This document contains forward-looking statements in regard to forecasts, targets and plans of Mitsubishi UFJ Financial Group, Inc. ("MUFG") and its respective group companies (collectively, "the group"). These forward-looking statements are based on information currently available to the group and are stated here on the basis of the outlook at the time that this document was produced. In addition, in producing these statements certain assumptions (premises) have been utilized. These statements and assumptions (premises) are subjective and may prove to be incorrect and may not be realized in the future. Underlying such circumstances are a large number of risks and uncertainties. Please see other disclosure and public filings made or will be made by MUFG and the other companies comprising the group, including the latest kessantanshin, financial reports, Japanese securities reports and annual reports, for additional information regarding such risks and uncertainties. The group has no obligation or intent to update any forward-looking statements contained in this document.

In addition, information on companies and other entities outside the group that is recorded in this document has been obtained from publicly available information and other sources. The accuracy and appropriateness of that information has not been verified by the group and cannot be guaranteed.

The financial information used in this document was prepared in accordance with accounting standards generally accepted in Japan, or Japanese GAAP.
# Definitions of figures used in this document

<table>
<thead>
<tr>
<th>Category</th>
<th>PL items</th>
<th>BS items</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Consolidated</strong></td>
<td>- After FY2005 H2: Mitsubishi UFJ Financial Group (consolidated)  &lt;br&gt; - Up to FY2005 H1: Mitsubishi Tokyo Financial Group (consolidated) + UFJ Holdings (consolidated) (without other adjustments)</td>
<td>- After March 31, 2006: Mitsubishi UFJ Financial Group (consolidated)  &lt;br&gt; - Up to September 30, 2005: Mitsubishi Tokyo Financial Group (consolidated) + UFJ Holdings (consolidated) (without other adjustments)</td>
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<tr>
<td><strong>Sum of non-consolidated</strong></td>
<td>- FY2006 H1: Bank of Tokyo-Mitsubishi UFJ (non-consolidated) + Mitsubishi UFJ Trust &amp; Banking Corporation (non-consolidated) (without other adjustments)  &lt;br&gt; - Up to FY2005 H1: Bank of Tokyo-Mitsubishi (non-consolidated) + UFJ Bank (non-consolidated) + Mitsubishi Trust &amp; Banking Corporation (non-consolidated) + UFJ Trust Bank (non-consolidated) (without other adjustments)</td>
<td>- After March 31, 2006: Bank of Tokyo-Mitsubishi UFJ (non-consolidated) + Mitsubishi UFJ Trust &amp; Banking Corporation (non-consolidated) (without other adjustments)  &lt;br&gt; - Up to September 30, 2005: Bank of Tokyo-Mitsubishi (non-consolidated) + UFJ Bank (non-consolidated) + Mitsubishi Trust &amp; Banking Corporation (non-consolidated) + UFJ Trust Bank (non-consolidated) (without other adjustments)</td>
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<td><strong>Commercial bank</strong></td>
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<td><strong>Trust bank</strong></td>
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*Unless specifically stated otherwise figures do not include the separate subsidiaries (UFJ Strategic Partner, UFJ Equity Investments and UFJ Trust Equity).*
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Outline of Fiscal 2006 Interim Results

Business Segment Information

Assets and Capital

Reference
### Income statement 1
#### Consolidated

<table>
<thead>
<tr>
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<th>FY05 H1</th>
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<td>Net other business income</td>
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<td>Net business profits before credit costs for trust accounts and provision for general allowance for loan losses</td>
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<td>782.5</td>
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<td>Net business profits</td>
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<td>Net non-recurring gains (losses)</td>
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<td>(118.9)</td>
<td>(42.6)</td>
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<td>Credit related costs</td>
<td>(73.4)</td>
<td>(54.2)</td>
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<td>Losses on loan write-offs</td>
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<td>Provision for specific allowance for loan losses</td>
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<td>13.9</td>
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<td>Net gains (losses) on equity securities</td>
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<td>Gains on sales of equity securities</td>
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<td>32.4</td>
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<td>Losses on write down of equity securities</td>
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<td>(17.8)</td>
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<td>Profit from investments in affiliates</td>
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<td>Other</td>
<td>(45.2)</td>
<td>(38.8)</td>
<td>6.3</td>
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<td>Amortization of Goodwill</td>
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<td>8.2</td>
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<td>Ordinary profit</td>
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<td>663.5</td>
<td>(72.8)</td>
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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 loan losses – Amortization of Goodwill – Inter-company transactions
<table>
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<tr>
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<th>FY05 H1</th>
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<td>(0.0)</td>
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<td>45.2</td>
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<td>196.3</td>
<td>65.7</td>
<td>(130.6)</td>
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<td>Net gains (losses) on debt securities</td>
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<td>(76.9)</td>
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<td>Net business profits</td>
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<td>548.8</td>
<td>(149.6)</td>
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<td>(63.2)</td>
<td>67.1</td>
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<td>(38.8)</td>
<td>21.9</td>
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<td>Losses on loan write-offs</td>
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<td>(46.0)</td>
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<td>Other credit related costs</td>
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<td>Net gains (losses) on equity securities</td>
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<td>4.7</td>
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<td>Gains on sales of equity securities</td>
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<td>Losses on sales of equity securities</td>
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<td>(0.6)</td>
<td>6.1</td>
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<td>Losses on write down of equity securities</td>
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<td>(3.4)</td>
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<td>Other</td>
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<td>Ordinary profit</td>
<td>568.0</td>
<td>485.6</td>
<td>(82.4)</td>
</tr>
</tbody>
</table>

Net extraordinary gains (losses) 473.6 222.5 (251.0)

Gain on loans written-off 55.0 74.5 19.5
Reversal of allowance for loan losses 434.9 192.2 (242.7)
Loss on impairment of fixed assets (9.7) (6.2) 3.4
Income before income taxes and others 1,041.7 708.1 (333.5)
Income taxes-current 10.9 9.0 (1.9)
Income taxes-deferred 318.1 163.5 (154.5)

Net income 712.5 535.4 (177.0)
Total credit costs (4+11+14+26) 373.2 153.2 (219.9)
Total credit costs + Gains on loans written-off (25+32) 428.2 227.8 (200.4)
<table>
<thead>
<tr>
<th>Item</th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
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<tr>
<td>FY05 H1, FY06 H1, Change</td>
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<td>Income statement 3</td>
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<tr>
<td>Commercial bank</td>
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<tr>
<td>Gross profits</td>
<td>1,064.2</td>
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<td>Domestic gross profits</td>
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<td>(56.5)</td>
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<td>Net interest income</td>
<td>539.1</td>
<td>483.0</td>
<td>(56.0)</td>
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<tr>
<td>Net fees and commissions</td>
<td>152.3</td>
<td>104.7</td>
<td>(33.3)</td>
</tr>
<tr>
<td>Net trading profits</td>
<td>1.4</td>
<td>1.3</td>
<td>(0.1)</td>
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<tr>
<td>Net other business income</td>
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<td>13.8</td>
<td>(2.3)</td>
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<td>(65.2)</td>
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<td>Net fees and commissions</td>
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<td>55.8</td>
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<td>Net other business income</td>
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<td>82.3</td>
<td>(59.4)</td>
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<td>Net gains (losses) on debt securities</td>
<td>18.7</td>
<td>(5.9)</td>
<td>(24.7)</td>
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<td>General and administrative expenses</td>
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<td>Taxes</td>
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<td>27.8</td>
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<td>Net business profits before provision for general allowance for loan losses</td>
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<td>426.1</td>
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<td>Net business profits</td>
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<td>426.1</td>
<td>(153.5)</td>
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<td>(67.7)</td>
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<td>Credit related costs</td>
<td>(32.4)</td>
<td>(48.7)</td>
<td>(16.3)</td>
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<td>Losses on loan write-offs</td>
<td>(39.7)</td>
<td>(45.7)</td>
<td>(5.9)</td>
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<td>(10.4)</td>
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<td>Net gains (losses) on equity securities</td>
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<td>Gains on sales of equity securities</td>
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**Net extraordinary gains (losses)**

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<td>Reversal of allowance for loan losses</td>
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<td>Losses on impairment of fixed assets</td>
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<td>Income before income taxes</td>
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<td>Net income</td>
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**Total credit costs**

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<th>FY06 H1</th>
<th>Change</th>
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<tr>
<td>Gains on loans written-off</td>
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<td>68.0</td>
<td>19.6</td>
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<tr>
<td>Total credit costs</td>
<td>408.6</td>
<td>178.8</td>
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</table>

**Total credit costs + Gains on loans written-off**

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<th>FY06 H1</th>
<th>Change</th>
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</thead>
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<td>Total credit costs</td>
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## Income statement 4

**Trust bank**

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<td>222.5</td>
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<td>(Gross profits before credit costs for trust accounts)</td>
<td>224.6</td>
<td>222.5</td>
<td>(2.0)</td>
</tr>
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<td><strong>Domicile gross profits</strong></td>
<td>209.3</td>
<td>222.8</td>
<td>13.5</td>
</tr>
<tr>
<td><strong>Credit related costs</strong></td>
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<td></td>
<td></td>
</tr>
<tr>
<td>Losses on loan write-offs</td>
<td>(19.3)</td>
<td>(8.3)</td>
<td>11.0</td>
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<td>Provision for allowance for loans to specific foreign borrowers</td>
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<td>Other credit related costs</td>
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<td>19.4</td>
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<td><strong>Net gains on equity securities</strong></td>
<td>3.1</td>
<td>2.5</td>
<td>(0.5)</td>
</tr>
<tr>
<td>Gains on sales of equity securities</td>
<td>7.9</td>
<td>6.8</td>
<td>(1.0)</td>
</tr>
<tr>
<td>Losses on sales of equity securities</td>
<td>(1.5)</td>
<td>(0.2)</td>
<td>1.3</td>
</tr>
<tr>
<td>Losses on write down of equity securities</td>
<td>(3.2)</td>
<td>(4.0)</td>
<td>(0.8)</td>
</tr>
<tr>
<td><strong>Others</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Ordinary profit</strong></td>
<td>89.3</td>
<td>127.2</td>
<td>37.8</td>
</tr>
<tr>
<td>Net extraordinary gains</td>
<td>43.9</td>
<td>36.3</td>
<td>(7.5)</td>
</tr>
<tr>
<td>Reversal of allowance for loan losses</td>
<td>42.3</td>
<td>32.7</td>
<td>(9.6)</td>
</tr>
<tr>
<td><strong>Income before income taxes and others</strong></td>
<td>133.3</td>
<td>163.6</td>
<td>30.3</td>
</tr>
<tr>
<td>Income taxes-current</td>
<td>(2.9)</td>
<td>0.2</td>
<td>3.1</td>
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<tr>
<td>Income taxes-deferred</td>
<td>61.3</td>
<td>50.8</td>
<td>(10.5)</td>
</tr>
<tr>
<td><strong>Net income</strong></td>
<td>74.8</td>
<td>112.5</td>
<td>37.7</td>
</tr>
</tbody>
</table>

### Comparative Analysis

<table>
<thead>
<tr>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>General and administrative expenses</td>
<td>104.9</td>
<td>99.7</td>
</tr>
<tr>
<td>Personnel expenses</td>
<td>36.8</td>
<td>32.8</td>
</tr>
<tr>
<td>Non-personnel expenses</td>
<td>62.3</td>
<td>62.0</td>
</tr>
<tr>
<td>Taxes</td>
<td>5.7</td>
<td>4.9</td>
</tr>
<tr>
<td>Net business profits before credit costs for trust accounts and provision for general allowance for loan losses</td>
<td>119.7</td>
<td>122.8</td>
</tr>
<tr>
<td>Provision for general allowance for loan losses</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Net business profits</td>
<td>118.8</td>
<td>122.7</td>
</tr>
</tbody>
</table>

### Total Credit Costs
- Total credit costs (8+25+28+40) | 13.0 | 42.5 | 29.5 |
- Total credit costs + Gains on loan write-off (41+47) | 19.6 | 49.0 | 29.3 |
## Net interest income 1

### Commercial bank

### Interest income changes

**Interest on Loans : +¥68.8bn**
- **Domestic :** -¥30.7 bn
  - (Avg. loan balance: -¥1.9 tn; Yield: -5 bp)
- **Overseas :** +¥99.6 bn
  - (Avg. loan balance: +¥2.0 tn; Yield: +123 bp)

**Interest on Deposits : +¥102.6 bn**
- **Domestic:** +¥15.0 bn
  - (Avg. deposit balance: -¥0.1 tn; Yield: +3 bp)
- **Overseas:** +¥87.5 bn
  - (Avg. deposit balance: -¥0.6 tn; Yield: +138 bp)

**Interest & dividend on securities: -¥5.1 bn**
- **JGBs:** +¥23.3 bn
  - (Avg. balance -¥5.9 tn; Yield +26 bp)
- **Corporate bonds:** +¥3.5 bn
  - (Avg. balance +¥0.7 tn; Yield +4 bp)
- **Equities:** -¥31.5 bn
  - (Figures for FY05 H1 include liquidation dividend ¥34.1 bn from UFJ Equity Investments)
- **Foreign securities:** +¥1.6 bn
  - (Avg. balance -¥0.9 tn; Yield +65 bp)

### Table: Net Interest income

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net Interest income</td>
<td>663.8</td>
<td>574.9</td>
<td>(88.9)</td>
</tr>
<tr>
<td>Revenue on interest-earning assets</td>
<td>1,012.7</td>
<td>1,152.7</td>
<td>139.9</td>
</tr>
<tr>
<td>Loans</td>
<td>602.0</td>
<td>670.9</td>
<td>68.8</td>
</tr>
<tr>
<td>Investment securities</td>
<td>267.4</td>
<td>262.3</td>
<td>(5.1)</td>
</tr>
<tr>
<td>Due from banks</td>
<td>61.5</td>
<td>100.8</td>
<td>39.3</td>
</tr>
<tr>
<td>Expenses on interest-bearing liabilities</td>
<td>348.9</td>
<td>577.8</td>
<td>228.8</td>
</tr>
<tr>
<td>Deposits</td>
<td>165.7</td>
<td>268.3</td>
<td>102.6</td>
</tr>
<tr>
<td>Negotiable certificates of deposits</td>
<td>13.0</td>
<td>32.0</td>
<td>19.0</td>
</tr>
<tr>
<td>Interest on corporate bonds, etc.</td>
<td>38.1</td>
<td>38.5</td>
<td>0.4</td>
</tr>
<tr>
<td>Payables under Repurchase Agreements</td>
<td>40.5</td>
<td>42.2</td>
<td>1.7</td>
</tr>
<tr>
<td>External liabilities*2</td>
<td>54.9</td>
<td>79.2</td>
<td>24.3</td>
</tr>
</tbody>
</table>

*1 Figures for FY05 H1 include ¥34.1 bn of liquidation dividend from UFJ Equity Investments.
*2 Total of call money, bills sold and borrowed money.

