
| Amortization of unrecognized prior service cost | (9,688) |
| Amortization of unrecognized net actuarial loss | 87,863 |
| Other | 13,617 |
| Net periodic cost | 111,790 |

(*) Net periodic cost of the overseas branches of domestic consolidated subsidiaries and consolidated subsidiaries which apply a simplified accounting method are included primarily in service cost .

4. Assumptions and other policies used in calculation of projected benefit obligation

| | As of March 31, 2010 |
|--|---|
| (1) Discount rate | Domestic consolidated subsidiaries 1.00% to 2.10% |
| | Overseas consolidated subsidiaries 5.50% to 12.00% |
| (2) Expected return | Domestic consolidated subsidiaries 0.50% to 4.20% |
| | Overseas consolidated subsidiaries 4.00% to 8.50% |
| (3) Method used in allocation of estimated retirement benefits | Straight-line method |
| (4) Duration for amortization of unrecognized prior service cost | Primarily over 10 years (amortized as incurred by the straight-line method over a period within the average remaining years of service of the employees) |
| (5) Duration for amortization of unrecognized net actuarial loss | Primarily over 10 years (amortized in the year immediately following the year in which a gain or loss is recognized, by the straight-line method, over a period within the average remaining years of service of the employees) |

(Stock Options)

1. Stock options expensed for the fiscal year ended March 31, 2010
General and administrative expenses: ¥2,799 million

2. Outline of stock options and changes

(1) MUFG

A) Outline of stock options

| | | Stock options of 2007 | Stock options of 2008 | Stock options of 2009 |
|------------------------------|--|-----------------------|-----------------------|-----------------------|
| Number of grantees | Directors | 15 | 17 | 17 |
| | Corporate auditors | 5 | 5 | 5 |
| | Executive officers | 39 | 40 | 45 |
| | Directors and executive officers of subsidiaries of MUFG | 130 | 174 | 166 |
| Number of stock options (*1) | Common stock | 2,798,000 | 3,263,600 | 5,655,800 |
| Grant date | | 6-Dec-07 | 15-Jul-08 | 14-Jul-09 |
| Condition for vesting | | Retirement | Retirement | Retirement |
| Required service period | | June 28, 2007 to | June 27, 2008 to | June 26, 2009 to |
| | | June 27, 2008 | June 26, 2009 | June 29, 2010 |
| Exercise period | | December 6, 2007 to | July 15, 2008 to | July 14, 2009 to |
| | | December 5, 2037 | July 14, 2038 | July 13, 2039 |

(*1) Shown in number of shares.

B) Size of stock options and changes

The following tables are pertaining to stock options which existed in the current fiscal year. The number of stock options is converted to the number of stocks based on each option contract.

(a) Number of stock options (in shares)

| | Stock options of 2007 | Stock options of 2008 | Stock options of 2009 |
|--------------------------------|-----------------------|-----------------------|-----------------------|
| Non-vested | | | |
| As of the last fiscal year end | 2,156,800 | 3,235,800 | |
| Granted | | | 5,655,800 |
| Forfeited | | 6,200 | 42,300 |
| Vested | 527,900 | 475,400 | 21,800 |
| Outstanding | 1,628,900 | 2,754,200 | 5,591,700 |

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| | | | |
|--------------------------------|---------|---------|--------|
| Vested | | | |
| As of the last fiscal year end | | | |
| Vested | 527,900 | 475,400 | 21,800 |
| Exercised | 527,900 | 475,400 | 21,800 |
| Forfeited | | | |
| Outstanding | | | |

(b) Price information (per share)

| | Stock options of 2007 | | Stock options of 2008 | | Stock options of 2009 | |
|-----------------------------------|-----------------------|-------|-----------------------|-----|-----------------------|-----|
| Exercise price | ¥ | 1 | ¥ | 1 | ¥ | 1 |
| Average stock price upon exercise | ¥ | 599 | ¥ | 595 | ¥ | 484 |
| Fair value at grant date | ¥ | 1,032 | ¥ | 923 | ¥ | 487 |

C) Calculation for fair value of stock options

The fair value of the Stock options of 2009 granted in the fiscal year ended March 31, 2010 is calculated as follows:

(a) Calculation method: The Black-Sholes Model

(b) Assumptions used in calculation

| | Stock options of 2009 |
|---|------------------------------|
| Volatility of stock price (*1) | 44.45% |
| Estimated remaining outstanding period (*2) | 4 years |
| Expected dividend (*3) | ¥12 per share |
| Risk-free interest rate (*4) | 0.52% |

- (*1) Volatility of stock price is calculated based on the actual stock prices of MUFG during the four years from July 14, 2005 to July 13, 2009.
- (*2) Estimated remaining outstanding period cannot be readily made due to lack of historical data. The average period of service of directors of MUFG and subsidiaries of MUFG is used.
- (*3) The actual dividend on common stock for the fiscal year ended March 31, 2009.
- (*4) Japanese government bond yield applicable to the estimated remaining outstanding period of the stock options.

D) Estimated number of stock options to be vested

The actual number of forfeited stock options alone is reflected because the number of stock options that will be forfeited in the future cannot be readily estimated.

(2) kabu.com Securities Co., Ltd. (consolidated subsidiary)

A) Outline of stock options

| | | Stock options of 2003 | Stock options of 2004 | Stock options of 2006 |
|------------------------------|--------------------|--|--|--|
| Number of Grantees (*3) | Directors | 1 | 1 | 1 |
| | Corporate auditors | | 1 | |
| | Executive officers | | | 1 |
| | Employees | 36 | 4 | 31 |
| Number of stock options (*1) | | | | |
| (*2) | Common stock | 12,861 | 1,854 | 4,314 |
| Grant date | | 31-Dec-03 | 30-Apr-04 | 31-Mar-06 |
| Condition for vesting | | Being a director, an executive officer or an employee of kabu.com Securities Co., | Being a director, an executive officer or an employee of kabu.com Securities Co., | Being a director, an executive officer or an employee of kabu.com Securities Co., |

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| | Ltd. upon exercise | Ltd. upon exercise | Ltd. upon exercise |
|-------------------------|--------------------------------|--------------------------------|----------------------------------|
| Required service period | N.A. | N.A. | N.A. |
| Exercise period | Jan 1, 2006 to Dec 31, 2010 | May 1, 2006 to Dec 31, 2010 | July 1, 2007 to June 30, 2012 |

(*1) Shown in numbers of shares.

(*2) The numbers of shares for the stock options of 2003 and the stock options of 2004 are adjusted by reflecting the 3 for 1 common stock splits effective on September 28, 2004 and July 20, 2005.

(*3) A corporate auditor, who is a grantee for the stock options of 2004, retired and was elected as a director by the general meeting of shareholders of kabu.com Securities Co., Ltd. on June 22, 2004.

B) Size of stock options and changes

The following tables are pertaining to stock options which existed in the current fiscal year. The number of stock options is converted to the number of stocks based on each option contract.

(a) Number of stock options (in shares)

| | Stock options of 2003 | Stock options of 2004 | Stock options of 2006 |
|--------------------------------|--------------------------|--------------------------|--------------------------|
| Non-vested | | | |
| As of the last fiscal year end | | | |
| Granted | | | |
| Forfeited | | | |
| Vested | | | |
| Outstanding | | | |
| Vested | | | |
| As of the last fiscal year end | 378 | 171 | 3,201 |
| Vested | | | |
| Exercised | | 63 | |
| Forfeited | | | 51 |
| Outstanding | 378 | 108 | 3,150 |

(b) Price information (per share)

| | Stock options of 2003 | Stock options of 2004 | Stock options of 2006 |
|--|-----------------------|-----------------------|-----------------------|
| Exercise price | ¥ 15,000 | ¥ 22,366 | ¥ 327,022 |
| Average stock price upon exercise (*1) | | 116,000 | |
| Fair value at grant date (*2) | | | |

(*1) The exercise prices of the stock options of 2003 and stock options of 2004 are adjusted by reflecting the 3 for 1 common stock splits effective on September 28, 2004 and July 20, 2005. Average stock price upon exercise means the average stock price of kabu.com Securities Co., Ltd. upon exercise.

(*2) Not applicable to stock options granted prior to the effective date of the Companies Act.

(3) ACOM CO., LTD. (consolidated subsidiary)

A) Outline of stock options

| | | Stock options of 2003 |
|------------------------------|---|-----------------------|
| Number of grantees | Directors | 10 |
| | Employees | 1,739 |
| Number of stock options (*1) | Common stock | 349,800 |
| Grant date | August 1, 2003 | |
| Condition for vesting | Continuous service at ACOM CO., LTD. from grant date (August 1, 2003) to vesting date (June 30, 2005) | |

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| | |
|-------------------------|---------------------------------|
| Required service period | August 1, 2003 to June 30, 2005 |
| Exercise period | July 1, 2005 to June 30, 2010 |

(*1) Shown in numbers of shares.

B) Size of stock options and changes

The following tables are pertaining to stock options which existed in the current fiscal year. The number of stock options is converted to the number of stocks based on each option contract.

(a) Number of stock options (in shares)

| | Stock options of 2003 |
|--------------------------------|------------------------------|
| Non-vested | |
| As of the last fiscal year end | |
| Granted | |
| Forfeited | |
| Vested | |
| Outstanding | |
| Vested | |
| As of the last fiscal year end | 121,110 |
| Vested | |
| Exercised | |
| Forfeited | 2,000 |
| Outstanding | 119,110 |

(b) Price information (per share)

| | Stock options of 2003 |
|-----------------------------------|------------------------------|
| Exercise price | ¥ 4,931 |
| Average stock price upon exercise | |
| Fair value at grant date (*1) | |

(*1) Not applicable to stock options granted prior to the effective date of the Companies Act.

(4) IR Loan Servicing, Inc. (consolidated subsidiary)

A) Outline of stock options

| | Stock options of 2004 | |
|------------------------------|--|-----|
| Number of grantees | Directors | 5 |
| | Employees | 30 |
| Number of stock options (*1) | Common stock | 133 |
| Grant date | October 1, 2004 | |
| Condition for vesting | Being a member of IR Loan Servicing, Inc. on the vesting date (= listing date) | |

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Required service period

October 1, 2004 to August 31, 2007

Exercise period

Listing date to August 31, 2010

(*1) Shown in numbers of shares.

B) Size of stock options and changes

The following tables are pertaining to stock options which existed in the current fiscal year. The number of stock options is converted to the number of stocks based on each option contract.

(a) Number of stock options (in shares)

| | Stock options of 2004 |
|--------------------------------|------------------------------|
| Non-vested | |
| As of the last fiscal year end | 49 |
| Granted | |
| Forfeited | 15 |
| Vested | |
| Outstanding | 34 |
| Vested | |
| As of the last fiscal year end | |
| Vested | |
| Exercised | |
| Forfeited | |
| Outstanding | |

(b) Price information (per share)

| | Stock options of 2004 |
|-----------------------------------|------------------------------|
| Exercise price | ¥ 67,900 |
| Average stock price upon exercise | |
| Fair value at grant date (*1) | |

(*1) Not applicable to stock options granted prior to the effective date of the Companies Act.

(Segment Information)

1. Business segment information

For the fiscal year ended March 31, 2010

| | Banking | Trust banking | Securities | Credit card / loan | Other | Total | (in millions of yen) (Elimination) | Consolidated |
|----------------------------|-------------|---------------|------------|--------------------|-----------|-------------|---------------------------------------|--------------|
| Ordinary income | | | | | | | | |
| from customers | 3,371,761 | 509,844 | 390,702 | 602,269 | 165,704 | 5,040,282 | | 5,040,282 |
| from internal transactions | 111,921 | 25,743 | 29,000 | 18,020 | 234,622 | 419,308 | (419,308) | |
| Total | 3,483,683 | 535,588 | 419,703 | 620,289 | 400,326 | 5,459,590 | (419,308) | 5,040,282 |
| Ordinary expenses | 3,004,886 | 478,183 | 365,463 | 677,457 | 171,825 | 4,697,817 | (203,232) | 4,494,585 |
| Ordinary profits | 478,796 | 57,404 | 54,239 | (57,168) | 228,500 | 761,772 | (216,075) | 545,697 |
| Assets | 165,126,983 | 22,629,373 | 21,544,623 | 4,912,838 | 5,286,626 | 219,500,446 | (15,393,506) | 204,106,939 |
| Depreciation | 141,607 | 36,840 | 24,410 | 27,975 | 8,357 | 239,191 | | 239,191 |
| Capital expenditures | 163,228 | 33,370 | 16,124 | 34,877 | 46,528 | 294,129 | | 294,129 |

Notes:

- Ordinary income and Ordinary profits correspond to Net sales and Operating profits on the statement of operations of companies in non-banking industries.
- Other includes leasing.
- Ordinary profits for Other includes 202,648 million yen of dividends from MUFG's subsidiaries and affiliates.

2. Geographic segment information

For the fiscal year ended March 31, 2010

| | Japan | North America | Latin America | Europe / Middle East | Asia / Oceania | Total | (in millions of yen) (Elimination) | Consolidated |
|----------------------------|-------------|---------------|---------------|----------------------|----------------|-------------|---------------------------------------|--------------|
| Ordinary income | | | | | | | | |
| from customers | 3,917,221 | 551,877 | 19,029 | 272,930 | 279,223 | 5,040,282 | | 5,040,282 |
| from internal transactions | 78,582 | 36,239 | 105,366 | 40,631 | 27,566 | 288,386 | (288,386) | |
| Total | 3,995,803 | 588,116 | 124,396 | 313,561 | 306,790 | 5,328,668 | (288,386) | 5,040,282 |
| Ordinary expenses | 3,654,206 | 580,126 | 43,403 | 285,593 | 201,401 | 4,764,732 | (270,147) | 4,494,585 |
| Ordinary profits | 341,596 | 7,989 | 80,992 | 27,967 | 105,388 | 563,935 | (18,238) | 545,697 |
| Assets | 173,814,621 | 21,848,582 | 4,422,229 | 18,387,483 | 12,132,547 | 230,605,463 | (26,498,524) | 204,106,939 |

Notes:

- The above geographic segments have been determined considering various factors, including geographic proximity, similarity in economic activities involved and relevance in terms of business operations. Ordinary income and Ordinary profits correspond to Net sales and Operating profits on the statement of operations of companies in non-banking industries.
- North America includes United States and Canada. Latin America primarily includes Caribbean countries and Brazil. Europe / Middle East primarily includes United Kingdom, Germany and Netherlands. Asia / Oceania primarily includes Hong Kong, Singapore and China.

3. Ordinary income from overseas operations
For the fiscal year ended March 31, 2010

| | (in millions of yen) |
|---|----------------------|
| Ordinary income from overseas operations | 1,123,060 |
| Consolidated ordinary income | 5,040,282 |
| Share of ordinary income from overseas operations | 22.2% |

Notes:

1. Ordinary income from overseas operations corresponds to Net sales from overseas operations on the statement of operations of companies in non-banking industries.
2. Ordinary income from overseas operations consists of income from operations of the overseas branches of MUFG's domestic consolidated banking subsidiaries and trust banking subsidiaries, and MUFG's overseas subsidiaries (excluding ordinary income from internal transactions). Geographic segment information regarding ordinary income from overseas is not available.

(Per Share Information)

| | For the fiscal year ended March 31, 2009 | | For the fiscal year ended March 31, 2010 |
|-------------------------------------|--|-------------------------------------|--|
| Total net assets per common share | ¥528.66 | Total net assets per common share | ¥ 612.05 |
| Net loss per common share | ¥ 25.04 | Net income per common share | ¥ 29.56 |
| Diluted net income per common share | | Diluted net income per common share | ¥ 29.54 |

1. Basis for computing net income per common share and diluted net income per common share

| | | For the fiscal year ended March 31, 2009 | For the fiscal year ended March 31, 2010 |
|---|-----------------|---|---|
| Net income per common share | | | |
| Net income (loss) | million yen | (256,952) | 388,734 |
| Amounts not attributable to common shareholders | million yen | 14,028 | 24,206 |
| Total dividends on preferred stock | million yen | 14,028 | 24,206 |
| Net income (loss) attributable to common shares | million yen | (270,980) | 364,528 |
| Average number of common shares outstanding for the fiscal period | thousand shares | 10,819,817 | 12,329,080 |
| Diluted net income per common share | | | |
| Adjustments in net income | million yen | | (44) |
| Total dividends on preferred stock | million yen | | 0 |
| Adjustments made to reflect convertible securities of subsidiaries and others | million yen | | (44) |
| Common share equivalent | thousand shares | | 8,644 |
| Preferred shares | thousand shares | | 1 |
| Subscription rights to shares | thousand shares | | 8,643 |

| | For the fiscal year ended | For the fiscal year ended |
|---|--|--|
| | March 31, 2009 | March 31, 2010 |
| Convertible securities not diluting earnings per common share | Preferred stock class 11 (1 thousand shares outstanding) | Subscription rights to shares of subsidiaries: kabu.com Securities Co., Ltd. 1 type: 1,050 units |
| | Subscription rights to shares of MUFG: 2 types: Please refer to Stock Options for these outlines. | MU Hands-on Capital Ltd. 2 types: 620 units |
| | Subscription rights to shares of subsidiaries: kabu.com Securities Co., Ltd. 1 type: 1,067 units MU Hands-on Capital Ltd. 2 types: 620 units Palace Capital Partners A Co., Ltd. Since January 1, 2009, it is out of scope of consolidation and its information of subscription rights is no more stated. Since the same date, the company name is FOODSNET Corporation. | |
| | Subscription rights to shares of affiliates: Kin Eng Securities (Thailand) Public Company Limited 1 type: 5,457,200 units | |

2. Diluted net income per common share is not presented because of net loss in the consolidated statements of income for the fiscal year ended March 31, 2009.

3. Basis for computing total net assets per common share

| | | For the fiscal year ended March 31, 2009 | For the fiscal year ended March 31, 2010 |
|--|-----------------|---|---|
| Total net assets | million yen | 8,570,641 | 11,299,459 |
| Amounts not attributable to common shareholders | million yen | 2,417,362 | 2,645,901 |
| Preferred stock | million yen | 640,001 | 640,001 |
| Total dividends on preferred stock | million yen | 10,337 | 12,236 |
| Subscription rights to shares | million yen | 4,650 | 6,451 |
| Minority interests | million yen | 1,762,372 | 1,987,213 |
| Net assets attributable to common shareholders | million yen | 6,153,279 | 8,653,557 |
| Number of common shares outstanding at the end of the fiscal period (excluding treasury shares) | thousand shares | 11,639,199 | 14,138,632 |

(Material subsequent events)

(Acquisition and cancellation of preferred shares)

On February 3, 2010, as part of its capital management strategies, MUFG resolved, at a meeting of the Board of Directors, to acquire all of the First Series of Class 3 Preferred Shares issued by MUFG in accordance with the provisions of Article 18, Paragraph 2 of the Articles of Incorporation of MUFG and to cancel all the acquired shares in accordance with the provisions of Article 178 of the Company Law, effective April 1, 2010, subject to the aforementioned acquisition.

Pursuant to the above resolution, MUFG acquired and cancelled all of the First Series of Class 3 Preferred Shares on April 1, 2010.

| | |
|--|---|
| Manner in which Shares Were Acquired | Pursuant to the provisions of the Articles of Incorporation relating to the acquisition of First Series of Class 3 Preferred Shares |
| Class of Shares Acquired and Cancelled | First Series of Class 3 Preferred Shares |
| Aggregate Number of Shares Acquired and Cancelled | 100,000,000 shares |
| Aggregate Amount of Acquisition/Cancellation Price | ¥250,000,000,000 (¥2,500 per share) |
| Manner in which Shares Were Cancelled (Integration of securities companies in Japan of MUFG and Morgan Stanley) | Elimination of the amount from capital surplus |

After MUFG's investment in Morgan Stanley on October 13, 2008, MUFG and Morgan Stanley discussed specific implementation of the global strategic alliance between the two parties. In order to maximize the benefit of integration that utilizes, among other things, the networks and client bases of MUFG and Morgan Stanley, MUFG and Morgan Stanley entered into on March 30, 2010 definitive agreements regarding the integration of the Japanese businesses of Mitsubishi UFJ Securities Co., Ltd. (which company was renamed Mitsubishi UFJ Securities Holdings Co., Ltd. on April 1, 2010) (Former MUS or MUSHD) and the businesses of Morgan Stanley Japan Securities Co., Ltd. (MSJS). Based on such agreements, two securities companies jointly owned by MUFG and Morgan Stanley, Mitsubishi UFJ Morgan Stanley Securities Co., Ltd. (MUMSS) and Morgan Stanley MUFG Securities Co., Ltd. (MSMS), were established on May 1, 2010, as described below.

(1) Summary of the event

(A) Securities companies established by the integration

a. Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.

The Japanese businesses of Former MUS and the investment banking business of MSJS were integrated and became Mitsubishi UFJ Morgan Stanley Securities Co., Ltd. As of May 1, 2010, the investment banking business of MSJS was succeeded by MUMSS through an absorption-type company split.

Company Name: Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.
 Address: 5-2, Marunouchi 2-Chome, Chiyoda-ku, Tokyo, Japan
 Shareholders: MUSHD (100% owned by MUFG) (voting and economic interests: 60%)
 Morgan Stanley Japan Holdings Co., Ltd. (100% owned by Morgan Stanley,
 MSJHD) (voting and economic interests: 40%)

b. Morgan Stanley MUFG Securities Co., Ltd.

MSJS sales & trading business and capital markets business (equity and debt underwriting), other than the investment banking business, became Morgan Stanley MUFG Securities Co., Ltd., a joint venture with MUFG.

