

---

# Mitsubishi UFJ Financial Group

Fiscal Year 2005 Results Presentation

**Databook**



**MUFG**

---

**June 15, 2006**

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



<b>Consolidated</b>	PL items	FY2005: Mitsubishi UFJ Financial Group (consolidated) + UFJ Holdings (consolidated, April-September) (without other adjustments) Up to FY2004: Mitsubishi Tokyo Financial Group (consolidated) + UFJ Holdings (consolidated) (without other adjustments)
	BS items	March 31, 2006: Mitsubishi UFJ Financial Group (consolidated) Up to September 30, 2005: Mitsubishi Tokyo Financial Group (consolidated) + UFJ Holdings (consolidated) (without other adjustments)
<b>Sum of non-consolidated*</b>	PL items	FY2005: Bank of Tokyo-Mitsubishi UFJ (non-consolidated) + UFJ Bank (non-consolidated, April-December) + Mitsubishi UFJ Trust & Banking Corporation (non-consolidated) + UFJ Trust Bank (non-consolidated, April-September) (without other adjustments) Up to FY2004: Bank of Tokyo-Mitsubishi (non-consolidated) + UFJ Bank (non-consolidated) + Mitsubishi Trust & Banking Corporation (non-consolidated) + UFJ Trust Bank (non-consolidated) (without other adjustments)
	BS items	March 31, 2006: Bank of Tokyo-Mitsubishi UFJ (non-consolidated) + Mitsubishi UFJ Trust & Banking Corporation (non-consolidated) (without other adjustments) Up to September 30, 2005: Bank of Tokyo-Mitsubishi (non-consolidated) + UFJ Bank (non-consolidated) + Mitsubishi Trust & Banking Corporation (non-consolidated) + UFJ Trust Bank (non-consolidated) (without other adjustments)
<b>Commercial bank*</b>	PL items	FY2005: Bank of Tokyo-Mitsubishi UFJ (non-consolidated) + UFJ Bank (non-consolidated, April-December) (without other adjustments) Up to FY2004: Bank of Tokyo-Mitsubishi (non-consolidated) + UFJ Bank (non-consolidated) (without other adjustments)
	BS Items	March 31, 2006: Bank of Tokyo-Mitsubishi UFJ (non-consolidated) Up to September 30, 2005: Bank of Tokyo-Mitsubishi (non-consolidated) + UFJ Bank (non-consolidated) (without other adjustments)
<b>Trust bank*</b>	PL items	FY2005: Mitsubishi UFJ Trust & Banking Corporation (non-consolidated) + UFJ Trust Bank (non-consolidated, April-September) (without other adjustments) Up to FY2004: Mitsubishi Trust & Banking Corporation (non-consolidated) + UFJ Trust Bank (non-consolidated) (without other adjustments)
	BS items	March 31, 2006: Mitsubishi UFJ Trust & Banking Corporation (non-consolidated) Up to September 30, 2005: Mitsubishi Trust & Banking Corporation (non-consolidated) + UFJ Trust Bank (non-consolidated) (without other adjustments)

\*Unless specifically stated otherwise, figures include the separate subsidiaries (UFJ Strategic Partner, UFJ Equity Investments and UFJ Trust Equity) (Aggregate figures after adjusting inter-company transactions between the 2 banks and these separate subsidiaries).



MUFG

Blank

# Agenda



## Outline of FY05 Results

● Income statement	6
● Net interest income	10
● Source and use of funds	12
● Non-interest income	14
● General and administrative expenses	16
● Non-recurring gains/losses and Special gains/losses	17
● Assets and liabilities	18
● Mitsubishi UFJ Securities	19
● UnionBanCal Corporation	20
● UFJ NICOS	21
● DC Card	22
● Consumer finance	23
● Leasing	24
● Factoring	25
● Asset management	26
● Online securities	27

## Business Segment Information

● Profit by business segment	29
● Retail (Gross profits/Net operating profits)	30
● Retail (Investment products)	31
● Retail (Housing loans)	32
● Retail (Consumer finance)	33
● Retail (Inheritance/Real estate)	34
● Corporate (Gross profits/Net operating profits)	35
● Corporate (SME business)	36
● Corporate (Settlement business)	37
● Corporate (Investment banking – domestic)	38
● Corporate (Real estate business)	39

● Corporate (Asia business)	40
● Corporate overseas strategy	41
● Trust Assets (Gross profits/Net operating profits)	42
● Trust Assets (Pensions Business)	43
● Trust Assets (Investment trust business)	44
● Trust Assets (Custody business)	45

## Assets and Capital

● Credit related costs	47
● Disclosed claims under FRL	48
● Reserves and secured coverage	49
● Reserve ratios	50
● Investment securities portfolio	51
● Capital ratios	52
● Deferred tax assets	53
● Acquired assets and liabilities relating to merger	54

## Reference

● Basel II (new BIS regulations)	56
● Internal control over financial reporting	57
● Exposures by country	58
● Major subsidiaries and affiliates	60
● Shares (Common and Preferred stock)	62
● Preferred securities	63
● History of repayment of public funds	64
● Shareholder structure	65
● Benefit of rising interest rates	66
● FY06 forecasts (commercial bank and trust bank)	67
● Comparison with other Japanese financial groups	68
● Robust network of group companies	69