### Diagram: Domestic interest income

- **Avg. loan balance**
  - FY05 H1: 60.0
  - FY06 H1: 58.1
- **Avg. deposits balance**
  - FY05 H1: 0.39
  - FY06 H1: 0.13
- **Total avg. interest rate spread**
  - FY05 H1: 1.47
  - FY06 H1: 1.37
- **Deposit/Loan spread**
  - FY05 H1: 1.6
  - FY06 H1: 1.6

### Notes:
- *(¥ bn)*
- *(¥ tn)*
- *(%)*

### Source:
- MUFG
## Net interest income 2

**Trust bank**

<table>
<thead>
<tr>
<th>(Sum of domestic and overseas business)</th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net interest income</strong></td>
<td>79.8</td>
<td>120.1</td>
<td>40.2</td>
</tr>
<tr>
<td><strong>Revenue on interest-earning assets</strong></td>
<td>131.6</td>
<td>172.4</td>
<td>40.8</td>
</tr>
<tr>
<td>Loans</td>
<td>56.7</td>
<td>67.1</td>
<td>10.3</td>
</tr>
<tr>
<td>Investment securities</td>
<td>54.0</td>
<td>86.1</td>
<td>32.0</td>
</tr>
<tr>
<td>Due from banks</td>
<td>10.8</td>
<td>12.6</td>
<td>1.8</td>
</tr>
<tr>
<td><strong>Expenses on interest-bearing liabilities</strong></td>
<td>51.7</td>
<td>52.3</td>
<td>0.5</td>
</tr>
<tr>
<td>Deposits</td>
<td>27.6</td>
<td>30.4</td>
<td>2.8</td>
</tr>
<tr>
<td>Negotiable certificates of deposits</td>
<td>2.0</td>
<td>6.8</td>
<td>4.7</td>
</tr>
<tr>
<td>Collateral Deposits under Securities Lending Transactions</td>
<td>4.3</td>
<td>3.9</td>
<td>(0.4)</td>
</tr>
<tr>
<td>External liabilities*</td>
<td>4.3</td>
<td>4.1</td>
<td>(0.2)</td>
</tr>
<tr>
<td>Other</td>
<td>13.3</td>
<td>6.9</td>
<td>(6.4)</td>
</tr>
</tbody>
</table>

* Total of call money, bills sold and borrowed money

### Interest income changes

- **Interest on Loans: +¥10.3 bn**
  - Domestic: +¥5.0 bn  
    (Avg. loan balance: −¥0.5 tn; Yield: +16 bp)  
  - Overseas: +¥5.3 bn  
    (Avg. loan balance: +¥0.1 tn; Yield: +106 bp)

- **Interest on Deposits: +¥2.8 bn**
  - Domestic: +¥1.0 bn  
    (Avg. deposit balance: −¥0.9 tn; Yield: +3 bp)  
  - Overseas: +¥1.8 bn  
    (Avg. deposit balance: −¥0.3 tn; Yield: +116 bp)

- **Interest & dividend on securities: +¥32.0 bn**
  - JGBs: +¥4.9 bn  
    (Avg. balance: −¥1.0 tn; Yield: +75 bp)  
  - Corporate bonds: +¥0.1 bn  
    (Avg. balance: −¥85.0 bn; Yield: +29 bp)  
  - Equities: +¥1.4 bn  
  - Foreign securities: −¥4.0 bn  
    (Avg. balance: −¥0.6 tn; Yield: +89 bp)  
  - Others: +¥29.6 bn

---

### Diagram

**Domestic interest income**

- **Interest-earning Assets avg. Bal.**
- **Int-bearing liabilities avg. Bal.**
- **Total avg. Interest rate Spread**
- **Deposits/Loan Spread**

<table>
<thead>
<tr>
<th>(¥ tn)</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY05 H1</td>
</tr>
<tr>
<td>0</td>
</tr>
<tr>
<td>5</td>
</tr>
<tr>
<td>10</td>
</tr>
<tr>
<td>15</td>
</tr>
<tr>
<td>20</td>
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</tbody>
</table>

<table>
<thead>
<tr>
<th>(¥ tn)</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY05 H1</td>
</tr>
<tr>
<td>0</td>
</tr>
<tr>
<td>5</td>
</tr>
<tr>
<td>10</td>
</tr>
<tr>
<td>15</td>
</tr>
<tr>
<td>20</td>
</tr>
</tbody>
</table>
## Domestic Sector

<table>
<thead>
<tr>
<th></th>
<th>Average balance FY06 H1</th>
<th>Change from FY05 H1</th>
<th>Income/Expenses FY06 H1</th>
<th>Change from FY05 H1</th>
<th>Yield (%) FY06 H1</th>
<th>Change from FY05 H1 (%points)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loans and Bills Discounted</td>
<td>58,113.7 (1,946.0)</td>
<td>420.1 (30.7)</td>
<td>1.442 (0.055)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Investment Securities</td>
<td>33,907.1 (4,553.7)</td>
<td>118.0 (6.7)</td>
<td>0.694 0.047</td>
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<tr>
<td>Call Loans</td>
<td>587.9 290.4</td>
<td>0.4 0.4</td>
<td>0.158 0.150</td>
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<tr>
<td>Collateral Deposits on Securities Borrowed</td>
<td>1,648.2 (608.5)</td>
<td>1.3 1.1</td>
<td>0.163 0.148</td>
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<tr>
<td>Bills Bought</td>
<td>93.8 17.3</td>
<td>0.0 0.0</td>
<td>0.057 0.054</td>
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<td></td>
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<tr>
<td>Due from Banks</td>
<td>2.8 0.2</td>
<td>0.0 (0.0)</td>
<td>0.000 (0.187)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Liabilities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deposits</td>
<td>85,107.2 (100.0)</td>
<td>25.7 15.0</td>
<td>0.060 0.035</td>
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<tr>
<td>Negotiable Certificates of Deposit</td>
<td>4,333.8 (4.2)</td>
<td>3.0 2.5</td>
<td>0.139 0.115</td>
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<tr>
<td>Call Money</td>
<td>1,882.1 (1,392.0)</td>
<td>0.9 0.8</td>
<td>0.097 0.094</td>
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<td></td>
<td></td>
</tr>
<tr>
<td>Payables under Repurchase Agreements</td>
<td>1,320.6 (711.9)</td>
<td>1.2 1.2</td>
<td>0.192 0.189</td>
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<td></td>
<td></td>
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<tr>
<td>Collateral Deposits under Securities Lending Transactions</td>
<td>1,994.7 1,544.0</td>
<td>1.5 1.5</td>
<td>0.157 0.135</td>
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<tr>
<td>Bills Sold</td>
<td>1,938.6 (7,753.4)</td>
<td>0.2 0.1</td>
<td>0.025 0.024</td>
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<td></td>
</tr>
<tr>
<td>Borrowed Money</td>
<td>1,955.4 920.8</td>
<td>11.9 0.7</td>
<td>1.193 (0.880)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net Interest Margin*</td>
<td>- -</td>
<td>- -</td>
<td>- - (0.112)</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

*Net interest margin = net interest income / average balance of interest earning assets

## International Sector

<table>
<thead>
<tr>
<th></th>
<th>Average balance</th>
<th>Income/Expenses</th>
<th>Yield (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Assets</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loans and Bills Discounted</td>
<td>9,909.8 2,000.8</td>
<td>250.7 99.6</td>
<td>5.046 1.235</td>
</tr>
<tr>
<td>Investment Securities</td>
<td>6,252.1 (962.5)</td>
<td>144.2 1.6</td>
<td>4.602 0.658</td>
</tr>
<tr>
<td>Call Loans</td>
<td>391.9 (1.5)</td>
<td>9.4 3.3</td>
<td>4.789 1.718</td>
</tr>
<tr>
<td>Due from Banks</td>
<td>5,188.1 936.3</td>
<td>100.8 39.3</td>
<td>3.876 0.991</td>
</tr>
<tr>
<td><strong>Liabilities</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deposits</td>
<td>13,637.1 (647.6)</td>
<td>242.5 87.5</td>
<td>3.548 1.383</td>
</tr>
<tr>
<td>Negotiable Certificates of Deposit</td>
<td>1,149.3 439.4</td>
<td>29.0 16.5</td>
<td>5.038 1.516</td>
</tr>
<tr>
<td>Call Money</td>
<td>145.5 (79.7)</td>
<td>3.8 0.6</td>
<td>5.284 2.442</td>
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<tr>
<td>Payables under Repurchase Agreements</td>
<td>1,759.0 (959.1)</td>
<td>41.0 0.5</td>
<td>4.650 1.678</td>
</tr>
<tr>
<td>Collateral Deposits under Securities Lending Transactions</td>
<td>398.8 (430.5)</td>
<td>10.3 (3.1)</td>
<td>5.156 1.929</td>
</tr>
<tr>
<td>Bills Sold</td>
<td>- (0.3)</td>
<td>- (0.0)</td>
<td>- (4.889)</td>
</tr>
<tr>
<td>Borrowed Money</td>
<td>3,007.0 858.0</td>
<td>62.2 21.8</td>
<td>4.130 0.380</td>
</tr>
<tr>
<td>Net Interest Margin*</td>
<td>- -</td>
<td>- -</td>
<td>0.737 (0.370)</td>
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</table>
## Source and use of funds 2

### Domestic Sector

<table>
<thead>
<tr>
<th></th>
<th>Average balance</th>
<th>Income/Expenses</th>
<th>Yield (%)</th>
<th>Change from FY05 H1 (%)points</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loans and Bills Discounted</td>
<td>14,830.0</td>
<td>(2,133.0)</td>
<td>117.9</td>
<td>40.1</td>
</tr>
<tr>
<td>Investment Securities</td>
<td>9,459.4</td>
<td>(515.5)</td>
<td>54.7</td>
<td>5.0</td>
</tr>
<tr>
<td>Call Loans</td>
<td>3,964.1</td>
<td>(958.2)</td>
<td>59.1</td>
<td>36.1</td>
</tr>
<tr>
<td>Collateral Deposits on Securities Borrowed</td>
<td>129.7</td>
<td>(491.7)</td>
<td>0.1</td>
<td>0.0</td>
</tr>
<tr>
<td>Bills Bought</td>
<td>204.7</td>
<td>77.4</td>
<td>0.2</td>
<td>0.2</td>
</tr>
<tr>
<td>Due from Banks</td>
<td>17.8</td>
<td>2.7</td>
<td>0.0</td>
<td>0.0</td>
</tr>
</tbody>
</table>

| **Liabilities**           |                 |                 |           |                              |
| Deposits                  | 14,606.4        | (2,333.7)       | 12.1     | (0.5)                        | 0.166 | 0.016|
| Negotiable Certificates of Deposit | 10,472.9 | (905.2) | 8.2 | 1.0 | 0.156 | 0.030|
| Call Money                | 135.1           | (157.3)         | 1.3      | 1.1                          | 0.199 | 0.173|
| Payables under Repurchase Agreements | 107.2 | 46.2 | 0.1 | 0.1 | 0.323 | 0.320|
| Collateral Deposits under Securities Lending Transactions | 117.5 | (174.1) | 0.1 | 0.1 | 0.220 | 0.194|
| Bills Sold                | 145.9           | (371.3)         | 0.0      | 0.0                          | 0.045 | 0.044|
| Commercial Paper          | -               | (18.0)          | -        | (0.0)                        | -     | (0.022)|
| Borrowed Money            | 631.6           | 384.6           | 1.8      | (0.1)                        | 0.583 | (0.989)|

**Net Interest Margin**
- - - - - 1.422 0.656

### International Sector

<table>
<thead>
<tr>
<th></th>
<th>Average balance</th>
<th>Income/Expenses</th>
<th>Yield (%)</th>
<th>Change from FY05 H1 (%)points</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loans and Bills Discounted</td>
<td>2,536.8</td>
<td>(622.6)</td>
<td>54.9</td>
<td>0.8</td>
</tr>
<tr>
<td>Investment Securities</td>
<td>609.4</td>
<td>139.5</td>
<td>12.3</td>
<td>5.3</td>
</tr>
<tr>
<td>Call Loans</td>
<td>1,307.5</td>
<td>(612.6)</td>
<td>26.9</td>
<td>(4.0)</td>
</tr>
<tr>
<td>Due from Banks</td>
<td>3.0</td>
<td>(12.2)</td>
<td>0.0</td>
<td>(0.1)</td>
</tr>
</tbody>
</table>

| **Liabilities**           |                 |                 |           |                              |
| Deposits                  | 2,548.5         | (656.4)         | 40.6     | 1.1                          | 3.182 | 0.723|
| Negotiable Certificates of Deposit | 1,115.0 | (330.3) | 22.2 | 1.8 | 3.985 | 1.161|
| Call Money                | 219.7           | 119.0           | 5.4      | 3.6                          | 4.975 | 1.298|
| Payables under Repurchase Agreements | 83.2 | (44.3) | 1.8 | 0.2 | 4.438 | 1.856|
| Collateral Deposits under Securities Lending Transactions | 249.9 | (138.4) | 3.8 | (0.5) | 3.033 | 0.797|
| Borrowed Money            | 26.9            | (41.0)          | 0.2      | (0.5)                        | 1.548 | (0.580)|

**Net Interest Margin**
- - - - - 1.126 0.200

*Net interest margin = net interest income / average balance of interest earning assets*
## Non-interest income 1

### Commercial bank

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net fees and commissions</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fees on money transfer</td>
<td>73.6</td>
<td>69.3</td>
<td>(4.2)</td>
</tr>
<tr>
<td>Fees received</td>
<td>92.2</td>
<td>86.8</td>
<td>(5.4)</td>
</tr>
<tr>
<td>Fees paid</td>
<td>18.6</td>
<td>17.4</td>
<td>(1.1)</td>
</tr>
<tr>
<td><strong>Other fees and commissions</strong></td>
<td>123.6</td>
<td>140.4</td>
<td>16.8</td>
</tr>
<tr>
<td>Others received</td>
<td>180.1</td>
<td>184.7</td>
<td>4.5</td>
</tr>
<tr>
<td>Others paid</td>
<td>56.5</td>
<td>44.2</td>
<td>(12.3)</td>
</tr>
<tr>
<td><strong>Net trading profits</strong></td>
<td>31.3</td>
<td>60.5</td>
<td>29.2</td>
</tr>
<tr>
<td>Trading securities and derivatives</td>
<td>(0.8)</td>
<td>0.5</td>
<td>1.3</td>
</tr>
<tr>
<td>Trading securities and derivatives for hedging</td>
<td>0.5</td>
<td>0.3</td>
<td>(0.1)</td>
</tr>
<tr>
<td>Derivatives other than trading securities</td>
<td>30.5</td>
<td>55.8</td>
<td>25.3</td>
</tr>
<tr>
<td>Others</td>
<td>1.1</td>
<td>3.8</td>
<td>2.6</td>
</tr>
<tr>
<td><strong>Other business income</strong></td>
<td>170.6</td>
<td>95.6</td>
<td>(75.0)</td>
</tr>
<tr>
<td>Net gains (losses) on foreign exchange</td>
<td>136.1</td>
<td>105.3</td>
<td>(30.8)</td>
</tr>
<tr>
<td>Net gains (losses) on debt securities</td>
<td>35.5</td>
<td>7.8</td>
<td>(27.6)</td>
</tr>
<tr>
<td>Net gains (losses) from derivatives</td>
<td>(7.2)</td>
<td>(42.6)</td>
<td>(35.4)</td>
</tr>
<tr>
<td>Expenses on debt securities</td>
<td>(0.3)</td>
<td>(0.3)</td>
<td>(0.0)</td>
</tr>
<tr>
<td>Others</td>
<td>6.4</td>
<td>25.4</td>
<td>18.9</td>
</tr>
</tbody>
</table>

### Net fees and commissions
- Net fees and commissions up ¥12.5 bn
  - Increased sales of investment trusts
  - Structured finance related income strong

### Net trading profits, Other business income
- Net gains/losses on debt securities down by ¥27.6 bn as long term interest rates increased
  Unrealized loss on domestic bonds ¥86.2 bn (as of end Sep. 06)
- Net gains from derivatives down
  - Loss from valuation of interest rate derivatives such as bond futures was recorded as long term interest rates decreased toward the end of interim period
### Non-interest income 2

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1 (¥ bn)</th>
<th>FY06 H1 (¥ bn)</th>
<th>Change (¥ bn)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Trust fees</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loan trust &amp; jointly operated money trusts</td>
<td>20.3</td>
<td>8.5</td>
<td>(11.8)</td>
</tr>
<tr>
<td>(before trust account charge-offs)&lt;sup&gt;1&lt;/sup&gt;</td>
<td>21.2</td>
<td>8.5</td>
<td>(12.6)</td>
</tr>
<tr>
<td>Pension trusts, investment trusts, specified money trusts, etc.</td>
<td>28.3</td>
<td>42.3</td>
<td>13.9</td>
</tr>
<tr>
<td>Real estate trusts and others</td>
<td>6.7</td>
<td>7.9</td>
<td>1.1</td>
</tr>
<tr>
<td><strong>Credit related costs for trust accounts</strong></td>
<td>(0.9)</td>
<td>(0.0)</td>
<td>0.8</td>
</tr>
<tr>
<td><strong>Net fees and commissions</strong></td>
<td>68.5</td>
<td>63.2</td>
<td>(5.3)</td>
</tr>
<tr>
<td>Stock transfer agency</td>
<td>24.6</td>
<td>24.9</td>
<td>0.2</td>
</tr>
<tr>
<td>Real estate</td>
<td>24.1</td>
<td>17.4</td>
<td>(6.7)</td>
</tr>
<tr>
<td>Sales of Investment Trusts and pension annuity</td>
<td>17.0</td>
<td>17.4</td>
<td>0.4</td>
</tr>
<tr>
<td>Others</td>
<td>2.6</td>
<td>3.3</td>
<td>0.7</td>
</tr>
<tr>
<td><strong>Net trading profits</strong></td>
<td>(5.7)</td>
<td>10.2</td>
<td>16.0</td>
</tr>
<tr>
<td><strong>Other business income</strong></td>
<td>25.7</td>
<td>(29.8)</td>
<td>(55.5)</td>
</tr>
<tr>
<td>Net gains (losses) on foreign exchange</td>
<td>0.2</td>
<td>0.2</td>
<td>(0.0)</td>
</tr>
<tr>
<td>Net gains (losses) on debt securities</td>
<td>17.5</td>
<td>(22.2)</td>
<td>(39.8)</td>
</tr>
<tr>
<td>Net gains (losses) from derivatives</td>
<td>6.5</td>
<td>(8.2)</td>
<td>(14.8)</td>
</tr>
<tr>
<td>Others</td>
<td>1.3</td>
<td>0.4</td>
<td>(0.9)</td>
</tr>
</tbody>
</table>

*<sup>1</sup> Loan trust and jointly operated money trusts fees - credit costs for trust accounts*

---

**<Trust fees>**
- Trust fees from Loan trust and Jointly operated money trusts declined by ¥11.8 bn mainly as a result of decline in trust principal.
- Fee income in Trust Assets business from pension trusts, investment trusts, specified money trusts, etc. increased by ¥13.9 bn mainly due to the introduction of accrual accounting treatment for trust fees.