Company Name: Morgan Stanley MUFG Securities Co., Ltd.
Address: 20-3, Ebisu 4-chome, Shibuya-ku, Tokyo, Japan
Shareholders: MSJHD (voting interest: 51%)

MUSHD (voting interest: 49%)

The economic interests are allocated 60:40 between MUSHD and MSJHD.

(B) Steps taken toward the integration

- Dec. 1, 2009 Incorporation of MUS Spin-off Preparation Co., Ltd. (100% owned by Former MUS)
- Apr. 1, 2010 Absorption-type company split by Former MUS to shift to an intermediary holding company structure:
- Change of the company name of Former MUS to Mitsubishi UFJ Securities Holdings Co., Ltd.
- Change of the company name of MUS Spin-off Preparation Co., Ltd. to Mitsubishi UFJ Securities Co., Ltd. (MUS)
- May 1, 2010 Establishment of two joint venture securities companies owned by MUFG and MS:
- Change of the company name of MUS to Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.
- Transfer the investment banking business of MSJS to MUMSS through an absorption-type company split
- Change of the company name of MSJS to Morgan Stanley MUFG Securities Co., Ltd.
- (The first business day after the establishment of MUMSS and MSMS was May 6, 2010)

(C) Summary of integration structure

- a. MUSHD and MSJHD, while directly holding shares representing controlling voting interests in MUMSS and MSMS, respectively (with MUSHD holding a 60% voting interest in MUMSS and MSJHD holding a 51% voting interest in MSMS), contributed to MM Partnership, a partnership formed under the Civil Code of Japan, all other shares issued by MUMSS and MSMS. The economic interests in MUMSS and MSMS are allocated 60:40 between MUSHD and MSJHD as a result of their acquisitions of a 60% interest and a 40% interest in the MM Partnership, respectively. MM Partnership was formed for the purpose of allocating the economic interests.
- b. Pursuant to an agreement in the partnership agreement regarding exercise of the voting rights attached to the MUMSS and MSMS shares held by MM Partnership, MUSHD acquired in effect 49% of the voting rights with respect to MSMS in addition to the rights to receive 60% of dividends distributed by MUMSS and MSMS, and MSJHD acquired in effect 40% of the voting rights with respect to MUMSS in addition to the rights to receive 40% of dividends to be distributed by MUMSS and MSMS.
- c. As of May 1, 2010, the investment banking business of MSJS was succeeded by MUMSS through an absorption-type company split.

Overview of MM Partnership

| | | |
|--|---|---|
| Name | MM Partnership | |
| Legal Basis | Civil Code of Japan | |
| Location | 4-1, Marunouchi 2-Chome, Chiyoda-ku, Tokyo, Japan | |
| Business Description | Holding of MUMSS and MSMS shares | |
| Effective Date of Partnership Agreement | May 1, 2010 | |
| Partnership Interests | MUSHD 60% | |
| | MSJHD 40% | |
| Relationship Between MUFG and MM Partnership | Capital Relationship | MUFG indirectly holds through MUSHD a 60% interest in MM Partnership. MM Partnership is a subsidiary of MUFG. |
| | Personnel Relationship | No personnel matters to note. |
| | Transaction Relationship | No transactions to note. |

(D) Overview of the two securities companies that were established

| | | |
|---|--|--|
| Company Name | Mitsubishi UFJ Morgan Stanley Securities Co., Ltd. | Morgan Stanley MUFG Securities Co., Ltd. |
| Representative | President & CEO Fumiyuki Akikusa | President & CEO Jonathan B. Kindred |
| Address | 5-2, Marunouchi 2-Chome, Chiyoda-ku, Tokyo, Japan | 20-3, Ebisu 4-chome, Shibuya-ku, Tokyo, Japan |
| Commencement of Operations of Original Business | March 4, 1948 | March 6, 1984 |
| Principal Business | Financial instruments business | Financial instruments business |
| Capital | ¥3.0 billion (as of May 1, 2010) | ¥126.1 billion (as of May 1, 2010) |
| Employees | Approximately 6,880 (as of May 1, 2010) | Approximately 810 (as of May 1, 2010) |
| Fiscal year end | March 31 | March 31 |

(2) This footnote does not contain information regarding undetermined matters.

(Additional information)

(Issuance of new shares under the resale spread method)

MUFG completed an offering of shares of its common stock through the issuance and sale of new shares (2,337,000 thousand shares), the payment for which was made by the underwriters on December 21, 2009, using the resale spread method in which the underwriters purchased the shares at the purchase price (¥412.53 per share) and resold to investors at the offering price (¥428 per share).

Using the resale spread method, ¥36,153 million which is the difference between the offering price and the purchase price, was the actual underwriting compensation. In comparison to an offering structure in which the shares are offered to investors at the same price as the purchase price paid by the underwriters, the resale spread method effectively reduces Non-operating expenses and the sum of Capital stock and Capital surplus, respectively, by ¥26,440 million, and increases Ordinary profits and Income before income taxes, respectively, by the same amount.

The actual underwriting fees paid to consolidated subsidiaries (in the aggregate amount of ¥9,712 million) were eliminated from Fees and commissions and reported in Capital surplus on our consolidated financial statements.

(Other Notes)

There is no material information to report with regards to leasing transactions, transactions with related parties, tax effect accounting and derivative transactions.

5. Non-consolidated Financial Statements

(1) Non-consolidated Balance Sheets

| (in millions of yen) | As of March 31, 2009 | As of March 31, 2010 |
|--|-------------------------|-------------------------|
| Assets: | | |
| Current assets: | | |
| Cash and due from banks | 33,602 | 16,490 |
| Securities | | 70,000 |
| Prepaid expenses | 643 | 520 |
| Deferred tax assets | 26,379 | 15,756 |
| Accrued income | 23,469 | 20,019 |
| Accounts receivable | 52,191 | 44,922 |
| Other | 4 | 2 |
| Total current assets | 136,291 | 167,712 |
| Fixed assets: | | |
| Tangible fixed assets: | | |
| Buildings | 21 | 14 |
| Equipment and furniture | 185 | 173 |
| Lease assets | 48 | 73 |
| Total tangible fixed assets | 255 | 261 |
| Intangible fixed assets: | | |
| Trademarks | 39 | 32 |
| Software | 1,025 | 1,828 |
| Lease assets | | 111 |
| Other | 2 | 2 |
| Total intangible fixed assets | 1,066 | 1,974 |
| Investments and other assets: | | |
| Investment securities | 886,634 | 906,980 |
| Investments in subsidiaries and affiliates | 8,806,543 | 10,104,826 |
| Other | 221 | 324 |
| Allowance for losses on investments | (1,733) | (1,733) |
| Total investments and other assets | 9,691,665 | 11,010,397 |
| Total fixed assets | 9,692,987 | 11,012,633 |
| Total assets | 9,829,278 | 11,180,345 |

Mitsubishi UFJ Financial Group, Inc.

| (in millions of yen) | As of March 31, 2009 | As of March 31, 2010 |
|---|-------------------------|-------------------------|
| Liabilities: | | |
| Current liabilities: | | |
| Short-term borrowings | 1,032,670 | 1,129,452 |
| Current portion of bonds payable | 100,000 | 230,000 |
| Current portion of long-term borrowings | 12,800 | 257,252 |
| Lease liabilities | 11 | 46 |
| Accounts payable | 1,372 | 2,439 |
| Accrued expenses | 21,790 | 5,819 |
| Income taxes payable | 400 | 544 |
| Deposits received | 283 | 242 |
| Reserve for bonuses | 299 | 318 |
| Reserve for bonuses to directors | | 77 |
| Other | | 0 |
| Total current liabilities | 1,169,628 | 1,626,193 |
| Fixed liabilities: | | |
| Bonds payable | 230,000 | 380,500 |
| Long-term borrowings from subsidiaries and affiliates | 707,573 | 450,245 |
| Lease liabilities | 39 | 149 |
| Long-term accounts payable | 336 | 208 |
| Deferred tax liabilities | 4,393 | 11,297 |
| Total fixed liabilities | 942,342 | 842,401 |
| Total liabilities | 2,111,971 | 2,468,594 |
| Net assets: | | |
| Shareholders' equity: | | |
| Capital stock | 1,620,896 | 2,136,582 |
| Capital surplus: | | |
| Capital reserve | 1,620,914 | 2,136,600 |
| Other capital surplus | 2,109,970 | 2,109,941 |
| Total capital surplus | 3,730,884 | 4,246,541 |
| Retained earnings: | | |
| Other retained earnings: | | |
| Other reserve | 150,000 | 150,000 |
| Earned surplus brought forward | 2,211,855 | 2,162,138 |
| Total retained earnings | 2,361,855 | 2,312,138 |
| Treasury stock | (979) | (217) |
| Total shareholders' equity | 7,712,656 | 8,695,044 |
| Valuation and translation adjustments: | | |
| Net unrealized gains (losses) on other securities | | 10,254 |
| Total valuation and translation adjustments | | 10,254 |

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| | | |
|----------------------------------|-----------|------------|
| Subscription rights to shares | 4,650 | 6,450 |
| Total net assets | 7,717,307 | 8,711,750 |
| Total liabilities and net assets | 9,829,278 | 11,180,345 |

(2) Non-consolidated Statements of Operations

| (in millions of yen) | For the fiscal year ended March 31, 2009 | For the fiscal year ended March 31, 2010 |
|--|--|--|
| Operating income: | | |
| Dividends | 284,343 | 273,302 |
| Management fees from subsidiaries and affiliates | 16,985 | 17,522 |
| Total operating income | 301,328 | 290,824 |
| Operating expenses: | | |
| General and administrative expenses | 16,221 | 16,517 |
| Total operating expenses | 16,221 | 16,517 |
| Operating profits | 285,107 | 274,306 |
| Non-operating income: | | |
| Interest on deposits | 0 | 0 |
| Interest on securities | 304 | 7 |
| Dividends | | 7,589 |
| Foreign exchange gains | 1,220 | |
| Gains on sales of investment securities | | 5,851 |
| Interest on loans | 347 | |
| Interest on tax refunds | 42 | 19 |
| Commissions on odd lot shares negotiated | 1 | 2 |
| Fees for software leases | 30 | 29 |
| Other | 58 | 44 |
| Total non-operating income | 2,005 | 13,544 |
| Non-operating expenses: | | |
| Interest on borrowings | 34,436 | 31,478 |
| Interest on bonds payable | 3,694 | 13,134 |
| Amortization on bonds issuance costs | | 36 |
| Amortization on stock issuance costs | 2,639 | 5,034 |
| Expenses on fund-raising | 2,017 | 2,174 |
| Foreign exchange Losses | | 132 |
| Other | 12 | 12 |
| Total non-operating expenses | 42,801 | 52,002 |
| Ordinary profits | 244,311 | 235,848 |
| Extraordinary gains: | | |
| Gains on sales of investments in subsidiaries and affiliates | 31,134 | 563 |
| Reversal of allowance for losses on investments | 1,353 | |
| Total extraordinary gains | 32,487 | 563 |

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| | | |
|--|----------|---------|
| Extraordinary losses: | | |
| Losses on sales of fixed assets | | 8 |
| Losses on impairment of fixed assets | 0 | 0 |
| Losses on retirement of fixed assets | 2 | 15 |
| Losses on write-down of investments in subsidiaries and affiliates | | 117,733 |
| Losses on sales of investments in subsidiaries and affiliates | 711 | |
| Total extraordinary losses | 714 | 117,757 |
| Income before income taxes | 276,084 | 118,653 |
| Income taxes-current | 2,214 | 8,070 |
| Income taxes-deferred | (26,118) | 10,494 |
| Total taxes | (23,903) | 18,565 |
| Net income | 299,988 | 100,088 |

(3) Non-consolidated Statements of Changes in Net Assets

| (in millions of yen) | For the fiscal year ended March 31, 2009 | For the fiscal year ended March 31, 2010 |
|--|--|--|
| Shareholders' equity | | |
| Capital stock | | |
| Balance at the end of the previous period | 1,383,052 | 1,620,896 |
| Changes during the period | | |
| Issuance of new shares | 237,844 | 515,662 |
| Issuance of new shares-exercise of subscription rights to shares | | 23 |
| Total changes during the period | 237,844 | 515,686 |
| Balance at the end of the period | 1,620,896 | 2,136,582 |
| Capital surplus | | |
| Capital reserve | | |
| Balance at the end of the previous period | 1,383,070 | 1,620,914 |
| Changes during the period | | |
| Issuance of new shares | 237,844 | 515,662 |
| Issuance of new shares-exercise of subscription rights to shares | | 23 |
| Total changes during the period | 237,844 | 515,686 |
| Balance at the end of the period | 1,620,914 | 2,136,600 |
| Other capital surplus | | |
| Balance at the end of the previous period | 2,497,841 | 2,109,970 |
| Changes during the period | | |
| Disposition of treasury stock | (310) | (29) |
| Increase by share exchange | (387,560) | |
| Total changes during the period | (387,871) | (29) |
| Balance at the end of the period | 2,109,970 | 2,109,941 |
| Retained earnings | | |
| Other retained earnings | | |
| Other reserve | | |
| Balance at the end of the previous period | 150,000 | 150,000 |
| Balance at the end of the period | 150,000 | 150,000 |
| Earned surplus brought forward | | |
| Balance at the end of the previous period | 2,065,219 | 2,211,855 |
| Changes during the period | | |
| Dividends from retained earnings | (153,353) | (149,804) |
| Net income | 299,988 | 100,088 |
| Total changes during the period | 146,635 | (49,716) |

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| | | |
|--|-----------|-----------|
| Balance at the end of the period | 2,211,855 | 2,162,138 |
| Treasury stock | | |
| Balance at the end of the previous period | (724,571) | (979) |
| Changes during the period | | |
| Repurchase of treasury stock | (239,579) | (245) |
| Disposition of treasury stock | 963,170 | 1,007 |
| Total changes during the period | 723,591 | 762 |
| Balance at the end of the period | (979) | (217) |
| Total shareholders' equity | | |
| Balance at the end of the previous period | 6,754,613 | 7,712,656 |
| Changes during the period | | |
| Issuance of new shares | 475,688 | 1,031,325 |
| Issuance of new shares-exercise of subscription rights to shares | | 47 |
| Dividends from retained earnings | (153,353) | (149,804) |
| Net income | 299,988 | 100,088 |
| Repurchase of treasury stock | (239,579) | (245) |
| Disposition of treasury stock | 962,859 | 978 |
| Increase by share exchange | (387,560) | |
| Total changes during the period | 958,043 | 982,387 |
| Balance at the end of the period | 7,712,656 | 8,695,044 |

Mitsubishi UFJ Financial Group, Inc.

| (in millions of yen) | For the fiscal year ended March 31, 2009 | For the fiscal year ended March 31, 2010 |
|--|--|--|
| Valuation and translation adjustments | | |
| Net unrealized gains (losses) on other securities | | |
| Balance at the end of the previous period | | |
| Changes during the period | | |
| Net changes of items other than shareholders' equity | | 10,254 |
| Total changes during the period | | 10,254 |
| Balance at the end of the period | | 10,254 |
| Subscription rights to shares | | |
| Balance at the end of the previous period | 2,408 | 4,650 |
| Changes during the period | | |
| Net changes of items other than shareholders' equity | 2,242 | 1,800 |
| Total changes during the period | 2,242 | 1,800 |
| Balance at the end of the period | 4,650 | 6,450 |
| Total net assets | | |
| Balance at the end of the previous period | 6,757,021 | 7,717,307 |
| Changes during the period | | |
| Issuance of new shares | 475,688 | 1,031,325 |
| Issuance of new shares-exercise of subscription rights to shares | | 47 |
| Dividends from retained earnings | (153,353) | (149,804) |
| Net income | 299,988 | 100,088 |
| Repurchase of treasury stock | (239,579) | (245) |
| Disposition of treasury stock | 962,859 | 978 |
| Increase by share exchange | (387,560) | |
| Net changes of items other than shareholders' equity | 2,242 | 12,055 |
| Total changes during the period | 960,286 | 994,443 |
| Balance at the end of the period | 7,717,307 | 8,711,750 |

(4) Notes on Going-Concern Assumption
Not applicable

6. Other

(1) Changes of Directors and Corporate Auditors
Please refer to "Changes of Directors" posted on May 18, 2010 with regard to the changes of directors.

Selected Financial Information
under Japanese GAAP
For the Fiscal Year Ended March 31, 2010

Mitsubishi UFJ Financial Group, Inc.

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(*1) MUFG means Mitsubishi UFJ Financial Group, Inc.

(*2) BTMU means The Bank of Tokyo-Mitsubishi UFJ, Ltd.

(*3) MUTB means Mitsubishi UFJ Trust and Banking Corporation.

(*4) BTMU and MUTB Combined means simple sum of BTMU and MUTB without consolidation processes.

(*5) MUSP means MU Strategic Partner, Co., Ltd.

1. Financial Results**MUFG Consolidated**

| | (in millions of yen) | | |
|---|---------------------------|-----------------------|-------------------------|
| | For the fiscal year ended | | Increase |
| | March 31, 2010 (A) | March 31, 2009 (B) | (Decrease) (A) - (B) |
| Gross profits | 3,600,424 | 3,272,895 | 327,528 |
| Gross profits before credit costs for trust accounts | 3,600,424 | 3,272,904 | 327,519 |
| Net interest income | 2,177,199 | 1,975,902 | 201,296 |
| Trust fees | 103,872 | 119,474 | (15,602) |
| Credit costs for trust accounts (1) | | (9) | 9 |
| Net fees and commissions | 989,806 | 970,077 | 19,729 |
| Net trading profits | 259,770 | 253,056 | 6,713 |
| Net other business profits | 69,775 | (45,615) | 115,391 |
| Net gains (losses) on debt securities | 49,879 | 80,938 | (31,059) |
| General and administrative expenses | 2,084,882 | 2,083,753 | 1,128 |
| Amortization of goodwill | 32,868 | 24,618 | 8,249 |
| Net business profits before credit costs for trust accounts, provision for general allowance for credit losses and amortization of goodwill | 1,548,411 | 1,213,769 | 334,641 |
| Net business profits before credit costs for trust accounts and provision for general allowance for credit losses | 1,515,542 | 1,189,150 | 326,391 |
| Provision for general allowance for credit losses (2) | (66,766) | 40,342 | (107,109) |
| Net business profits* | 1,448,776 | 1,229,484 | 219,291 |
| Net non-recurring gains (losses) | (903,079) | (1,146,677) | 243,598 |
| Credit costs (3) | (758,455) | (648,791) | (109,663) |
| Losses on loan write-offs | (439,113) | (411,276) | (27,836) |
| Provision for specific allowance for credit losses | (294,750) | (226,027) | (68,722) |
| Other credit costs | (24,592) | (11,487) | (13,104) |
| Net gains (losses) on equity securities | 32,489 | (408,780) | 441,269 |
| Gains on sales of equity securities | 179,331 | 106,275 | 73,055 |
| Losses on sales of equity securities | (86,309) | (35,472) | (50,836) |
| Losses on write-down of equity securities | (60,532) | (479,583) | 419,050 |
| Profits (losses) from investments in affiliates | 2,614 | (38) | 2,652 |
| Other non-recurring gains (losses) | (179,727) | (89,066) | (90,660) |
| Ordinary profits | 545,697 | 82,807 | 462,889 |
| Net extraordinary gains (losses) | 51,035 | 32,253 | 18,781 |
| Gains on loans written-off (4) | 65,048 | 38,267 | 26,781 |
| Losses on impairment of fixed assets | (17,813) | (15,842) | (1,970) |
| Amortization of goodwill | (27,918) | | (27,918) |
| Income before income taxes and others | 596,732 | 115,061 | 481,671 |
| Income taxes-current | 101,063 | 85,808 | 15,255 |
| Refund of income taxes | (19,099) | | (19,099) |
| Income taxes-deferred | 68,995 | 216,131 | (147,135) |
| Total taxes | 150,959 | 301,939 | (150,979) |
| Minority interests | 57,038 | 70,073 | (13,035) |
| Net income | 388,734 | (256,952) | 645,686 |

Note:

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* Net business profits = Banking subsidiaries net business profits + Other consolidated entities gross profits - Other consolidated entities general and administrative expenses - Other consolidated entities provision for general allowance for credit losses - Amortization of goodwill - Inter-company transactions

(Reference)

| | | | |
|--|------------------|-----------|-----------|
| Total credit costs (1)+(2)+(3) | (825,221) | (608,458) | (216,763) |
| Total credit costs + Gains on loans written-off (1)+(2)+(3)+(4) | (760,172) | (570,190) | (189,982) |
| Number of consolidated subsidiaries | 236 | 256 | (20) |
| Number of affiliated companies accounted for under the equity method | 63 | 59 | 4 |