# Outline of Fiscal 2005 Results

Business Segment Information

Assets and Capital

Reference

# Income statement 1

Consolidated



(¥ bn)

	FY04	FY05	Change
Gross profits	3,401.9	3,609.9	208.0
Net interest income	1,812.3	1,857.9	45.5
Trust fees	152.1	146.6	(5.5)
Credit costs for trust accounts (1)	(12.1)	(0.9)	11.2
Net fees and commissions	924.8	1,099.7	174.8
Net trading profits	179.2	161.5	(17.6)
Net other business income	333.3	344.1	10.7
Net gains (losses) on debt securities	104.8	(29.4)	(134.3)
General and administrative expenses	1,697.7	1,925.3	227.5
Net business profits before credit costs for trust accounts and provision for formula allowance for loan losses	1,716.3	1,685.5	(30.7)
Provision for formula allowance for loan losses (2)	-	-	-
Net business profits	1,704.1	1,684.6	(19.5)
Net non-recurring gains (losses)	(1,607.7)	(251.3)	1,356.3
Credit related costs (3)	(1,280.1)	(218.2)	1,061.8
Losses on loan charge-offs	(638.6)	(153.7)	484.9
Provision for specific allowance for loan losses	-	-	-
Other credit related costs	(641.5)	(64.5)	576.9
Net gains (losses) on equity securities	(177.0)	60.9	237.9
Gains on sales of equity securities	266.1	122.7	(143.3)
Losses on sales of equity securities	(58.3)	(26.1)	32.1
Losses on write down of equity securities	(384.8)	(35.7)	349.1
Equity in profit of affiliates	21.6	20.2	(1.4)
Other	(172.1)	(114.2)	57.9
Ordinary profit	96.4	1,433.3	1,336.8

Net special gains	324.4	634.2	309.7
Gains on loans charged-off (4)	77.0	100.8	23.7
Reversal of allowance for loan losses (5)	216.8	608.9	392.1
Losses on impairment of fixed assets	(5.0)	(43.7)	(38.6)
Income before income taxes and others	420.9	2,067.5	1,646.6
Income taxes-current	87.1	140.9	53.8
Income taxes-deferred	489.0	645.3	156.3
Minority interest	60.7	99.3	38.6
Net income (loss)	(216.1)	1,181.7	1,397.8

Total credit costs (1)+(2)+(3)+(5)	(1,075.5)	389.7	1,465.2
Total credit costs + Gains on loans charged-off (1)+(2)+(3)+(4)+(5)	(998.4)	490.5	1,489.0

Number of consolidated subsidiaries	246	248	2
Numbers of affiliated companies accounted for by the equity method	51	42	(9)

# Income statement 2

Sum of non-consolidated



(¥ bn)

	FY04	FY05	Change
Gross profits	2,613.7	2,514.9	(98.8)
Net interest income	1,559.1	1,483.5	(75.6)
Trust fees	135.2	116.1	(19.1)
Credit costs for trust accounts (1)	(12.1)	(0.9)	11.2
Net fees and commissions	501.7	553.6	51.8
Net trading profits	90.7	19.1	(71.5)
Net other business income	326.9	342.4	15.5
Net gains (losses) on debt securities	107.4	(15.8)	(123.2)
General and administrative expenses	1,148.9	1,208.9	59.9
Net business profits before credit costs for trust accounts and provision for formula allowance for loan losses	1,477.0	1,306.9	(170.0)
Provision for formula allowance for loan losses (2)	(6.5)	-	6.5
Net business profits	1,458.2	1,306.0	(152.2)
Net non-recurring losses	(1,703.2)	(157.2)	1,546.0
Credit related costs (3)	(1,215.8)	(158.3)	1,057.4
Losses on loan charge-offs	(590.9)	(114.4)	476.5
Provision for specific allowance for loan losses	(31.6)	-	31.6
Other credit related costs	(593.2)	(43.9)	549.3
Net gains (losses) on equity securities	(302.0)	135.2	437.3
Gains on sales of equity securities	271.9	196.1	(75.7)
Losses on sales of equity securities	(53.5)	(19.8)	33.7
Losses on write down of equity securities	(520.4)	(41.0)	479.4
Others	(185.3)	(134.1)	51.2
Ordinary profit (loss)	(244.9)	1,148.8	1,393.7

Net special gains	364.8	747.5	382.7
Gains on loans charged-off (4)	69.8	93.1	23.3
Reversal of allowance for loan losses (5)	264.0	698.2	434.1
Losses on impairment of fixed assets	(3.4)	(20.1)	(16.7)
Income before income taxes and others	119.8	1,896.3	1,776.5
Income taxes-current	26.1	33.2	7.1
Income taxes-deferred	439.1	604.5	165.3
Net income (loss)	(345.4)	1,258.5	1,603.9

Total credit costs (1)+(2)+(3)+(5)	(970.4)	538.9	1,509.4
Total credit costs + Gains on loans charged-off (1)+(2)+(3)+(4)+(5)	(900.6)	632.0	1,532.7

# Income statement 3

Commercial bank



(¥ bn)