**<Net fees and commissions>**
- Real estate fees and commissions decreased by ¥6.7 bn in reaction to the extraordinarily strong results in FY05 H1.
General and administrative expenses

FY 06 H1 : Key points

- FY 06 H1 G&A expenses up ¥128.4 bn
  (Expense ratio up +4.3 points to 56.3%)

  - Increase in subsidiaries’ expenses
    - Increase due to consolidation of UFJ NICOS, etc.
    - Higher gross profits at Mitsubishi UFJ Securities and UNBC led to higher expenses
  - Increase in banks’ operating expenses (Sum of non-consol. + ¥26.5 bn)
    - Increase in non-personnel expenses mainly due to increase in system-related expenses

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Changes</th>
<th>%Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Consolidated Expenses</td>
<td>883.7</td>
<td>1,012.2</td>
<td>128.4</td>
<td>14.5%</td>
</tr>
<tr>
<td>BTMU (Non-consolidated)*1</td>
<td>484.6</td>
<td>516.3</td>
<td>31.7</td>
<td>6.5%</td>
</tr>
<tr>
<td>Expense Ratio</td>
<td>45.5%</td>
<td>54.7%</td>
<td>+9.2pts</td>
<td>—</td>
</tr>
<tr>
<td>MUTB (Non-consolidated)*1</td>
<td>104.9</td>
<td>99.7</td>
<td>(5.1)</td>
<td>(4.9%)</td>
</tr>
<tr>
<td>Expense Ratio*2</td>
<td>46.7%</td>
<td>44.8%</td>
<td>(1.8pts)</td>
<td>—</td>
</tr>
<tr>
<td>Sum of Non-consolidated</td>
<td>589.5</td>
<td>616.1</td>
<td>26.5</td>
<td>4.5%</td>
</tr>
<tr>
<td>of which personnel expenses</td>
<td>205.3</td>
<td>210.4</td>
<td>5.1</td>
<td>2.4%</td>
</tr>
<tr>
<td>of which non-personnel expenses</td>
<td>350.0</td>
<td>372.8</td>
<td>22.7</td>
<td>6.5%</td>
</tr>
<tr>
<td>Depreciation</td>
<td>64.0</td>
<td>71.6</td>
<td>7.5</td>
<td>11.8%</td>
</tr>
<tr>
<td>Deposit insurance payment</td>
<td>41.9</td>
<td>42.1</td>
<td>0.2</td>
<td>0.4%</td>
</tr>
<tr>
<td>Mitsubishi UFJ Securities</td>
<td>85.9</td>
<td>87.0</td>
<td>1.1</td>
<td>1.3%</td>
</tr>
<tr>
<td>UNBC</td>
<td>90.1</td>
<td>98.7</td>
<td>8.6</td>
<td>9.6%</td>
</tr>
<tr>
<td>UFJ Nicos</td>
<td>24.9</td>
<td>100.3</td>
<td>75.3</td>
<td>302.1%</td>
</tr>
<tr>
<td>Others</td>
<td>93.2</td>
<td>109.9</td>
<td>16.6</td>
<td>17.8%</td>
</tr>
</tbody>
</table>

*1 Excluding separate subsidiaries
*2 Expenses / gross profits before credit costs for trust accounts

Number of branches/employees (sum of non-consolidated)

<table>
<thead>
<tr>
<th>Branches</th>
<th>End Mar. 03</th>
<th>End Mar. 04</th>
<th>End Mar. 05</th>
<th>End Mar. 06</th>
<th>End Sep. 06</th>
</tr>
</thead>
<tbody>
<tr>
<td>Domestic</td>
<td>868</td>
<td>792</td>
<td>811</td>
<td>881</td>
<td>877</td>
</tr>
<tr>
<td>Overseas</td>
<td>43,684</td>
<td>40,709</td>
<td>39,263</td>
<td>38,730</td>
<td>38,669</td>
</tr>
</tbody>
</table>
### Non-recurring gains/losses, Extraordinary gains/losses

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net non-recurring losses</td>
<td>(130.4)</td>
<td>(63.2)</td>
<td>67.1</td>
</tr>
<tr>
<td>Credit related costs</td>
<td>(60.8)</td>
<td>(38.8)</td>
<td>21.9</td>
</tr>
<tr>
<td>Losses on loan write-offs</td>
<td>(58.9)</td>
<td>(46.0)</td>
<td>12.8</td>
</tr>
<tr>
<td>Provision for specific allowance for loan losses</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other credit related costs</td>
<td>(1.8)</td>
<td>7.1</td>
<td>9.0</td>
</tr>
<tr>
<td>Net gains (losses) on equity securities</td>
<td>25.2</td>
<td>4.7</td>
<td>(20.4)</td>
</tr>
<tr>
<td>Gains on sales of equity securities</td>
<td>48.2</td>
<td>25.0</td>
<td>(23.2)</td>
</tr>
<tr>
<td>Losses on sales of equity securities</td>
<td>(6.8)</td>
<td>(0.6)</td>
<td>6.1</td>
</tr>
<tr>
<td>Losses on write down of equity securities</td>
<td>(16.1)</td>
<td>(19.5)</td>
<td>(3.4)</td>
</tr>
<tr>
<td>Other</td>
<td>(94.8)</td>
<td>(29.1)</td>
<td>65.6</td>
</tr>
</tbody>
</table>

#### Net non-recurring gains/losses
- Net gains on equity securities of ¥4.7 bn (down ¥20.4 bn on FY05 H1)
  - Gains on sales of equity securities declined
  - Losses on write down of equity securities increased

Reference:
Unrealized gains on domestic equities of ¥2,220.9 bn as of end Sep. 06 (Figures are sum of non-consolidated)

- Other increased by ¥65.6 bn on FY05 H1 due to decrease in retirement benefit related costs etc.

#### Net extraordinary gains
- Reversal of allowance for loan losses ¥192.2 bn
  - Improved credit portfolio due to economic recovery
- Gains on loans written-off ¥74.5 bn
## Assets and Liabilities

### Sum of non-consolidated

<table>
<thead>
<tr>
<th></th>
<th>End Mar 06</th>
<th>End Sep 06</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Commercial Bank</td>
<td>Trust Bank</td>
<td>Commercial Bank</td>
</tr>
<tr>
<td><strong>Assets</strong></td>
<td>165,779.1</td>
<td>147,091.2</td>
<td>18,687.8</td>
</tr>
<tr>
<td>Loans</td>
<td>79,978.5</td>
<td>69,587.1</td>
<td>10,391.3</td>
</tr>
<tr>
<td>Domestic Offices</td>
<td>71,372.6</td>
<td>61,236.7</td>
<td>10,135.8</td>
</tr>
<tr>
<td>Loans to SMEs and Individual clients</td>
<td>44,652.9</td>
<td>40,131.3</td>
<td>4,521.6</td>
</tr>
<tr>
<td>Consumer loans</td>
<td>19,438.1</td>
<td>18,374.7</td>
<td>1,063.3</td>
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<tr>
<td>Housing loans</td>
<td>18,145.7</td>
<td>17,113.7</td>
<td>1,031.9</td>
</tr>
<tr>
<td>Overseas offices and others</td>
<td>8,605.9</td>
<td>8,350.4</td>
<td>255.5</td>
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<tr>
<td>Investment Securities</td>
<td>47,950.7</td>
<td>42,159.6</td>
<td>5,791.0</td>
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<tr>
<td>Equity securities</td>
<td>8,792.7</td>
<td>7,081.2</td>
<td>1,711.4</td>
</tr>
<tr>
<td>Japanese Government Bonds</td>
<td>24,797.0</td>
<td>22,916.7</td>
<td>1,880.3</td>
</tr>
<tr>
<td>Others</td>
<td>14,360.9</td>
<td>12,161.6</td>
<td>2,199.2</td>
</tr>
<tr>
<td><strong>Liabilities</strong></td>
<td>157,638.3</td>
<td>140,485.7</td>
<td>17,152.6</td>
</tr>
<tr>
<td>Deposits</td>
<td>112,981.8</td>
<td>101,092.5</td>
<td>11,889.3</td>
</tr>
<tr>
<td>Domestic Deposits</td>
<td>102,937.2</td>
<td>91,780.3</td>
<td>11,156.9</td>
</tr>
<tr>
<td>Individuals</td>
<td>60,217.8</td>
<td>52,051.6</td>
<td>8,166.1</td>
</tr>
<tr>
<td>Corporations and others</td>
<td>42,719.4</td>
<td>39,332.8</td>
<td>2,990.7</td>
</tr>
<tr>
<td>Overseas offices and others</td>
<td>10,044.5</td>
<td>9,312.1</td>
<td>732.4</td>
</tr>
</tbody>
</table>

**Change**

<table>
<thead>
<tr>
<th></th>
<th>Commercial Bank</th>
<th>Trust Bank</th>
</tr>
</thead>
<tbody>
<tr>
<td>Assets</td>
<td>(5,687.8)</td>
<td>(6,540.6)</td>
</tr>
<tr>
<td>Loans</td>
<td>(193.4)</td>
<td>(48.3)</td>
</tr>
<tr>
<td>Domestic Offices</td>
<td>(968.6)</td>
<td>(795.3)</td>
</tr>
<tr>
<td>Loans to SMEs and Individual clients</td>
<td>(113.7)</td>
<td>(264.7)</td>
</tr>
<tr>
<td>Consumer loans</td>
<td>(900.0)</td>
<td>(887.3)</td>
</tr>
<tr>
<td>Housing loans</td>
<td>(834.1)</td>
<td>(824.2)</td>
</tr>
<tr>
<td>Overseas offices and others</td>
<td>775.1</td>
<td>746.9</td>
</tr>
<tr>
<td>Investment Securities</td>
<td>(842.7)</td>
<td>(1,887.4)</td>
</tr>
<tr>
<td>Equity securities</td>
<td>(308.8)</td>
<td>(199.0)</td>
</tr>
<tr>
<td>Japanese Government Bonds</td>
<td>(1,108.9)</td>
<td>(2,297.2)</td>
</tr>
<tr>
<td>Others</td>
<td>575.0</td>
<td>608.8</td>
</tr>
<tr>
<td>Liabilities</td>
<td>(5,843.5)</td>
<td>(6,668.1)</td>
</tr>
<tr>
<td>Deposits</td>
<td>(3,426.1)</td>
<td>(2,918.2)</td>
</tr>
<tr>
<td>Domestic Deposits</td>
<td>(3,720.8)</td>
<td>(3,217.7)</td>
</tr>
<tr>
<td>Individuals</td>
<td>(311.0)</td>
<td>(164.5)</td>
</tr>
<tr>
<td>Corporations and others</td>
<td>(3,409.8)</td>
<td>(3,053.1)</td>
</tr>
<tr>
<td>Overseas offices and others</td>
<td>294.7</td>
<td>299.4</td>
</tr>
</tbody>
</table>

Note: Trust account figures are not included in assets and liabilities of Trust Bank.
Mitsubishi UFJ Securities

Net income declined due to the increase in sales and general expenses in spite of the increase in net operating revenue income

FY06 H1: Key Points

- **Commissions broadly flat on FY05 H1**
  - Equity commissions down ¥9.2 bn (down approx. 27%)
  - Due to weak equities market performance
  - Distribution commissions up ¥7.5 bn (up approx. 106%)
  - Sales of investment trusts strong
  - Other commissions up ¥4.0 bn (up approx. 22%)

- **Trading gains increased, up approx. 5% on FY 05 H1**
  - Customer transactions strong, in particular bond trading

- **Sales and general expenses increased, up approx. 12% on FY05 H1**
  - Increased mainly due to expansion of cooperation with group companies and increase in advertising

- **Customer asset balance at approx. ¥24.7tn, up approx. 22% from end of September 2005**
  - Sustained increase since end Sep. 04

<table>
<thead>
<tr>
<th></th>
<th>FY 05 H1</th>
<th>Change</th>
<th>FY 06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenue</td>
<td>147.0</td>
<td>32.2</td>
<td>179.2</td>
<td>4.6</td>
</tr>
<tr>
<td>Net operating revenue*2</td>
<td>125.7</td>
<td>4.6</td>
<td>130.4</td>
<td>11.6</td>
</tr>
<tr>
<td>Sales and general expenses</td>
<td>96.7</td>
<td>11.6</td>
<td>108.3</td>
<td>1.0</td>
</tr>
<tr>
<td>Operating income</td>
<td>29.0</td>
<td>7.0</td>
<td>22.0</td>
<td>3.1</td>
</tr>
<tr>
<td>Ordinary income</td>
<td>31.7</td>
<td>2.1</td>
<td>29.5</td>
<td>1.8</td>
</tr>
<tr>
<td>Net income</td>
<td>20.8</td>
<td>2.5</td>
<td>18.2</td>
<td>1.4</td>
</tr>
</tbody>
</table>

*1 Simple sum of the consolidated results of the former Mitsubishi Securities and UFJ Tsubasa

*2 Operating revenue after deducting financial expenses

Trends in Operating Revenue and Net Income (Consolidated)

Trends in sales amount of investment trusts (Retail)
UnionBanCal Corporation (U.S. GAAP)

- Strong increase in lending, revenue up on FY05 H1, net interest margin on a declining trend from beginning of 2006 due to decline in non-interest-bearing deposits
- Continued improvement in asset quality

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total revenue</td>
<td>1,305</td>
<td>1,372</td>
<td>66</td>
</tr>
<tr>
<td>Operating expenses</td>
<td>781</td>
<td>827</td>
<td>46</td>
</tr>
<tr>
<td>Net business profit</td>
<td>524</td>
<td>544</td>
<td>20</td>
</tr>
<tr>
<td>Provision for credit losses*1</td>
<td>(25)</td>
<td>(8)</td>
<td>17</td>
</tr>
<tr>
<td>Net income*2</td>
<td>369</td>
<td>355</td>
<td>(13)</td>
</tr>
<tr>
<td>Non-performing assets</td>
<td>68</td>
<td>36</td>
<td>(32)</td>
</tr>
</tbody>
</table>

*1 Figures of (25) for FY05 H1 and (8) for FY06 H1 represent reversal gains.
*2 Including profits (losses) from non-continuing businesses of US$1.9mn in FY05 H1 and US$ (8)mn in FY06 H1

FY06 H1 Key points

- Strong growth in lending, decline in non-interest-bearing deposits
  - Commercial lending balance: US$12.2bn (+6.6% on end FY05)
  - Housing loans outstanding: US$11.8bn (+4.0% on end FY05)
  - Non-interest-bearing deposits balance: US$18.1bn (-6.8% on end FY05)
  - Net interest margin 06 Q2: 4.23% (-0.19 points on FY05 Q4)
- Continued decline in NPAs, large increase in reserve ratio
  - Non-performing assets balance: US$36 mn (0.07% of total assets)
  - Allowance for credit losses: US$407 mn (1.12% of NPAs)

Income growth

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total revenue</td>
<td>896</td>
<td>437</td>
<td>-459%</td>
</tr>
<tr>
<td>Interest income</td>
<td>524</td>
<td>935</td>
<td>+79%</td>
</tr>
<tr>
<td>Non-interest income</td>
<td>369</td>
<td>544</td>
<td>+48%</td>
</tr>
<tr>
<td>Net income</td>
<td>409</td>
<td>355</td>
<td>-13%</td>
</tr>
</tbody>
</table>

Trends in NPAs and Reserves

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total</td>
<td>68</td>
<td>36</td>
<td>-32%</td>
</tr>
<tr>
<td>Net business profit</td>
<td>369</td>
<td>544</td>
<td>+48%</td>
</tr>
<tr>
<td>Net income</td>
<td>407</td>
<td>524</td>
<td>+31%</td>
</tr>
</tbody>
</table>

NPAs/Total assets ratio: 0.07%
Reserves/NPA ratio: 1.121%
**UFJ NICOS**

(Consolidated subsidiary*1 from October 1, 2005: Former Nippon Shinpan and former UFJ Card merged on October 1, 2005, merged with Kyodo Credit Service on October 1, 2006, scheduled to merge with DC Card in April 2007).