BTMU and MUTB Combined

| | (in millions of yen) | | |
|---|---------------------------|-----------------------|-------------------------|
| | For the fiscal year ended | | Increase |
| | March 31, 2010 (A) | March 31, 2009 (B) | (Decrease) (A) - (B) |
| Gross profits | 2,180,353 | 2,127,802 | 52,551 |
| Gross profits before credit costs for trust accounts | 2,180,353 | 2,127,811 | 52,542 |
| Net interest income | 1,473,200 | 1,481,508 | (8,307) |
| Trust fees | 79,700 | 91,796 | (12,095) |
| Credit costs for trust accounts (1) | | (9) | 9 |
| Net fees and commissions | 470,535 | 472,184 | (1,648) |
| Net trading profits | 124,053 | 134,411 | (10,358) |
| Net other business profits | 32,863 | (52,098) | 84,961 |
| Net gains (losses) on debt securities | 38,436 | 85,936 | (47,499) |
| General and administrative expenses | 1,206,917 | 1,285,444 | (78,527) |
| Net business profits before credit costs for trust accounts and provision for general allowance for credit losses | 973,436 | 842,366 | 131,069 |
| Provision for general allowance for credit losses (2) | 44,232 | 17,230 | 27,001 |
| Net business profits | 1,017,669 | 859,588 | 158,080 |
| Net non-recurring gains (losses) | (556,612) | (1,008,169) | 451,557 |
| Credit costs (3) | (448,646) | (447,913) | (733) |
| Losses on loan write-offs | (221,801) | (357,338) | 135,536 |
| Provision for specific allowance for credit losses | (212,208) | (81,094) | (131,114) |
| Other credit costs | (14,636) | (9,481) | (5,155) |
| Net gains (losses) on equity securities | 13,078 | (516,222) | 529,301 |
| Gains on sales of equity securities | 144,115 | 83,551 | 60,564 |
| Losses on sales of equity securities | (86,328) | (33,290) | (53,038) |
| Losses on write-down of equity securities | (44,708) | (566,483) | 521,775 |
| Other non-recurring gains (losses) | (121,044) | (44,033) | (77,010) |
| Ordinary profits | 461,056 | (148,581) | 609,638 |
| Net extraordinary gains (losses) | 51,055 | 41,574 | 9,481 |
| Gains on loans written-off (4) | 42,811 | 32,249 | 10,561 |
| Reversal of allowance for credit losses (5) | | 38,964 | (38,964) |
| Reversal of reserve for contingent losses included in credit costs (6) | | 1,607 | (1,607) |
| Losses on impairment of fixed assets | (12,578) | (6,939) | (5,639) |
| Income before income taxes | 512,112 | (107,006) | 619,119 |
| Income taxes-current | 43,194 | 33,901 | 9,292 |
| Refund of income taxes | (8,712) | | (8,712) |
| Income taxes-deferred | 67,713 | 208,590 | (140,876) |
| Total taxes | 102,195 | 242,491 | (140,295) |
| Net income | 409,917 | (349,497) | 759,415 |
| (Reference) | | | |
| Total credit costs (1)+(2)+(3)+(5)+(6) | (404,414) | (390,119) | (14,294) |
| Total credit costs + Gains on loans written-off (1)+(2)+(3)+(4)+(5)+(6) | (361,602) | (357,869) | (3,732) |

BTMU Consolidated

| | (in millions of yen) | | |
|--|---------------------------|-----------------------|-------------------------|
| | For the fiscal year ended | | Increase |
| | March 31, 2010 (A) | March 31, 2009 (B) | (Decrease) (A) - (B) |
| Gross profits | 2,405,145 | 2,391,617 | 13,528 |
| Net interest income | 1,646,065 | 1,700,287 | (54,222) |
| Trust fees | 12,433 | 15,043 | (2,609) |
| Net fees and commissions | 533,893 | 582,420 | (48,526) |
| Net trading profits | 117,950 | 138,926 | (20,976) |
| Net other business profits | 94,803 | (45,060) | 139,864 |
| Net gains (losses) on debt securities | 71,038 | 61,157 | 9,881 |
| General and administrative expenses | 1,305,868 | 1,427,112 | (121,243) |
| Amortization of goodwill | 15,878 | 9,103 | 6,775 |
| Net business profits before provision for general allowance for credit losses and amortization of goodwill | 1,115,155 | 973,608 | 141,547 |
| Net business profits before provision for general allowance for credit losses | 1,099,277 | 964,505 | 134,772 |
| Provision for general allowance for credit losses (1) | (80,125) | (44,153) | (35,971) |
| Net business profits* | 1,019,151 | 920,351 | 98,800 |
| Net non-recurring gains (losses) | (560,865) | (1,024,170) | 463,304 |
| Credit costs (2) | (477,626) | (531,758) | 54,132 |
| Losses on loan write-offs | (263,483) | (363,148) | 99,664 |
| Provision for specific allowance for credit losses | (191,667) | (154,193) | (37,473) |
| Other credit costs | (22,475) | (14,416) | (8,058) |
| Net gains (losses) on equity securities | (1,049) | (442,230) | 441,180 |
| Gains on sales of equity securities | 131,103 | 86,635 | 44,467 |
| Losses on sales of equity securities | (86,673) | (32,514) | (54,159) |
| Losses on write-down of equity securities | (45,479) | (496,351) | 450,872 |
| Profits (losses) from investments in affiliates | (1,709) | (3,672) | 1,963 |
| Other non-recurring gains (losses) | (80,481) | (46,509) | (33,971) |
| Ordinary profits | 458,286 | (103,819) | 562,105 |
| Net extraordinary gains (losses) | 97,828 | 132,639 | (34,810) |
| Gains on loans written-off (3) | 51,345 | 33,147 | 18,198 |
| Losses on impairment of fixed assets | (9,685) | (4,472) | (5,212) |
| Net gains (losses) on disposition of fixed assets | (11,598) | (16,311) | 4,712 |
| Reversal of allowance for losses on investments | 34,027 | | 34,027 |
| Gains on sales of equity securities of subsidiaries | 13,361 | 1,632 | 11,729 |
| Transfer gains on divestiture of businesses | 10,843 | | 10,843 |
| Gains on change in subsidiary's equity | 10,516 | | 10,516 |
| Income before income taxes and others | 556,114 | 28,820 | 527,294 |
| Income taxes-current | 70,466 | 63,086 | 7,380 |
| Refund of income taxes | (18,156) | | (18,156) |
| Income taxes-deferred | 79,487 | 111,243 | (31,755) |
| Total taxes | 131,797 | 174,329 | (42,531) |
| Minority interests | 61,430 | 68,453 | (7,023) |
| Net income | 362,886 | (213,962) | 576,849 |

Note:

* Net business profits = Net business profits of BTMU + Other consolidated entities gross profits - Other consolidated entities general and administrative expenses - Other consolidated entities provision for general allowance for credit losses - Amortization of goodwill -

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Inter-company transactions

(Reference)

| | | | |
|--|------------------|-----------|--------|
| Total credit costs (1)+(2) | (557,751) | (575,912) | 18,160 |
| Total credit costs + Gains on loans written-off (1)+(2)+(3) | (506,406) | (542,765) | 36,358 |
| Number of consolidated subsidiaries | 140 | 155 | (15) |
| Number of affiliated companies accounted for under the equity method | 45 | 47 | (2) |

BTMU Non-consolidated

| | (in millions of yen) | | |
|---|---------------------------|-----------------------|-------------------------|
| | For the fiscal year ended | | Increase |
| | March 31, 2010 (A) | March 31, 2009 (B) | (Decrease) (A) - (B) |
| Gross profits | 1,875,670 | 1,801,446 | 74,224 |
| Domestic gross profits | 1,259,574 | 1,373,510 | (113,935) |
| Net interest income | 940,846 | 1,043,808 | (102,962) |
| Net fees and commissions | 249,645 | 258,108 | (8,462) |
| Net trading profits | 10,520 | 33,672 | (23,151) |
| Net other business profits | 58,562 | 37,921 | 20,641 |
| Net gains (losses) on debt securities | 55,136 | 51,506 | 3,629 |
| Non-domestic gross profits | 616,095 | 427,935 | 188,160 |
| Net interest income | 367,305 | 299,049 | 68,256 |
| Net fees and commissions | 142,079 | 126,713 | 15,365 |
| Net trading profits | 100,122 | 94,088 | 6,034 |
| Net other business profits | 6,587 | (91,915) | 98,503 |
| Net gains (losses) on debt securities | 11,938 | 12,912 | (974) |
| General and administrative expenses | 1,012,487 | 1,090,618 | (78,130) |
| Personnel expenses | 372,218 | 371,862 | 355 |
| Non-personnel expenses | 587,767 | 653,978 | (66,211) |
| Taxes | 52,501 | 64,776 | (12,275) |
| Net business profits before provision for general allowance for credit losses | 863,183 | 710,828 | 152,355 |
| Provision for general allowance for credit losses (1) | 42,290 | 17,230 | 25,059 |
| Net business profits | 905,473 | 728,058 | 177,414 |
| Net non-recurring gains (losses) | (497,647) | (927,498) | 429,851 |
| Credit costs (2) | (420,921) | (441,270) | 20,348 |
| Losses on loan write-offs | (219,700) | (350,765) | 131,065 |
| Provision for specific allowance for credit losses | (189,000) | (81,094) | (107,906) |
| Other credit costs | (12,220) | (9,410) | (2,810) |
| Net gains (losses) on equity securities | 13,437 | (448,792) | 462,229 |
| Gains on sales of equity securities | 130,842 | 78,604 | 52,238 |
| Losses on sales of equity securities | (83,143) | (29,197) | (53,946) |
| Losses on write-down of equity securities | (34,261) | (498,200) | 463,938 |
| Other non-recurring gains (losses) | (90,162) | (37,435) | (52,726) |
| Ordinary profits | 407,826 | (199,439) | 607,266 |
| Net extraordinary gains (losses) | 52,281 | 4,276 | 48,005 |
| Gains on loans written-off (3) | 40,783 | 30,639 | 10,144 |
| Losses on impairment of fixed assets | (9,646) | (3,961) | (5,684) |
| Net gains (losses) on disposition of fixed assets | (11,490) | (15,965) | 4,474 |
| Reversal of allowance for losses on investments | 34,027 | 23 | 34,004 |
| Income before income taxes | 460,108 | (195,163) | 655,271 |
| Income taxes-current | 42,031 | 32,838 | 9,193 |
| Refund of income taxes | (8,712) | | (8,712) |
| Income taxes-deferred | 84,121 | 138,389 | (54,268) |
| Total taxes | 117,440 | 171,228 | (53,787) |
| Net income | 342,667 | (366,392) | 709,059 |
| (Reference) | | | |
| Total credit costs (1)+(2) | (378,631) | (424,039) | 45,408 |
| Total credit costs + Gains on loans written-off (1)+(2)+(3) | (337,847) | (393,400) | 55,552 |

MUTB Consolidated

| | (in millions of yen) | | |
|---|--|-----------------------|-------------------------------------|
| | For the fiscal year ended March 31, 2010 (A) | March 31, 2009 (B) | Increase (Decrease) (A) - (B) |
| Gross profits | 354,325 | 379,704 | (25,378) |
| Gross profits before credit costs for trust accounts | 354,325 | 379,713 | (25,387) |
| Trust fees | 91,693 | 104,434 | (12,741) |
| Trust fees before credit costs for trust accounts | 91,693 | 104,443 | (12,750) |
| Loan trusts and money trusts fees (Jointly operated designated money trusts before credit costs for trust accounts) | 7,499 | 8,897 | (1,398) |
| Other trust fees | 84,194 | 95,546 | (11,351) |
| Credit costs for trust accounts (1) | | (9) | 9 |
| Net interest income | 162,199 | 140,779 | 21,420 |
| Net fees and commissions | 110,015 | 120,493 | (10,478) |
| Net trading profits | 22,520 | 12,375 | 10,145 |
| Net other business profits | (32,103) | 1,621 | (33,725) |
| Net gains (losses) on debt securities | (28,637) | 21,517 | (50,155) |
| General and administrative expenses | 239,779 | 241,684 | (1,904) |
| Amortization of goodwill | | | |
| Net business profits before credit costs for trust accounts, provision for general allowance for credit losses and amortization of goodwill | 114,545 | 138,028 | (23,483) |
| Net business profits before credit costs for trust accounts and provision for general allowance for credit losses | 114,545 | 138,028 | (23,483) |
| Provision for general allowance for credit losses (2) | 1,884 | | 1,884 |
| Net business profits* | 116,430 | 138,019 | (21,589) |
| Net non-recurring gains (losses) | (56,555) | (79,111) | 22,556 |
| Credit costs (3) | (28,167) | (6,913) | (21,254) |
| Losses on loan write-offs | (2,373) | (6,845) | 4,472 |
| Provision for specific allowance for credit losses | (23,340) | | (23,340) |
| Other credit costs | (2,454) | (67) | (2,386) |
| Net gains (losses) on equity securities | (54) | (63,807) | 63,753 |
| Gains on sales of equity securities | 13,573 | 4,893 | 8,679 |
| Losses on sales of equity securities | (3,180) | (4,093) | 912 |
| Losses on write-down of equity securities | (10,447) | (64,608) | 54,161 |
| Profits (losses) from investments in affiliates | 3,415 | (988) | 4,404 |
| Other non-recurring gains (losses) | (31,749) | (7,402) | (24,346) |
| Ordinary profits | 59,874 | 58,907 | 966 |
| Net extraordinary gains (losses) | (1,503) | 36,867 | (38,370) |
| Gains on loans written-off (4) | 1,888 | 1,698 | 189 |
| Reversal of allowance for credit losses (5) | | 38,630 | (38,630) |
| Reversal of reserve for contingent losses included in credit costs (6) | | 1,607 | (1,607) |
| Losses on impairment of fixed assets | (3,035) | (3,058) | 23 |
| Income before income taxes and others | 58,370 | 95,774 | (37,403) |
| Income taxes-current | 4,248 | 4,428 | (180) |
| Income taxes-deferred | (16,635) | 69,892 | (86,528) |
| Total taxes | (12,387) | 74,320 | (86,708) |
| Minority interests | 4,432 | 2,350 | 2,081 |
| Net income | 66,325 | 19,102 | 47,222 |

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Note:

* Net business profits = Net business profits of MUTB + Other consolidated entities gross profits - Other consolidated entities general and administrative expenses - Other consolidated entities provision for general allowance for credit losses - Amortization of goodwill - Inter-company transactions

(Reference)

| | | | |
|---|-----------------|--------|----------|
| Total credit costs (1)+(2)+(3)+(5)+(6) | (26,283) | 33,315 | (59,598) |
| Total credit costs + Gains on loans written-off (1)+(2)+(3)+(4)+(5)+(6) | (24,394) | 35,014 | (59,408) |
| Number of consolidated subsidiaries | 25 | 26 | (1) |
| Number of affiliated companies accounted for under the equity method | 12 | 8 | 4 |

MUTB Non-consolidated

| | (in millions of yen) | | |
|---|---------------------------|----------------|------------|
| | For the fiscal year ended | | Increase |
| | March 31, 2010 | March 31, 2009 | (Decrease) |
| | (A) | (B) | (A) - (B) |
| Gross profits | 304,683 | 326,355 | (21,672) |
| Gross profits before credit costs for trust accounts | 304,683 | 326,365 | (21,681) |
| Domestic gross profits | 265,546 | 301,383 | (35,837) |
| Trust fees | 79,700 | 91,796 | (12,095) |
| Trust fees before credit costs for trust accounts | 79,700 | 91,805 | (12,104) |
| Loan trusts and money trusts fees (Jointly operated designated money trusts before credit costs for trust accounts) | 7,499 | 8,897 | (1,398) |
| Other trust fees | 72,201 | 82,908 | (10,706) |
| Credit costs for trust accounts (1) | | (9) | 9 |
| Net interest income | 102,446 | 118,089 | (15,643) |
| Net fees and commissions | 79,226 | 88,554 | (9,327) |
| Net trading profits | 30,100 | 12,959 | 17,140 |
| Net other business profits | (25,927) | (10,016) | (15,911) |
| Net gains (losses) on debt securities | (23,287) | (2,148) | (21,139) |
| Non-domestic gross profits | 39,137 | 24,972 | 14,164 |
| Net interest income | 62,602 | 20,560 | 42,041 |
| Net fees and commissions | (415) | (1,191) | 776 |
| Net trading profits | (16,690) | (6,308) | (10,381) |
| Net other business profits | (6,359) | 11,912 | (18,271) |
| Net gains (losses) on debt securities | (5,350) | 23,665 | (29,015) |
| General and administrative expenses | 194,429 | 194,826 | (396) |
| Personnel expenses | 67,438 | 60,757 | 6,681 |
| Non-personnel expenses | 118,247 | 123,749 | (5,501) |
| Taxes | 8,742 | 10,320 | (1,577) |
| Net business profits before credit costs for trust accounts and provision for general allowance for credit losses | 110,253 | 131,538 | (21,285) |
| Provision for general allowance for credit losses (2) | 1,941 | | 1,941 |
| Net business profits | 112,195 | 131,529 | (19,334) |
| Net non-recurring gains (losses) | (58,964) | (80,670) | 21,705 |
| Credit costs (3) | (27,725) | (6,643) | (21,081) |
| Losses on loan write-offs | (2,101) | (6,572) | 4,470 |
| Provision for specific allowance for credit losses | (23,207) | | (23,207) |
| Other credit costs | (2,416) | (71) | (2,345) |
| Net gains (losses) on equity securities | (358) | (67,429) | 67,071 |
| Gains on sales of equity securities | 13,273 | 4,946 | 8,326 |
| Losses on sales of equity securities | (3,184) | (4,093) | 908 |
| Losses on write-down of equity securities | (10,447) | (68,283) | 57,836 |
| Other non-recurring gains (losses) | (30,881) | (6,597) | (24,283) |
| Ordinary profits | 53,230 | 50,858 | 2,371 |
| Net extraordinary gains (losses) | (1,226) | 37,298 | (38,524) |
| Gains on loans written-off (4) | 2,028 | 1,610 | 417 |
| Reversal of allowance for credit losses (5) | | 38,964 | (38,964) |
| Reversal of reserve for contingent losses included in credit costs (6) | | 1,607 | (1,607) |
| Losses on impairment of fixed assets | (2,932) | (2,977) | 45 |
| Income before income taxes | 52,004 | 88,157 | (36,152) |
| Income taxes-current | 1,162 | 1,062 | 99 |
| Income taxes-deferred | (16,407) | 70,200 | (86,607) |
| Total taxes | (15,245) | 71,262 | (86,507) |

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| | | | |
|---|-----------------|--------|----------|
| Net income | 67,250 | 16,894 | 50,355 |
| (Reference) | | | |
| Total credit costs (1)+(2)+(3)+(5)+(6) | (25,783) | 33,919 | (59,702) |
| Total credit costs + Gains on loans written-off (1)+(2)+(3)+(4)+(5)+(6) | (23,754) | 35,530 | (59,285) |

2. Average Interest Rate Spread**BTMU Non-consolidated**

| | For the fiscal year ended March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (percentage per annum) For the fiscal year ended March 31, 2009 (B) |
|--|---|-------------------------------------|---|
| (All branches) | | | |
| Total average interest rate on interest-earning assets (a) | 1.42 | (0.55) | 1.98 |
| Average interest rate on loans and bills discounted (b) | 1.63 | (0.52) | 2.15 |
| Average interest rate on securities | 0.89 | (0.45) | 1.35 |
| Total average interest rate on interest-bearing liabilities (c) <including general and administrative expenses> | 1.18 | (0.55) | 1.74 |
| Average interest rate on deposits and NCD (d) | 0.21 | (0.28) | 0.50 |
| Average interest rate on other liabilities | 1.69 | (0.65) | 2.34 |
| Overall interest rate spread (a)-(c) | 0.23 | 0.00 | 0.23 |
| Interest rate spread (b)-(d) | 1.41 | (0.23) | 1.65 |

(Domestic business segment)

| | | | |
|--|------|--------|------|
| Total average interest rate on interest-earning assets (e) | 1.15 | (0.24) | 1.39 |
| Average interest rate on loans and bills discounted (f) | 1.56 | (0.22) | 1.78 |
| Average interest rate on securities | 0.66 | (0.29) | 0.96 |
| Total average interest rate on interest-bearing liabilities (g) <including general and administrative expenses> | 0.96 | (0.23) | 1.20 |
| Average interest rate on deposits and NCD (h) | 0.15 | (0.10) | 0.25 |
| Average interest rate on other liabilities | 0.57 | (0.38) | 0.95 |
| Overall interest rate spread (e)-(g) | 0.18 | (0.00) | 0.19 |
| Interest rate spread (f)-(h) | 1.40 | (0.11) | 1.52 |

MUTB Non-consolidated

| | For the fiscal year ended March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (percentage per annum) For the fiscal year ended March 31, 2009 (B) |
|---|---|-------------------------------------|---|
| (All branches) | | | |
| Total average interest rate on interest-earning assets (a) | 1.26 | (0.31) | 1.58 |
| Average interest rate on loans and bills discounted (b) | 1.28 | (0.28) | 1.57 |
| Average interest rate on securities | 1.23 | (0.45) | 1.68 |
| Total average interest rate on interest-bearing liabilities (c) | 0.46 | (0.38) | 0.84 |
| Average interest rate on deposits and NCD (d) | 0.46 | (0.22) | 0.68 |
| Overall interest rate spread (a)-(c) | 0.80 | 0.06 | 0.73 |
| Interest rate spread (b)-(d) | 0.82 | (0.05) | 0.88 |

(Domestic business segment)

| | | | |
|---|------|--------|------|
| Total average interest rate on interest-earning assets (e) | 1.05 | (0.22) | 1.28 |
| Average interest rate on loans and bills discounted (f) | 1.29 | (0.18) | 1.48 |
| Average interest rate on securities | 0.81 | (0.34) | 1.15 |
| Total average interest rate on interest-bearing liabilities (g) | 0.46 | (0.10) | 0.56 |
| Average interest rate on deposits and NCD (h) | 0.46 | (0.11) | 0.57 |
| Overall interest rate spread (e)-(g) | 0.59 | (0.12) | 0.72 |
| Interest rate spread (f)-(h) | 0.83 | (0.07) | 0.91 |

BTMU and MUTB combined

| | For the fiscal year ended March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (percentage per annum) For the fiscal year ended March 31, 2009 (B) |
|---|---|-------------------------------------|---|
| (Domestic business segment) | | | |
| Average interest rate on loans and bills discounted (a) | 1.52 | (0.22) | 1.74 |
| Average interest rate on deposits and NCD (b) | 0.19 | (0.10) | 0.30 |
| Interest rate spread (a)-(b) | 1.32 | (0.11) | 1.44 |

Mitsubishi UFJ Financial Group, Inc.