	FY04	FY05	Change
Gross profits	2,143.2	2,054.5	(88.6)
Dometic gross profits	1,496.8	1,344.4	(152.4)
Net interest income	1,097.5	1,031.9	(65.5)
Net fees and commissions	288.0	320.5	32.4
Net trading profits	5.4	(21.2)	(26.7)
Net other business income	105.7	13.2	(92.5)
Net gains (losses) on debt securities	89.4	(5.6)	(95.1)
Non-dometic gross profits	646.3	710.1	63.7
Net interest income	260.2	257.2	(2.9)
Net fees and commissions	92.1	93.8	1.6
Net trading profits	79.0	45.3	(33.6)
Net other business income	214.9	313.6	98.7
Net gains on debt securities	7.5	(13.0)	(20.5)
General and administrative expenses	938.8	1,000.4	61.6
Personnel expenses	314.7	341.3	26.5
Non-personnel expenses	570.7	599.1	28.4
Taxes	53.2	59.9	6.6
Net business profits before provision for formula allowance for loan losses	1,204.4	1,054.1	(150.2)
Provision for formula allowance for loan losses (1)	-	-	-
Net business profits	1,204.4	1,054.1	(150.2)
Net non-recurring losses	(1,563.1)	(149.2)	1,413.8
Credit related costs (2)	(1,120.4)	(125.6)	994.8
Losses on loan charge-offs	(550.8)	(101.3)	449.5
Provision for specific allowance for loan losses	-	-	-
Other credit related costs	(569.5)	(24.2)	545.3
Net gains (losses) on equity securities	(286.2)	104.6	390.8
Gains on sales of equity securities	227.2	158.4	(68.7)
Losses on sales of equity securities	(49.9)	(16.6)	33.2
Losses on write down of equity securities	(463.5)	(37.1)	426.3
Others	(156.4)	(128.3)	28.1
Ordinary profit (loss)	(358.7)	904.8	1,263.5

Net special gains	334.9	683.2	348.2
Gains on loans charged-off (3)	62.2	83.6	21.4
Reversal of allowance for loan losses (4)	231.7	618.7	386.9
Losses on impairment of fixed assets	(3.2)	(18.0)	(14.7)
Income before income taxes	(23.7)	1,588.1	1,611.8
Income taxes-current	25.4	34.0	8.6
Income taxes-deferred	327.3	464.9	137.6
Net income (loss)	(376.5)	1,089.1	1,465.6

Total credit costs (1)+(2)+(4)	(888.7)	493.0	1,381.8
Total credit costs + Gains on loans charged-off (1)+(2)+(3)+(4)	(826.5)	576.7	1,403.2

# Income statement 4

Trust bank



	(¥ bn)		
	FY04	FY05	Change
Gross profits	470.5	460.3	(10.1)
(Gross ordinary profit before trust accounts charge-offs)	482.7	461.2	(21.4)
Domestic gross profits	415.1	428.2	13.0
Trust fees	135.2	116.1	(19.0)
Trust fees before trust accounts charge-offs	147.3	117.0	(30.3)
Loan trusts and money trusts fees (Jointly operated designated money trusts before trust accounts charge-offs)	70.9	35.8	(35.1)
Other trust fees	76.4	81.2	4.8
Credit costs for trust accounts (1)	(12.1)	(0.9)	11.2
Losses on loan charge-offs	(12.8)	(1.9)	10.8
Gains on sales of loans	0.6	1.0	0.3
Net interest income	137.7	166.5	28.7
Net fees and commissions	123.3	140.5	17.1
Net trading profits (losses)	9.6	(11.0)	(20.7)
Net other business loss	9.1	16.0	6.8
Net gains (losses) on debt securities	9.0	3.4	(5.5)
Non-domestic gross profits	55.3	32.1	(23.1)
Trust fees	0.0	-	(0.0)
Net interest income	63.6	27.7	(35.8)
Net fees and commissions	(1.9)	(1.3)	0.5
Net trading profits (losses)	(3.4)	6.1	9.6
Net other business income	(2.8)	(0.3)	2.5
Net gains on debt securities	1.4	(0.5)	(1.9)
General and administrative expenses	210.1	208.4	(1.6)
Personnel expenses	73.3	73.0	(0.2)
Non-personnel expenses	126.8	125.1	(1.6)
Taxes	9.9	10.2	0.3
Net business profits before credit costs for trust accounts and provision for formula allowance for loan losses	272.6	252.8	(19.7)
Provision for formula allowance for loan losses (2)	(6.5)	-	6.5
Net business profits	253.8	251.8	(1.9)

Net non-recurring losses	(140.1)	(7.9)	132.1
Credit related costs (3)	(95.3)	(32.7)	62.5
Losses on loan charge-offs	(40.1)	(13.1)	26.9
Provision for specific allowance for loan losses	(31.6)	-	31.6
Losses on sales of loans	(1.6)	(8.9)	(7.2)
Provision for allowance for loans to specific foreign borrowers	0.0	-	(0.0)
Other credit related costs	(21.9)	(10.7)	11.2
Net losses on equity securities	(15.8)	30.6	46.4
Gains on sales of equity securities	44.6	37.6	(7.0)
Losses on sales of equity securities	(3.6)	(3.1)	0.4
Losses on write down of equity securities	(56.8)	(3.8)	53.0
Others	(28.9)	(5.8)	23.1
Ordinary profit	113.7	243.9	130.2
Net special gains	29.8	64.2	34.4
Reversal of allowance for loan losses (4)	32.3	79.5	47.1
Gains on loans charged-off (5)	7.5	9.5	1.9
Losses on impairment of fixed assets	(0.1)	(2.1)	(1.9)
Net losses on sales of premises and equipment	(1.4)	(2.3)	(0.8)
Expenses for the preparation of planned management integration	(0.5)	(22.6)	(22.1)
Income before income taxes and others	143.5	308.2	164.6
Income taxes-current	0.6	(0.7)	(1.4)
Income taxes-deferred	111.8	139.6	27.7
Net income	31.1	169.3	138.2
Total credit costs (1)+(2)+(3)+(4)	(81.7)	45.8	127.5
Total credit costs + Gains on loan charged-off (1)+(2)+(3)+(4)+(5)	(74.1)	55.3	129.4