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1*2</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenue</td>
<td>173.5</td>
<td>182.2</td>
<td>8.7</td>
</tr>
<tr>
<td>Operating expenses</td>
<td>143.9</td>
<td>169.6</td>
<td>25.7</td>
</tr>
<tr>
<td>Ordinary income</td>
<td>30.1</td>
<td>12.8</td>
<td>(17.3)</td>
</tr>
<tr>
<td>Net income</td>
<td>(11.6)</td>
<td>(56.2)</td>
<td>(44.5)</td>
</tr>
</tbody>
</table>

*1 Former UFJ card was already consolidated.
*2 FY05 H1 figures are the sum of figures of the former Nippon Shinpan and the former UFJ Card

**Revenue and income trends**

(FY bn)

<table>
<thead>
<tr>
<th></th>
<th>FY04 H1</th>
<th>FY05 H1</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenue</td>
<td>170.9</td>
<td>173.5</td>
<td>182.2</td>
</tr>
<tr>
<td>Ordinary income</td>
<td>17.7</td>
<td>30.1</td>
<td>12.8</td>
</tr>
<tr>
<td>Net income</td>
<td>(100)</td>
<td>(11.6)</td>
<td>(56.2)</td>
</tr>
</tbody>
</table>

**FY06 H1 : Key points**

- Operating revenue + 5.0%
  - Strong performance by card businesses including card shopping and cash advance
- Operating expenses + 17.8%
  - Mainly due to increase in bad debt related expenses
- A net loss of ¥56.2 bn was recorded as a result of an extraordinary loss due to a ¥14.0 bn addition to the allowance for losses on repayment of interest and a deferred tax asset write-off of ¥55.9 bn

**Card shopping transaction amounts; Financing balance; No. of valid card members**

(FY bn)

<table>
<thead>
<tr>
<th></th>
<th>FY04 H1</th>
<th>FY05 H1</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>Card shopping transactions</td>
<td>1,644.6</td>
<td>1,800.3</td>
<td>1,868.6</td>
</tr>
<tr>
<td>Card loan (My best) balance</td>
<td>637.9</td>
<td>321.9</td>
<td>324.9</td>
</tr>
<tr>
<td>Card cashing balance</td>
<td>19,370</td>
<td>20,029</td>
<td>20,262</td>
</tr>
<tr>
<td>Valid credit card members</td>
<td>1,000s of members</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

*FY04 H1 and FY05 H1 figures are the sum of figures of the former Nippon Shinpan and the former UFJ Card
*FY05 H1 and H2 figures are the sum of figures of the former Nippon Shinpan and the former UFJ Card
DC Card

- **DC Card (Consolidated subsidiary)**
  (Scheduled to merge with UFJ NICOS in April 2007)

### FY06 H1: Key points
- Operating revenue +6.1%
  - Strong increase in shopping transactions
  - Insourcing of bank-issued credit card business gains further momentum
- Ordinary income declined due to increase in operating expenses attributable mainly to increase in bad debt related expenses

### Revenue and income trends

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenue</td>
<td>45.7</td>
<td>48.5</td>
<td>2.8</td>
</tr>
<tr>
<td>Operating expenses</td>
<td>44.6</td>
<td>48.1</td>
<td>3.5</td>
</tr>
<tr>
<td>Ordinary income</td>
<td>1.1</td>
<td>0.4</td>
<td>(0.7)</td>
</tr>
<tr>
<td>Net income</td>
<td>0.8</td>
<td>2.0</td>
<td>1.2</td>
</tr>
</tbody>
</table>

### Shopping & Cashing transactions; Loan balance; Registered members

<table>
<thead>
<tr>
<th></th>
<th>FY04 H1</th>
<th>FY05 H1</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>Shopping transactions</td>
<td>1,072.5</td>
<td>1,212.7</td>
<td>1,385.7</td>
</tr>
<tr>
<td>Cashing transactions</td>
<td>10,063</td>
<td>10,713</td>
<td>12,084</td>
</tr>
<tr>
<td>Loan balance</td>
<td>157.6</td>
<td>146.8</td>
<td>142.2</td>
</tr>
<tr>
<td>Registered members</td>
<td>9,180</td>
<td>10,193</td>
<td>11,300</td>
</tr>
</tbody>
</table>

*Transaction amounts and members are for the DC Group. The loan balance is non-consolidated.*
### Consumer finance

- **ACOM** (Accounted for by the equity method)
  
<table>
<thead>
<tr>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenue (¥bn)</td>
<td>200.3</td>
<td>190.9</td>
</tr>
<tr>
<td>Balance of loans outstanding*1 (¥bn)</td>
<td>1,551.5</td>
<td>1,519.2</td>
</tr>
<tr>
<td>Number of accounts (thousands)*1</td>
<td>2,876</td>
<td>2,794</td>
</tr>
<tr>
<td>Avg. Acc. Balance*1 (thousand yen)</td>
<td>539</td>
<td>544</td>
</tr>
</tbody>
</table>

*1 Unsecured consumer loans.

- **Mobit** (Accounted for by the equity method)
  
<table>
<thead>
<tr>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenue (¥bn)</td>
<td>18.7</td>
<td>21.0</td>
</tr>
<tr>
<td>Balance of loans outstanding (¥bn)</td>
<td>214.3</td>
<td>233.6</td>
</tr>
<tr>
<td>Number of accounts (thousands)</td>
<td>279</td>
<td>306</td>
</tr>
<tr>
<td>Avg. Acc. Balance (thousand yen)</td>
<td>767</td>
<td>761</td>
</tr>
</tbody>
</table>

- **DC Cash One** (Accounted for by the equity method)
  
<table>
<thead>
<tr>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenue (¥bn)</td>
<td>5.4</td>
<td>7.3</td>
</tr>
<tr>
<td>Balance of loans outstanding (¥bn)</td>
<td>68.1</td>
<td>80.0</td>
</tr>
<tr>
<td>Number of accounts (thousands)</td>
<td>163</td>
<td>179</td>
</tr>
<tr>
<td>Avg. Acc. Balance (thousand yen)</td>
<td>416</td>
<td>445</td>
</tr>
</tbody>
</table>

### FY06 H1: Key points

- Operating revenue declined by 4%
  - Decline in loan interest income and third party product revenues
- Unsecured consumer loan balance down ¥32.3 bn
- Loan balance per account increased by ¥5,000

### FY06 H1: Key points

- Operating revenue increased by 12%
- Balance of loans outstanding increased by 9% and number of accounts also increased by 9%

### FY06 H1: Key points

- Balance of loans outstanding increased by 17%
- Operating revenue increased by 35%
- Increase in number of accounts (+16,000) and loans balance per account (+¥29,000)
Leasing

**Diamond Lease** (Accounted for by the equity method)

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gross profits</td>
<td>26.3</td>
<td>27.4</td>
<td>1.0</td>
</tr>
<tr>
<td>Operating expenses</td>
<td>12.7</td>
<td>10.8</td>
<td>(1.8)</td>
</tr>
<tr>
<td>Operating income</td>
<td>13.6</td>
<td>16.5</td>
<td>2.9</td>
</tr>
<tr>
<td>Net income</td>
<td>11.7</td>
<td>11.1</td>
<td>(0.6)</td>
</tr>
</tbody>
</table>

FY06 H1: Key points

- Gross profits up by 4.1% due to wide-ranging focus on profitability, despite increase in funding costs
- Operating expenses declined by 14.6%, partly due to absence of provisions related to airline company recorded in FY05 H1
- Net income declined by 5.8% as tax rate returned to normal due to absence of tax benefits from dissolution of a U.S. subsidiary recorded in FY05 H1

**UFJ Central Leasing** (Accounted for by the equity method)

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gross profits</td>
<td>19.4</td>
<td>19.5</td>
<td>0.1</td>
</tr>
<tr>
<td>Operating expenses</td>
<td>9.3</td>
<td>9.3</td>
<td>0.0</td>
</tr>
<tr>
<td>Operating income</td>
<td>10.0</td>
<td>10.2</td>
<td>0.2</td>
</tr>
<tr>
<td>Net income</td>
<td>5.8</td>
<td>5.9</td>
<td>0.1</td>
</tr>
</tbody>
</table>

FY06 H1: Key points

- Gross profits up 2.0% due to increase in income from cancellation of leasing transactions and disposal of lease assets
- Despite increase in IT systems expenses, overall operating expenses declined and as a result operating income was up 2.0% on FY05 H1
- Net income up 2.0%; Highest ever interim net income
Factoring

Mitsubishi UFJ Factors

(Consolidated subsidiary; formed on October 1, 2005 through the merger of Diamond Factor and UFJ Business Finance.)

FY06 H1: Key points

- Gross profits were ¥5.6 bn, the same level as in FY05 H1, due to downward pressures on gross profits of the package factoring business caused by rising short-term interest rates.
- FY05 H1 ordinary income included one-off non-operating income of ¥1.5 bn at the former UFJ Business Finance. As a result, FY06 H1 ordinary income decreased by ¥1.2 bn from FY05 H1.
- In addition to the above factors, a reduction in deferred tax assets and others caused net income to fall by ¥2.1 bn from FY05 H1.

<table>
<thead>
<tr>
<th>( ¥ bn)</th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gross profits</td>
<td>5.6</td>
<td>5.6</td>
<td>0</td>
</tr>
<tr>
<td>Operating expenses</td>
<td>3.3</td>
<td>3.2</td>
<td>(0.1)</td>
</tr>
<tr>
<td>Ordinary income</td>
<td>3.8</td>
<td>2.6</td>
<td>(1.2)</td>
</tr>
<tr>
<td>Net income</td>
<td>3.6</td>
<td>1.5</td>
<td>(2.1)</td>
</tr>
</tbody>
</table>

*1 FY05 H1 figures are the sum of figures of the former Diamond Factor and the former UFJ Business Finance.
### Asset management

**Mitsubishi UFJ Asset Management** *(Consolidated subsidiary: formed from the merger of Mitsubishi Asset Management and UFJ Partners Asset Management on October 1, 2005.)*

<table>
<thead>
<tr>
<th>(¥ bn)</th>
<th>FY05 H1*1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenue</td>
<td>17.6</td>
<td>25.0</td>
<td>7.4</td>
</tr>
<tr>
<td>Operating expenses</td>
<td>13.3</td>
<td>17.5</td>
<td>4.2</td>
</tr>
<tr>
<td>Operating income</td>
<td>4.2</td>
<td>7.4</td>
<td>3.2</td>
</tr>
<tr>
<td>Net income</td>
<td>4.3</td>
<td>4.6</td>
<td>0.2</td>
</tr>
</tbody>
</table>

*1 FY05 H1 figures are the sum of figures for Mitsubishi UFJ Asset Management and UFJ Partners Asset Management.

**Kokusai Asset Management** *(Consolidated subsidiary from October 1, 2005)*

<table>
<thead>
<tr>
<th>(¥ bn)</th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenue</td>
<td>30.3</td>
<td>37.2</td>
<td>6.9</td>
</tr>
<tr>
<td>Operating expenses</td>
<td>19.0</td>
<td>23.4</td>
<td>4.3</td>
</tr>
<tr>
<td>Operating income</td>
<td>11.2</td>
<td>13.8</td>
<td>2.6</td>
</tr>
<tr>
<td>Net income</td>
<td>6.5</td>
<td>8.4</td>
<td>1.9</td>
</tr>
</tbody>
</table>

**MU Investments** *(Consolidated subsidiary: Name changed from UFJ Asset Management on October 1, 2005)*

<table>
<thead>
<tr>
<th>(¥ bn)</th>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenue</td>
<td>1.1</td>
<td>1.3</td>
<td>0.2</td>
</tr>
<tr>
<td>Operating expenses</td>
<td>0.9</td>
<td>1.1</td>
<td>0.2</td>
</tr>
<tr>
<td>Operating income</td>
<td>0.2</td>
<td>0.2</td>
<td>0.0</td>
</tr>
<tr>
<td>Net income</td>
<td>0.1</td>
<td>0.1</td>
<td>0.0</td>
</tr>
</tbody>
</table>

**FY06 H1: Key points**

- The balance of assets under management increased significantly, driven by publicly-placed distribution-type investment trusts investing in foreign bonds and high-yield stocks, and privately-placed investment trusts for variable annuity funds. The investment trust balance reached ¥7.2 tn, with operating revenue and operating income both increasing substantially from FY05 H1.
- The balances of investment trusts such as KAM’s key fund, Global Sovereign Open (monthly settlement type), continued to grow. The total publicly-placed investment trust balance was ¥7.1 tn, with operating revenue and operating income both increasing significantly from FY05 H1.
- The balance of assets under management at market value increased, driven by an increase in bonds under management mandated by major customers and rising stock prices, with operating revenue increasing from FY05 H1.
## Online securities


### Kabu.com Securities (Accounted for by the equity method)

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1*1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenue</td>
<td>8.2</td>
<td>10.8</td>
<td>2.6</td>
</tr>
<tr>
<td>Operating expenses</td>
<td>2.9</td>
<td>4.2</td>
<td>1.2</td>
</tr>
<tr>
<td>Ordinary income</td>
<td>4.5</td>
<td>6.0</td>
<td>1.5</td>
</tr>
<tr>
<td>Net income</td>
<td>2.5</td>
<td>3.4</td>
<td>0.9</td>
</tr>
</tbody>
</table>

*1 FY05 H1 figures do not include former Me Net Securities results.

### FY06 H1: Key points

- Operating revenue increased 32%, ordinary income increased 35%, and net income increased 37% from FY05 H1.
- Financial income improved substantially, driven by lower financing costs and other factors.
- G&A expenses expanded (up 41% from FY05 H1), as a result of upfront investment in the “kabu.com PTS” evening trading system.
- Overall number of accounts at end of FY06 H1 was 524 thousands (up 82% from FY05 H1), number of margin accounts was 48 thousands (up 63% from FY05 H1).
Outline of Fiscal 2006 Interim Results

Business Segment Information

Assets and Capital

Reference
Retail, Corporate (overseas), and Trust Assets all grew. Contribution of three customer businesses to total net operating profits increased to 95%.

### Consolidated gross profits/ Net operating profits

<table>
<thead>
<tr>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>% of total</td>
<td>% of total</td>
<td>% change</td>
</tr>
<tr>
<td>Gross profits</td>
<td>1,729.8</td>
<td>100.0%</td>
</tr>
<tr>
<td>Retail</td>
<td>465.6</td>
<td>26.9%</td>
</tr>
<tr>
<td>Corporate</td>
<td>982.5</td>
<td>56.8%</td>
</tr>
<tr>
<td>Domestic</td>
<td>702.8</td>
<td>40.6%</td>
</tr>
<tr>
<td>Overseas</td>
<td>130.2</td>
<td>7.5%</td>
</tr>
<tr>
<td>UNBC</td>
<td>149.4</td>
<td>8.6%</td>
</tr>
<tr>
<td>Trust Assets</td>
<td>47.8</td>
<td>2.8%</td>
</tr>
<tr>
<td>Global Markets, Others</td>
<td>233.8</td>
<td>13.5%</td>
</tr>
</tbody>
</table>

### Business portfolio (Net operating profits base)

<table>
<thead>
<tr>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>% of total</td>
<td>% of total</td>
<td>% change</td>
</tr>
</tbody>
</table>
| Retail, Corporate (overseas), and Trust Assets all grew. Contribution of three customer businesses to total net operating profits increased to 95%.