3. Notional Principal by the Remaining Life of the Interest Rate Swaps for Hedge-Accounting**MUFG Consolidated**

| | (in billions of yen) | | | |
|-----------------------------|----------------------|-------------------|----------------|-----------------|
| | As of March 31, 2010 | | | |
| | within 1 year | 1 year to 5 years | over 5 years | Total |
| Receive-fix/pay-floater | 9,418.1 | 5,628.2 | 834.5 | 15,881.0 |
| Receive-floater/pay-fix | 1,338.8 | 1,491.1 | 836.6 | 3,666.7 |
| Receive-floater/pay-floater | | 20.0 | | 20.0 |
| Receive-fix/pay-fix | 5.9 | 29.1 | 66.7 | 101.8 |
| Total | 10,762.9 | 7,168.6 | 1,737.9 | 19,669.5 |

BTMU Consolidated

| | (in billions of yen) | | | |
|-----------------------------|----------------------|-------------------|----------------|-----------------|
| | As of March 31, 2010 | | | |
| | within 1 year | 1 year to 5 years | over 5 years | Total |
| Receive-fix/pay-floater | 7,847.9 | 4,038.8 | 854.0 | 12,740.8 |
| Receive-floater/pay-fix | 1,185.0 | 852.2 | 592.7 | 2,630.0 |
| Receive-floater/pay-floater | | 20.0 | | 20.0 |
| Receive-fix/pay-fix | | | | |
| Total | 9,033.0 | 4,911.1 | 1,446.8 | 15,390.9 |

MUTB Consolidated

| | (in billions of yen) | | | |
|-----------------------------|----------------------|-------------------|--------------|----------------|
| | As of March 31, 2010 | | | |
| | within 1 year | 1 year to 5 years | over 5 years | Total |
| Receive-fix/pay-floater | 1,684.4 | 1,687.6 | 90.5 | 3,462.5 |
| Receive-floater/pay-fix | 100.6 | 664.9 | 248.5 | 1,014.2 |
| Receive-floater/pay-floater | | | | |
| Receive-fix/pay-fix | | | | |
| Total | 1,785.0 | 2,352.5 | 339.0 | 4,476.7 |

4. Securities

MUFG Consolidated

The tables include negotiable certificates of deposit in Cash and due from banks, beneficiary rights to the trust in Monetary claims bought and others in addition to Securities. Net unrealized gains (losses) are determined based on the fair values at the end of the fiscal period.

Fair Value Information on Securities

| | As of March 31, 2010 | | | | As of March 31, 2009 | | | |
|--|--------------------------------------|-------------------------------|--------|--------|--------------------------------------|-------------------------------|--------|--------|
| | Amount on consolidated balance sheet | Net unrealized gains (losses) | | Losses | Amount on consolidated balance sheet | Net unrealized gains (losses) | | Losses |
| | | Gains | | | | Gains | | |
| Debt securities being held to maturity | 3,417,795 | 82,784 | 84,580 | 1,796 | 3,250,373 | 5,835 | 34,564 | 28,728 |
| Domestic bonds | 1,240,439 | 20,068 | 20,068 | | 1,537,035 | 19,012 | 20,773 | 1,760 |
| Government bonds | 977,342 | 15,972 | 15,972 | | 1,242,065 | 15,817 | 17,571 | 1,753 |
| Municipal bonds | 42,348 | 585 | 585 | | 51,961 | 751 | 751 | 0 |
| Corporate bonds | 220,748 | 3,511 | 3,511 | | 243,008 | 2,443 | 2,450 | 7 |
| Other | 2,177,356 | 62,715 | 64,512 | 1,796 | 1,713,338 | (13,176) | 13,790 | 26,967 |
| Foreign bonds | 1,021,985 | 6,738 | 8,391 | 1,653 | 615,741 | (4,130) | 3,799 | 7,929 |
| Other | 1,155,370 | 55,977 | 56,120 | 142 | 1,097,596 | (9,046) | 9,991 | 19,037 |

| | As of March 31, 2010 | | | | As of March 31, 2009 | | | |
|----------------------------|--------------------------------------|-------------------------------|-----------|---------|--------------------------------------|-------------------------------|---------|-----------|
| | Amount on consolidated balance sheet | Net unrealized gains (losses) | | Losses | Amount on consolidated balance sheet | Net unrealized gains (losses) | | Losses |
| | | Gains | | | | Gains | | |
| Other securities | 60,406,360 | 812,706 | 1,398,942 | 586,235 | 41,595,222 | (917,772) | 669,804 | 1,587,576 |
| Domestic equity securities | 4,277,363 | 681,771 | 983,817 | 302,045 | 3,732,578 | (179,804) | 499,874 | 679,678 |
| Domestic bonds | 43,376,692 | 117,109 | 173,933 | 56,824 | 25,000,441 | (38,553) | 50,278 | 88,832 |
| Government bonds | 38,748,045 | 79,912 | 113,618 | 33,706 | 23,301,184 | (27,235) | 43,646 | 70,881 |
| Municipal bonds | 280,899 | 8,080 | 8,148 | 67 | 278,005 | 3,537 | 3,717 | 179 |
| Corporate bonds | 4,347,746 | 29,116 | 52,166 | 23,050 | 1,421,251 | (14,856) | 2,914 | 17,770 |
| Other | 12,752,305 | 13,825 | 241,191 | 227,365 | 12,862,201 | (699,414) | 119,651 | 819,066 |
| Foreign equity securities | 282,573 | 73,578 | 73,806 | 227 | 107,943 | (20,675) | 4,216 | 24,892 |
| Foreign bonds | 10,702,586 | 77,276 | 132,837 | 55,560 | 10,644,629 | (29,139) | 105,945 | 135,085 |
| Other | 1,767,145 | (137,030) | 34,547 | 171,578 | 2,109,628 | (649,598) | 9,489 | 659,088 |

Redemption schedule of other securities with maturities and debt securities being held to maturity

| | As of March 31, 2010 | | | | As of March 31, 2009 | | | |
|------------------|----------------------|-------------------|---------------------|---------------|----------------------|-------------------|---------------------|---------------|
| | within 1 year | 1 year to 5 years | 5 years to 10 years | over 10 years | within 1 year | 1 year to 5 years | 5 years to 10 years | over 10 years |
| | Domestic bonds | 15,907,389 | 22,522,186 | 3,650,172 | 2,537,446 | 12,457,515 | 10,828,704 | 4,420,912 |
| Government bonds | 15,284,063 | 19,825,452 | 2,852,423 | 1,763,449 | 11,941,521 | 7,709,033 | 3,471,017 | 1,421,678 |
| Municipal bonds | 22,006 | 100,844 | 199,927 | 469 | 23,118 | 110,834 | 200,021 | 463 |
| Corporate bonds | 601,320 | 2,595,890 | 597,821 | 773,527 | 492,875 | 3,008,835 | 749,873 | 668,288 |
| Other | 2,061,749 | 5,329,219 | 2,879,402 | 3,734,658 | 920,563 | 6,232,583 | 2,652,998 | 4,428,611 |
| Foreign bonds | 1,906,896 | 5,141,290 | 2,011,496 | 2,638,297 | 755,611 | 5,951,919 | 1,691,492 | 2,645,186 |
| Other | 154,852 | 187,929 | 867,906 | 1,096,360 | 164,952 | 280,663 | 961,506 | 1,783,425 |
| Total | 17,969,138 | 27,851,406 | 6,529,575 | 6,272,104 | 13,378,079 | 17,061,287 | 7,073,911 | 6,519,041 |

BTMU Non-consolidated

The tables include negotiable certificates of deposit in Cash and due from banks, beneficiary rights to the trust in Monetary claims bought and others in addition to Securities. Net unrealized gains (losses) are determined based on the fair values at the end of the fiscal period.

Fair Value Information on Securities

| | As of March 31, 2010 | | | | As of March 31, 2009 | | | |
|--|----------------------------|----------------|----------|--------|----------------------------|----------------|----------|--------|
| | Amount on balance sheet | Net unrealized | | Losses | Amount on balance sheet | Net unrealized | | Losses |
| | | gains | (losses) | | | Gains | (losses) | |
| Debt securities being held to maturity | 1,289,654 | 39,123 | 39,266 | 142 | 1,555,839 | (6,443) | 12,594 | 19,037 |
| Stocks of subsidiaries and affiliates | 155,769 | (32,164) | 12,463 | 44,627 | 191,142 | (43,026) | | 43,026 |

| | As of March 31, 2010 | | | | As of March 31, 2009 | | | |
|----------------------------|----------------------------|----------------|-----------|---------|----------------------------|----------------|----------|-----------|
| | Amount on balance sheet | Net unrealized | | Losses | Amount on balance sheet | Net unrealized | | Losses |
| | | gains | (losses) | | | Gains | (losses) | |
| Other securities | 49,791,929 | 517,825 | 1,017,742 | 499,917 | 33,142,134 | (729,925) | 403,308 | 1,133,234 |
| Domestic equity securities | 3,366,529 | 385,677 | 707,125 | 321,448 | 2,943,106 | (294,947) | 282,111 | 577,059 |
| Domestic bonds | 39,374,157 | 104,353 | 155,552 | 51,199 | 20,900,754 | (26,110) | 37,994 | 64,105 |
| Other | 7,051,241 | 27,794 | 155,063 | 127,269 | 9,298,273 | (408,867) | 83,202 | 492,069 |
| Foreign equity securities | 152,122 | 54,500 | 54,501 | 1 | 83,828 | (17,756) | 4,890 | 22,646 |
| Foreign bonds | 5,669,356 | 45,678 | 72,991 | 27,313 | 7,772,395 | 18,946 | 77,707 | 58,761 |
| Other | 1,229,762 | (72,384) | 27,570 | 99,954 | 1,442,049 | (410,056) | 604 | 410,661 |

Redemption schedule of other securities with maturities and debt securities being held to maturity

| | As of March 31, 2010 | | | | As of March 31, 2009 | | | |
|------------------|----------------------|----------------------|------------------------|------------------|----------------------|----------------------|------------------------|------------------|
| | within 1 year | 1 year to 5 years | 5 years to 10 years | over 10 years | within 1 year | 1 year to 5 years | 5 years to 10 years | over 10 years |
| | Domestic bonds | 13,950,371 | 20,028,947 | 3,183,309 | 2,461,706 | 10,838,318 | 7,989,036 | 3,761,389 |
| Government bonds | 13,464,223 | 17,754,168 | 2,394,184 | 1,699,406 | 10,412,217 | 5,408,825 | 2,848,594 | 1,267,443 |
| Municipal bonds | 2,346 | 77,521 | 199,524 | 420 | 2,149 | 51,935 | 197,254 | 412 |
| Corporate bonds | 483,801 | 2,197,257 | 589,601 | 761,879 | 423,951 | 2,528,275 | 715,539 | 666,111 |
| Other | 912,241 | 1,870,445 | 1,962,373 | 2,869,639 | 622,348 | 4,300,059 | 1,495,388 | 3,859,550 |
| Foreign bonds | 775,335 | 1,789,207 | 1,280,910 | 1,795,559 | 483,031 | 4,160,378 | 932,385 | 2,515,424 |
| Other | 136,905 | 81,238 | 681,463 | 1,074,079 | 139,317 | 139,680 | 563,002 | 1,344,126 |
| Total | 14,862,612 | 21,899,393 | 5,145,683 | 5,331,345 | 11,460,667 | 12,289,095 | 5,256,778 | 5,793,517 |

MUTB Non-consolidated

The tables include beneficiary rights to the trust in Monetary claims bought in addition to Securities. Net unrealized gains (losses) are determined based on the fair values at the end of the fiscal period.

Fair Value Information on Securities

| | Amount on balance sheet | As of March 31, 2010 | | | Amount on balance sheet | As of March 31, 2009 | | |
|--|----------------------------|----------------------------------|--------|--------|----------------------------|----------------------------------|--------|--------|
| | | Net unrealized gains (losses) | Gains | Losses | | Net unrealized gains (losses) | Gains | Losses |
| Debt securities being held to maturity | 1,555,809 | 22,387 | 22,688 | 300 | 1,160,657 | 18,031 | 18,358 | 326 |
| Stocks of subsidiaries and affiliates | 40,375 | (2,479) | 751 | 3,231 | 2,821 | | | |

| | Amount on balance sheet | As of March 31, 2010 | | | Amount on balance sheet | As of March 31, 2009 | | |
|----------------------------|----------------------------|----------------------------------|---------|---------|----------------------------|----------------------------------|---------|---------|
| | | Net unrealized gains (losses) | Gains | Losses | | Net unrealized gains (losses) | Gains | Losses |
| Other securities | 7,787,226 | 123,399 | 272,068 | 148,668 | 6,822,570 | (227,737) | 112,313 | 340,050 |
| Domestic equity securities | 872,173 | 146,380 | 208,677 | 62,296 | 726,470 | (37,061) | 79,292 | 116,354 |
| Domestic bonds | 3,620,332 | 15,974 | 18,264 | 2,290 | 3,556,071 | 3,332 | 9,737 | 6,404 |
| Other | 3,294,720 | (38,955) | 45,126 | 84,081 | 2,540,028 | (194,008) | 23,283 | 217,291 |
| Foreign equity securities | 1,187 | 322 | 322 | | 21,963 | (1,158) | 16 | 1,175 |
| Foreign bonds | 2,806,303 | 26,991 | 40,257 | 13,266 | 2,003,107 | (46,080) | 15,713 | 61,794 |
| Other | 487,228 | (66,269) | 4,546 | 70,815 | 514,957 | (146,769) | 7,553 | 154,322 |

Redemption schedule of other securities with maturities and debt securities being held to maturity

| | As of March 31, 2010 | | | | As of March 31, 2009 | | | |
|------------------|----------------------|----------------------|------------------------|------------------|----------------------|----------------------|------------------------|------------------|
| | within 1 year | 1 year to 5 years | 5 years to 10 years | over 10 years | within 1 year | 1 year to 5 years | 5 years to 10 years | over 10 years |
| Domestic bonds | 1,707,507 | 2,403,470 | 377,544 | 75,740 | 1,410,150 | 2,652,702 | 427,534 | 87,651 |
| Government bonds | 1,599,606 | 2,037,705 | 368,921 | 64,043 | 1,360,345 | 2,228,579 | 400,874 | 85,424 |
| Municipal bonds | 19,659 | 23,323 | 403 | 49 | 13,938 | 45,189 | 2,766 | 50 |
| Corporate bonds | 88,241 | 342,442 | 8,220 | 11,648 | 35,866 | 378,933 | 23,893 | 2,177 |
| Other | 516,659 | 2,342,441 | 658,919 | 134,391 | 158,893 | 1,431,021 | 770,601 | 149,140 |
| Foreign bonds | 499,129 | 2,226,603 | 579,952 | 111,499 | 140,144 | 1,327,610 | 611,685 | 123,263 |
| Other | 17,530 | 115,838 | 78,967 | 22,891 | 18,748 | 103,410 | 158,916 | 25,877 |
| Total | 2,224,167 | 4,745,912 | 1,036,464 | 210,131 | 1,569,043 | 4,083,723 | 1,198,136 | 236,792 |

5. ROE**MUFG Consolidated**

| | For the fiscal year ended March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (%) For the fiscal year ended March 31, 2009 (B) |
|-------|---|-------------------------------------|--|
| ROE* | 4.92 | 8.90 | (3.97) |
| Note: | | | |

* ROE is computed as follows:

$$\frac{\text{Net income} - \text{Equivalent of annual dividends on nonconvertible preferred stocks}}{\left\{ \frac{\text{Total shareholders' equity at the beginning of the period} - \text{Number of nonconvertible preferred stocks at the beginning of the period} \times \text{Issue price} + \text{Foreign currency translation adjustments at the beginning of the period} + \left(\text{Total shareholders' equity at the end of the period} - \text{Number of nonconvertible preferred stocks at the end of the period} \times \text{Issue price} + \text{Foreign currency translation adjustments at the end of the period} \right) / 2 \right\}} \times 100$$

6. Risk-Adjusted Capital Ratio Based on the Basel 2 Standards**MUFG Consolidated**

| | (in billions of yen) | | |
|--|---|-------------------------------------|--------------------------------|
| | As of March 31, 2010 (A) (Preliminary basis) | Increase (Decrease) (A) - (B) | As of March 31, 2009 (B) |
| (1) Risk-adjusted capital ratio | 14.87% | 3.09% | 11.77% |
| Tier 1 ratio | 10.63% | 2.86% | 7.76% |
| (2) Tier 1 capital | 10,009.6 | 2,434.4 | 7,575.1 |
| (3) Qualified Tier 2 capital | 4,449.6 | 233.4 | 4,216.1 |
| (4) Deductions from total qualifying capital | 467.5 | 154.6 | 312.8 |
| (5) Net qualifying capital (2)+(3)-(4) | 13,991.7 | 2,513.3 | 11,478.4 |
| (6) Risk-adjusted assets | 94,081.3 | (3,412.1) | 97,493.4 |

BTMU Consolidated

| | (in billions of yen) | | |
|--|---|-------------------------------------|--------------------------------|
| | As of March 31, 2010 (A) (Preliminary basis) | Increase (Decrease) (A) - (B) | As of March 31, 2009 (B) |
| (1) Risk-adjusted capital ratio | 15.54% | 3.52% | 12.02% |
| Tier 1 ratio | 10.84% | 3.20% | 7.64% |
| (2) Tier 1 capital | 8,349.4 | 2,221.8 | 6,127.6 |
| (3) Qualified Tier 2 capital | 3,901.3 | 191.8 | 3,709.4 |
| (4) Deductions from total qualifying capital | 285.7 | 85.7 | 200.0 |
| (5) Net qualifying capital (2)+(3)-(4) | 11,965.0 | 2,328.0 | 9,637.0 |
| (6) Risk-adjusted assets | 76,976.5 | (3,197.2) | 80,173.8 |

MUTB Consolidated

| | (in billions of yen) | | |
|--|---|-------------------------------------|--------------------------------|
| | As of March 31, 2010 (A) (Preliminary basis) | Increase (Decrease) (A) - (B) | As of March 31, 2009 (B) |
| (1) Risk-adjusted capital ratio | 16.02% | 3.31% | 12.70% |
| Tier 1 ratio | 12.47% | 2.29% | 10.17% |
| (2) Tier 1 capital | 1,352.0 | 192.2 | 1,159.7 |
| (3) Qualified Tier 2 capital | 478.8 | 135.7 | 343.0 |
| (4) Deductions from total qualifying capital | 93.6 | 38.7 | 54.9 |
| (5) Net qualifying capital (2)+(3)-(4) | 1,737.2 | 289.2 | 1,447.9 |
| (6) Risk-adjusted assets | 10,841.9 | (553.4) | 11,395.3 |

Note: Risk-adjusted capital ratio of MUFG is computed in accordance with the Notification of the Financial Services Agency No.20, 2006. Risk-adjusted capital ratio of BTMU and MUTB are computed in accordance with the Notification of the Financial Services Agency No.19, 2006.

7. Risk-Monitored Loans**MUFG Consolidated**

(1) Risk-Monitored Loans

| | (in millions of yen) | | | | | |
|--|--------------------------------|--|--------------------------------|--|-------------------------------------|--|
| | As of March 31, 2010 (A) | % to total loans and bills discounted | As of March 31, 2009 (B) | % to total loans and bills discounted | Increase (Decrease) (A) - (B) | % to total loans and bills discounted |
| Loans to bankrupt borrowers | 113,104 | 0.13% | 147,810 | 0.16% | (34,706) | (0.02)% |
| Non-accrual delinquent loans | 1,212,609 | 1.42% | 950,262 | 1.03% | 262,346 | 0.39% |
| Accruing loans contractually past due 3 months or more | 29,175 | 0.03% | 25,421 | 0.02% | 3,754 | 0.00% |
| Restructured loans | 411,137 | 0.48% | 406,292 | 0.44% | 4,845 | 0.04% |
| Total risk monitored loans | 1,766,026 | 2.08% | 1,529,787 | 1.66% | 236,238 | 0.41% |
| Total loans and bills discounted | 84,880,603 | | 92,056,820 | | (7,176,216) | |
| Written-off | 981,866 | | 980,079 | | 1,786 | |

(2) Allowance for Credit Losses

| | (in millions of yen) | | | | | |
|--|--------------------------------|------------------------------------|--------------------------------|------------------------------------|-------------------------------------|------------------------------------|
| | As of March 31, 2010 (A) | % to total risk monitored loans | As of March 31, 2009 (B) | % to total risk monitored loans | Increase (Decrease) (A) - (B) | % to total risk monitored loans |
| Allowance for credit losses | 1,337,922 | 75.75% | 1,185,266 | 77.47% | 152,655 | (1.72)% |
| General allowance for credit losses | 830,023 | | 838,201 | | (8,178) | |
| Specific allowance for credit losses | 507,086 | | 345,929 | | 161,157 | |
| Allowance for credit to specific foreign borrowers | 812 | | 1,135 | | (323) | |

(3) Classification of Risk-Monitored Loans

Classified by Geographic Area

| | (in millions of yen) | | |
|--------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2010 (A) | As of March 31, 2009 (B) | Increase (Decrease) (A) - (B) |
| Domestic | 1,467,926 | 1,390,507 | 77,419 |
| Overseas | 298,099 | 139,280 | 158,819 |
| Asia | 14,466 | 15,455 | (988) |
| Indonesia | 3,526 | 756 | 2,770 |
| Thailand | 5,772 | 5,615 | 156 |
| Hong Kong | 618 | 102 | 516 |
| Other | 4,548 | 8,981 | (4,433) |
| United States of America | 147,316 | 81,220 | 66,095 |
| Other | 136,316 | 42,604 | 93,712 |

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Total 1,766,026 1,529,787 236,238

Classified by Industry

| | As of March 31, 2010 | | (in millions of yen) As of March 31, 2009 |
|---------------------------------------|-------------------------|---------------------------|---|
| Domestic | 1,467,926 | Domestic | 1,390,507 |
| Manufacturing | 180,462 | Manufacturing | 128,786 |
| Construction | 48,642 | Construction | 65,795 |
| Wholesale and retail | 151,744 | Wholesale and retail | 134,930 |
| Finance and insurance | 4,448 | Finance and insurance | 11,290 |
| Real estate, goods rental and leasing | 254,630 | Real estate | 293,969 |
| Services | 103,783 | Services | 127,882 |
| Other industries | 186,158 | Other industries | 124,614 |
| Consumer | 538,057 | Consumer | 503,237 |
| Overseas | 298,099 | Overseas | 139,280 |
| Financial institutions | 21,998 | Financial institutions | 15,146 |
| Commercial and industrial | 171,587 | Commercial and industrial | 108,197 |
| Other | 104,512 | Other | 15,936 |
| Total | 1,766,026 | Total | 1,529,787 |

Note: According to revision of Japan Standard Industrial Classification in November 2007, the classification is revised partially as of March 31, 2010.