# Net interest income 1

Commercial bank  
(Excluding separate subsidiaries)

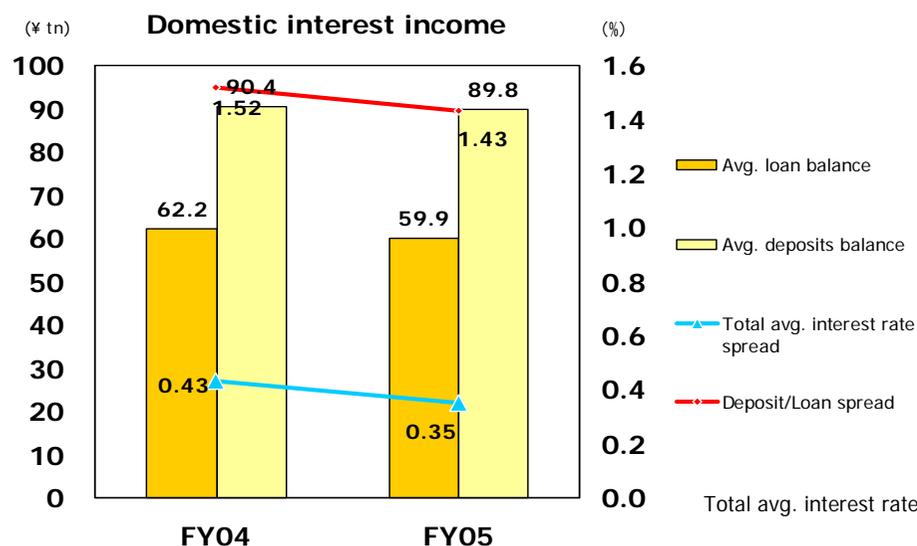


(Sum of domestic and overseas business) (¥ bn)

	FY04	FY05	Change
Net Interest income	1,352.4	1,320.9	(31.4)
Revenue on interest-earning assets*1	1,829.6	2,138.6	308.9
Loans	1,189.8	1,232.9	43.0
Investment securities*1	433.3	581.9	148.6
Due from banks	68.9	145.9	77.0
Expenses on interest-bearing liabilities	477.2	817.6	340.4
Deposits	215.3	378.9	163.6
Negotiable certificates of deposits	10.0	40.6	30.5
Interest on corporate bonds, etc.	77.3	77.0	(0.3)
Payables under Repurchase Agreements	24.7	101.3	76.6
External liabilities*2	105.4	115.1	9.7

\* 1 Figures for FY05 include ¥34.1 bn of liquidation dividend from UFJ Equity Investments.

\* 2 Total of call money, bills sold and borrowed money



## Interest income changes

- **Interest on Loans : +¥43.0 bn**
  - Domestic : -¥90.7 bn  
(Avg. loan balance: -¥2.2 tn; Yield: -9 bp)
  - Overseas : +¥133.8 bn  
(Avg. loan balance: +¥0.8 tn; Yield: +128 bp)
- **Interest on Deposits : +¥163.6 bn**
  - Domestic: +¥0.9 bn  
(Avg. deposit balance: +¥2.2 tn; Yield: +0 bp)
  - Overseas: +¥162.6 bn  
(Avg. deposit balance: -¥0.5 tn; Yield: +119 bp)
- **Interest & dividend on securities: +¥148.6 bn**
  - JGBs: -¥22.3 bn  
(Avg. balance -¥1.0 tn; Yield -7 bp)
  - Corporate bonds +¥1.8 bn  
(Avg. balance +¥0.6 tn; Yield -6 bp)
  - Equities: +¥47.9 bn  
(Liquidation dividend from UFJ Equity Investments: ¥34.1 bn)
  - Foreign securities: +¥99.9 bn  
(Avg. balance +¥0.6 tn; Yield +102 bp)

