Basic Agreement Reached with Tokyo Metropolitan Government to Settle Large Bank Tax Lawsuits

Tokyo, October 2, 2003 --- Mitsubishi Tokyo Financial Group, Inc. (MTFG; President: Shigemitsu Miki) announced today that its subsidiaries The Bank of Tokyo-Mitsubishi, Ltd. (BTM) and Mitsubishi Trust and Banking Corporation (MTBC) had today reached a basic agreement with the Tokyo Metropolitan Government and the Tokyo Governor to make settlement-at-court (“soshoujou-no-wakai”) at the Supreme Court regarding the Tokyo Metropolitan Government’s tax on large banks.

The settlement is subject to the enactment and implementation of the related draft ordinance revision being tabled at this year’s third regular meeting of the Tokyo Metropolitan Assembly.

On completion of the settlement, BTM and MTBC expect to record special gains of approximately 32.1 billion Japanese yen and approximately 9.8 billion Japanese yen respectively in their consolidated financial statements for the six months ended September 30, 2003.

This event is not expected to have any material effect on MTFG’s business forecast for the current fiscal year announced on September 30, 2003.

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The foregoing forward-looking statements and other information relating to MTFG (such statements and information are hereafter referred to as the “Forward-Looking Statements”) are not historical facts and include, reflect or are otherwise based upon, among other things, the MTFG’s current projections, views, policies, business strategies, targets, expectations, assumptions and evaluations with respect to general economic conditions, the result of operations, financial condition, its management in general and other future events. Some Forward-Looking Statements represent targets that the MTFG’s management will strive to achieve through the successful implementation of the MTFG’s business strategies. Accordingly, they are inherently susceptible to uncertainties, risks and change in circumstances and are not guarantees of future performance. MTFG may not be successful in implementing its business strategy, and actual results may differ materially, for a wide range of possible reasons. For the important factors that could cause these differences, please see MTFG’s latest annual report or other disclosures publicly available. In light of the many risks, uncertainties and possible changes, you are advised not to put undue reliance on the Forward-Looking Statements. MTFG is under no obligation – and expressly disclaim any obligation – to update or alter the Forward-Looking Statements, except as may be required by any applicable laws and regulations or stock exchange rules.