Cancellation of Share Exchange Agreement

UFJ Holdings, Inc. (UFJ Holdings) and UFJ Tsubasa Securities Co., Ltd. (UFJ Tsubasa) today cancelled their share exchange agreement dated May 28, 2004.

In response to the substantial changes in circumstances surrounding UFJ, including the status of discussions between UFJ and Mitsubishi Tokyo Financial Group, Inc. regarding a possible management integration, UFJ Holdings and UFJ Tsubasa decided to cancel the agreement. As a result, UFJ Tsubasa will not become a wholly owned subsidiary of UFJ Holdings on August 16, 2004, as opposed to the previous announcement.

The procedure of submission of share certificates for UFJ Tsubasa’s shareholders is suspended today and submission hereafter is unnecessary. The submitted share certificates will be returned to the respective shareholders as quickly as possible.

In addition, the delisting of UFJ Tsubasa’s shares scheduled on August 10, 2004 is planned to be cancelled. Therefore, shares of UFJ Tsubasa will remain listed at Tokyo, Osaka, and Nagoya stock exchanges.

This decision does not represent a change in the UFJ’s strong commitments to securities businesses. UFJ Tsubasa continues to be positioned as UFJ’s core securities company as ever. UFJ will appreciate the understanding of the shareholders and related parties of the both companies about this matter.