# Net interest income 2

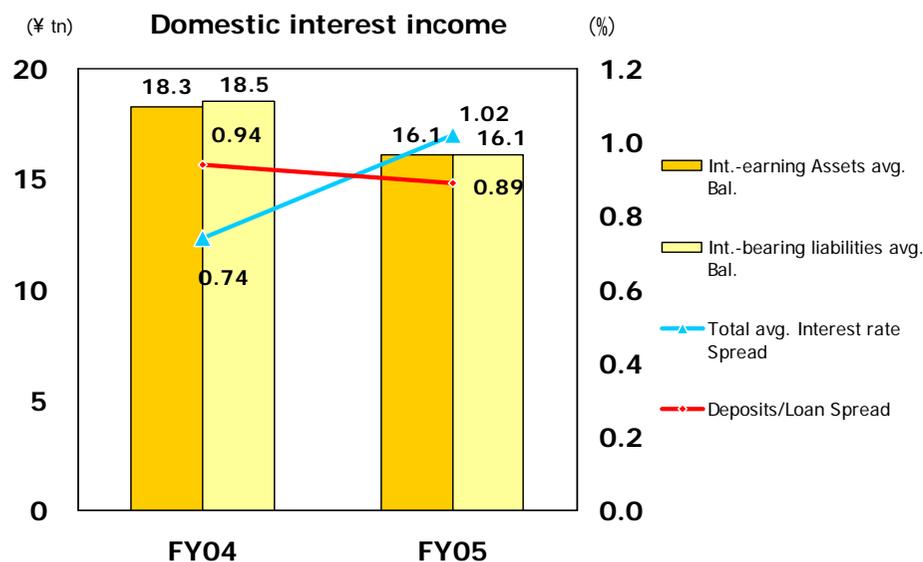
Trust bank  
(Excluding separate subsidiary)



(Sum of domestic and overseas business) (¥ bn)

	FY04	FY05	Change
Net interest income	199.7	194.1	(5.6)
Revenue on interest-earning assets	290.0	294.6	4.5
Loans	124.1	115.9	(8.1)
Investment securities	133.5	136.6	3.1
Due from banks	14.8	21.9	7.0
Expenses on interest-bearing liabilities	90.2	100.5	10.2
Deposits	44.8	59.5	14.6
Negotiable certificates of deposits	2.4	4.7	2.2
Collateral Deposits under Securities Lending Transactions	11.0	9.2	(1.8)
External liabilities*	8.4	7.3	(1.1)
Other	23.3	19.6	(3.7)

\* Total of call money, bills sold and borrowed money



## Interest income changes

- **Interest on Loans: -¥8.1 bn**
  - Domestic: -¥12.4 bn (Avg. loan balance: -¥0.6 tn; Yield: -6 bp)
  - Overseas: +¥4.3 bn (Avg. loan balance: -¥7.5 bn; Yield: +87 bp)
- **Interest on Deposits: +¥14.6 bn**
  - Domestic: -¥2.4 bn (Avg. deposit balance: -¥0.7 tn; Yield: -1 bp)
  - Overseas: +¥17.1 bn (Avg. deposit balance: -¥8.9 bn; Yield: +118 bp)
- **Interest & dividend on securities: +¥3.1 bn**
  - JGBs: -¥5.1 bn (Avg. balance -¥1.2 tn; Yield +3 bp)
  - Corporate bonds -¥0.4 bn (Avg. balance +¥85.1 bn; Yield -28 bp)
  - Equities: +¥4.7 bn
  - Foreign securities: -¥27.2 bn (Avg. balance -¥0.6 tn; Yield -14 bp)

# Source and use of funds 1

Commercial bank  
(Excluding separate subsidiaries)



(¥ bn)

## Domestic Sector

	Average balance		Income/Expenses		Yield (%)	
	FY05	Change	FY05	Change	FY05	Change (%points)
<b>Assets</b>	102,858.1	(1,758.7)	1,166.5	(39.1)	1.134	(0.018)
Loans and Bills Discounted	59,983.6	(2,276.1)	877.5	(90.7)	1.462	(0.092)
Investment Securities	37,163.3	(847.4)	256.1	48.6	0.689	0.143
Call Loans	449.3	229.8	0.0	0.0	0.012	0.001
Collateral Deposits on Securities Borrowed	1,842.0	(755.6)	0.3	(0.1)	0.016	0.000
Bills Bought	256.4	22.0	0.0	0.0	0.001	0.000
Due from Banks	5.2	2.1	0.0	0.0	0.056	0.044
<b>Liabilities</b>	110,625.1	(3,015.5)	102.8	(10.5)	0.093	(0.006)
Deposits	85,381.8	2,203.8	21.5	0.9	0.025	0.000
Negotiable Certificates of Deposit	4,425.7	(2,796.7)	1.0	(0.8)	0.022	(0.003)
Call Money	2,857.4	(891.6)	0.0	0.0	0.002	0.000
Payables under Repurchase Agreements	1,860.9	(833.7)	0.0	0.0	0.004	0.001
Collateral Deposits under Securities Lending Transactions	555.5	(88.3)	0.1	0.0	0.021	0.000
Bills Sold	10,042.5	863.8	0.2	0.0	0.002	0.000
Borrowed Money	1,046.3	(97.2)	21.1	(5.8)	2.017	(0.336)

## International Sector

<b>Assets</b>	23,902.0	2,176.2	972.5	348.2	4.068	1.195
Loans and Bills Discounted	8,513.3	853.5	355.4	133.8	4.174	1.281
Investment Securities	7,531.2	691.4	325.8	99.9	4.325	1.024
Call Loans	459.5	(13.4)	16.7	8.6	3.638	1.927
Due from Banks	4,680.0	1,250.1	145.9	77.0	3.119	1.110
<b>Liabilities</b>	24,807.2	3,232.8	715.2	351.2	2.883	1.195
Deposits	14,291.5	(578.8)	357.4	162.6	2.501	1.191
Negotiable Certificates of Deposit	977.9	635.3	39.5	31.4	4.049	1.673
Call Money	199.1	(188.8)	6.5	0.8	3.285	1.819
Payables under Repurchase Agreements	2,947.6	1,667.8	101.3	76.6	3.436	1.508
Collateral Deposits under Securities Lending Transactions	743.0	(309.8)	27.3	7.7	3.684	1.817
Bills Sold	0.1	(3.8)	0.0	(0.1)	4.499	(0.038)
Borrowed Money	2,296.1	358.9	87.1	14.9	3.795	0.068