BTMU Non-consolidated

(1) Risk-Monitored Loans

| | As of | | As of | | Increase | |
|--|----------------|----------------------|----------------|----------------------|-------------|----------------------|
| | March 31, 2010 | % to total loans | March 31, 2009 | % to total loans | (Decrease) | % to total loans |
| | (A) | and bills discounted | (B) | and bills discounted | (A) - (B) | and bills discounted |
| Loans to bankrupt borrowers | 89,791 | 0.12% | 118,869 | 0.16% | (29,078) | (0.03)% |
| Non-accrual delinquent loans | 836,861 | 1.21% | 646,784 | 0.87% | 190,076 | 0.33% |
| Accruing loans contractually past due 3 months or more | 24,730 | 0.03% | 15,650 | 0.02% | 9,080 | 0.01% |
| Restructured loans | 265,398 | 0.38% | 262,530 | 0.35% | 2,868 | 0.02% |
| Total risk monitored loans | 1,216,781 | 1.76% | 1,043,834 | 1.41% | 172,946 | 0.34% |
| Total loans and bills discounted | 69,106,624 | | 73,786,503 | | (4,679,879) | |
| Written-off | 749,744 | | 727,327 | | 22,417 | |

(2) Allowance for Credit Losses

| | As of | | As of | | Increase | |
|--|----------------|-----------------|----------------|-----------------|------------|-----------------|
| | March 31, 2010 | % to total risk | March 31, 2009 | % to total risk | (Decrease) | % to total risk |
| | (A) | monitored loans | (B) | monitored loans | (A) - (B) | monitored loans |
| Allowance for credit losses | 722,486 | 59.37% | 639,580 | 61.27% | 82,905 | (1.89)% |
| General allowance for credit losses | 410,690 | | 452,980 | | (42,290) | |
| Specific allowance for credit losses | 310,984 | | 185,463 | | 125,520 | |
| Allowance for credit to specific foreign borrowers | 812 | | 1,135 | | (323) | |

(3) Classification of Risk-Monitored Loans

Classified by Geographic Area

| | As of | | As of | | Increase | |
|-----------|----------------|--|----------------|--|------------|--|
| | March 31, 2010 | | March 31, 2009 | | (Decrease) | |
| | (A) | | (B) | | (A) - (B) | |
| Domestic | 1,048,842 | | 967,445 | | 81,396 | |
| Overseas | 167,939 | | 76,389 | | 91,550 | |
| Asia | 7,009 | | 2,752 | | 4,257 | |
| Indonesia | 2,732 | | 94 | | 2,637 | |
| Thailand | 1,159 | | 1,671 | | (511) | |
| Hong Kong | 618 | | 102 | | 516 | |

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| | | | |
|--------------------------|------------------|------------------|----------------|
| Other | 2,498 | 884 | 1,614 |
| United States of America | 24,816 | 31,606 | (6,790) |
| Other | 136,114 | 42,031 | 94,082 |
| Total | 1,216,781 | 1,043,834 | 172,946 |

Classified by Industry

| | As of March 31, 2010 | | (in millions of yen) As of March 31, 2009 |
|---------------------------------------|-------------------------|---------------------------|---|
| Domestic | 1,048,842 | Domestic | 967,445 |
| Manufacturing | 167,588 | Manufacturing | 117,716 |
| Construction | 46,246 | Construction | 57,815 |
| Wholesale and retail | 148,347 | Wholesale and retail | 127,539 |
| Finance and insurance | 2,319 | Finance and insurance | 9,005 |
| Real estate, goods rental and leasing | 221,742 | Real estate | 248,395 |
| Services | 100,133 | Services | 120,361 |
| Other industries | 160,673 | Other industries | 119,197 |
| Consumer | 201,790 | Consumer | 167,412 |
| Overseas | 167,939 | Overseas | 76,389 |
| Financial institutions | 20,951 | Financial institutions | 15,146 |
| Commercial and industrial | 78,415 | Commercial and industrial | 61,017 |
| Other | 68,572 | Other | 225 |
| Total | 1,216,781 | Total | 1,043,834 |

Note: According to revision of Japan Standard Industrial Classification in November 2007, the classification is revised partially as of March 31, 2010.

MUTB Non-consolidated

(1) Risk-Monitored Loans

| | As of | | As of | | Increase | | (in millions of yen) |
|--|----------------|----------------------|----------------|----------------------|------------|----------------------|----------------------|
| | March 31, 2010 | % to total loans | March 31, 2009 | % to total loans | (Decrease) | % to total loans | |
| | (A) | and bills discounted | (B) | and bills discounted | (A) - (B) | and bills discounted | |
| Loans to bankrupt borrowers | 8,352 | 0.08% | 11,746 | 0.11% | (3,394) | (0.03)% | |
| Non-accrual delinquent loans | 64,798 | 0.63% | 48,433 | 0.46% | 16,365 | 0.16% | |
| Accruing loans contractually past due 3 months or more | 486 | 0.00% | 418 | 0.00% | 68 | 0.00% | |
| Restructured loans | 18,203 | 0.17% | 13,459 | 0.12% | 4,744 | 0.04% | |
| Total risk monitored loans | 91,841 | 0.89% | 74,057 | 0.70% | 17,783 | 0.18% | |
| Total loans and bills discounted | 10,257,717 | | 10,472,280 | | (214,563) | | |
| Written-off | 30,690 | | 41,624 | | (10,934) | | |

(2) Allowance for Credit Losses

| | As of | | As of | | Increase | | (in millions of yen) |
|--|----------------|-----------------|----------------|-----------------|------------|-----------------|----------------------|
| | March 31, 2010 | % to total risk | March 31, 2009 | % to total risk | (Decrease) | % to total risk | |
| | (A) | monitored loans | (B) | monitored loans | (A) - (B) | monitored loans | |
| Allowance for credit losses | 66,448 | 72.35% | 50,376 | 68.02% | 16,072 | 4.32% | |
| General allowance for credit losses | 36,277 | | 38,219 | | (1,941) | | |
| Specific allowance for credit losses | 30,170 | | 12,156 | | 18,014 | | |
| Allowance for credit to specific foreign borrowers | | | | | | | |

(3) Classification of Risk-Monitored Loans

Classified by Geographic Area

| | As of | | As of | | Increase | | (in millions of yen) |
|--------------------------|----------------|--|----------------|--|------------|--|----------------------|
| | March 31, 2010 | | March 31, 2009 | | (Decrease) | | |
| | (A) | | (B) | | (A) - (B) | | |
| Domestic | 91,796 | | 73,925 | | 17,871 | | |
| Overseas | 44 | | 132 | | (87) | | |
| Asia | | | | | | | |
| Indonesia | | | | | | | |
| Thailand | | | | | | | |
| Hong Kong | | | | | | | |
| Other | | | | | | | |
| United States of America | 30 | | 118 | | (87) | | |
| Other | 13 | | 13 | | (0) | | |
| Total | 91,841 | | 74,057 | | 17,783 | | |

Classified by Industry

| | As of | | As of | | Increase | | (in millions of yen) |
|----------|----------------|--|----------------|--|------------|--|----------------------|
| | March 31, 2010 | | March 31, 2009 | | (Decrease) | | |
| | (A) | | (B) | | (A) - (B) | | |
| Domestic | 91,796 | | 73,925 | | 17,871 | | |

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| | | | |
|---------------------------------------|---------------|---------------------------|---------------|
| Manufacturing | 12,835 | Manufacturing | 5,755 |
| Construction | 2,269 | Construction | 3,979 |
| Wholesale and retail | 3,096 | Wholesale and retail | 3,720 |
| Finance and insurance | 2,094 | Finance and insurance | 1,927 |
| Real estate, goods rental and leasing | 27,786 | Real estate | 34,850 |
| Services | 2,839 | Services | 3,977 |
| Other industries | 25,447 | Other industries | 4,929 |
| Consumer | 15,425 | Consumer | 14,787 |
| Overseas | 44 | Overseas | 132 |
| Financial institutions | | Financial institutions | |
| Commercial and industrial | 44 | Commercial and industrial | 118 |
| Other | | Other | 13 |
| Total | 91,841 | Total | 74,057 |

Note: According to revision of Japan Standard Industrial Classification in November 2007, the classification is revised partially as of March 31, 2010.

MUTB Non-consolidated: Trust Accounts

Trust accounts represents trust accounts with contracts indemnifying the principal amounts.

(1) Risk-Monitored Loans

| | As of | | As of | | Increase | |
|--|----------------|----------------------|----------------|----------------------|------------|----------------------|
| | March 31, 2010 | % to total loans | March 31, 2009 | % to total loans | (Decrease) | % to total loans |
| | (A) | and bills discounted | (B) | and bills discounted | (A) - (B) | and bills discounted |
| Loans to bankrupt borrowers | 109 | 0.08% | 110 | 0.07% | (0) | 0.00% |
| Non-accrual delinquent loans | 15 | 0.01% | 13 | 0.00% | 1 | 0.00% |
| Accruing loans contractually past due 3 months or more | 77 | 0.06% | 60 | 0.04% | 16 | 0.01% |
| Restructured loans | 803 | 0.64% | 1,152 | 0.82% | (349) | (0.18)% |
| Total risk monitored loans | 1,006 | 0.80% | 1,337 | 0.95% | (331) | (0.15)% |
| Total loans and bills discounted | 125,147 | | 139,753 | | (14,606) | |

(2) Allowance for Credit Losses

| | As of | | As of | | Increase | |
|---------------------------|----------------|-----|----------------|-----|------------|-----------|
| | March 31, 2010 | (A) | March 31, 2009 | (B) | (Decrease) | (A) - (B) |
| Special internal reserves | 349 | | 777 | | (428) | |
| Allowance for bad debts | 378 | | 419 | | (40) | |

(3) Classification of Risk-Monitored Loans

Classified by Industry

| | As of | | As of | |
|---------------------------------------|----------------|--|----------------|--|
| | March 31, 2010 | | March 31, 2009 | |
| Domestic | 1,006 | | 1,337 | |
| Manufacturing | | | | |
| Construction | | | | |
| Wholesale and retail | | | | |
| Finance and insurance | | | | |
| Real estate, goods rental and leasing | 371 | | 557 | |
| Services | | | 215 | |
| Other industries | | | | |
| Consumer | 635 | | 564 | |
| Total | 1,006 | | 1,337 | |

Note: According to revision of Japan Standard Industrial Classification in November 2007, the classification is revised partially as of March 31, 2010.

8. Non Performing Loans Based on the Financial Reconstruction Law (the FRL)**BTMU and MUTB combined including Trust Accounts**

Trust accounts represents trust accounts with contracts indemnifying the principal amounts.

(1) Non Performing Loans

| | (in millions of yen) | | |
|-------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2010 (A) | As of March 31, 2009 (B) | Increase (Decrease) (A) - (B) |
| Bankrupt or De facto Bankrupt | 194,230 | 241,061 | (46,831) |
| Doubtful | 845,033 | 656,043 | 188,990 |
| Special Attention | 309,529 | 292,845 | 16,683 |
| Non Performing Loans (1) | 1,348,793 | 1,189,950 | 158,843 |
| Normal | 88,269,795 | 94,019,563 | (5,749,768) |
| Total | 89,618,588 | 95,209,514 | (5,590,925) |
| Non Performing Loans / Total | 1.50% | 1.24% | 0.25% |

(2) Status of Coverage of Non Performing Loans

| | (in millions of yen) | | |
|------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2010 (A) | As of March 31, 2009 (B) | Increase (Decrease) (A) - (B) |
| Covered amount (2) | 1,059,280 | 916,267 | 143,013 |
| Allowance for credit losses | 413,408 | 288,475 | 124,932 |
| Collateral, guarantees, etc. | 645,872 | 627,791 | 18,081 |
| Coverage ratio (2) / (1) | 78.53% | 77.00% | 1.53% |

(3) Coverage Ratio

| Category | (in millions of yen) | | | | |
|-------------------------------|----------------------|---------------------------------------|--|--|-------------------------------------|
| | Loan amount (A) | Allowance for credit losses (B) | Covered by collateral and/or guarantees (C) | Coverage ratio for unsecured portion (B) / [(A) - (C)] | Coverage ratio [(B) + (C)] / (A) |
| Bankrupt or De facto Bankrupt | 194,230 | 3,006 | 191,224 | | 100.00% |
| | [241,061] | [8,126] | [232,934] | | [100.00%] |
| Doubtful | 845,033 | 326,960 | 334,581 | | 78.28% |
| | [656,043] | [190,129] | [316,631] | | [77.24%] |
| Special Attention | 309,529 | 83,441 | 120,066 | | 65.74% |
| | [292,845] | [90,219] | [78,225] | | [57.51%] |
| Total | 1,348,793 | 413,408 | 645,872 | | 78.53% |
| | [1,189,950] | [288,475] | [627,791] | | [77.00%] |

Note: The upper figures are as of March 31, 2010. The lower figures with bracket are as of March 31, 2009.

BTMU Non-consolidated

(1) Non Performing Loans

| | (in millions of yen) | | |
|-------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2010 (A) | As of March 31, 2009 (B) | Increase (Decrease) (A) - (B) |
| Bankrupt or De facto Bankrupt | 183,009 | 221,742 | (38,732) |
| Doubtful | 782,806 | 614,186 | 168,620 |
| Special Attention | 290,129 | 278,180 | 11,948 |
| Non Performing Loans (1) | 1,255,945 | 1,114,109 | 141,836 |
| Normal | 77,776,487 | 83,223,170 | (5,446,682) |
| Total | 79,032,433 | 84,337,279 | (5,304,846) |
| Non Performing Loans / Total | 1.58% | 1.32% | 0.26% |

(2) Status of Coverage of Non Performing Loans

| | (in millions of yen) | | |
|------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2010 (A) | As of March 31, 2009 (B) | Increase (Decrease) (A) - (B) |
| Covered amount (2) | 982,459 | 854,031 | 128,428 |
| Allowance for credit losses | 379,456 | 273,809 | 105,646 |
| Collateral, guarantees, etc. | 603,003 | 580,221 | 22,781 |
| Coverage ratio (2) / (1) | 78.22% | 76.65% | 1.56% |

(3) Coverage Ratio

| | (in millions of yen) | | | | |
|-------------------------------|----------------------|---------------------------------------|--|--|-------------------------------------|
| Category | Loan amount (A) | Allowance for credit losses (B) | Covered by collateral and/or guarantees (C) | Coverage ratio for unsecured portion (B) / [(A) - (C)] | Coverage ratio [(B) + (C)] / (A) |
| Bankrupt or De facto Bankrupt | 183,009 | 2,515 | 180,494 | 100.00% | 100.00% |
| | [221,742] | [7,051] | [214,691] | [100.00%] | [100.00%] |
| Doubtful | 782,806 | 297,982 | 307,113 | 62.64% | 77.29% |
| | [614,186] | [179,899] | [293,263] | [56.05%] | [77.03%] |
| Special Attention | 290,129 | 78,959 | 115,394 | 45.18% | 66.98% |
| | [278,180] | [86,858] | [72,266] | [42.18%] | [57.20%] |
| Total | 1,255,945 | 379,456 | 603,003 | 58.11% | 78.22% |
| | [1,114,109] | [273,809] | [580,221] | [51.28%] | [76.65%] |

Note: The upper figures are as of March 31, 2010. The lower figures with bracket are as of March 31, 2009.

MUTB Non-consolidated

(1) Non Performing Loans

| | (in millions of yen) | | |
|-------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2010 (A) | As of March 31, 2009 (B) | Increase (Decrease) (A) - (B) |
| Bankrupt or De facto Bankrupt | 11,060 | 19,158 | (8,097) |
| Doubtful | 62,089 | 41,572 | 20,517 |
| Special Attention | 18,690 | 13,772 | 4,918 |
| Non Performing Loans (1) | 91,841 | 74,502 | 17,338 |
| Normal | 10,369,166 | 10,657,977 | (288,810) |
| Total | 10,461,007 | 10,732,480 | (271,472) |
| Non Performing Loans / Total | 0.87% | 0.69% | 0.18% |

(2) Status of Coverage of Non Performing Loans

| | (in millions of yen) | | |
|------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2010 (A) | As of March 31, 2009 (B) | Increase (Decrease) (A) - (B) |
| Covered amount (2) | 75,967 | 61,112 | 14,855 |
| Allowance for credit losses | 33,951 | 14,665 | 19,285 |
| Collateral, guarantees, etc. | 42,015 | 46,446 | (4,430) |
| Coverage ratio (2) / (1) | 82.71% | 82.02% | 0.68% |

(3) Coverage Ratio

| | (in millions of yen) | | | | |
|-------------------------------|----------------------|---------------------------------------|--|--|-------------------------------------|
| Category | Loan amount (A) | Allowance for credit losses (B) | Covered by collateral and/or guarantees (C) | Coverage ratio for unsecured portion (B) / [(A) - (C)] | Coverage ratio [(B) + (C)] / (A) |
| Bankrupt or De facto Bankrupt | 11,060 | 491 | 10,569 | 100.00% | 100.00% |
| | [19,158] | [1,075] | [18,082] | [100.00%] | [100.00%] |
| Doubtful | 62,089 | 28,977 | 27,330 | 83.36% | 90.68% |
| | [41,572] | [10,230] | [23,082] | [55.32%] | [80.13%] |
| Special Attention | 18,690 | 4,482 | 4,115 | 30.75% | 46.00% |
| | [13,772] | [3,360] | [5,281] | [39.57%] | [62.74%] |
| Total | 91,841 | 33,951 | 42,015 | 68.14% | 82.71% |
| | [74,502] | [14,665] | [46,446] | [52.27%] | [82.02%] |

Note: The upper figures are as of March 31, 2010. The lower figures with bracket are as of March 31, 2009.

MUTB Non-consolidated: Trust Accounts

Trust accounts represents trust accounts with contracts indemnifying the principal amounts.

(1) Non Performing Loans

| | (in millions of yen) | | |
|-------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2010 (A) | As of March 31, 2009 (B) | Increase (Decrease) (A) - (B) |
| Bankrupt or De facto Bankrupt | 159 | 160 | (0) |
| Doubtful | 137 | 284 | (147) |
| Special Attention | 709 | 892 | (182) |
| Non Performing Loans (1) | 1,006 | 1,337 | (331) |
| Normal | 124,140 | 138,416 | (14,275) |
| Total | 125,147 | 139,753 | (14,606) |
| Non Performing Loans / Total | 0.80% | 0.95% | (0.15)% |

(2) Status of Coverage of Non Performing Loans

| | (in millions of yen) | | |
|------------------------------|--------------------------------|--------------------------------|-------------------------------------|
| | As of March 31, 2010 (A) | As of March 31, 2009 (B) | Increase (Decrease) (A) - (B) |
| Covered amount (2) | 853 | 1,123 | (269) |
| Allowance for credit losses | | | |
| Collateral, guarantees, etc. | 853 | 1,123 | (269) |
| Coverage ratio (2) / (1) | 84.82% | 83.96% | 0.85% |
| (3) Coverage Ratio | | | |

| | (in millions of yen) | | | | |
|-------------------------------|----------------------|---------------------------------------|--|--|-------------------------------------|
| Category | Loan amount (A) | Allowance for credit losses (B) | Covered by collateral and/or guarantees (C) | Coverage ratio for unsecured portion (B) / [(A) - (C)] | Coverage ratio [(B) + (C)] / (A) |
| Bankrupt or De facto Bankrupt | 159 | | 159 | | 100.00% |
| | [160] | [] | [160] | | [100.00%] |
| Doubtful | 137 | | 137 | | 100.00% |
| | [284] | [] | [284] | | [100.00%] |
| Special Attention | 709 | | 556 | | 78.47% |
| | [892] | [] | [677] | | [75.96%] |
| Total | 1,006 | | 853 | | 84.82% |
| | [1,337] | [] | [1,123] | | [83.96%] |

Note: The upper figures are as of March 31, 2010. The lower figures with bracket are as of March 31, 2009.

9. Progress in Disposition of Problem Assets**BTMU, MUTB and MU Strategic Partner, Co., Ltd. (MUSP) Combined including Trust Accounts**

Trust accounts represents trust accounts with contracts indemnifying the principal amounts.