### Net operating profits

<table>
<thead>
<tr>
<th>FY05 H1</th>
<th>FY06 H1</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>% of total</td>
<td>% of total</td>
<td>% change</td>
</tr>
<tr>
<td>Retail</td>
<td>815.1</td>
<td>100.0%</td>
</tr>
<tr>
<td>Corporate</td>
<td>542.0</td>
<td>66.5%</td>
</tr>
<tr>
<td>Domestic</td>
<td>437.1</td>
<td>53.6%</td>
</tr>
<tr>
<td>Overseas</td>
<td>45.8</td>
<td>5.6%</td>
</tr>
<tr>
<td>UNBC</td>
<td>59.1</td>
<td>7.2%</td>
</tr>
<tr>
<td>Trust Assets</td>
<td>10.5</td>
<td>1.3%</td>
</tr>
<tr>
<td>Global Markets, Others</td>
<td>129.3</td>
<td>15.9%</td>
</tr>
</tbody>
</table>

Customer businesses net operating profits*¹/ Total

<table>
<thead>
<tr>
<th>FY05 H1</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>84%</td>
<td>95%</td>
</tr>
</tbody>
</table>

*¹ Net operating profits for the three business segments (Retail, Corporate including UNBC, and Trust Assets)
● Strong performance from investment products, yen deposits and consumer finance

● Gross profits up 29.3% and Net operating profits up 38.5% from FY05 H1

**Retail - Gross profits, Net operating profits**

![Consolidated Gross Profits](image)

- **Average retail lending balance**
  - **Average retail deposit balance**
  - **Note:** Amount of housing loans securitized during the period:
    - FY04 H2: ¥0.6 tn; FY05 H1: ¥0.2 tn; FY05 H2: ¥0.9 tn; FY06 H1: ¥1.1 tn

*Figures for FY06 H1 include ¥128.8 bn pertaining to new consolidation factors*
**Retail—Investment products**

### Income from investment products

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>66.9</td>
<td>76.3</td>
<td></td>
</tr>
</tbody>
</table>

### Sales of investment products

<table>
<thead>
<tr>
<th>FY04 H1</th>
<th>FY04 H2</th>
<th>FY05 H1</th>
<th>FY05 H2</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>0.38</td>
<td>0.58</td>
<td>0.52</td>
<td>0.56</td>
<td>0.53</td>
</tr>
<tr>
<td>0.82</td>
<td>0.83</td>
<td>0.26</td>
<td>0.25</td>
<td>0.47</td>
</tr>
<tr>
<td>1.20</td>
<td>1.42</td>
<td>1.82</td>
<td>2.31</td>
<td>2.29</td>
</tr>
</tbody>
</table>

### Customer account balances:

| Equity investment trusts, Insurance annuities, Securities intermediation |
|-----------------------------|-----------------------------|
| End Sep 04 | End Mar 05 | End Sep 05 | End Mar 06 | End Sep 06 |
| 4.26 | 5.20 | 6.58 | 8.39 | 9.84 |

### FY06 H1 performance:
- Gross profits ¥76.3 bn (+¥9.4 bn from FY05 H1)
- Sales of equity investment trusts, insurance annuities and securities intermediation products increased significantly to ¥2.3 tn (+26% from FY05 H1)
- Outstanding balance of equity investment trusts + insurance annuities + securities intermediation increased to ¥9.8 tn (+50% from End of Sep. 05)

### FY06 H2 Plans:
- Launch a series of new, competitive products
- Increase sales force seconded from securities company to commercial bank to 1,000 (700 at present). Strengthen collaboration between bank and securities company by expanding securities intermediation product lineup, etc.
- Strengthen internal control system
FY06 H1 performance: Gross profits ¥120.5 bn (¥11.1 bn from FY05 H1)
- New housing loans were down ¥0.2 tn from FY05 H1, due partly to a decrease in new houses for sale
- Average balance of housing loans decreased by ¥0.5 tn from FY05 H1

FY06 H2 plans: Improve both quality and quantity
- Strengthen agency route and hold advice seminars on weekends and holidays; Start Internet loan service
- Improve portfolio by strengthening loan monitoring

Note: Housing loans include funds for construction of housing for rent.
**Retail—Consumer finance**

**Income from consumer finance**

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>80.8</td>
<td>209.9</td>
</tr>
</tbody>
</table>

**Group company credit cards in issue**

<table>
<thead>
<tr>
<th></th>
<th>End Sep 04</th>
<th>End Mar 05</th>
<th>End Sep 05</th>
<th>End Mar 06</th>
<th>End Sep 06</th>
</tr>
</thead>
<tbody>
<tr>
<td>MUFG total</td>
<td>25.9</td>
<td>26.0</td>
<td>26.5</td>
<td>27.6</td>
<td>28.1</td>
</tr>
<tr>
<td>DC Card</td>
<td>19.1</td>
<td>19.1</td>
<td>19.4</td>
<td>20.0</td>
<td>20.3</td>
</tr>
<tr>
<td>UFJ NICOS*3</td>
<td>6.8</td>
<td>7.6</td>
<td>7.8</td>
<td>7.6</td>
<td>7.8</td>
</tr>
</tbody>
</table>

**Unsecured loan balances of Mobit and DC Cash One**

<table>
<thead>
<tr>
<th></th>
<th>DC Cash One*4</th>
<th>Mobit*4</th>
</tr>
</thead>
<tbody>
<tr>
<td>End Sep 04</td>
<td>238.1</td>
<td>188.6</td>
</tr>
<tr>
<td>End Mar 05</td>
<td>260.5</td>
<td>201.2</td>
</tr>
<tr>
<td>End Sep 05</td>
<td>282.4</td>
<td>214.3</td>
</tr>
<tr>
<td>End Mar 06</td>
<td>298.6</td>
<td>224.5</td>
</tr>
<tr>
<td>End Sep 06</td>
<td>313.7</td>
<td>233.6</td>
</tr>
</tbody>
</table>

**FY06 H1 performance:** Gross profits ¥209.9 bn (+¥129.1 bn from FY05 H1)
- Including ¥128.8 pertaining to new consolidation factors, gross profits increased 260% from FY05 H1
- Number of cards issued by Group companies reached ¥28 mn
- Approx. 900,000 Comprehensive Cards have now been issued

**FY06 H2 plans:**
- Implement various campaigns for increasing new users and usage rate of Comprehensive Card; Strengthen direct sales channels
- Promote the integration of UFJ NICOS and DC Card
- Schedule the launch of a new bank card loan guaranteed by ACOM

* Credit card income (UFJ NICOS + DC Card) + bank-issued card loan income, etc.

*2 DC Card figures are non-consolidated (number of DC Card members).

*3 End Sep 05 and prior figures are the sum of figures for the former UFJ Card and the former Nippon Shinpan.

*4 Percent shareholdings: DC Cash One: BTMU 30%; MUTB 15%. Mobit: BTMU 50%.
FY06 H1 performance: Gross profits ¥7.0 bn (+¥0.5 bn from FY05 H1)
- Both asset balance and number of testamentary trusts with execution increased steadily.
- Benefiting from a strong real estate market and intra-Group collaboration, level of real estate transactions was similar to FY05 H1 at ¥107.5 bn; commissions increased 17% to ¥4.7 bn

FY06 H2 plans:
- Strengthen front office functions of inheritance business by seconding staff from trust bank to commercial bank.

*1 Figures of Mitsubishi UFJ Real Estate Services, retail segment only.
Corporate - Gross profits, Net operating profits

- Income from strategic businesses increased mainly driven by Asia business and settlement business
- Gross profits: ¥961.2 bn (-2.2% from FY05 H1); Net operating profits: ¥505.1 bn (-6.8% from FY05 H1)

**Consolidated Gross Profits**

![Graph showing consolidated gross profits breakdown](chart)

**Average domestic loan balance and spread**

![Graph showing average domestic loan balance and spread](chart)

**Average overseas loan balance and spread**

![Graph showing average overseas loan balance and spread](chart)

- Income from strategic businesses increased mainly driven by Asia business and settlement business
- Gross profits: ¥961.2 bn (-2.2% from FY05 H1); Net operating profits: ¥505.1 bn (-6.8% from FY05 H1)
Corporate–SME business

SME average loan balance and spread

<table>
<thead>
<tr>
<th>Year</th>
<th>FY04 H1</th>
<th>FY04 H2</th>
<th>FY05 H1</th>
<th>FY05 H2</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>Spread</td>
<td>1.73%</td>
<td>1.74%</td>
<td>1.72%</td>
<td>1.69%</td>
<td>1.59%</td>
</tr>
<tr>
<td>Loans</td>
<td>¥5.03tn</td>
<td>¥5.16tn</td>
<td>¥5.20tn</td>
<td>¥5.36tn</td>
<td>¥5.41tn</td>
</tr>
</tbody>
</table>

Outstanding balance of business loan products*1

<table>
<thead>
<tr>
<th>Period</th>
<th>FY04 H1</th>
<th>FY04 H2</th>
<th>FY05 H1</th>
<th>FY05 H2</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>Amount</td>
<td>¥503.7bn</td>
<td>¥725.1bn</td>
<td>¥861.9bn</td>
<td>¥991.3bn</td>
<td>¥1,075.4bn</td>
</tr>
</tbody>
</table>

FY06 H1 performance:
- Gross profits ¥43.1 bn (-¥1.7 bn from FY05 H1)
- Average SME loan balance approx. ¥5.4 tn, up ¥215.0 bn (+4.1%) from FY05 H1; however, not enough to make up for decline in spread
- Outstanding balance of business loans exceeded ¥1 tn

FY06 H2 plans:
- Increase customer numbers and lending with a core focus on business loans
- More efficient use of staff, resources, channels; enhance screening model
- Expand specialist SME business offices

*1 Including TKC strategic loans (End Sep 05 and prior dates: ‘Yukatsuryoku’+‘TKC strategic loan’ of the former BTM and ‘Business Loans’ of the former UFJ)

*2 Figures until Dec. 2005 are simple accumulations of the totals of the former BTM and former UFJ
Corporate—Settlement business

**Settlement business income**

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>Domestic settlement</td>
<td>127.6</td>
<td>130.2</td>
</tr>
<tr>
<td>Forex</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**Domestic outward remittances**

<table>
<thead>
<tr>
<th></th>
<th>FY04 H1</th>
<th>FY04 H2</th>
<th>FY05 H1</th>
<th>FY05 H2</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>(mn)</td>
<td>153</td>
<td>157</td>
<td>160</td>
<td>165</td>
<td>167</td>
</tr>
</tbody>
</table>

**Trade handling amount**

<table>
<thead>
<tr>
<th></th>
<th>FY04 H1</th>
<th>FY04 H2</th>
<th>FY05 H1</th>
<th>FY05 H2</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>(US$ bn)</td>
<td>216.4</td>
<td>235.7</td>
<td>248.0</td>
<td>251.4</td>
<td>265.1</td>
</tr>
</tbody>
</table>

**FY06 H1 performance:** Gross profits ¥130.2 (+¥2.5 bn from FY05 H1)
- Domestic outward remittances increased by 7 mn from FY05 H1
- Foreign trade handling increased 6.9% from FY05 H1; also currency options were strong

**FY06 H2 plans:**
- Increase sales of 14 products released in FY06 H1 and expand new EB products
- Increase new forex customers
- Strengthen asset finance and trade finance

*1 Commercial bank figures.
Corporate—Investment banking (domestic)

**Investment banking business income**

<table>
<thead>
<tr>
<th></th>
<th>FY05 H1</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>Income from underwriting and customer derivatives</td>
<td>150.1 bn</td>
<td>141.0 bn</td>
</tr>
<tr>
<td>Other (underwriting, etc.)</td>
<td>2.3 bn</td>
<td>3.5 bn</td>
</tr>
<tr>
<td>Structured finance</td>
<td>3.1 bn</td>
<td>3.7 bn</td>
</tr>
<tr>
<td>Securitization</td>
<td>38.4 bn</td>
<td>42.9 bn</td>
</tr>
<tr>
<td>Domestic syndicated loans</td>
<td>48.2 bn</td>
<td>51.3 bn</td>
</tr>
<tr>
<td>Customer derivatives*2</td>
<td>38.5 bn</td>
<td>46.2 bn</td>
</tr>
</tbody>
</table>

**Arrangement of domestic syndicated loans**

- **FY06 H1 performance:** Gross profits ¥141.0 bn (-¥9.1 bn from FY05 H1)
  - Income from underwriting and customer derivatives decreased due to operating environment factors such as interest rates.
  - However, the total of structured finance, syndicated loans and securitization increased slightly. Although income from syndicated loans fell, due partly to intense competition, the numbers of loans arranged and amounts increased, and our customer base is expanding.

**FY06 H2 plans:**
- Strengthen M&A-related finance that meets the capital strategy needs of large companies, through collaboration between the banking and securities businesses
- Promote an asset turnover-style business model
- Expand customer base by originating small-lot deals from SMEs and strengthening product line-up

*1 Includes duplicated counts between businesses.
*2 Including securities intermediation.
*3 Excluding securities intermediation.
**Corporate—Real estate business**

**Real estate business income**

- FY05 H1: ¥43.4 bn
- FY06 H1: ¥42.0 bn

**Real estate transaction amount**

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>FY04 H1</th>
<th>FY04 H2</th>
<th>FY05 H1</th>
<th>FY05 H2</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>Value (¥ bn)</td>
<td>517.6</td>
<td>927.8</td>
<td>817.0</td>
<td>594.1</td>
<td>520.9</td>
</tr>
</tbody>
</table>

*Includes Corporate segment transactions only.

**FY05 H1 performance:** Gross profits ¥42.0 bn (¥1.4 bn from FY05 H1)
- Transaction amount fell to ¥520.9 bn (-36% from FY05 H1)
- Real estate custody balance strong, at ¥7 tn (+approx. ¥700 bn from end Mar. 06)

**FY06 H1 plans:**
- Expand scope to include commercial bank customer base
- Strengthen small-lot transaction with focus on mid-size, SME segment, including sales of Mitsubishi UFJ Real Estate Services

**Real estate custody balance**

<table>
<thead>
<tr>
<th>Period</th>
<th>End Sep 04</th>
<th>End Mar 05</th>
<th>End Sep 05</th>
<th>End Mar 06</th>
<th>End Sep 06</th>
</tr>
</thead>
<tbody>
<tr>
<td>Value (¥ tn)</td>
<td>4.2</td>
<td>5.0</td>
<td>5.7</td>
<td>6.3</td>
<td>7.0</td>
</tr>
</tbody>
</table>
**FY06 H1 performance:** Gross profits ¥61.3 bn (+¥16.3 bn from FY05 H1)
- Responded to strong demand for funding from Japanese and non-Japanese customers; Average loan balance reached ¥3.9 tn (up approx. ¥800 bn from FY05 H1); forex profits were also strong
- Average deposit balance increased by approx. ¥700 bn to ¥3.3 tn from FY05 H1

**FY06 H2 plans:**
- Expand customer base by broadening branch network, strategically introducing personnel, and collaboration in Japan and overseas
- Strengthen provision of CMS, market related solutions, etc.
Corporate—Americas Business

**Americas business income**

- **FY05 H1**: ¥33.9 bn
- **FY06 H1**: ¥35.6 bn

**Average loan balance in Americas**

- **FY04 H1**: ¥2.2 tn
- **FY04 H2**: ¥2.1 tn
- **FY05 H1**: ¥2.1 tn
- **FY05 H2**: ¥2.3 tn
- **FY06 H1**: ¥2.6 tn

**Average deposit balance in Americas**

- **FY04 H1**: ¥1.0 tn
- **FY04 H2**: ¥1.1 tn
- **FY05 H1**: ¥1.2 tn
- **FY05 H2**: ¥1.3 tn
- **FY06 H1**: ¥1.4 tn

**FY06 H1 performance:** Gross profits ¥35.6 bn (+¥1.6 bn from FY05 H1)
- Responded to strong demand for funding; Average loan balance ¥2.6 tn (+¥549.0 bn from FY05 H1)
- Average deposit balance increased ¥181.5 bn to ¥1.4 tn from FY05 H1

**FY06 H2 plans:**
- Strengthen LBO-related business
- Review and strengthen business management system for non-Japanese company transactions
- Enhance credit portfolio management functions

Note: Excluding UNBC
**FY06 H1 performance:** Gross profits ¥27.3 bn (+¥5.8 bn from FY05 H1)
- Responded to strong demand for funding; Average loan balance reached ¥2.9 tn (+¥1.0787 tn from FY05 H1)
- Average deposit balance increased by ¥366.5 bn to ¥1.3 tn

**FY06 H2 plans:**
- Leverage branches in Russia and Central and Eastern Europe, including newly established branches, to expand transactions with Japanese companies
- Increase transactions with European companies including in emerging markets
- Strengthen credit portfolio management functions
Good performance in each business line. Gross profits up 106.3%; Net operating profits up 331.6% from FY05 H1

Consolidated gross profits

(FY05 H1)
- Investments trust management: 19.3 bn
- MUAM: 14.1 bn
- MTBJ: 13.6 bn
- Yen custodiy: 9.1 bn
- Custody: 6.0 bn
- Other trust businesses: 1.0 bn

(FY06 H1)
- Investments trust management: 29.3 bn
- MUAM: 14.1 bn
- MTBJ: 13.6 bn
- Yen custodiy: 9.1 bn
- Custody: 6.0 bn
- Other trust businesses: 1.0 bn

Change in balance of main assets*1 in Trust Assets segment

*1 In addition to amounts shown here, asset administration balances also include specified money trusts for securities, securities administration services, etc.
FY06 H1 performance: Gross profits approx. ¥29.3 bn (up approx. ¥5.9 bn from FY05 H1)
- Strengthened sales of non-passive investment products in key pension trusts; increased income due to strong performance by alternative products, defined contribution pension products, etc. Overall income up approx. ¥5.9 bn from FY05 H1

FY06 H2 plans:
- Strengthen sales of new mandates for non-passive investment products
- Expand initiatives in SME defined-contributions pension business

Note: Figures are totals including Master Trust Bank of Japan; Market share figures are MUFG estimates (book value basis).
**FY06 H1 performance:**

**Investment trust management:** Gross profits ¥33.4 bn (+¥23.4 bn from FY05 H1)
- Investment trust administration balance increased approx. ¥9.0 tn from FY05 H1, including strong performance by equities investment trusts and ¥7.2 tn from consolidation of Kokusai Asset Management

**Investment trust administration:** Gross profits ¥7.2 bn (+¥4.1 bn from FY05 H1)
- Investment trust administration balance reached ¥30 tn

**FY06 H2 plans:**
- Strengthen product lineup, sales support for Group channels and development of non-Group channels.
- Leverage enhanced administration functions to win mandates from securities company affiliated asset management companies

*Note: From FY06 H1 the income and balances of Kokusai Asset Management are included.*
FY06 H1 performance: Gross profits ¥9.1 bn (+¥1.8 bn from FY05 H1)
- Gross profits increased steadily due to higher global custody deposit assets, despite the impact of a slowdown in the yen custody market