# Source and use of funds 2

Trust bank  
(Excluding separate subsidiaries)



(¥ bn)

Domestic Sector	Average balance		Income/Expenses		Yield (%)	
	FY05	Change	FY05	Change	FY05	Change (%points)
<b>Assets</b>	16,194.5	(2,154.1)	188.1	20.6	1.162	0.249
Loans and Bills Discounted	9,862.9	(600.5)	99.3	(12.4)	1.007	(0.061)
Investment Securities	4,471.7	(1,140.9)	78.2	30.4	1.750	0.897
Call Loans	497.7	50.1	0.0	0.0	0.010	0.006
Collateral Deposits on Securities Borrowed	129.5	(25.3)	0.0	0.0	0.013	0.000
Bills Bought	20.5	(72.0)	-	0.0	0.000	0.000
Due from Banks	75.6	45.0	0.0	0.0	0.000	0.000
<b>Liabilities</b>	16,115.6	(2,425.9)	21.8	(9.5)	0.135	(0.033)
Deposits	11,225.6	(732.6)	14.0	(2.4)	0.124	(0.013)
Negotiable Certificates of Deposit	1,286.3	(497.2)	0.3	(0.1)	0.026	0.000
Call Money	75.1	(0.1)	0.0	0.0	0.002	(0.006)
Payables under Repurchase Agreements	102.8	(130.7)	0.0	0.0	0.000	0.000
Collateral Deposits under Securities Lending Transactions	102.5	12.8	0.0	0.0	0.034	(0.003)
Bills Sold	423.2	(300.8)	0.0	0.0	0.002	0.000
Commercial Paper	9.0	(284.7)	0.0	0.0	0.022	0.000
Borrowed Money	225.1	(7.8)	3.0	(0.9)	1.348	(0.380)

## International Sector

<b>Assets</b>	2,967.3	(996.5)	107.1	(16.7)	3.610	0.483
Loans and Bills Discounted	511.9	(7.5)	16.6	4.3	3.244	0.878
Investment Securities	1,707.7	(693.0)	58.4	(27.2)	3.421	(0.149)
Call Loans	13.7	3.9	0.4	0.3	3.547	1.702
Due from Banks	689.1	(116.4)	21.9	7.0	3.182	1.333
<b>Liabilities</b>	3,006.1	(1,024.0)	79.3	19.0	2.638	1.143
Deposits	1,453.5	(8.9)	45.4	17.1	3.129	1.189
Negotiable Certificates of Deposit	110.4	50.9	4.4	2.4	4.012	0.620
Call Money	106.6	(73.3)	2.8	(0.1)	2.659	0.976
Payables under Repurchase Agreements	84.1	(108.1)	1.8	(0.9)	2.177	0.737
Collateral Deposits under Securities Lending Transactions	380.4	(290.7)	9.1	(1.8)	2.411	0.774
Borrowed Money	52.3	(76.8)	1.4	0.0	2.818	1.743

# Non-interest income 1

Commercial bank  
(Excluding separate subsidiaries)



(¥ bn)

	FY04	FY05	Change
Net fees and commissions	379.6	414.5	34.8
Fees on money transfer	145.1	145.8	0.6
Fees received	179.3	182.0	2.6
Fees paid	34.2	36.1	1.9
Other fees and commissions	234.5	268.6	34.1
Others received	350.3	382.5	32.2
Others paid	115.7	113.8	(1.8)
Net trading profits	84.5	24.1	(60.4)
Trading securities and derivatives	6.7	(6.0)	(12.8)
Trading securities and derivatives for hedging	0.0	(0.6)	(0.7)
Derivatives other than trading securities	75.3	28.4	(46.9)
Others	2.3	2.4	0.0
Other business income	320.9	326.9	6.0
Net gains (losses) on foreign exchange	226.4	325.5	99.1
Net gains (losses) on debt securities	96.9	(18.7)	(115.7)
Net gains (losses) from derivatives	(38.1)	1.9	40.0
Expenses on debt securities	(0.5)	(0.5)	0.0
Others	36.3	18.7	(17.5)

## Net fees and commissions

- Net fees and commissions up ¥34.8 bn
  - Increased sales of investment trusts and insurance annuities
  - Investment banking related income strong
    - **Investment trusts and insurance annuities**
      - Increased sales staff (transferred staff from securities business, temporary staff etc.)
    - **Investment banking related**
      - Increased fee income from bank guaranteed private placements

## Net trading profits

- Mutually offsetting decline in derivatives profits and increase in forex trading profits (Other business income) resulted from currency fluctuations

## Other business income

- Net gains/losses on debt securities down by ¥115.7 bn as long term interest rates increased
  - Unrealized loss on domestic bonds ¥182.7 bn (as of end Mar. 06)