(A) Historical Trend of Problem Assets Based on the FRL

| | As of March 31, 2007 | As of September 30, 2007 | As of March 31, 2008 | As of September 30, 2008 | As of March 31, 2009 | As of September 30, 2009 (a) | (in billions of yen) As of March 31, 2010 (b) | (b) - (a) |
|----------------------|----------------------------|--------------------------------|----------------------------|--------------------------------|----------------------------|------------------------------------|--|-------------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | 116.3 | 106.7 | 117.8 | 149.4 | 241.1 | 221.4 | 194.2 | (27.1) |
| Doubtful | 652.3 | 723.2 | 560.3 | 725.0 | 660.0 | 741.3 | 848.8 | 107.5 |
| Total | 768.6 | 829.9 | 678.1 | 874.4 | 901.2 | 962.7 | 1,043.1 | 80.3 |

(1) Assets categorized as problem assets based on the FRL prior to March 31, 2007

| | | | | | | | | |
|----------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|---------------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | 116.3 | 78.8 | 65.6 | 56.0 | 47.5 | 40.9 | 35.5 | (5.3) |
| Doubtful | 652.3 | 438.7 | 216.5 | 173.1 | 148.7 | 122.7 | 106.8 | (15.8) |
| Total | 768.6 | 517.5 | 282.1 | 229.1 | 196.2 | 163.6 | 142.3 | (21.2) |

(2) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2007

| | | | | | | | | |
|----------------------|--|--------------|--------------|--------------|-------------|-------------|-------------|--------------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | | 27.9 | 23.1 | 18.8 | 26.4 | 13.2 | 10.9 | (2.2) |
| Doubtful | | 284.4 | 151.4 | 84.2 | 42.7 | 30.9 | 26.2 | (4.6) |
| Total | | 312.3 | 174.5 | 103.0 | 69.2 | 44.2 | 37.2 | (6.9) |

(3) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2007

| | | | | | | | | |
|----------------------|--|--|--------------|--------------|-------------|-------------|-------------|---------------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | | | 29.0 | 25.1 | 18.5 | 13.6 | 11.5 | (2.1) |
| Doubtful | | | 192.4 | 84.7 | 52.2 | 35.5 | 25.7 | (9.7) |
| Total | | | 221.4 | 109.8 | 70.7 | 49.2 | 37.3 | (11.9) |

(4) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2008

| | | | | | | | | |
|----------------------|--|--|--|-------|-------|------|------|--------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | | | | 49.4 | 80.8 | 61.0 | 51.6 | (9.4) |
| Doubtful | | | | 382.9 | 145.0 | 92.0 | 65.0 | (26.9) |

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| | | | | | |
|-------|-------|-------|-------|--------------|---------------|
| Total | 432.3 | 225.8 | 153.0 | 116.7 | (36.3) |
|-------|-------|-------|-------|--------------|---------------|

(5) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2008

| | | | | | |
|----------------------|-------|-------|--------------|--|---------------|
| Bankrupt or De facto | | | | | |
| Bankrupt | 67.7 | 55.1 | 34.5 | | (20.6) |
| Doubtful | 271.2 | 110.0 | 70.5 | | (39.5) |
| Total | 339.0 | 165.2 | 105.1 | | (60.1) |

(6) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2009

| | | | | | |
|----------------------|--|-------|--------------|--|---------------|
| Bankrupt or De facto | | | | | |
| Bankrupt | | 37.2 | 27.1 | | (10.1) |
| Doubtful | | 350.0 | 274.3 | | (75.7) |
| Total | | 387.2 | 301.4 | | (85.8) |

(7) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2009

| | | | | | |
|----------------------|--|--|--|--|--------------|
| Bankrupt or De facto | | | | | |
| Bankrupt | | | | | 22.9 |
| Doubtful | | | | | 280.0 |
| Total | | | | | 302.9 |

(B) Progress in Disposition of Problem Assets of the Six Months Ended March 31, 2010

(in billions of yen)

| | Time of categorization | | | | | | Total |
|---|----------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|-------|
| | prior to March 31, 2007 | the 1st half of fiscal 2007 | the 2nd half of fiscal 2007 | the 1st half of fiscal 2008 | the 2nd half of fiscal 2008 | the 1st half of fiscal 2009 | |
| Liquidation | 0.3 | 0.2 | 0.5 | 2.2 | 1.9 | 3.7 | 9.0 |
| Re-constructive treatment | 0.5 | 0.1 | 0.9 | 9.2 | 19.2 | 3.9 | 34.0 |
| Upgrade due to re-constructive treatment | | | | | | | |
| Loan sales to secondary market | 0.2 | 0.0 | 0.1 | 0.1 | 5.5 | 10.4 | 16.5 |
| Write-offs | 1.1 | 0.3 | 3.2 | 6.3 | 3.5 | 5.9 | 20.5 |
| Other | 19.0 | 6.2 | 7.0 | 18.3 | 29.8 | 61.8 | 142.3 |
| Collection / Repayment | 12.3 | 3.4 | 2.9 | 10.5 | 24.7 | 45.4 | 99.5 |
| Upgraded | 6.6 | 2.8 | 4.0 | 7.8 | 5.0 | 16.3 | 42.7 |
| Total | 21.2 | 6.9 | 11.9 | 36.3 | 60.1 | 85.8 | 222.5 |

(C) Amount of Outstanding Problem Assets Which Is in Process for Disposition as of March 31, 2010

(in billions of yen)

| | Time of categorization | | | | | | | Total |
|-------------------|----------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|-------|
| | prior to March 31, 2007 | the 1st half of fiscal 2007 | the 2nd half of fiscal 2007 | the 1st half of fiscal 2008 | the 2nd half of fiscal 2008 | the 1st half of fiscal 2009 | the 2nd half of fiscal 2009 | |
| Legal liquidation | 10.4 | 5.9 | 7.5 | 36.4 | 18.3 | 12.4 | 9.3 | 100.6 |

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| | | | | | | | | |
|--|------|------|------|------|------|------|------|-------|
| Quasi-legal liquidation | 1.1 | | | 0.3 | | | | 1.5 |
| Split-off of problem loans | | | | | | | | |
| Partial write-off of small balance loans | 21.3 | 4.9 | 3.7 | 13.6 | 13.1 | 12.4 | 13.5 | 82.8 |
| Entrusted to the RCC | | | | | | | | |
| Total | 33.0 | 10.8 | 11.3 | 50.5 | 31.5 | 24.8 | 22.8 | 184.9 |

BTMU and MUSP Combined

(A) Historical Trend of Problem Assets Based on the FRL

| | As of March 31, 2007 | As of September 30, 2007 | As of March 31, 2008 | As of September 30, 2008 | As of March 31, 2009 | As of September 30, 2009 (a) | (in billions of yen) As of March 31, 2010 (b) | (b) - (a) |
|----------------------|----------------------------|--------------------------------|----------------------------|--------------------------------|----------------------------|------------------------------------|--|-------------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | 107.7 | 94.8 | 108.8 | 136.1 | 221.8 | 208.2 | 183.0 | (25.1) |
| Doubtful | 579.9 | 652.0 | 514.5 | 690.9 | 618.2 | 676.2 | 786.6 | 110.3 |
| Total | 687.7 | 746.8 | 623.4 | 827.1 | 840.0 | 884.4 | 969.7 | 85.2 |

(1) Assets categorized as problem assets based on the FRL prior to March 31, 2007

| | | | | | | | | |
|----------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|---------------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | 107.7 | 73.4 | 61.0 | 52.5 | 44.0 | 38.7 | 33.8 | (4.8) |
| Doubtful | 579.9 | 396.1 | 199.2 | 158.5 | 136.5 | 111.6 | 96.8 | (14.7) |
| Total | 687.7 | 469.6 | 260.2 | 211.1 | 180.5 | 150.3 | 130.6 | (19.6) |

(2) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2007

| | | | | | | | | |
|----------------------|--|--------------|--------------|-------------|-------------|-------------|-------------|--------------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | | 21.3 | 18.9 | 14.7 | 23.4 | 12.4 | 10.9 | (1.4) |
| Doubtful | | 255.8 | 129.0 | 80.6 | 41.6 | 29.9 | 25.3 | (4.6) |
| Total | | 277.2 | 148.0 | 95.4 | 65.0 | 42.3 | 36.2 | (6.1) |

(3) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2007

| | | | | | | | | |
|----------------------|--|--|--------------|--------------|-------------|-------------|-------------|---------------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | | | 28.7 | 24.6 | 18.2 | 13.4 | 11.2 | (2.1) |
| Doubtful | | | 186.3 | 80.3 | 47.9 | 32.3 | 22.7 | (9.5) |
| Total | | | 215.1 | 104.9 | 66.2 | 45.8 | 34.0 | (11.7) |

(4) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2008

| | | | | | | | | |
|----------------------|--|--|--|-------|-------|------|------|--------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | | | | 44.2 | 71.0 | 53.6 | 44.4 | (9.1) |
| Doubtful | | | | 371.3 | 140.5 | 87.7 | 61.0 | (26.6) |

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| | | | | | |
|-------|-------|-------|-------|--------------|---------------|
| Total | 415.5 | 211.6 | 141.3 | 105.5 | (35.8) |
|-------|-------|-------|-------|--------------|---------------|

(5) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2008

| | | | | | |
|----------------------|--|-------|-------|-------------|---------------|
| Bankrupt or De facto | | | | | |
| Bankrupt | | 65.0 | 53.6 | 33.7 | (19.9) |
| Doubtful | | 251.4 | 96.3 | 64.7 | (31.5) |
| Total | | 316.5 | 150.0 | 98.4 | (51.5) |

(6) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2009

| | | | | | |
|----------------------|--|--|-------|--------------|---------------|
| Bankrupt or De facto | | | | | |
| Bankrupt | | | 36.2 | 26.2 | (9.9) |
| Doubtful | | | 318.2 | 247.4 | (70.7) |
| Total | | | 354.5 | 273.7 | (80.7) |

(7) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2009

| | | | | | |
|----------------------|--|--|--|--------------|--|
| Bankrupt or De facto | | | | | |
| Bankrupt | | | | 22.5 | |
| Doubtful | | | | 268.4 | |
| Total | | | | 290.9 | |

(B) Progress in Disposition of Problem Assets of the Six Months Ended March 31, 2010

| | (in billions of yen) | | | | | | | Total |
|---|----------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|-------|-------|
| | prior to March 31, 2007 | the 1st half of fiscal 2007 | the 2nd half of fiscal 2007 | the 1st half of fiscal 2008 | the 2nd half of fiscal 2008 | the 1st half of fiscal 2009 | | |
| Liquidation | 0.3 | 0.2 | 0.5 | 2.2 | 1.9 | 3.7 | 9.0 | |
| Re-constructive treatment | 0.5 | 0.1 | 0.9 | 9.2 | 13.9 | 3.9 | 28.7 | |
| Upgrade due to re-constructive treatment | | | | | | | | |
| Loan sales to secondary market | 0.2 | 0.0 | 0.1 | 0.1 | 5.5 | 10.4 | 16.5 | |
| Write-offs | 0.9 | 0.3 | 3.1 | 6.3 | 3.4 | 5.9 | 20.2 | |
| Other | 17.6 | 5.4 | 6.9 | 17.8 | 26.5 | 56.7 | 131.1 | |
| Collection / Repayment | 10.9 | 2.6 | 2.8 | 10.0 | 22.2 | 43.1 | 92.0 | |
| Upgraded | 6.6 | 2.8 | 4.0 | 7.8 | 4.2 | 13.5 | 39.1 | |
| Total | 19.6 | 6.1 | 11.7 | 35.8 | 51.5 | 80.7 | 205.7 | |

(C) Amount of Outstanding Problem Assets Which Is in Process for Disposition as of March 31, 2010

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(in billions of yen)

| | Time of categorization | | | | | | | | Total |
|--|----------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|-------|-------|
| | prior to March 31, 2007 | the 1st half of fiscal 2007 | the 2nd half of fiscal 2007 | the 1st half of fiscal 2008 | the 2nd half of fiscal 2008 | the 1st half of fiscal 2009 | the 2nd half of fiscal 2009 | | |
| Legal liquidation | 9.9 | 5.9 | 7.4 | 29.9 | 17.7 | 11.8 | 9.1 | 92.1 | |
| Quasi-legal liquidation | | | | | | | | | |
| Split-off of problem loans | | | | | | | | | |
| Partial write-off of small balance loans | 20.1 | 4.9 | 3.5 | 13.0 | 12.8 | 12.1 | 13.3 | 80.0 | |
| Entrusted to the RCC | | | | | | | | | |
| Total | 30.1 | 10.8 | 11.0 | 42.9 | 30.6 | 24.0 | 22.5 | 172.2 | |

MUTB Non-consolidated including Trust Accounts

Trust accounts represents trust accounts with contracts indemnifying the principal amounts.

(A) Historical Trend of Problem Assets Based on the FRL

| | As of March 31, 2007 | As of September 30, 2007 | As of March 31, 2008 | As of September 30, 2008 | As of March 31, 2009 | As of September 30, 2009 (a) | (in billions of yen) As of March 31, 2010 (b) | (b) - (a) |
|----------------------|----------------------------|--------------------------------|----------------------------|--------------------------------|----------------------------|------------------------------------|--|--------------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | 8.5 | 11.9 | 9.0 | 13.2 | 19.3 | 13.1 | 11.2 | (1.9) |
| Doubtful | 72.3 | 71.1 | 45.7 | 34.1 | 41.8 | 65.1 | 62.2 | (2.8) |
| Total | 80.9 | 83.0 | 54.7 | 47.3 | 61.1 | 78.3 | 73.4 | (4.8) |

(1) Assets categorized as problem assets based on the FRL prior to March 31, 2007

| | | | | | | | | |
|----------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|--------------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | 8.5 | 5.3 | 4.5 | 3.4 | 3.5 | 2.2 | 1.7 | (0.4) |
| Doubtful | 72.3 | 42.5 | 17.3 | 14.5 | 12.1 | 11.1 | 9.9 | (1.1) |
| Total | 80.9 | 47.9 | 21.9 | 18.0 | 15.6 | 13.3 | 11.7 | (1.6) |

(2) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2007

| | | | | | | | | |
|----------------------|--|-------------|-------------|------------|------------|------------|------------|--------------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | | 6.5 | 4.1 | 4.0 | 3.0 | 0.8 | 0.0 | (0.7) |
| Doubtful | | 28.6 | 22.3 | 3.5 | 1.1 | 0.9 | 0.9 | (0.0) |
| Total | | 35.1 | 26.4 | 7.5 | 4.1 | 1.8 | 1.0 | (0.8) |

(3) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2007

| | | | | | | | | |
|----------------------|--|--|------------|------------|------------|------------|------------|--------------|
| Bankrupt or De facto | | | | | | | | |
| Bankrupt | | | 0.2 | 0.4 | 0.2 | 0.2 | 0.2 | 0.0 |
| Doubtful | | | 6.0 | 4.4 | 4.2 | 3.2 | 3.0 | (0.2) |
| Total | | | 6.3 | 4.9 | 4.5 | 3.4 | 3.2 | (0.1) |

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(4) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2008

| | | | | | |
|----------------------|-------------|-------------|-------------|-------------|--------------|
| Bankrupt or De facto | | | | | |
| Bankrupt | 5.2 | 9.7 | 7.4 | 7.1 | (0.2) |
| Doubtful | 11.5 | 4.5 | 4.2 | 4.0 | (0.2) |
| Total | 16.7 | 14.2 | 11.6 | 11.2 | (0.4) |

(5) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2008

| | | | | | |
|----------------------|--|-------------|-------------|------------|--------------|
| Bankrupt or De facto | | | | | |
| Bankrupt | | 2.7 | 1.5 | 0.8 | (0.6) |
| Doubtful | | 19.7 | 13.7 | 5.7 | (7.9) |
| Total | | 22.5 | 15.2 | 6.6 | (8.6) |

(6) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2009

| | | | | | |
|----------------------|--|--|-------------|-------------|--------------|
| Bankrupt or De facto | | | | | |
| Bankrupt | | | 0.9 | 0.8 | (0.1) |
| Doubtful | | | 31.8 | 26.8 | (4.9) |
| Total | | | 32.7 | 27.6 | (5.0) |

(7) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2009

| | | | | | |
|----------------------|--|--|--|-------------|--|
| Bankrupt or De facto | | | | | |
| Bankrupt | | | | 0.3 | |
| Doubtful | | | | 11.6 | |
| Total | | | | 11.9 | |

(B) Progress in Disposition of Problem Assets of the Six Months Ended March 31, 2010

| | Time of categorization | | | | | | (in billions of yen) |
|---|----------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|----------------------|
| | prior to March 31, 2007 | the 1st half of fiscal 2007 | the 2nd half of fiscal 2007 | the 1st half of fiscal 2008 | the 2nd half of fiscal 2008 | the 1st half of fiscal 2009 | Total |
| Liquidation | | | | | | | |
| Re-constructive treatment | | | | | 5.3 | | 5.3 |
| Upgrade due to re-constructive treatment | | | | | | | |
| Loan sales to secondary market | | | | | | | |

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| | | | | | | | |
|------------------------|------------|------------|------------|------------|------------|------------|-------------|
| Write-offs | 0.1 | | 0.0 | 0.0 | 0.0 | 0.0 | 0.3 |
| Other | 1.4 | 0.8 | 0.1 | 0.4 | 3.2 | 5.0 | 11.1 |
| Collection / Repayment | 1.3 | 0.8 | 0.0 | 0.4 | 2.4 | 2.2 | 7.5 |
| Upgraded | 0.0 | | 0.0 | 0.0 | 0.7 | 2.7 | 3.6 |
| Total | 1.6 | 0.8 | 0.1 | 0.4 | 8.6 | 5.0 | 16.8 |

(C) Amount of Outstanding Problem Assets Which Is in Process for Disposition as of March 31, 2010

| | Time of categorization | | | | | | | Total |
|--|----------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|-------------|
| | prior to March 31, 2007 | the 1st half of fiscal 2007 | the 2nd half of fiscal 2007 | the 1st half of fiscal 2008 | the 2nd half of fiscal 2008 | the 1st half of fiscal 2009 | the 2nd half of fiscal 2009 | |
| Legal liquidation | 0.4 | 0.0 | 0.0 | 6.5 | 0.5 | 0.5 | 0.1 | 8.4 |
| Quasi-legal liquidation | 1.1 | | | 0.3 | | | | 1.5 |
| Split-off of problem loans | | | | | | | | |
| Partial write-off of small balance loans | 1.2 | 0.0 | 0.1 | 0.6 | 0.2 | 0.2 | 0.2 | 2.7 |
| Entrusted to the RCC | | | | | | | | |
| Total | 2.8 | 0.0 | 0.2 | 7.5 | 0.8 | 0.8 | 0.3 | 12.7 |

10. Loans Classified by Type of Industry, Domestic Consumer Loans, Domestic Loans to Small/Medium-Sized Companies and Proprietors
BTMU and MUTB Combined including Trust Accounts

(1) Loans Classified by Type of Industry

| | As of March 31, 2010 | | (in millions of yen) As of March 31, 2009 |
|---|-------------------------|---|---|
| Domestic offices (excluding loans booked at offshore markets) | 67,851,801 | Domestic offices (excluding loans booked at offshore markets) | 70,204,184 |
| Manufacturing | 9,699,817 | Manufacturing | 10,266,959 |
| Agriculture, forestry, fishery, mining, quarrying of stone and gravel | 138,884 | Agriculture | 23,064 |
| Construction | 1,216,167 | Forestry | 13,520 |
| Utilities | 673,337 | Fishery | 7,002 |
| Communication and information services | 1,119,277 | Mining | 87,392 |
| Transport and postal activities | 2,886,137 | Construction | 1,456,461 |
| Wholesale and retail | 6,680,710 | Utilities | 626,406 |
| Finance and insurance | 8,048,708 | Communication and information services | 1,832,270 |
| Real estate, goods rental and leasing | 11,642,684 | Wholesale and retail | 7,292,069 |
| Services | 3,378,117 | Finance and insurance | 8,486,197 |
| Municipal government | 969,039 | Real estate | 10,209,709 |
| Other industries | 21,398,913 | Services | 5,585,413 |
| Overseas offices and loans booked at offshore markets | 11,667,876 | Municipal government | 912,377 |
| Total | 79,519,677 | Other industries | 23,405,332 |
| | | Overseas offices and loans booked at offshore markets | 14,254,383 |
| | | Total | 84,458,568 |

Note: According to revision of Japan Standard Industrial Classification in November 2007, the classification is revised partially as of March 31, 2010.