FY06 H2 plans:
- Improve business efficiency through collaboration between MUFG branches in Japan and overseas
- Strengthen peripheral functions including forex and lending

Custody business income*1

Yen custody asset balance

Global custody asset balance
Outline of Fiscal 2006 Interim Results

Business Segment Information

Assets and Capital

Reference
### Credit related costs

<table>
<thead>
<tr>
<th>Accounts name</th>
<th>FY05 H1</th>
<th>FY06 H1</th>
</tr>
</thead>
<tbody>
<tr>
<td>Addition to formula allowance for loan losses</td>
<td>—</td>
<td>—</td>
</tr>
<tr>
<td>Losses on loan charge-offs</td>
<td>(58.9)</td>
<td>(46.0)</td>
</tr>
<tr>
<td>Provision for specific allowance for loan losses</td>
<td>—</td>
<td>—</td>
</tr>
<tr>
<td>Other credit related costs</td>
<td>(1.8)</td>
<td>7.1</td>
</tr>
</tbody>
</table>

Credit related costs counted in net non-recurring losses

<table>
<thead>
<tr>
<th>Credit related costs counted in net non-recurring losses</th>
<th>(60.8)</th>
<th>(38.8)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Credit costs for trust accounts</td>
<td>(0.9)</td>
<td>(0.0)</td>
</tr>
<tr>
<td>Reversal of allowance for loan losses</td>
<td>434.9</td>
<td>192.2</td>
</tr>
<tr>
<td>Gains on loans charged-off</td>
<td>55.0</td>
<td>74.5</td>
</tr>
<tr>
<td><strong>Total credit costs + Gains on loans charged-off</strong></td>
<td>428.2</td>
<td>227.8</td>
</tr>
</tbody>
</table>

(Note) Figures with parenthesis means cost
### Disclosed claims under FRL

(Sum of bank accounts and trust accounts) (¥bn)

<table>
<thead>
<tr>
<th></th>
<th>End Sep. 05 (A)</th>
<th>End Mar. 06 (B)</th>
<th>End Sep. 06 (C)</th>
<th>Changes (C) − (A)</th>
<th>Changes (C) − (B)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Claims to bankrupt and substantially bankrupt debtors</td>
<td>195.6</td>
<td>152.3</td>
<td>125.0</td>
<td>▲ 70.6</td>
<td>▲ 27.3</td>
</tr>
<tr>
<td>Claims under high risk</td>
<td>1,266.6</td>
<td>749.4</td>
<td>495.9</td>
<td>▲ 770.6</td>
<td>▲ 253.5</td>
</tr>
<tr>
<td>Claims under close observation</td>
<td>1,023.9</td>
<td>924.1</td>
<td>656.9</td>
<td>▲ 367.0</td>
<td>▲ 267.2</td>
</tr>
<tr>
<td><strong>Total amount disclosed claims under FRL</strong></td>
<td><strong>2,486.2</strong></td>
<td><strong>1,825.9</strong></td>
<td><strong>1,277.8</strong></td>
<td><strong>▲ 1,208.4</strong></td>
<td><strong>▲ 548.0</strong></td>
</tr>
<tr>
<td>of which claims under close observation not disclosed under FRL (including separate subsidiaries)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Normal claims</td>
<td>88,668.3</td>
<td>86,272.3</td>
<td>87,462.9</td>
<td>▲ 1,205.3</td>
<td>1,190.6</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>91,154.5</strong></td>
<td><strong>88,098.2</strong></td>
<td><strong>88,740.8</strong></td>
<td><strong>▲ 2,413.7</strong></td>
<td>642.5</td>
</tr>
<tr>
<td><strong>Amount of direct reduction</strong></td>
<td>1,173.6</td>
<td>966.3</td>
<td>782.8</td>
<td>▲ 390.8</td>
<td>▲ 183.4</td>
</tr>
</tbody>
</table>
Reserving of FRL disclosed loans by debtor category (sum of bank and trust accounts)

(End Sep. 06)  (¥bn, %)

<table>
<thead>
<tr>
<th>Claim category</th>
<th>Disclosed balance(a)</th>
<th>Collateral &amp; guarantee (b)</th>
<th>Reserves (c)</th>
<th>Covered amount (d)=(b)+(c)</th>
<th>Covered ratio (d)/(a)</th>
<th>Unsecured amount (e)=(a)-(b)</th>
<th>Uncovered ratio (e)/(a)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Claims to bankrupt and substantially bankrupt</td>
<td>125.0</td>
<td>119.9</td>
<td>5.0</td>
<td>125.0</td>
<td>100.00%</td>
<td>5.0</td>
<td>4.02%</td>
</tr>
<tr>
<td>Claims under high risk</td>
<td>495.9</td>
<td>302.1</td>
<td>126.5</td>
<td>428.7</td>
<td>86.45%</td>
<td>193.7</td>
<td>39.06%</td>
</tr>
<tr>
<td>Claims under close observation</td>
<td>656.9</td>
<td>289.7</td>
<td>166.1</td>
<td>455.9</td>
<td>69.40%</td>
<td>367.1</td>
<td>55.88%</td>
</tr>
<tr>
<td>Total</td>
<td>1,277.8</td>
<td>711.9</td>
<td>297.7</td>
<td>1,009.6</td>
<td>79.01%</td>
<td>565.8</td>
<td>44.28%</td>
</tr>
</tbody>
</table>

(End Mar. 06)  (¥bn, %)

<table>
<thead>
<tr>
<th>Claim category</th>
<th>Disclosed balance(a)</th>
<th>Collateral &amp; guarantee (b)</th>
<th>Reserves (c)</th>
<th>Covered amount (d)=(b)+(c)</th>
<th>Covered ratio (d)/(a)</th>
<th>Unsecured amount (e)=(a)-(b)</th>
<th>Uncovered ratio (e)/(a)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Claims to bankrupt and substantially bankrupt</td>
<td>152.3</td>
<td>147.9</td>
<td>4.4</td>
<td>152.3</td>
<td>100.00%</td>
<td>4.4</td>
<td>2.90%</td>
</tr>
<tr>
<td>Claims under high risk</td>
<td>749.4</td>
<td>414.1</td>
<td>232.6</td>
<td>646.7</td>
<td>86.29%</td>
<td>335.2</td>
<td>44.73%</td>
</tr>
<tr>
<td>Claims under close observation</td>
<td>924.1</td>
<td>270.9</td>
<td>230.7</td>
<td>501.7</td>
<td>54.29%</td>
<td>653.1</td>
<td>70.67%</td>
</tr>
<tr>
<td>Total</td>
<td>1,825.9</td>
<td>833.0</td>
<td>467.8</td>
<td>1,300.8</td>
<td>71.24%</td>
<td>992.8</td>
<td>54.37%</td>
</tr>
</tbody>
</table>
## Reserve ratios

### Change of reserve ratio by debtor category

#### (BTMU→BTMU)

<table>
<thead>
<tr>
<th>Debtor category</th>
<th>End Sep 05</th>
<th>End Mar 06</th>
<th>End Sep 06</th>
<th>Change from End Sep 05</th>
<th>Change from End Mar 06</th>
<th>(MTB [Bank accounts]→MUTB [Bank accounts])</th>
<th>Debtor category</th>
<th>End Sep 05</th>
<th>End Mar 06</th>
<th>End Sep 06</th>
<th>Change from End Sep 05</th>
<th>Change from End Mar 06</th>
</tr>
</thead>
<tbody>
<tr>
<td>Normal</td>
<td>0.08%</td>
<td>0.20%</td>
<td>0.18%</td>
<td>0.10% (0.02%)</td>
<td></td>
<td></td>
<td>Normal</td>
<td>0.20%</td>
<td>0.18%</td>
<td>0.14%</td>
<td>(0.06%) (0.04%)</td>
<td></td>
</tr>
<tr>
<td>Close watch</td>
<td>6.90%</td>
<td>10.91%</td>
<td>10.30%</td>
<td>3.40% (0.61%)</td>
<td>1.78%</td>
<td></td>
<td>Close watch</td>
<td>8.06%</td>
<td>10.50%</td>
<td>9.45%</td>
<td>1.39% (1.05%)</td>
<td>3.91%</td>
</tr>
<tr>
<td>(Unsecured portion)</td>
<td>14.00%</td>
<td>19.63%</td>
<td>21.41%</td>
<td>7.41%</td>
<td></td>
<td></td>
<td>(Unsecured portion)</td>
<td>17.04%</td>
<td>20.83%</td>
<td>24.74%</td>
<td>7.70%</td>
<td>3.91%</td>
</tr>
<tr>
<td>Close watch excluding &quot;close observation&quot; (Unsecured portion)</td>
<td>3.48%</td>
<td>5.00%</td>
<td>6.37%</td>
<td>2.89%</td>
<td>1.37%</td>
<td></td>
<td>Close watch excluding &quot;close observation&quot; (Unsecured portion)</td>
<td>2.32%</td>
<td>6.27%</td>
<td>6.55%</td>
<td>4.23%</td>
<td>0.28%</td>
</tr>
<tr>
<td>Close observation (Unsecured portion)</td>
<td>16.82%</td>
<td>25.69%</td>
<td>26.37%</td>
<td>9.55%</td>
<td>0.68%</td>
<td></td>
<td>Close observation (Unsecured portion)</td>
<td>22.95%</td>
<td>21.50%</td>
<td>19.01%</td>
<td>(3.94%) (2.49%)</td>
<td></td>
</tr>
<tr>
<td>High risk (Unsecured portion)</td>
<td>58.78%</td>
<td>68.71%</td>
<td>65.09%</td>
<td>6.31%</td>
<td>(3.62%)</td>
<td></td>
<td>High risk (Unsecured portion)</td>
<td>85.45%</td>
<td>74.89%</td>
<td>72.27%</td>
<td>(13.18%) (2.62%)</td>
<td></td>
</tr>
</tbody>
</table>

#### (UFJ Bank→MUTB)

<table>
<thead>
<tr>
<th>Debtor category</th>
<th>End Sep 05</th>
<th>End Mar 06</th>
<th>End Sep 06</th>
<th>Change from End Sep 05</th>
<th>Change from End Mar 06</th>
<th>(UFJ Trust [Bank accounts]→MUTB [Bank accounts])</th>
<th>Debtor category</th>
<th>End Sep 05</th>
<th>End Mar 06</th>
<th>End Sep 06</th>
<th>Change from End Sep 05</th>
<th>Change from End Mar 06</th>
</tr>
</thead>
<tbody>
<tr>
<td>Normal</td>
<td>0.23%</td>
<td>0.20%</td>
<td>0.18%</td>
<td>(0.05%) (0.02%)</td>
<td></td>
<td></td>
<td>Normal</td>
<td>0.15%</td>
<td>0.18%</td>
<td>0.14%</td>
<td>(0.01%) (0.04%)</td>
<td></td>
</tr>
<tr>
<td>Close watch</td>
<td>16.05%</td>
<td>10.91%</td>
<td>10.30%</td>
<td>(5.75%) (0.61%)</td>
<td>1.78%</td>
<td></td>
<td>Close watch</td>
<td>11.93%</td>
<td>10.50%</td>
<td>9.45%</td>
<td>(2.48%) (1.05%)</td>
<td>3.91%</td>
</tr>
<tr>
<td>(Unsecured portion)</td>
<td>29.63%</td>
<td>19.63%</td>
<td>21.41%</td>
<td>(8.22%)</td>
<td></td>
<td></td>
<td>(Unsecured portion)</td>
<td>26.67%</td>
<td>20.83%</td>
<td>24.74%</td>
<td>(1.93%) (3.91%)</td>
<td></td>
</tr>
<tr>
<td>Close watch excluding &quot;close observation&quot; (Unsecured portion)</td>
<td>7.77%</td>
<td>5.00%</td>
<td>6.37%</td>
<td>(1.40%)</td>
<td>1.37%</td>
<td></td>
<td>Close watch excluding &quot;close observation&quot; (Unsecured portion)</td>
<td>4.34%</td>
<td>6.27%</td>
<td>6.55%</td>
<td>2.21%</td>
<td>0.28%</td>
</tr>
<tr>
<td>Close observation (Unsecured portion)</td>
<td>35.14%</td>
<td>25.69%</td>
<td>26.37%</td>
<td>(8.77%)</td>
<td>0.68%</td>
<td></td>
<td>Close observation (Unsecured portion)</td>
<td>36.02%</td>
<td>21.50%</td>
<td>19.01%</td>
<td>(17.01%) (2.49%)</td>
<td></td>
</tr>
<tr>
<td>High risk (Unsecured portion)</td>
<td>83.07%</td>
<td>68.71%</td>
<td>65.09%</td>
<td>(17.98%)</td>
<td>(3.62%)</td>
<td></td>
<td>High risk (Unsecured portion)</td>
<td>64.31%</td>
<td>74.89%</td>
<td>72.27%</td>
<td>7.96%</td>
<td>(2.62%)</td>
</tr>
</tbody>
</table>

Note: Reserve ratios by self-assessed debtor category calculated on accounts under FRL (loans and bills discounted, foreign exchanges, customers' liabilities for acceptances and guarantees, securities lent, credit related suspense payments, accrued interest).

A portion of loans guaranteed by guarantee companies, etc. are excluded.

Including separate subsidiaries
Investment securities portfolio

Available for sale securities
Appraisal gains/losses

[Sum of non-consolidated]

<table>
<thead>
<tr>
<th></th>
<th>Acquisition cost</th>
<th>Balance sheet amount</th>
<th>End Sep. 06</th>
<th>Changes from End Mar. 06</th>
</tr>
</thead>
<tbody>
<tr>
<td>Domestic Equity</td>
<td>4,728.8</td>
<td>6,949.7</td>
<td>2,220.9</td>
<td>(395.8)</td>
</tr>
<tr>
<td>Domestic Bond</td>
<td>23,230.2</td>
<td>23,162.7</td>
<td>(67.5)</td>
<td>137.9</td>
</tr>
<tr>
<td>Others</td>
<td>9,869.4</td>
<td>10,062.0</td>
<td>192.6</td>
<td>(19.3)</td>
</tr>
<tr>
<td>Total</td>
<td>37,828.6</td>
<td>40,174.5</td>
<td>2,345.9</td>
<td>(277.3)</td>
</tr>
</tbody>
</table>

(Reference)
Marketable shares issued by affiliated subsidiaries, related companies and others

<table>
<thead>
<tr>
<th></th>
<th>Appraisal gains/losses</th>
<th>End Mar. 06</th>
<th>End Sep. 06</th>
<th>Changes</th>
</tr>
</thead>
<tbody>
<tr>
<td>Affiliated subsidiaries and others</td>
<td>1,199.1</td>
<td>762.7</td>
<td>(436.4)</td>
<td></td>
</tr>
<tr>
<td>Related companies and others</td>
<td>81.2</td>
<td>54.3</td>
<td>(26.9)</td>
<td></td>
</tr>
</tbody>
</table>

Equity holdings*1

[Consolidated]

*1 Of available for sale securities, with a market price, sum of domestic and foreign equities (consolidated, acquisition price base; Differs from equity holdings and Tier1 stipulated in the regulations on equity holdings)
## Redemption schedule of bonds

### Commercial bank (Non-consolidated)

<table>
<thead>
<tr>
<th></th>
<th>Due in 1 year or less</th>
<th>Due after 1 year through 3 years</th>
<th>Due after 3 years through 5 years</th>
<th>Due after 5 years through 7 years</th>
<th>Due after 7 years through 10 years</th>
<th>Due after 10 years</th>
<th>Termless</th>
</tr>
</thead>
<tbody>
<tr>
<td>Government bonds</td>
<td>9,307.1</td>
<td>5,535.4</td>
<td>3,212.4</td>
<td>501.8</td>
<td>395.2</td>
<td>1,667.3</td>
<td>-</td>
</tr>
<tr>
<td>Municipal bonds</td>
<td>14.3</td>
<td>57.3</td>
<td>68.4</td>
<td>43.5</td>
<td>21.6</td>
<td>3.7</td>
<td>-</td>
</tr>
<tr>
<td>Corporate bonds</td>
<td>613.3</td>
<td>1,957.5</td>
<td>1,538.0</td>
<td>487.3</td>
<td>373.4</td>
<td>256.4</td>
<td>-</td>
</tr>
<tr>
<td>Other</td>
<td>347.8</td>
<td>876.9</td>
<td>955.4</td>
<td>168.6</td>
<td>648.7</td>
<td>2,308.4</td>
<td>2,029.1</td>
</tr>
</tbody>
</table>