# Non-interest income 2

Trust bank



(¥ bn)

	FY04	FY05	Change
Trust fees	135.2	116.1	(19.1)
Loan trust & jointly operated money trusts	58.8	34.9	(23.8)
(before trust account charge-offs)*1	70.9	35.8	(35.1)
Pension trusts, Investment trusts, etc	63.1	66.6	3.5
Real estate trusts and others	13.3	14.5	1.2
Credit related costs for trust accounts	(12.1)	(0.9)	11.2
Net fees and commissions	121.4	139.1	17.7
Stock transfer agency	53.1	50.7	(2.3)
Real estate	38.8	43.0	4.1
Securities	9.9	21.9	12.0
Others	19.5	23.3	3.7
Net trading profits	6.1	(4.9)	(11.1)
Other business income	6.2	15.6	9.4
Net gains (losses) on foreign exchange	(4.5)	1.7	6.2
Net gains (losses) on debt securities	10.4	2.9	(7.5)
Net gains (losses) from derivatives	(1.2)	9.4	10.7
Others	1.6	1.5	(0.0)

\*1 Loan trust and jointly operated money trusts - Credit related costs for trust accounts (minus)

## Trust fees

- Trust fees from loan trusts and jointly-operated money trusts declined by ¥23.8 bn, mainly due to decline in principal
- Trust fees from trust assets (pension trusts, investment trusts, specified money trusts and independently operated designated money trusts) up ¥3.5 bn, mainly due to higher trust assets balance resulting from increased sales of non-passive products and expansion of investment trust market

## Net fees and commissions

- Stock transfer agency fees down ¥2.3 bn due to change in accounting standards. Excluding this factor up ¥0.8 bn.
- Real estate income up ¥4.1 bn driven by strong market and cultivation of commercial bank customers' needs.
- Securities income up ¥12.0 bn, mainly driven by increase in investment trust sales commissions
- Others income up ¥3.7 bn mainly due to increased sales commission on variable annuities

# General and administrative expenses

Consolidated



	(¥bn)			
	FY04	FY05	Changes	%Change
Consolidated Expenses	1,697.7	1,925.3	227.5	13.4%
BTMU(Non-consolidated) <sup>*1</sup>	936.1	998.8	62.6	6.6%
Expense Ratio	43.7%	47.8%	+4.0points	—
MUTB(Non-consolidated) <sup>*1</sup>	210.0	208.4	(1.5)	(0.7%)
Expense Ratio <sup>*2</sup>	43.6%	45.2%	+1.5points	—
Sum of Non-consolidated	1,146.1	1,207.2	61.0	5.3%
of which personnel expenses	387.4	414.0	26.5	6.8%
of which non-personnel expenses	696.7	724.0	27.2	3.9%
Depreciation	125.6	134.6	8.9	7.1%
Deposit insurance payment	83.5	84.0	0.5	0.6%
Mitsubishi UFJ Securities	166.9	184.0	17.1	10.2%
UNBC	156.0	200.5	44.5	28.5%
UFJ Nicos	47.1	130.7	83.6	177.1%
Others	181.4	202.6	21.2	11.6%

\*1 Excluding separate subsidiaries

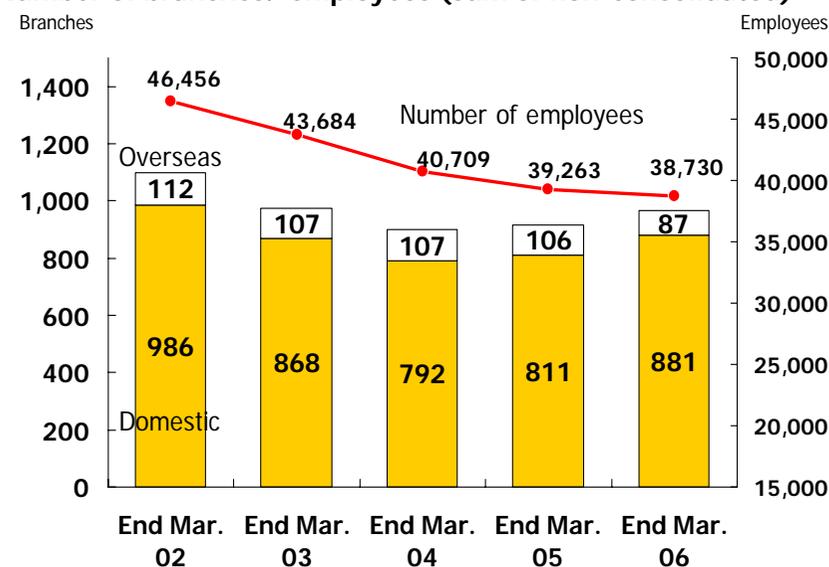
\*2 Expenses / gross profits before credit costs for trust accounts

## Fiscal 05 : Key points

### ● FY 05 G&A expenses up ¥227.5 bn

- 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. + ¥61.0 bn)
  - One time integration expenses of approx. ¥34.0 bn
  - Increase in costs due to strategic initiatives in investment product sales, securities intermediation, consumer finance, SME business, etc.
  - Increase in personnel expenses due to direct employment of temporary staff, restoration of bonuses at former UFJ