(2) Domestic Consumer Loans

| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2009 (B) |
|-------------------------------|--------------------------------|-------------------------------------|--|
| Total domestic consumer loans | 18,263,719 | 30,915 | 18,232,804 |
| Housing loans | 17,467,394 | 103,180 | 17,364,214 |
| Residential purpose | 13,949,562 | 201,322 | 13,748,240 |
| Other | 796,324 | (72,265) | 868,590 |

(3) Domestic Loans to Small/Medium-Sized Companies and Proprietors

| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2009 (B) |
|---------------------------|--------------------------------|-------------------------------------|--|
| Outstanding amount | 41,274,212 | (1,590,590) | 42,864,802 |
| % to total domestic loans | 60.82% | (0.22)% | 61.05% |

BTMU Non-consolidated

(1) Loans Classified by Type of Industry

| | As of March 31, 2010 | | As of March 31, 2009 |
|---|-------------------------|---|-------------------------|
| Domestic offices (excluding loans booked at offshore markets) | 57,817,722 | Domestic offices (excluding loans booked at offshore markets) | 59,943,079 |
| Manufacturing | 7,580,991 | Manufacturing | 8,235,192 |
| Agriculture, forestry, fishery, mining, quarrying of stone and gravel | 132,940 | Agriculture | 22,571 |
| Construction | 1,055,203 | Forestry | 13,520 |
| Utilities | 427,733 | Fishery | 7,002 |
| Communication and information services | 839,370 | Mining | 81,846 |
| Transport and postal activities | 2,141,329 | Construction | 1,252,304 |
| Wholesale and retail | 5,920,159 | Utilities | 391,468 |
| Finance and insurance | 6,393,088 | Communication and information services | 834,447 |
| Real estate, goods rental and leasing | 9,043,013 | Wholesale and retail | 6,532,997 |
| Services | 3,033,260 | Finance and insurance | 6,646,040 |
| Municipal government | 922,948 | Real estate | 8,197,371 |
| Other industries | 20,327,688 | Services | 4,606,847 |
| Overseas offices and loans booked at offshore markets | 11,288,902 | Municipal government | 864,581 |
| Total | 69,106,624 | Other industries | 22,256,893 |
| | | Overseas offices and loans booked at offshore markets | 13,843,424 |
| | | Total | 73,786,503 |

Note: According to revision of Japan Standard Industrial Classification in November 2007, the classification is revised partially as of March 31, 2010.

(2) Domestic Consumer Loans

| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2009 (B) |
|-------------------------------|--------------------------------|-------------------------------------|--------------------------------|
| Total domestic consumer loans | 17,156,929 | 54,388 | 17,102,540 |
| Housing loans | 16,377,083 | 123,290 | 16,253,792 |
| Residential purpose | 13,186,841 | 204,987 | 12,981,853 |
| Other | 779,846 | (68,902) | 848,748 |

(3) Domestic Loans to Small/Medium-Sized Companies and Proprietors

(in millions of yen)

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| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2009 (B) |
|---------------------------|--------------------------------|-------------------------------------|--------------------------------|
| Outstanding amount | 36,709,508 | (1,227,214) | 37,936,722 |
| % to total domestic loans | 63.49% | 0.20% | 63.28% |

MUTB Non-consolidated

(1) Loans Classified by Type of Industry

| | As of March 31, 2010 | | (in millions of yen) As of March 31, 2009 |
|---|-------------------------|---|---|
| Domestic offices (excluding loans booked at offshore markets) | 9,878,743 | Domestic offices (excluding loans booked at offshore markets) | 10,061,321 |
| Manufacturing | 2,118,629 | Manufacturing | 2,030,736 |
| Agriculture, forestry, fishery, mining, quarrying of stone and gravel | 5,944 | Agriculture | 493 |
| Construction | 160,964 | Forestry | |
| Utilities | 245,375 | Fishery | |
| Communication and information services | 279,907 | Mining | 5,546 |
| Transport and postal activities | 741,185 | Construction | 204,157 |
| Wholesale and retail | 760,551 | Utilities | 234,246 |
| Finance and insurance | 1,655,620 | Communication and information services | 993,096 |
| Real estate, goods rental and leasing | 2,573,192 | Wholesale and retail | 759,072 |
| Services | 342,979 | Finance and insurance | 1,840,157 |
| Municipal government | 25,476 | Real estate | 1,980,748 |
| Other industries | 968,912 | Services | 976,128 |
| Overseas offices and loans booked at offshore markets | 378,974 | Municipal government | 24,549 |
| Total | 10,257,717 | Other industries | 1,012,385 |
| | | Overseas offices and loans booked at offshore markets | 410,959 |
| | | Total | 10,472,280 |

Note: According to revision of Japan Standard Industrial Classification in November 2007, the classification is revised partially as of March 31, 2010.

(2) Domestic Consumer Loans

| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2009 (B) |
|-------------------------------|--------------------------------|-------------------------------------|--|
| Total domestic consumer loans | 1,032,589 | (18,270) | 1,050,859 |
| Housing loans | 1,016,688 | (15,073) | 1,031,761 |
| Residential purpose | 692,174 | 603 | 691,571 |
| Other | 15,901 | (3,196) | 19,098 |

(3) Domestic Loans to Small/Medium-Sized Companies and Proprietors

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| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2009 (B) |
|---------------------------|--------------------------------|-------------------------------------|--|
| Outstanding amount | 4,434,067 | (323,964) | 4,758,031 |
| % to total domestic loans | 44.88% | (2.40)% | 47.29% |

MUTB Non-consolidated: Trust Accounts

(1) Loans Classified by Type of Industry

| | As of March 31, 2010 | | (in millions of yen) As of March 31, 2009 |
|---|-------------------------|---|---|
| Domestic offices (excluding loans booked at offshore markets) | 155,335 | Domestic offices (excluding loans booked at offshore markets) | 199,784 |
| Manufacturing | 197 | Manufacturing | 1,031 |
| Agriculture, forestry, fishery, mining, quarrying of stone and gravel | | Agriculture | |
| Construction | | Forestry | |
| Utilities | 229 | Fishery | |
| Communication and information services | | Mining | |
| Transport and postal activities | 3,623 | Construction | |
| Wholesale and retail | | Utilities | 692 |
| Finance and insurance | | Communication and information services | 4,727 |
| Real estate, goods rental and leasing | 26,479 | Wholesale and retail | |
| Services | 1,878 | Finance and insurance | |
| Municipal government | 20,615 | Real estate | 31,590 |
| Other industries | 102,313 | Services | 2,438 |
| Overseas offices and loans booked at offshore markets | | Municipal government | 23,247 |
| Total | 155,335 | Other industries | 136,054 |
| | | Overseas offices and loans booked at offshore markets | |
| | | Total | 199,784 |

Note: According to revision of Japan Standard Industrial Classification in November 2007, the classification is revised partially as of March 31, 2010.

(2) Domestic Consumer Loans

| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2009 (B) |
|-------------------------------|--------------------------------|-------------------------------------|--|
| Total domestic consumer loans | 74,200 | (5,203) | 79,403 |
| Housing loans | 73,623 | (5,036) | 78,659 |
| Residential purpose | 70,546 | (4,268) | 74,814 |
| Other | 577 | (166) | 744 |

(3) Domestic Loans to Small/Medium-Sized Companies and Proprietors

| | As of March 31, 2010 | Increase (Decrease) | (in millions of yen) As of March 31, 2009 |
|--|-------------------------|------------------------|---|
|--|-------------------------|------------------------|---|

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| | (A) | (A) - (B) | (B) |
|---------------------------|----------------|-----------|---------|
| Outstanding amount | 130,637 | (39,412) | 170,049 |
| % to total domestic loans | 84.10% | (1.01)% | 85.11% |

11. Overseas Loans**BTMU and MUTB Combined**

(1) Loans to Asian Countries

| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2009 (B) |
|--------------|--------------------------------|-------------------------------------|--|
| Thailand | 505,179 | (1,194) | 506,373 |
| Indonesia | 288,057 | 7,565 | 280,491 |
| Malaysia | 241,436 | (44,774) | 286,210 |
| Philippines | 67,670 | (5,014) | 72,685 |
| South Korea | 276,207 | 47,216 | 228,991 |
| Singapore | 608,339 | (82,847) | 691,187 |
| Hong Kong | 761,880 | (95,361) | 857,242 |
| China | 37,415 | (40,575) | 77,991 |
| Taiwan | 121,632 | (14,691) | 136,324 |
| Other | 472,295 | 65,680 | 406,614 |
| Total | 3,380,114 | (163,998) | 3,544,113 |

(2) Loans to Latin American Countries

| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2009 (B) |
|---------------------|--------------------------------|-------------------------------------|--|
| Argentina | 1,000 | (1,968) | 2,968 |
| Brazil | 143,229 | (17,372) | 160,602 |
| Mexico | 104,404 | (14,874) | 119,278 |
| Caribbean countries | 1,067,872 | 121,016 | 946,855 |
| Other | 110,317 | (35,644) | 145,961 |
| Total | 1,426,823 | 51,156 | 1,375,666 |

12. Loans and Deposits**BTMU and MUTB Combined**

| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2009 (B) |
|----------------------------|--------------------------------|-------------------------------------|--|
| Deposits (ending balance) | 116,488,275 | 3,312,703 | 113,175,572 |
| Deposits (average balance) | 112,351,747 | 1,573,635 | 110,778,112 |
| Loans (ending balance) | 79,364,342 | (4,894,442) | 84,258,784 |
| Loans (average balance) | 80,939,454 | (257,055) | 81,196,509 |

BTMU Non-consolidated

| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2009 (B) |
|----------------------------|--------------------------------|-------------------------------------|--|
| Deposits (ending balance) | 103,976,222 | 3,767,244 | 100,208,977 |
| Deposits (average balance) | 99,376,000 | 1,506,310 | 97,869,689 |
| Loans (ending balance) | 69,106,624 | (4,679,879) | 73,786,503 |
| Loans (average balance) | 70,735,808 | (714,160) | 71,449,969 |

MUTB Non-consolidated

| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2009 (B) |
|----------------------------|--------------------------------|-------------------------------------|--|
| Deposits (ending balance) | 12,512,053 | (454,541) | 12,966,594 |
| Deposits (average balance) | 12,975,747 | 67,324 | 12,908,422 |
| Loans (ending balance) | 10,257,717 | (214,563) | 10,472,280 |
| Loans (average balance) | 10,203,646 | 457,105 | 9,746,540 |

13. Domestic Deposits**BTMU and MUTB Combined**

| | (in millions of yen) | | |
|-------------------------|--------------------------------|-------------------------------------|--------------------------------|
| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2009 (B) |
| Individuals | 63,045,379 | 163,742 | 62,881,637 |
| Corporations and others | 44,552,486 | 3,340,756 | 41,211,729 |
| Domestic deposits | 107,597,866 | 3,504,498 | 104,093,367 |

Note: Amounts do not include negotiable certificates of deposit and JOM accounts.

BTMU Non-consolidated

| | (in millions of yen) | | |
|-------------------------|--------------------------------|-------------------------------------|--------------------------------|
| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2009 (B) |
| Individuals | 54,357,411 | 459,387 | 53,898,024 |
| Corporations and others | 41,319,545 | 3,483,910 | 37,835,635 |
| Domestic deposits | 95,676,956 | 3,943,297 | 91,733,659 |

Note: Amounts do not include negotiable certificates of deposit and JOM accounts.

MUTB Non-consolidated

| | (in millions of yen) | | |
|-------------------------|--------------------------------|-------------------------------------|--------------------------------|
| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | As of March 31, 2009 (B) |
| Individuals | 8,687,968 | (295,644) | 8,983,613 |
| Corporations and others | 3,232,940 | (143,154) | 3,376,094 |
| Domestic deposits | 11,920,909 | (438,799) | 12,359,708 |

Note: Amounts do not include negotiable certificates of deposit and JOM accounts.

14. Status of Deferred Tax Assets**BTMU Non-consolidated**

(1) Tax Effects of the Items Comprising Net Deferred Tax Assets

| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in billions of yen) As of March 31, 2009 (B) |
|---|--------------------------------|-------------------------------------|--|
| Deferred tax assets | 1,024.5 | (254.0) | 1,278.6 |
| Net operating losses carried forwards | 267.2 | (182.6) | 449.8 |
| Allowance for credit losses | 446.8 | 9.7 | 437.1 |
| Write-down on investment securities | 293.7 | (65.4) | 359.2 |
| Unrealized losses on other securities | 93.2 | (248.6) | 341.8 |
| Reserve for retirement benefits | 85.8 | 12.8 | 73.0 |
| Other | 458.8 | (7.6) | 466.5 |
| Valuation allowance | (621.1) | 227.8 | (849.0) |
| Deferred tax liabilities | 517.3 | 191.7 | 325.5 |
| Unrealized gains on other securities | 275.7 | 178.9 | 96.8 |
| Net deferred gains on hedges | 76.6 | (7.7) | 84.3 |
| Revaluation gains on securities upon merger | 68.6 | 24.1 | 44.4 |
| Gains on securities contributed to employee retirement benefits trust | 65.9 | (0.0) | 66.0 |
| Other | 30.2 | (3.5) | 33.8 |
| Net deferred tax assets | 507.2 | (445.8) | 953.1 |

(2) Net Business Profits before Credit Costs and Taxable Income

| | (in billions of yen) | | | | | |
|--|----------------------|-----------|---------|---------|---------|--------|
| | FY2004 | FY2005 | FY2006 | FY2007 | FY2008 | FY2009 |
| Net business profits before credit costs | 1,201.4 | 1,087.7 | 899.7 | 828.2 | 710.8 | 863.1 |
| Credit costs | 892.4 | (485.9) | 38.7 | 107.2 | 424.0 | 378.6 |
| Income before income taxes | (47.3) | 1,612.7 | 958.0 | 687.0 | (195.1) | 460.1 |
| Reconciliation to taxable income | (311.4) | (1,403.1) | (401.6) | (123.1) | 789.1 | (10.0) |
| Taxable income | (358.8) | 209.5 | 556.3 | 563.9 | 593.9 | 450.0 |

The amounts presented for FY2004 include amounts of former The Bank of Tokyo-Mitsubishi, Ltd. and former UFJ Bank Limited. The amounts presented for FY2005 include amounts of BTMU and former UFJ Bank Limited.

(3) Classification Based on Prior Year Operating Results as Provided in the JICPA Audit Committee Report No.66

Although we recorded taxable income for the fiscal year ended March 31, 2010, we are classified as 4 described above since we have material net operating losses carried forwards. However since we believe the net operating losses carried forwards are attributable to extraordinary factors such as changes in laws and regulations, we apply the exception to classification 4. (Five years future taxable income is estimable.)

[Extraordinary Factors Such as Changes in Laws and Regulations]

Our net operating losses carried forwards were incurred due to, among other things, the followings : (i) we accelerated the final disposition of non performing loans in response to both the Emergency Economic Package , which provided guidance to major banks to remove claims to debtors classified as likely to become bankrupt or below from their balance sheets, and the Program for Financial Revival , which urged major banks to reduce the ratio of non performing loans to total claims by about half; and (ii) we reduced our holdings of strategic equity investments under the Law Concerning Restriction, etc. of Banks Shareholdings etc .

(4) Collectability of Deferred Tax Assets at March 31, 2010 (Assumptions)

| | (in billions of yen) |
|--|---|
| | Five years total (from FY2010 to FY2014) |
| Net business profits (*1) | 4,300.8 |
| Income before income taxes | 2,277.7 |
| Taxable income before adjustments (*2) | 3,332.3 |
| Temporary difference + Net operating losses carried forwards (for which deferred tax assets shall be recognized) | 2,349.0 |
| Deferred tax assets as of March 31, 2010 | 1,024.5 |

(*1) Before provision for general allowance for credit losses. Net business profits in this table was estimated by using more conservative assumptions than those used in our business plans.

(*2) Before reversals of existing deductible temporary differences and net operating losses carried forwards.

MUTB Non-consolidated

(1) Tax Effects of the Items Comprising Net Deferred Tax Assets

| | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in billions of yen) As of March 31, 2009 (B) |
|---------------------------------------|--------------------------------|-------------------------------------|--|
| Deferred tax assets | 86.5 | (65.8) | 152.3 |
| Write-down on investment securities | 87.3 | (13.6) | 100.9 |
| Allowance for credit losses | 25.9 | 12.9 | 13.0 |
| Net operating losses carried forwards | 24.3 | (29.1) | 53.4 |
| Other | 67.8 | (81.6) | 149.5 |
| Valuation allowance | (118.9) | 45.6 | (164.6) |
| Deferred tax liabilities | 90.7 | 48.2 | 42.5 |
| Unrealized gains on other securities | 60.9 | 51.0 | 9.8 |
| Reserve for retirement benefits | 16.7 | (5.0) | 21.7 |
| Other | 13.1 | 2.1 | 10.9 |
| Net deferred tax assets | (4.2) | (114.0) | 109.8 |

(2) Net Business Profits before Credit Costs and Taxable Income

| | FY2004 | FY2005 | FY2006 | FY2007 | (in billions of yen) | |
|--|--------|---------|---------|--------|----------------------|--------|
| | | | | | FY2008 | FY2009 |
| Net business profits before credit costs | 271.1 | 252.6 | 274.3 | 187.2 | 131.5 | 110.2 |
| Credit costs | 81.7 | (45.8) | 1.7 | (21.0) | (33.9) | 25.7 |
| Income before income taxes | 143.1 | 306.9 | 284.0 | 197.3 | 88.1 | 52.0 |
| Reconciliation to taxable income | 14.1 | (212.0) | (142.9) | (26.3) | (16.0) | 23.3 |
| Taxable income | 157.3 | 94.8 | 141.1 | 170.9 | 72.0 | 75.3 |

The amounts presented for FY2004 include amounts of former The Mitsubishi Trust and Banking Corporation and former UFJ Trust Bank Limited. The amounts presented for FY2005 include amounts of MUTB and former UFJ Trust Bank Limited.

(3) Classification Based on Prior Year Operating Results as Provided in the JICPA Audit Committee Report No.66

Although we recorded taxable income for the fiscal year ended March 31, 2010, we are classified as 4 described above since we have material net operating losses carried forwards. However since we believe the net operating losses carried forwards are attributable to extraordinary factors such as changes in laws and regulations, we apply the exception to classification 4. (Five years future taxable income is estimable.)

[Extraordinary Factors Such as Changes in Laws and Regulations]

Our net operating losses carried forwards were incurred due to, among other things, the followings : (i) we accelerated the final disposition of non performing loans in response to both the Emergency Economic Package , which provided guidance to major banks to remove claims to debtors classified as likely to become bankrupt or below from their balance sheets, and the Program for Financial Revival , which urged major banks to reduce the ratio of non performing loans to total claims by about half; and (ii) we reduced our holdings of strategic equity investments under the Law Concerning Restriction, etc. of Banks Shareholdings etc .

(4) Collectability of Deferred Tax Assets at March 31, 2010 (Assumptions)

(in billions of yen)
Five years total
(from FY2010 to FY2014)

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| | |
|--|-------|
| Net business profits (*1) | 510.1 |
| Income before income taxes | 299.9 |
| Taxable income before adjustments (*2) | 350.3 |
| Temporary difference + Net operating losses carried forwards (for which deferred tax assets shall be recognized) | 189.1 |
| Deferred tax assets as of March 31, 2010 | 86.5 |

(*1) Before provision for general allowance for credit losses. Net business profits in this table was estimated by using more conservative assumptions than those used in our business plans.

(*2) Before reversals of existing deductible temporary differences and net operating losses carried forwards.

15. Retirement Benefits**MUFG Consolidated**

(1) Benefit obligation

| | | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2009 (B) |
|---------------------------------|-----------------------|--------------------------------|-------------------------------------|--|
| Projected benefit obligation | (A) | 1,896,576 | (131,360) | 2,027,936 |
| Discount rates | | 1.0% ~ 12.0% | | 1.3% ~ 12.0% |
| Fair value of plan assets | (B) | 2,111,317 | 292,044 | 1,819,273 |
| Prepaid pension cost | (C) | 580,927 | (44,303) | 625,231 |
| Reserve for retirement benefits | (D) | 61,821 | (32,802) | 94,623 |
| Total amount unrecognized | (A) - (B) + (C) - (D) | 304,365 | (434,905) | 739,270 |
| Unrecognized net actuarial loss | | 334,194 | (451,810) | 786,005 |
| Unrecognized prior service cost | | (29,829) | 16,905 | (46,734) |

(2) Net periodic cost

| | | For the fiscal year ended March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) For the fiscal year ended March 31, 2009 (B) |
|---|--|---|-------------------------------------|---|
| Net periodic cost of retirement benefits | | 111,790 | 95,717 | 16,072 |
| Service cost | | 46,981 | 2,180 | 44,800 |
| Interest cost | | 38,413 | (6,719) | 45,133 |
| Expected return on plan assets | | (65,396) | 18,605 | (84,001) |
| Amortization of unrecognized prior service cost | | (9,688) | (130) | (9,558) |
| Amortization of unrecognized net actuarial loss | | 87,863 | 79,162 | 8,700 |
| Other | | 13,617 | 2,619 | 10,997 |

BTMU Non-consolidated

(1) Benefit obligation

| | | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2009 (B) |
|---------------------------------|-----------------------|--------------------------------|-------------------------------------|--|
| Projected benefit obligation | (A) | 1,218,557 | (85,655) | 1,304,213 |
| Discount rates | | 1.8% ~ 2.1% | | 1.3% ~ 1.6% |
| Fair value of plan assets | (B) | 1,345,763 | 171,340 | 1,174,422 |
| Prepaid pension cost | (C) | 304,392 | (25,220) | 329,612 |
| Reserve for retirement benefits | (D) | 12,413 | 931 | 11,482 |
| Total amount unrecognized | (A) - (B) + (C) - (D) | 164,773 | (283,148) | 447,921 |
| Unrecognized net actuarial loss | | 179,929 | (298,163) | 478,093 |
| Unrecognized prior service cost | | (15,156) | 15,015 | (30,172) |

(2) Net periodic cost

| | | For the fiscal year ended March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) For the fiscal year ended March 31, 2009 (B) |
|---|--|---|-------------------------------------|---|
| Net periodic cost of retirement benefits | | 76,440 | 60,428 | 16,012 |
| Service cost | | 27,176 | 1,594 | 25,581 |
| Interest cost | | 21,244 | (5,433) | 26,678 |
| Expected return on plan assets | | (31,477) | 9,936 | (41,413) |
| Amortization of unrecognized prior service cost | | (6,175) | (8) | (6,167) |
| Amortization of unrecognized net actuarial loss | | 55,433 | 51,614 | 3,818 |
| Other | | 10,239 | 2,724 | 7,515 |

MUTB Non-consolidated

(1) Benefit obligation

| | | As of March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) As of March 31, 2009 (B) |
|---------------------------------|-----------------------|--------------------------------|-------------------------------------|--|
| Projected benefit obligation | (A) | 415,806 | (31,405) | 447,211 |
| Discount rates | | 2.0% | | 1.5% |
| Fair value of plan assets | (B) | 527,214 | 83,657 | 443,556 |
| Prepaid pension cost | (C) | 204,955 | (12,383) | 217,338 |
| Reserve for retirement benefits | (D) | | | |
| Total amount unrecognized | (A) - (B) + (C) - (D) | 93,547 | (127,446) | 220,993 |
| Unrecognized net actuarial loss | | 119,678 | (131,644) | 251,323 |
| Unrecognized prior service cost | | (26,131) | 4,198 | (30,329) |

(2) Net periodic cost

| | | For the fiscal year ended March 31, 2010 (A) | Increase (Decrease) (A) - (B) | (in millions of yen) For the fiscal year ended March 31, 2009 (B) |
|---|--|---|-------------------------------------|---|
| Net periodic cost of retirement benefits | | 21,320 | 29,518 | (8,197) |
| Service cost | | 7,443 | 1,125 | 6,317 |
| Interest cost | | 6,678 | (1,779) | 8,457 |
| Expected return on plan assets | | (18,570) | 9,106 | (27,676) |
| Amortization of unrecognized prior service cost | | (4,198) | | (4,198) |
| Amortization of unrecognized net actuarial loss | | 28,774 | 21,652 | 7,122 |
| Other | | 1,193 | (585) | 1,779 |

(Reference)**1. Exposure to Securitized Products and Related Investments**

Our exposure to securitized products and related investments as of March 31, 2010 is outlined below. (Figures are on a managerial basis and rounded off.)

