

Mitsubishi UFJ Financial Group, Inc.

**Regarding Revisions to Business Forecast for the Fiscal Year Ending
March 31, 2008 by our Consolidated Subsidiary (Mitsubishi UFJ NICOS Co., Ltd.)**

Tokyo, September 20, 2007 --- Mitsubishi UFJ NICOS Co., Ltd. a consolidated subsidiary of Mitsubishi UFJ Financial Group, Inc., has decided to revise its business forecasts announced on May 7, 2007 for the fiscal year ending March 31, 2008 (April 1, 2007 to March 31, 2008). Details are provided in the attached document.

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Press Release

Mitsubishi UFJ NICOS Co., Ltd.

**Notification of Revision to Business Forecasts and Dividends (Consolidated and Non-consolidated) and
Record of Extraordinary Losses for the Fiscal Year ending March 31, 2008**

September 20, 2007 --- Mitsubishi UFJ NICOS Co., Ltd. (MUN) hereby announces that a meeting of the Board of Directors held on September 20, 2007, it was resolved to revise its business forecasts and dividends announced on May 7, 2007, when MUN announced its results for the interim period and the fiscal year ending on March 31, 2008 (April 1, 2007 to March 31, 2008) and to record an extraordinary loss as follows.

1. Revision of business forecasts for the interim period for the fiscal year ending March 31, 2008 (April 1, 2007 through September 30, 2007).

(1) Consolidated

(Units: Million Yen)

| | Sales | Operating Profit | Ordinary Profit | Net Profit |
|---|---------|------------------|-----------------|------------|
| Previous Forecast (A) | 223,000 | 12,000 | 12,000 | 9,000 |
| Revised Forecast (B) | 216,600 | (60,300) | (60,100) | (119,400) |
| Difference (B-A) | (6,400) | (72,300) | (72,100) | (128,400) |
| Percentage change (%) | (2.9%) | - | - | - |
| (Reference) Results for same period of the previous fiscal year | 182,273 | 12,579 | 12,842 | (56,227) |

(2) Non-consolidated

(Units: Million Yen)

| | Sales | Operating Profit | Ordinary Profit | Net Profit |
|---|---------|------------------|-----------------|------------|
| Previous Forecast (A) | 213,000 | 11,500 | 11,500 | 9,000 |
| Revised Forecast (B) | 205,600 | (52,800) | (52,800) | (106,600) |
| Difference (B-A) | (7,400) | (64,300) | (64,300) | (115,600) |
| Percentage change (%) | (3.5%) | - | - | - |
| (Reference) Results for same period of the previous fiscal year | 173,074 | 14,716 | 14,865 | (50,988) |

2. Revision of forecasts for the fiscal year ending March 31, 2008 (April 1, 2007 through March 31, 2008).

(3) Consolidated

(Units: Million Yen)

| | Sales | Operating Profit | Ordinary Profit | Net Profit |
|---|----------|------------------|-----------------|------------|
| Previous Forecast (A) | 450,000 | 32,500 | 33,500 | 15,500 |
| Revised Forecast (B) | 430,900 | (55,000) | (54,300) | (111,800) |
| Difference (B-A) | (19,100) | (87,500) | (87,800) | (127,300) |
| Percentage change (%) | (4.2%) | - | - | - |
| (Reference) Results for same period of the previous fiscal year | 367,614 | 18,772 | 20,313 | (52,169) |

(4) Non-consolidated

(Units: Million Yen)

| | Sales | Operating Profit | Ordinary Profit | Net Profit |
|---|----------|------------------|-----------------|------------|
| Previous Forecast (A) | 429,500 | 31,000 | 32,000 | 15,000 |
| Revised Forecast (B) | 415,100 | (47,400) | (47,000) | (99,200) |
| Difference (B-A) | (14,400) | (78,400) | (79,000) | (114,200) |
| Percentage change (%) | (3.4%) | - | - | - |
| (Reference) Results for same period of the previous fiscal year | 348,262 | 24,432 | 25,718 | (45,379) |

3. Revision of common stock dividend forecasts for the fiscal year ending March 31, 2008 (April 1, 2007 through March 31, 2008).

| | Interim | Year-end | Full-year |
|--|-------------|-------------|--------------|
| Previous Forecast (May 7, 2007) | - Yen - Sen | Undecided | Undecided |
| Revised Forecast | - Yen - Sen | - Yen - Sen | 0 Yen 00 Sen |
| (Reference) Previous Fiscal Year's Performance | - Yen - Sen | - Yen - Sen | 0 Yen 00 Sen |

4. Revision of classified stock dividend forecasts for the fiscal year ending March 31, 2008 (April 1, 2007 through March 31, 2008).

| | Interim | Year-end | Full-year |
|--|-------------|-------------|--------------|
| Previous Forecast (May 7, 2007) | - Yen - Sen | Undecided | Undecided |
| Revised Forecast | - Yen - Sen | - Yen - Sen | 0 Yen 00 Sen |
| (Reference) Previous Fiscal Year's Performance | - Yen - Sen | - Yen - Sen | 0 Yen 00 Sen |

5. Reasons for Revision

In addition to making greater progress than expected on the structural reforms that is part of the interim operating plan established in December of last year, increased claims for repayment of interest, as well as marked changes in the market environment, including the emerging effect of the restriction on the amount of borrowing available to individuals, MUN Co., Ltd. positioned the current fiscal year as a strategic year for new growth and decided to recognize the required future costs during the current interim period, as outlined below.

- (a) For the implementation of further structural reforms beyond those in the original plan, MUN is setting aside 58.6 billion yen in a lump sum for the reconstruction allowance as an extraordinary loss.
- (b) While the number of claims for repayment of interest is stabilizing, MUN conservatively predicts that its interest repayment costs will peak between the second half of this fiscal year and the first half of the coming fiscal year and it has increased the interest repayment loss allowance by 45.5 billion yen.
- (c) Considering recent trends toward increased debt-workout due to intervention by attorneys and other third parties as well as future risks from the effect of the restriction on the amount of borrowing available to individuals, MUN has increased the bad debt reserves by 12.4 billion yen based on its more conservative, adjusted allowance ratio.

Apart from the above, profit declined by 13.2 billion yen due to various factors, including an increase in adjustment of debts.

As above, along with the revisions in our business forecasts, MUN has decided to forego dividends on both common stock and classified stock for both this fiscal year's interim and year-end dividends, although it realizes that this is asking much of its shareholders.

6. Realization of Extraordinary Losses (Interim forecast for the fiscal year ending March 31, 2008)

(Units: Billion Yen)

| Realization of restructuring allowance | Consolidated |
|---|--------------|
| (Of which is) Early retirement benefit system | 35.4 |
| (Of which is) Transfer of installment credit sales business | 12.0 |
| (Of which is) Site consolidation | 8.6 |
| (Of which is) Restructuring of NICOS related and Others | 2.6 |
| Total | 58.6 |

<Considerations Concerning the Business Forecasts>

The above forecasts have been prepared based on the information that is currently available and actual results may differ from the forecasts for any number of reasons.

Furthermore, Visa Inc. announced that it will aim to become a public company after making organizational changes to become a joint stock corporation. Due to this plan, MUN expects that it will be allocated some shares of Visa Inc. However, at this point in time, it has not included this matter in its business forecasts as the price is unknown. MUN plans to revise its business forecasts, if necessary, once the impact to its business becomes clear.

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