### Trust bank (Non-consolidated)

<table>
<thead>
<tr>
<th></th>
<th>Due in 1 year or less</th>
<th>Due after 1 year through 3 years</th>
<th>Due after 3 years through 5 years</th>
<th>Due after 5 years through 7 years</th>
<th>Due after 7 years through 10 years</th>
<th>Due after 10 years</th>
<th>Termless</th>
</tr>
</thead>
<tbody>
<tr>
<td>Government bonds</td>
<td>76.8</td>
<td>973.3</td>
<td>1,376.6</td>
<td>629.8</td>
<td>11.9</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Municipal bonds</td>
<td>5.7</td>
<td>35.2</td>
<td>38.4</td>
<td>14.7</td>
<td>6.4</td>
<td>0.4</td>
<td>-</td>
</tr>
<tr>
<td>Corporate bonds</td>
<td>26.3</td>
<td>66.5</td>
<td>152.1</td>
<td>27.4</td>
<td>12.3</td>
<td>4.8</td>
<td>-</td>
</tr>
<tr>
<td>Other</td>
<td>155.7</td>
<td>176.0</td>
<td>255.8</td>
<td>167.9</td>
<td>571.4</td>
<td>152.7</td>
<td>294.9</td>
</tr>
</tbody>
</table>
### Capital ratios

**Capital ratios (Unified international standard)**

<table>
<thead>
<tr>
<th>[Consolidated]</th>
<th>End Mar. 06</th>
<th>End Sep. 06</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total qualifying capital</strong></td>
<td>13,460.3</td>
<td>13,462.0</td>
</tr>
<tr>
<td><strong>Tier 1</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>of which preferred stocks</td>
<td>965.7</td>
<td>416.3</td>
</tr>
<tr>
<td>of which preferred securities</td>
<td>1,237.2</td>
<td>1,236.3</td>
</tr>
<tr>
<td>of which net deferred tax assets</td>
<td>623.1</td>
<td>549.3</td>
</tr>
<tr>
<td><strong>Tier 2 (includable as qualifying capital)</strong></td>
<td>6,293.7</td>
<td>6,076.2</td>
</tr>
<tr>
<td>of which the amount of unrealized gains on investment securities</td>
<td>1,343.1</td>
<td>1,209.5</td>
</tr>
<tr>
<td>of which the amount of land revaluation excess</td>
<td>162.1</td>
<td>161.4</td>
</tr>
<tr>
<td>of which subordinated debt</td>
<td>3,786.6</td>
<td>3,827.1</td>
</tr>
<tr>
<td>of which formula allowance for loan losses</td>
<td>1,001.6</td>
<td>878.0</td>
</tr>
<tr>
<td><strong>Tier 3 (includable as qualifying capital)</strong></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Deductions from total qualifying capital</strong></td>
<td>334.9</td>
<td>296.2</td>
</tr>
<tr>
<td><strong>Risk-adjusted assets</strong></td>
<td>110,292.6</td>
<td>112,567.5</td>
</tr>
<tr>
<td><strong>Risk-adjusted capital ratio (%)</strong></td>
<td>12.20%</td>
<td>11.95%</td>
</tr>
<tr>
<td><strong>Tier 1 ratio (%)</strong></td>
<td>6.80%</td>
<td>6.82%</td>
</tr>
</tbody>
</table>

**<Changes in capital*: Main factors>**

- **[Tier 1]**
  - Net income (interim) +¥180bn
  - Increase in treasury stocks in the process of repaying public funds +¥500bn
  - Planned interim dividend -¥220bn
  - Decrease in unrealized gains on investment securities -¥50bn
  - Decrease in formula allowance for loan losses -¥130bn

- **[Tier 2]**
  - Decrease in unrealized gains on investment securities -¥120bn

**<Changes in risk assets*: Main factors>**

- **[Risk assets total]**
  - Increase in loans and bills discounted, customers’ liabilities for acceptances and guarantees, and commitments +¥1.3tn
  - Monetary claims bought +¥0.7tn
  - Market risk +¥0.4tn

* Rounded figures
# Deferred tax assets

## Balance of deferred tax assets by source factor

<table>
<thead>
<tr>
<th></th>
<th>End Mar. 06 (A)</th>
<th>End Sep. 06 (B)</th>
<th>Change (B)-(A)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Deferred tax assets</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Allowance for loan losses</td>
<td>1,743.0</td>
<td>1,662.7</td>
<td>(80.2)</td>
</tr>
<tr>
<td>Write-down of investment securities</td>
<td>544.9</td>
<td>453.3</td>
<td>(91.6)</td>
</tr>
<tr>
<td>Net operating loss carryforwards</td>
<td>308.9</td>
<td>281.8</td>
<td>(27.1)</td>
</tr>
<tr>
<td>Reserve for employees' retirement benefits</td>
<td>1,106.5</td>
<td>1,003.7</td>
<td>(102.8)</td>
</tr>
<tr>
<td>Unrealized losses on securities available for sale</td>
<td>99.1</td>
<td>94.6</td>
<td>(4.5)</td>
</tr>
<tr>
<td>Other</td>
<td>371.9</td>
<td>439.5</td>
<td>67.6</td>
</tr>
<tr>
<td>Valuation allowance</td>
<td>(688.5)</td>
<td>(610.4)</td>
<td>78.1</td>
</tr>
<tr>
<td>Deferred tax liabilities</td>
<td>1,143.2</td>
<td>1,064.5</td>
<td>(78.6)</td>
</tr>
<tr>
<td>Gains on placing trust for retirement benefits</td>
<td>45.0</td>
<td>46.5</td>
<td>1.4</td>
</tr>
<tr>
<td>Unrealized gains on securities available for sale</td>
<td>812.6</td>
<td>734.7</td>
<td>(77.8)</td>
</tr>
<tr>
<td>Other</td>
<td>285.5</td>
<td>283.2</td>
<td>(2.2)</td>
</tr>
<tr>
<td>Net deferred tax assets</td>
<td>599.8</td>
<td>598.2</td>
<td>(1.6)</td>
</tr>
</tbody>
</table>

## [BTMU non-consolidated]

### Assumption of collectability (stress scenario)

- Net business profits: ¥5,759.0, ¥1,223.3
- Income before income taxes (basis of collectability determination): ¥4,205.9, ¥1,031.6
- Taxable income before adjustment (basis of collectability determination): ¥4,905.5, ¥951.5

## Collectability of DTAs as of end Sep. 06

### Temporary difference + net operating loss carryforwards (for which DTAs shall be recognized)

- BTMU: ¥3,886.7, MUTB: ¥518.3

## Balance of Net deferred tax assets and ratio to Tier 1 capital

### [Consolidated]

#### (¥ bn)

<table>
<thead>
<tr>
<th></th>
<th>End Sep 05 *1</th>
<th>End Mar 06</th>
<th>End Sep 06</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net deferred tax assets</td>
<td>966.3</td>
<td>623.1</td>
<td>549.3</td>
</tr>
</tbody>
</table>

*1 Sum of consolidated figures of MTFG and UFJH for end Sep. 05
Outline of Fiscal 2006 Interim Results

Business Segment Information

Assets and Capital

Reference
**Basel II (new BIS regulations)**

- Steadily preparing for the introduction of Basel II regulations at the end of March 2007

### Basel II

- International agreement was reached in June 2004 on the revised BIS regulations that international banks are required to observe.
- It has been decided that the new regulations will apply for Japanese banks from the end of March 2007.
- Basel II is based on the idea to protect the safety and soundness of the financial system by formulating three pillars into one set of regulations: Minimum capital requirements appropriate to the inherent risk of financial institutions; supervisory review by regulatory authorities; and the observation of market discipline through the disclosure of information.

### Mitsubishi UFJ Financial Group

- On January 1, 2006, established the Basel II Implementation Office in Corporate Risk Management Division to strengthen group-wide preparations for Basel II.
- From the end of March 2007, subject to the approval of Japan’s Financial Services Agency, plan to apply FIRB to credit risk and TSA to operational risk.
- In stages, shift to AIRB and AMA.

### Bank of Tokyo-Mitsubishi UFJ

- Corporate Risk Management Division will supervise Basel II promotion framework.
- Bank of Tokyo-Mitsubishi UFJ plans to use the same methods as Mitsubishi UFJ Financial Group.

### Mitsubishi UFJ Trust and Banking

- Corporate Risk Management Division will supervise Basel II promotion framework.
- Mitsubishi UFJ Trust and Banking plans to use the same methods as Mitsubishi UFJ Financial Group.
## Internal Control over Financial Reporting

### SOX

<table>
<thead>
<tr>
<th>Objectives</th>
</tr>
</thead>
</table>
| ➢ Maintenance and improvement of internal controls over financial reporting.  
➢ Maintenance of reliability and GAAP-compliance in the preparation of financial statements  
➢ Maintenance of effectiveness of disclosure controls and procedures.  |

<table>
<thead>
<tr>
<th>SOX404</th>
</tr>
</thead>
</table>
| A) Maintenance and improvement of internal control over financial reporting by the issuing company.  
B) Assessment of the reliability of internal control over financial reporting by management  
C) Assessment of the effectiveness of internal controls over financial reporting and verification of B) by corporate auditors.  |

<table>
<thead>
<tr>
<th>SOX302</th>
</tr>
</thead>
<tbody>
<tr>
<td>Making oath by the CEO/CFO on the effectiveness of internal controls and procedures of disclosure related to annual reporting</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>SOX906</th>
</tr>
</thead>
<tbody>
<tr>
<td>Making oath by the CEO/CFO that annual reporting documents are compliant with U.S Securities Exchange Act and its indication is adequate</td>
</tr>
</tbody>
</table>

### J-SOX

<table>
<thead>
<tr>
<th>Objectives</th>
</tr>
</thead>
</table>
| Financial Instruments and Exchange Law  
➢ Enacted on June 7, 2006  
➢ To be applied from the settlement of accounts for fiscal year ending Mar. 2009  |

2. Submission of report on internal control assessing systems for maintaining the appropriateness of documents concerning financial calculations and other information  
3. Audit certification of internal control reports.  

Meet the requirements of J-SOX with SOX requirement, additional response to be made when details confirmed  

Already compliant with SOX302,906  
Plan to meet SOX404 requirements from the disclosure of financial results for fiscal year ending Mar. 2007  

<table>
<thead>
<tr>
<th>Loans</th>
<th>06/9 (a)</th>
<th>06/3 (b)</th>
<th>Change (a) - (b)</th>
<th>%</th>
</tr>
</thead>
<tbody>
<tr>
<td>Loans</td>
<td>Short Term</td>
<td>Mid/Long Term</td>
<td>Japanese</td>
<td>Non-Japanese</td>
</tr>
<tr>
<td>a. Thailand</td>
<td>4,033</td>
<td>2,905</td>
<td>1,127</td>
<td>3,056</td>
</tr>
<tr>
<td>b. Indonesia</td>
<td>2,301</td>
<td>1,475</td>
<td>826</td>
<td>1,579</td>
</tr>
<tr>
<td>c. Korea</td>
<td>1,927</td>
<td>1,218</td>
<td>710</td>
<td>344</td>
</tr>
<tr>
<td>d. Malaysia</td>
<td>2,379</td>
<td>1,064</td>
<td>1,315</td>
<td>636</td>
</tr>
<tr>
<td>e. Philippines</td>
<td>515</td>
<td>169</td>
<td>346</td>
<td>173</td>
</tr>
<tr>
<td>(Sub-Total a-e)</td>
<td>11,155</td>
<td>6,830</td>
<td>4,324</td>
<td>5,787</td>
</tr>
<tr>
<td>f. Singapore</td>
<td>2,960</td>
<td>1,363</td>
<td>1,597</td>
<td>1,246</td>
</tr>
<tr>
<td>g. Hong Kong</td>
<td>5,613</td>
<td>2,173</td>
<td>3,439</td>
<td>1,439</td>
</tr>
<tr>
<td>h. Taiwan</td>
<td>1,402</td>
<td>1,059</td>
<td>343</td>
<td>612</td>
</tr>
<tr>
<td>i. China</td>
<td>5,713</td>
<td>3,902</td>
<td>1,811</td>
<td>4,195</td>
</tr>
<tr>
<td>j. India</td>
<td>901</td>
<td>438</td>
<td>463</td>
<td>187</td>
</tr>
<tr>
<td>(Total a-j)</td>
<td>27,743</td>
<td>15,766</td>
<td>11,977</td>
<td>13,466</td>
</tr>
<tr>
<td>k. Argentina</td>
<td>25</td>
<td>19</td>
<td>6</td>
<td>22</td>
</tr>
<tr>
<td>l. Brazil</td>
<td>803</td>
<td>87</td>
<td>716</td>
<td>78</td>
</tr>
<tr>
<td>m. Mexico</td>
<td>962</td>
<td>93</td>
<td>869</td>
<td>214</td>
</tr>
<tr>
<td>(Total k-m)</td>
<td>1,790</td>
<td>200</td>
<td>1,590</td>
<td>314</td>
</tr>
<tr>
<td>Russia</td>
<td>1,529</td>
<td>93</td>
<td>1,436</td>
<td>42</td>
</tr>
<tr>
<td>Turkey</td>
<td>876</td>
<td>356</td>
<td>520</td>
<td>64</td>
</tr>
</tbody>
</table>

*Loans outstanding on consolidated basis including UBOC, counted by the nationality of each borrower for internal management purpose. (including on shore loans in local currencies, loans with guarantees and/or collaterals.)
## Exposures by country 2

**Loans for Asia/ South America/ Russia/ Turkey by nationality of borrowers**

(US $ Million)

<table>
<thead>
<tr>
<th>Country</th>
<th>Loans 06/9</th>
<th>Loans 06/3</th>
<th>Change from 06/3</th>
<th>%</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Short Term</td>
<td>Mid/Long Term</td>
<td>Japanese</td>
<td>Non-Japanese</td>
</tr>
<tr>
<td>a. Thailand</td>
<td>192</td>
<td>115</td>
<td>167</td>
<td>20</td>
</tr>
<tr>
<td>b. Indonesia</td>
<td>107</td>
<td>87</td>
<td>100</td>
<td>5</td>
</tr>
<tr>
<td>c. Korea</td>
<td>100.0%</td>
<td>81.3%</td>
<td>16.7%</td>
<td>92.6%</td>
</tr>
<tr>
<td>d. Malaysia</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>e. Philippines</td>
<td>11</td>
<td>11</td>
<td>11</td>
<td>-</td>
</tr>
<tr>
<td>(Sub-Total a-e)</td>
<td>310</td>
<td>266</td>
<td>100.0%</td>
<td>35</td>
</tr>
<tr>
<td>f. Singapore</td>
<td>140</td>
<td>109</td>
<td>31</td>
<td>140</td>
</tr>
<tr>
<td>g. Hong Kong</td>
<td>85</td>
<td>45</td>
<td>40</td>
<td>85</td>
</tr>
<tr>
<td>h. Taiwan</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>i. China</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>j. India</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>(Total a-j)</td>
<td>535</td>
<td>492</td>
<td>35</td>
<td>8</td>
</tr>
<tr>
<td>k. Argentina</td>
<td>0</td>
<td>0</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>l. Brazil</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>m. Mexico</td>
<td>4</td>
<td>4</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>(Total k-m)</td>
<td>4</td>
<td>4</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Russia</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Turkey</td>
<td>5</td>
<td>5</td>
<td>-</td>
<td>5</td>
</tr>
</tbody>
</table>

---

*Loans outstanding on consolidated basis, counted by the nationality of each borrower for internal management purpose.*

*(including on shore loans in local currencies, loans with guarantees and/or collaterals.)*
### Major subsidiaries and affiliates