[Balance, net unrealized gains (losses), realized losses]

The balance as of the end of March 2010 decreased to ¥1.74 trillion in total, a decrease of ¥0.55 trillion compared with the balance as of the end of March 2009, mainly due to sales of securitized products, which have risk of being downgraded or deteriorated, and redemptions.

Net unrealized losses were ¥125 billion, improved by ¥259 billion compared with those at the end of March 2009.

The effect on the P/L for the fiscal year ended March 31, 2010 was a loss of ¥11 billion, mainly due to losses on the impairment of securitized products as described above.

| | | | | | | (¥bn) | |
|---|---|----------------------|-------------------------------|-------------------------------|-------------------------------|---|-------------------------------|
| | | | | | | of which securities being held to maturity ² | |
| | | Balance ¹ | Change from end of March 2009 | Net unrealized gains (losses) | Change from end of March 2009 | Balance | Net unrealized gains (losses) |
| 1 | RMBS | 80 | (117) | 3 | 49 | 0 | 0 |
| 2 | Sub-prime RMBS | 22 | (28) | 6 | 14 | 0 | 0 |
| 3 | CMBS | 23 | (5) | (2) | 0 | 0 | 0 |
| 4 | CLOs | 1,524 | (171) | (120) | 166 | 1,221 | (100) |
| 5 | Other securitized products (card, etc.) | 106 | (248) | (6) | 41 | 27 | (1) |
| 6 | CDOs | 8 | (12) | 0 | 2 | 0 | 0 |
| 7 | Sub-prime ABS CDOs | 0 | 0 | 0 | 0 | 0 | 0 |
| 8 | SIV investments | 0 | 0 | 0 | 0 | 0 | 0 |
| 9 | Total | 1,741 | (552) | (125) | 259 | 1,248 | (101) |

1. Balance is the amount after impairment and before deducting net unrealized losses.

The above table does not include mortgage-backed securities arranged and guaranteed by U.S. government sponsored enterprises, etc., Japanese RMBS such as Japanese Housing Finance Agency securities, and products held by funds such as investment trusts. These are also applicable to the tables in this document.

2. Following the publication of Tentative Solution on Reclassification of Debt Securities (Practical Issue Task Force No.26, The Accounting Standards Board of Japan, December 5, 2008), some of our securitized products were reclassified into securities being held to maturity from securities available for sale at and after the end of January 2009. The balance and net unrealized gains (losses) of the securities being held to maturity in the above table are based on book value before reclassification.

[Distribution by rating]

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AAA-rated products account for 33% of our investments in securitized products, a decrease of 46% compared with the end of March 2009, due to downgrades in credit ratings of certain CLOs.

AAA and AA-rated products account for 79% of our investments in securitized products.

| | | (¥bn) | | | | | | |
|----|---|------------|------------|------------|------------|-------------|----------|--------------|
| | | AAA | AA | A | BBB | BB or lower | Unrated | Total |
| 10 | RMBS | 22 | 7 | 9 | 13 | 30 | 0 | 80 |
| 11 | Sub-prime RMBS | 10 | 2 | 0 | 2 | 8 | 0 | 22 |
| 12 | CMBS | 12 | 6 | 3 | 1 | 1 | 0 | 23 |
| 13 | CLOs | 502 | 752 | 96 | 84 | 91 | 0 | 1,524 |
| 14 | Other securitized products (card, etc.) | 36 | 35 | 10 | 21 | 4 | 0 | 106 |
| 15 | CDOs | 4 | 3 | 1 | 0 | 1 | 0 | 8 |
| 16 | Sub-prime ABS CDOs | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 17 | SIV investments | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 18 | Total | 575 | 803 | 118 | 118 | 127 | 0 | 1,741 |
| 19 | Percentage of total | 33% | 46% | 7% | 7% | 7% | 0% | 100% |
| 20 | Percentage of total (End of March 2009) | 79% | 7% | 5% | 6% | 4% | 0% | 100% |

[Credit exposure related to leveraged loan]

We are not engaged in origination or distribution of securitized products of leveraged loans, and therefore, there is no balance of leveraged loans for securitization.

The following table shows the balances of LBO loans as of the end of March 2010.

| | Americas | Europe | Asia | Japan | Total | (¥bn) Change from end of March 2009 |
|---|----------|--------|------|-------|-------|---|
| 1 LBO Loan ³ (Balance on a commitment basis) | 52 | 124 | 37 | 269 | 482 | (75) |
| 2 Balance on a booking basis | 31 | 105 | 35 | 247 | 419 | (57) |
| 3. Includes balance after refinancing. (Figures are rounded off.) | | | | | | |

[Special Purpose Entities (SPEs)]

We are engaged in sponsoring ABCP issuance for securitizing our clients' assets.

The balance of assets purchased by ABCP conduits (special purpose companies for issuing ABCP) as of the end of March 2010 was ¥3.57 trillion (¥0.91 trillion overseas).

The purchased assets are mainly receivables and they do not include residential mortgages.

[Monoline insurer related]

There is no credit outstanding and credit derivative transactions with monoline insurers.

<Terminology>

| | |
|-----------|---|
| RMBS | : Asset-backed securities collateralized by residential mortgages |
| CMBS | : Asset-backed securities collateralized by commercial mortgages |
| CLOs | : Collateralized debt obligations backed by whole commercial loans, revolving credit facilities, or letters of credit |
| CDOs | : Structured credit securities backed by a pool of securities, loans, or credit default swaps |
| ABS CDOs | : Collateralized debt obligations backed by asset backed securities |
| SIVs | : Investment companies established mainly for gaining profit margin by raising funds through subordinated notes and short-term CPs, etc. and investing in relatively long-term securitized products and bonds, etc. |
| LBO Loans | : Loans collateralized by assets and/or future cash flows of an acquired company |
| ABCP | : Commercial papers issued by a Special Purpose Company (SPC) collateralized by receivables |

(Reference)**2. Financial Statements****BTMU Non-consolidated****(1) Non-consolidated Balance Sheets**

| (in millions of yen) | As of March 31, 2009 | As of March 31, 2010 |
|---|---------------------------------|---------------------------------|
| Assets: | | |
| Cash and due from banks | 4,929,088 | 5,533,893 |
| Call loans | 179,114 | 204,167 |
| Receivables under resale agreements | 38,993 | 381,253 |
| Receivables under securities borrowing transactions | 4,478,999 | 4,827,881 |
| Monetary claims bought | 2,677,859 | 2,295,765 |
| Trading assets | 10,528,447 | 7,556,066 |
| Money held in trust | 36,758 | 42,573 |
| Securities | 38,731,570 | 52,068,380 |
| Allowance for losses on securities | (93,156) | (56,627) |
| Loans and bills discounted | 73,786,503 | 69,106,624 |
| Foreign exchanges | 1,043,370 | 1,042,933 |
| Other assets | 4,666,482 | 3,783,574 |
| Tangible fixed assets | 915,904 | 886,516 |
| Intangible fixed assets | 312,486 | 306,339 |
| Deferred tax assets | 953,104 | 507,267 |
| Customers' liabilities for acceptances and guarantees | 6,425,841 | 6,160,690 |
| Allowance for credit losses | (639,580) | (722,486) |
| Total assets | 148,971,788 | 153,924,815 |

Mitsubishi UFJ Financial Group, Inc.

| (in millions of yen) | As of March 31, 2009 | As of March 31, 2010 |
|--|-------------------------|-------------------------|
| Liabilities: | | |
| Deposits | 100,208,977 | 103,976,222 |
| Negotiable certificates of deposit | 6,579,759 | 9,604,478 |
| Call money | 1,399,495 | 1,075,399 |
| Payables under repurchase agreements | 7,362,471 | 4,713,556 |
| Payables under securities lending transactions | 1,374,637 | 2,670,935 |
| Trading liabilities | 6,006,174 | 4,877,129 |
| Borrowed money | 5,560,428 | 5,159,050 |
| Foreign exchanges | 828,087 | 743,188 |
| Bonds payable | 3,422,414 | 4,136,930 |
| Other liabilities | 4,112,171 | 2,990,850 |
| Reserve for bonuses | 15,915 | 17,003 |
| Reserve for bonuses to directors | | 140 |
| Reserve for retirement benefits | 11,482 | 12,413 |
| Reserve for loyalty award credits | 664 | 739 |
| Reserve for contingent losses | 40,030 | 44,001 |
| Reserves under special laws | 31 | 31 |
| Deferred tax liabilities for land revaluation | 186,927 | 182,300 |
| Acceptances and guarantees | 6,425,841 | 6,160,690 |
| Total liabilities | 143,535,509 | 146,365,062 |
| Net assets: | | |
| Capital stock | 1,196,295 | 1,711,958 |
| Capital surplus | 3,362,612 | 3,878,275 |
| Capital reserve | 1,196,295 | 1,711,958 |
| Other capital surplus | 2,166,317 | 2,166,317 |
| Retained earnings | 1,184,843 | 1,379,041 |
| Revenue reserve | 190,044 | 190,044 |
| Other retained earnings | 994,799 | 1,188,997 |
| Funds for retirement benefits | 2,432 | 2,432 |
| Other reserve | 718,196 | 718,196 |
| Earned surplus brought forward | 274,170 | 468,368 |
| Total shareholders' equity | 5,743,752 | 6,969,275 |
| Net unrealized gains (losses) on other securities | (655,202) | 260,775 |
| Net deferred gains (losses) on hedging instruments | 123,516 | 112,231 |
| Land revaluation excess | 224,212 | 217,470 |
| Total valuation and translation adjustments | (307,473) | 590,477 |
| Total net assets | 5,436,278 | 7,559,752 |
| Total liabilities and net assets | 148,971,788 | 153,924,815 |

BTMU Non-consolidated

(2) Non-consolidated Statements of Operations

| (in millions of yen) | For the fiscal year ended March 31, 2009 | For the fiscal year ended March 31, 2010 |
|--|--|--|
| Ordinary income | 3,513,112 | 2,916,427 |
| Interest income | 2,357,222 | 1,791,691 |
| Interest on loans and bills discounted | 1,532,429 | 1,153,280 |
| Interest and dividends on securities | 474,011 | 387,349 |
| Fees and commissions | 514,645 | 526,339 |
| Trading income | 127,760 | 110,643 |
| Other business income | 403,502 | 314,389 |
| Other ordinary income | 109,980 | 173,363 |
| Ordinary expenses | 3,712,552 | 2,508,601 |
| Interest expenses | 1,014,893 | 483,697 |
| Interest on deposits | 446,207 | 190,480 |
| Fees and commissions | 129,824 | 134,614 |
| Other business expenses | 457,496 | 249,239 |
| General and administrative expenses | 1,095,432 | 1,080,498 |
| Other ordinary expenses | 1,014,905 | 560,551 |
| Ordinary profits (losses) | (199,439) | 407,826 |
| Extraordinary gains | 115,116 | 85,848 |
| Extraordinary losses | 110,840 | 33,566 |
| Income (loss) before income taxes | (195,163) | 460,108 |
| Income taxes - current | 32,838 | 42,031 |
| Refund of income taxes | | (8,712) |
| Income taxes - deferred | 138,389 | 84,121 |
| Total taxes | 171,228 | 117,440 |
| Net income (loss) | (366,392) | 342,667 |

MUTB Non-consolidated

(1) Non-consolidated Balance Sheets

| (in millions of yen) | As of March 31, 2009 | As of March 31, 2010 |
|--|-------------------------|-------------------------|
| Assets: | | |
| Cash and due from banks | 1,111,565 | 962,798 |
| Call loans | 19,500 | 74,300 |
| Receivables under securities borrowing transactions | 60,016 | 46,876 |
| Monetary claims bought | 46,960 | 36,480 |
| Trading assets | 238,377 | 271,961 |
| Money held in trust | 6,978 | 6,956 |
| Securities | 8,156,605 | 9,497,383 |
| Allowance for losses on securities | (448) | |
| Loans and bills discounted | 10,472,280 | 10,257,717 |
| Foreign exchanges | 6,859 | 5,785 |
| Other assets | 829,851 | 757,904 |
| Tangible fixed assets | 176,341 | 170,129 |
| Intangible fixed assets | 66,012 | 66,150 |
| Deferred tax assets | 109,800 | |
| Customers liabilities for acceptances and guarantees | 214,945 | 162,735 |
| Allowance for credit losses | (50,376) | (66,448) |
| Total assets | 21,465,272 | 22,250,732 |

Mitsubishi UFJ Financial Group, Inc.

| (in millions of yen) | As of March 31, 2009 | As of March 31, 2010 |
|--|-------------------------|-------------------------|
| Liabilities: | | |
| Deposits | 12,966,594 | 12,512,053 |
| Negotiable certificates of deposit | 1,320,627 | 1,811,209 |
| Call money | 355,772 | 285,182 |
| Payables under repurchase agreements | 1,106,275 | 2,518,874 |
| Payables under securities lending transactions | 219,253 | 196,854 |
| Trading liabilities | 63,870 | 62,704 |
| Borrowed money | 1,865,676 | 1,438,991 |
| Foreign exchanges | 90 | 478 |
| Short-term bonds payable | 37,200 | 20,400 |
| Bonds payable | 239,800 | 337,100 |
| Due to trust accounts | 1,463,045 | 1,278,762 |
| Other liabilities | 563,266 | 291,682 |
| Reserve for bonuses | 4,155 | 4,218 |
| Reserve for bonuses to directors | | 89 |
| Reserve for contingent losses | 6,099 | 17,015 |
| Deferred tax liabilities | | 4,284 |
| Deferred tax liabilities for land revaluation | 7,301 | 6,663 |
| Acceptances and guarantees | 214,945 | 162,735 |
| Total liabilities | 20,433,974 | 20,949,299 |
| Net assets: | | |
| Capital stock | 324,279 | 324,279 |
| Capital surplus | 412,315 | 412,315 |
| Capital reserve | 250,619 | 250,619 |
| Other capital surplus | 161,695 | 161,695 |
| Retained earnings | 472,910 | 514,628 |
| Revenue reserve | 73,714 | 73,714 |
| Other retained earnings | 399,196 | 440,914 |
| Funds for retirement benefits | 710 | 710 |
| Other reserve | 138,495 | 138,495 |
| Earned surplus brought forward | 259,991 | 301,709 |
| Total shareholders' equity | 1,209,504 | 1,251,222 |
| Net unrealized gains (losses) on other securities | (152,953) | 70,219 |
| Net deferred gains (losses) on hedging instruments | (16,208) | (13,146) |
| Land revaluation excess | (9,045) | (6,862) |
| Total valuation and translation adjustments | (178,207) | 50,210 |
| Total net assets | 1,031,297 | 1,301,432 |
| Total liabilities and net assets | 21,465,272 | 22,250,732 |

MUTB Non-consolidated

(2) Non-consolidated Statements of Operations

| (in millions of yen) | For the fiscal year ended March 31, 2009 | For the fiscal year ended March 31, 2010 |
|--|--|--|
| Ordinary income | 613,997 | 514,784 |
| Trust fees | 91,796 | 79,700 |
| Interest income | 296,401 | 259,072 |
| Interest on loans and bills discounted | 153,581 | 131,666 |
| Interest and dividends on securities | 122,120 | 111,164 |
| Fees and commissions | 108,971 | 99,351 |
| Trading income | 6,650 | 13,409 |
| Other business income | 99,825 | 42,439 |
| Other ordinary income | 10,351 | 20,810 |
| Ordinary expenses | 563,138 | 461,553 |
| Interest expenses | 157,776 | 94,056 |
| Interest on deposits | 85,579 | 62,457 |
| Fees and commissions | 21,608 | 20,539 |
| Other business expenses | 97,929 | 74,726 |
| General and administrative expenses | 201,897 | 220,534 |
| Other ordinary expenses | 83,926 | 51,696 |
| Ordinary profits | 50,858 | 53,230 |
| Extraordinary gains | 42,127 | 4,068 |
| Extraordinary losses | 4,829 | 5,295 |
| Income before income taxes | 88,157 | 52,004 |
| Income taxes - current | 1,062 | 1,162 |
| Income taxes - deferred | 70,200 | (16,407) |
| Total taxes | 71,262 | (15,245) |
| Net income | 16,894 | 67,250 |

MUTB Non-consolidated

(3) Statements of Trust Assets and Liabilities

Including trust assets under service-shared co-trusteeship

| (in millions of yen) | As of March 31, 2009 | As of March 31, 2010 |
|---|-------------------------|-------------------------|
| Assets: | | |
| Loans and bills discounted | 199,784 | 155,335 |
| Securities | 45,726,861 | 48,250,717 |
| Beneficiary rights to the trust | 27,592,850 | 30,253,813 |
| Securities held in custody accounts | 1,112,386 | 1,191,472 |
| Monetary claims | 11,275,453 | 10,182,843 |
| Tangible fixed assets | 9,179,822 | 8,965,903 |
| Intangible fixed assets | 134,762 | 133,654 |
| Other claims | 1,703,370 | 1,881,213 |
| Call loans | 1,268,875 | 1,060,298 |
| Due from banking account | 1,794,803 | 1,559,372 |
| Cash and due from banks | 1,883,723 | 1,626,043 |
| Total | 101,872,694 | 105,260,668 |
| Liabilities: | | |
| Money trusts | 16,421,025 | 16,807,865 |
| Pension trusts | 12,053,445 | 12,167,441 |
| Property formation benefit trusts | 12,661 | 12,866 |
| Loan trusts | 123,447 | 42,604 |
| Investment trusts | 25,761,564 | 28,281,581 |
| Money entrusted other than money trusts | 2,196,555 | 2,121,717 |
| Securities trusts | 1,221,529 | 1,281,437 |
| Monetary claim trusts | 11,733,600 | 10,577,539 |
| Equipment trusts | 37,310 | 36,063 |
| Land and fixtures trusts | 95,294 | 93,449 |
| Composite trusts | 32,216,258 | 33,838,100 |
| Total | 101,872,694 | 105,260,668 |

Note: The table shown above includes master trust assets under the service-shared co-trusteeship between MUTB and The Master Trust Bank of Japan, Ltd.

Detailed information for trust accounts with contracts indemnifying the principal amounts as of March 31, 2010 (including trusts for which beneficiary interests are re-entrusted)

| (in millions of yen) | Money trusts | Loan trusts |
|----------------------------|--------------|-------------|
| Assets: | | |
| Loans and bills discounted | 125,147 | |
| Securities | 53,296 | |
| Other | 913,305 | 42,605 |

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| | | |
|---------------------------|-----------|--------|
| Total | 1,091,749 | 42,605 |
| Liabilities: | | |
| Principal | 1,086,286 | 41,774 |
| Allowance for bad debts | 378 | |
| Special internal reserves | | 349 |
| Other | 5,084 | 481 |
| Total | 1,091,749 | 42,605 |

MUTB Non-consolidated

(4) Major Items

| (in millions of yen) | As of March 31, 2009 | As of March 31, 2010 |
|------------------------------------|-------------------------|-------------------------|
| Total funds | 42,897,802 | 43,354,040 |
| Deposits | 12,966,594 | 12,512,053 |
| Negotiable certificates of deposit | 1,320,627 | 1,811,209 |
| Money trusts | 16,421,025 | 16,807,865 |
| Pension trusts | 12,053,445 | 12,167,441 |
| Property formation benefit trusts | 12,661 | 12,866 |
| Loan trusts | 123,447 | 42,604 |
| Loans and bills discounted | 10,672,064 | 10,413,052 |
| Banking account | 10,472,280 | 10,257,717 |
| Trust account | 199,784 | 155,335 |
| Investment securities | 53,883,467 | 57,748,100 |

Note: The table shown above includes master trust assets under the service-shared co-trusteeship between MUTB and The Master Trust Bank of Japan, Ltd.