#### Consolidated Companies

<table>
<thead>
<tr>
<th>Company name</th>
<th>Capital or invested money (m)</th>
<th>Percentage of voting right* held (%)</th>
<th>Company name</th>
<th>Capital or invested money</th>
<th>Percentage of voting right* held (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>The Bank of Tokyo-Mitsubishi UFJ, Ltd.</td>
<td>996,973</td>
<td>100 (0.06)</td>
<td>UnionBanCal Corporation</td>
<td>USD154,832 thousand</td>
<td>62.91 (62.91)</td>
</tr>
<tr>
<td>Mitsubishi UFJ Trust and Banking Corporation</td>
<td>324,279</td>
<td>100</td>
<td>Union Bank of California, N.A.</td>
<td>USD664,576 thousand</td>
<td>100 (100)</td>
</tr>
<tr>
<td>Mitsubishi UFJ Securities Co., Ltd.</td>
<td>65,518</td>
<td>63.04 (0.22)</td>
<td>Bank of Tokyo-Mitsubishi UFJ (Canada)</td>
<td>C$335,630 thousand</td>
<td>100 (100)</td>
</tr>
<tr>
<td>Mitsubishi UFJ Asset Management Co., Ltd.</td>
<td>2,000</td>
<td>100 (45.00)</td>
<td>Bank of Tokyo-Mitsubishi UFJ (Holland) N.V.</td>
<td>EUR150,874 thousand</td>
<td>100 (100)</td>
</tr>
<tr>
<td>UFJ NICOS Co., Ltd.</td>
<td>101,712</td>
<td>69.12 (69.12)</td>
<td>Bank of Tokyo-Mitsubishi UFJ Trust Company</td>
<td>USD132,921 thousand</td>
<td>100 (100)</td>
</tr>
<tr>
<td>DC CARD Co., Ltd.</td>
<td>7,600</td>
<td>44.82 (26.68)</td>
<td>Banco de Tokyo-Mitsubishi UFJ Brasil S/A</td>
<td>R$386,911 thousand</td>
<td>98.92 (98.92)</td>
</tr>
<tr>
<td>MU Strategic Partner Co., Ltd.</td>
<td>60,010</td>
<td>100 (100)</td>
<td>Bank of Tokyo-Mitsubishi UFJ (Malaysia) Berhad</td>
<td>RM200,000 thousand</td>
<td>100 (100)</td>
</tr>
<tr>
<td>Mitsubishi UFJ Home Loan Credit Co., Ltd.</td>
<td>55,100</td>
<td>99.99 (99.99)</td>
<td>Mitsubishi UFJ Wealth Management Bank (Switzerland, Ltd.)</td>
<td>CHF65,000 thousand</td>
<td>100 (100)</td>
</tr>
<tr>
<td>The Senshu Bank, Ltd.</td>
<td>44,575</td>
<td>68.33 (68.33)</td>
<td>Bank of Tokyo-Mitsubishi UFJ (Luxembourg) S.A.</td>
<td>USD35,300 thousand</td>
<td>99.99 (99.99)</td>
</tr>
<tr>
<td>NBL Co., Ltd.</td>
<td>10,000</td>
<td>89.74 (89.74)</td>
<td>BTMU North America International, Inc.</td>
<td>USD32,302 thousand</td>
<td>100 (100)</td>
</tr>
<tr>
<td>The Master Trust Bank of Japan, Ltd.</td>
<td>10,000</td>
<td>46.50 (46.50)</td>
<td>Bank of Tokyo-Mitsubishi UFJ (Mexico) S.A.</td>
<td>MXN289,579 thousand</td>
<td>100 (100)</td>
</tr>
<tr>
<td>The Mitsubishi UFJ Factors Limited</td>
<td>2,080</td>
<td>75.77 (75.77)</td>
<td>PT U Finance Indonesia</td>
<td>IDR1,630,000 million</td>
<td>85.00 (85.00)</td>
</tr>
<tr>
<td>Mitsubishi UFJ Research and Consulting Co., Ltd.</td>
<td>2,060</td>
<td>64.81 (64.81)</td>
<td>Mitsubishi UFJ Trust &amp; Banking Corporation (U.S.A.)</td>
<td>USD91,334 thousand</td>
<td>100 (100)</td>
</tr>
<tr>
<td>MU Investments Co., Ltd.</td>
<td>2,526</td>
<td>100 (100)</td>
<td>Mitsubishi UFJ Trust International Limited</td>
<td>£40,000 thousand</td>
<td>100 (100)</td>
</tr>
<tr>
<td>Defined Contribution Plan Consulting of Japan Co., Ltd.</td>
<td>3,000</td>
<td>70.00 (70.00)</td>
<td>Mitsubishi UFJ Securities International plc</td>
<td>£360,611 thousand</td>
<td>100 (100)</td>
</tr>
</tbody>
</table>

#### Equity Method Affiliates

<table>
<thead>
<tr>
<th>Company name</th>
<th>Capital or invested money (m)</th>
<th>Percentage of voting right* held (%)</th>
<th>Company name</th>
<th>Capital or invested money</th>
<th>Percentage of voting right* held (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>ACOM CO., LTD.</td>
<td>63,832</td>
<td>15.19 (2.00)</td>
<td>Diamond Lease Co., Ltd.</td>
<td>16,440</td>
<td>(16.86) (13.59)</td>
</tr>
<tr>
<td>Diamond Computer Service Co., Ltd.</td>
<td>6,059</td>
<td>39.99</td>
<td>DC Cash One Ltd.</td>
<td>14,341</td>
<td>45.00 (54.73)</td>
</tr>
<tr>
<td>BOT Lease Co., Ltd.</td>
<td>5,050</td>
<td>21.06</td>
<td>The Chukyo Bank, Ltd.</td>
<td>31,844</td>
<td>39.81 (1.41)</td>
</tr>
<tr>
<td>Mobil Co., Ltd.</td>
<td>20,000</td>
<td>50.00 (50.09)</td>
<td>The Gifu Bank, Ltd.</td>
<td>18,321</td>
<td>21.38 (21.38)</td>
</tr>
<tr>
<td>The Taisha Bank, Ltd.</td>
<td>2,689</td>
<td>25.91 (19.21)</td>
<td>The Waichu Bank, Ltd.</td>
<td>2,889</td>
<td>22.78 (25.91)</td>
</tr>
<tr>
<td>BTMU North America International, Inc.</td>
<td>13,324</td>
<td>22.78 (14.17)</td>
<td>iKub.com Securities Co., Ltd.</td>
<td>7,154</td>
<td>30.89 (29.86)</td>
</tr>
</tbody>
</table>

* In the “Percentage of voting right held” column figures in parenthesis ( ) indicate the percentage of voting rights indirectly held through subsidiaries; figures in square parenthesis ( ] indicate the percentage of voting rights owned by MUFG or deemed to be exercisable as if owned by MUFG due to a close relationship based on investment, personnel exchange, financial ties, technical support, commercial transactions, etc., or parties that have agreed to exercise voting rights as instructed or suggested by MUFG.

( ) : Included in the percentage shown on the first line of each company
[ ] : Not included in the percentage shown on the first line of each company
<table>
<thead>
<tr>
<th>Type of shares</th>
<th>Common Stock</th>
<th>Class 8 Preferred Shares</th>
<th>Class 11 Preferred Shares</th>
<th>Class 12 Preferred Shares</th>
<th>First Series of Class 3 Preferred Shares</th>
</tr>
</thead>
<tbody>
<tr>
<td>Original issuer</td>
<td>Sarwa Bank</td>
<td>Toyo Trust Bank</td>
<td>Toyo Trust Bank</td>
<td>MTFG</td>
<td></td>
</tr>
<tr>
<td>No. of shares outstanding as of Sep 30, 2006 (excluding Treasury Stock)</td>
<td>10,110,694.76 shares</td>
<td>17,700 shares</td>
<td>1 share</td>
<td>113,200 shares</td>
<td>100,000 shares</td>
</tr>
<tr>
<td>Balance as of Sep. 30, 2006 (1)</td>
<td>Yen 53.1bn</td>
<td>Yen 0.0bn</td>
<td>Yen 113.2bn</td>
<td>Yen 250.0bn</td>
<td></td>
</tr>
<tr>
<td>No. of shares issued</td>
<td>200,000 shares</td>
<td>80,000 shares</td>
<td>200,000 shares</td>
<td>100,000 shares</td>
<td></td>
</tr>
<tr>
<td>Total issue amount</td>
<td>Yen 600.0bn</td>
<td>Yen 80.0bn</td>
<td>Yen 200.0bn</td>
<td>Yen 250.0bn</td>
<td></td>
</tr>
<tr>
<td>Dividend yield</td>
<td>0.53%</td>
<td>0.53%</td>
<td>1.15%</td>
<td>2.40%</td>
<td></td>
</tr>
<tr>
<td>Preferred shares conversion period</td>
<td>Oct. 1, 05 - Jul. 31, 08</td>
<td>Oct. 1, 05 - Jul. 31, 14</td>
<td>Oct. 1, 05 - Jul. 31, 09</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Conversion price as of Sep. 30 (2)</td>
<td>Yen 1,693,500</td>
<td>Yen 918,700</td>
<td>Yen 796,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Minimum conversion price (3)</td>
<td>Yen 1,693,500</td>
<td>Yen 918,700</td>
<td>Yen 796,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Conversion price revision date</td>
<td>Aug. 1, 06 and Aug. 1, 07</td>
<td>on every Aug. 1 from Aug. 1, 06 to Aug. 1, 13</td>
<td>on every Jun. 30 from Jun. 30, 06 to Jun. 30, 08</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Mandatory conversion date</td>
<td>Aug. 1, 08</td>
<td>Aug. 1, 14</td>
<td>Aug. 1, 09</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Minimum mandatory conversion price (4)</td>
<td>Yen 1,209,700</td>
<td>Yen 802,600</td>
<td>Yen 795,200</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Upward revision of conversion price</td>
<td>Yes</td>
<td>No</td>
<td>No</td>
<td></td>
<td></td>
</tr>
<tr>
<td>No. of shares after conversion at conversion price as of Sep. 30 (3)/(2)</td>
<td>31,355 shares</td>
<td>1 share</td>
<td>142,211 shares</td>
<td></td>
<td></td>
</tr>
<tr>
<td>No. of shares after conversion at minimum conversion price (1)/(3)</td>
<td>31,355 shares</td>
<td>1 share</td>
<td>142,211 shares</td>
<td></td>
<td></td>
</tr>
<tr>
<td>No. of shares after conversion at minimum mandatory conversion price (1)/(4)</td>
<td>43,895 shares</td>
<td>1 share</td>
<td>142,354 shares</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Notes: Excluding 651,076.03 common shares in treasury stock

Total common shares outstanding if all preferred shares are converted at conversion price as of Sep. 30: 10,284,261.76 shares
Total common shares outstanding if all preferred shares are converted at minimum conversion price: 10,284,261.76 shares
Total common shares outstanding if all preferred shares are converted at minimum mandatory conversion price: 10,296,944.76 shares
## Preferred securities

<table>
<thead>
<tr>
<th>Date of Issue</th>
<th>Issuer</th>
<th>Amount</th>
<th>Maturity</th>
<th>Step-up</th>
<th>Dividend</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mar. 25, 1999</td>
<td>Sanwa Capital Finance 2 Limited (Cayman)</td>
<td>JPY 130 bn</td>
<td>Callable on and after Jun. 2008</td>
<td>No</td>
<td>Noncumulative / Variable</td>
</tr>
<tr>
<td>Oct. 24, 2001</td>
<td>UFJ Capital Finance 1 Limited (Cayman)</td>
<td>JPY 90 bn</td>
<td>Perpetual</td>
<td>No</td>
<td>Noncumulative / Variable</td>
</tr>
<tr>
<td>Nov. 8, 2001</td>
<td>UFJ Capital Finance 2 Limited (Cayman)</td>
<td>JPY 118 bn</td>
<td>Callable on and after Jan. 2007</td>
<td>No</td>
<td>Noncumulative / Variable</td>
</tr>
<tr>
<td>Nov. 8, 2001</td>
<td>UFJ Capital Finance 3 Limited (Cayman)</td>
<td>JPY 10 bn</td>
<td>Perpetual</td>
<td>No</td>
<td>Noncumulative / Fixed</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Date of Issue</th>
<th>Issuer</th>
<th>Amount</th>
<th>Maturity</th>
<th>Step-up</th>
<th>Dividend</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mar. 17, 2006</td>
<td>MUFG Capital Finance 1 Limited (Cayman)</td>
<td>USD 2.3 bn</td>
<td>Perpetual</td>
<td>Yes</td>
<td>Noncumulative / Fixed and Variable 6.346% until July 2016 variable rate thereafter</td>
</tr>
<tr>
<td>Mar. 17, 2006</td>
<td>MUFG Capital Finance 2 Limited (Cayman)</td>
<td>Euro 0.75bn</td>
<td>Callable on and after July 2016</td>
<td>Yes</td>
<td>Noncumulative / Fixed and Variable 4.850% until July 2016 variable rate thereafter</td>
</tr>
<tr>
<td>Mar. 17, 2006</td>
<td>MUFG Capital Finance 3 Limited (Cayman)</td>
<td>JPY 120 bn</td>
<td>Callable on and after July 2011</td>
<td>Yes</td>
<td>Noncumulative / Fixed and Variable 2.68% until July 2016 variable rate thereafter</td>
</tr>
</tbody>
</table>

*1 Scheduled to redeem on January 25, 2007
# Shareholder structure

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>MTFG</td>
<td>UFJ H</td>
<td>MTFG</td>
<td>UFJ H</td>
<td>MTFG</td>
<td>UFJ H</td>
</tr>
<tr>
<td>Corporations</td>
<td>23.94</td>
<td>28.55</td>
<td>22.90</td>
<td>26.93</td>
<td>22.62</td>
<td>25.21</td>
</tr>
<tr>
<td>Financial Institutions</td>
<td>39.42</td>
<td>29.97</td>
<td>39.37</td>
<td>29.85</td>
<td>37.79</td>
<td>27.22</td>
</tr>
<tr>
<td>Securities Companies</td>
<td>0.51</td>
<td>0.46</td>
<td>0.62</td>
<td>2.08</td>
<td>0.93</td>
<td>1.47</td>
</tr>
<tr>
<td>Foreigners</td>
<td>28.18</td>
<td>31.49</td>
<td>29.27</td>
<td>30.20</td>
<td>30.35</td>
<td>36.58</td>
</tr>
<tr>
<td>Government &amp; Local Authorities</td>
<td>0.04</td>
<td>0.02</td>
<td>0.04</td>
<td>0.02</td>
<td>0.04</td>
<td>0.02</td>
</tr>
<tr>
<td>Individual, etc.</td>
<td>7.91</td>
<td>9.51</td>
<td>7.80</td>
<td>10.92</td>
<td>8.27</td>
<td>9.50</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>100.00</td>
<td>100.00</td>
<td>100.00</td>
<td>100.00</td>
<td>100.00</td>
<td>100.00</td>
</tr>
</tbody>
</table>

Note: Unit share (1share) only

Excluding treasury stocks of 503,124 as of Mar. 31, 2006
Excluding treasury stocks of 651,076 as of Sep. 30, 2006
<table>
<thead>
<tr>
<th></th>
<th>FY06 forecast</th>
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<tbody>
<tr>
<td></td>
<td>FY06 H1</td>
<td>FY06 H1</td>
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<tr>
<td><strong>Net Business Profits</strong> *1</td>
<td>¥950.0 bn</td>
<td>¥426.1 bn</td>
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<td><strong>Ordinary Profits</strong></td>
<td>¥875.0 bn</td>
<td>¥358.3 bn</td>
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<tr>
<td><strong>Net Income</strong></td>
<td>¥665.0 bn</td>
<td>¥422.9 bn</td>
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<tr>
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<th>FY06 forecast</th>
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<tr>
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<td>FY06 H1</td>
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<tr>
<td><strong>Net Business Profits</strong> *2</td>
<td>¥250.0 bn</td>
<td>¥122.8 bn</td>
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<tr>
<td><strong>Ordinary Profits</strong></td>
<td>¥255.0 bn</td>
<td>¥127.2 bn</td>
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<tr>
<td><strong>Net Income</strong></td>
<td>¥180.0 bn</td>
<td>¥112.5 bn</td>
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</tbody>
</table>

*1 Before provisioning for formula allowance for loan losses
*2 Before provisioning for formula allowance for loan losses and deducting credit costs for trust accounts
Comparison with other Japanese financial groups (As of End Sep. 06)

- **Total assets** (¥tn)
  - MUFG: 184
  - MizuhoFG: 148
  - SMFG: 102
  - Quoted from financial results of each group
  - Consolidated basis

- **Loans** (¥tn)
  - MUFG: 85
  - MizuhoFG: 65
  - SMFG: 59
  - Quoted from financial results of each group
  - Consolidated basis
  - (not including trust A/C)

- **Housing loans** (¥tn)
  - MUFG: 17.4
  - MizuhoFG: 10.8
  - SMFG: 13.5
  - Quoted from financial results of each group
  - Sum of non-consolidated
  - (SMBC non-consolidated for SMFG)
  - Bank A/C + Trust A/C

- **Valuation differences of investment securities** (¥tn)
  - MUFG: 2.6
  - MizuhoFG: 2.0
  - SMFG: 1.3
  - Quoted from financial results of each group
  - Consolidated basis
  - Total of debt securities being held to maturity + securities available for sale

- **Deposits (Domestic branch)** (¥tn)
  - MUFG: 99
  - MizuhoFG: 64
  - SMFG: 62
  - Individual deposit Outstanding
  - Quoted from financial report of each group
  - Sum of non-consolidated
  - (SMBC non-consolidated for SMFG)

- **Tier1 ratio** (%)
  - MUFG: 6.82
  - MizuhoFG: 5.62
  - SMFG: 5.50
  - Quoted from financial results of each group
  - Consolidated basis (BIS guideline base)

- **Number of offices** (No.)
  - MUFG: 740
  - MizuhoFG: 403
  - SMFG: 407
  - Domestic
  - Overseas
  - Quoted from financial report of each group
  - Sum of non-consolidated basis
  - (SMBC non-consolidated for SMFG)
  - Not including sub-branches and agencies (Domestic)
  - Not including subsidiaries, sub-branches and representative offices. (Overseas)

- **Number of employees** (No.)
  - MUFG: 38,669
  - MizuhoFG: 27,654
  - SMFG: 16,686
  - Quoted from financial report of each group
  - Sum of non-consolidated basis
  - (SMBC non-consolidated for SMFG)