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



# Non-recurring gains/losses, Special gains/losses

Sum of  
non-consolidated



(¥ bn)

	FY04	FY05	Change
Net non-recurring losses	(1,703.2)	(157.2)	1,546.0
Credit related costs	(1,215.8)	(158.3)	1,057.4
Losses on loan charge-offs	(590.9)	(114.4)	476.5
Provision for specific allowance for loan losses	(31.6)	-	31.6
Other credit related costs	(593.2)	(43.9)	549.3
Net gains (losses) on equity securities	(302.0)	135.2	437.3
Gains on sales of equity securities	271.9	196.1	(75.7)
Losses on sales of equity securities	(53.5)	(19.8)	33.7
Losses on write down of equity securities	(520.4)	(41.0)	479.4
Other	(185.3)	(134.1)	51.2

Net special gains	364.8	747.5	382.7
Gains on loans charged-off	69.8	93.1	23.3
Reversal of allowance for loan losses	264.0	698.2	434.1
Losses on impairment of fixed assets	(3.4)	(20.1)	(16.7)

## Net non-recurring gains/losses

- Net gains on equity securities of ¥135.2 bn (up ¥437.3 bn on FY04) – including inter-group transactions  
-Major reduction in write-downs of equity securities (In FY04 wrote-down preferred securities purchased in revitalization support process)

Reference:

Equities sold in FY05 approx. ¥160 bn

– excluding inter-group transactions

Unrealized gains on domestic equities of ¥2,616.7 bn as of end Mar. 06

(Both figures are sum of non-consolidated)

## Net special gains

- Reversal of allowance for loan losses ¥698.2 bn  
- Improved credit portfolio due to progress in restructuring plans for borrowers under revitalization support and collection of NPLs

## Integration related expenses—

(Sum of bank, trust bank and securities company)

- Integration related non-recurring and special losses approx. ¥220 bn, expenses related to IT systems lower than forecast

# Assets and Liabilities

Sum of non-consolidated  
(Excluding separate subsidiaries)



(¥ bn)

	End Mar 05			End Mar 06			Change		
		Commercial Bank	Trust Bank		Commercial Bank	Trust Bank		Commercial Bank	Trust Bank
<b>Assets</b>	170,985.9	149,294.2	21,691.6	165,779.1	147,091.2	18,687.8	(5,206.7)	(2,202.9)	(3,003.7)
Loans	79,600.6	68,841.3	10,759.3	79,978.5	69,587.1	10,391.3	377.9	745.8	(367.9)
Domestic Offices	73,024.9	62,479.3	10,545.5	71,372.6	61,236.7	10,135.8	(1,652.3)	(1,242.6)	(409.7)
Loans to SMEs and Individual clients	44,727.3	40,845.5	3,881.8	44,652.9	40,131.3	4,521.6	(74.3)	(714.1)	639.7
Consumer loans	19,132.5	18,503.5	629.0	19,438.1	18,374.7	1,063.3	305.5	(128.7)	434.2
Housing loans	17,640.7	17,047.6	593.0	18,145.7	17,113.7	1,031.9	504.9	66.0	438.9
Overseas offices and others	6,575.6	6,361.9	213.7	8,605.9	8,350.4	255.5	2,030.2	1,988.5	41.7
Investment Securities	49,768.7	42,695.8	7,072.8	47,950.7	42,159.6	5,791.0	(1,817.9)	(536.2)	(1,281.7)
Equity securities	6,739.6	5,505.0	1,234.5	8,792.7	7,081.2	1,711.4	2,053.1	1,576.1	476.9
Japanese Government Bonds	28,648.5	25,341.6	3,306.8	24,797.0	22,916.7	1,880.3	(3,851.4)	(2,424.9)	(1,426.4)
Others	14,380.5	11,849.1	2,531.4	14,360.9	12,161.6	2,199.2	(19.6)	312.5	(332.2)
<b>Liabilities</b>	164,359.5	144,015.6	20,343.8	157,638.3	140,485.7	17,152.6	(6,721.1)	(3,529.9)	(3,191.2)
Deposits	113,061.8	100,095.1	12,966.6	112,981.8	101,092.5	11,889.3	(79.9)	997.3	(1,077.3)
Domestic Deposits	102,268.4	90,252.8	12,015.6	102,937.2	91,780.3	11,156.9	668.7	1,527.5	(858.7)
Individuals	59,807.6	51,268.3	8,539.3	60,217.8	52,051.6	8,166.1	410.2	783.3	(373.1)
Corporations and others	42,460.8	38,984.5	3,476.3	42,719.4	39,728.7	2,990.7	258.5	744.1	(485.5)
Overseas offices and others	10,793.3	9,842.2	951.0	10,044.5	9,312.1	732.4	(748.7)	(530.1)	(218.6)

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

- Strong performance in commissions and trading. Net income on a simple sum basis increased 2.2 times compared to the previous fiscal year.

	(¥ bn)		
	FY 04*2	FY 05*2	Change
Operating revenue	240.7	357.4	116.6
Net operating revenue*1	214.3	303.0	88.6
SG&A expenses	176.8	201.0	24.1
Operating income	37.5	101.9	64.4
Ordinary income	41.5	108.1	66.5
Merger expenses	-	13.9	13.9
Net income	29.6	66.2	36.5

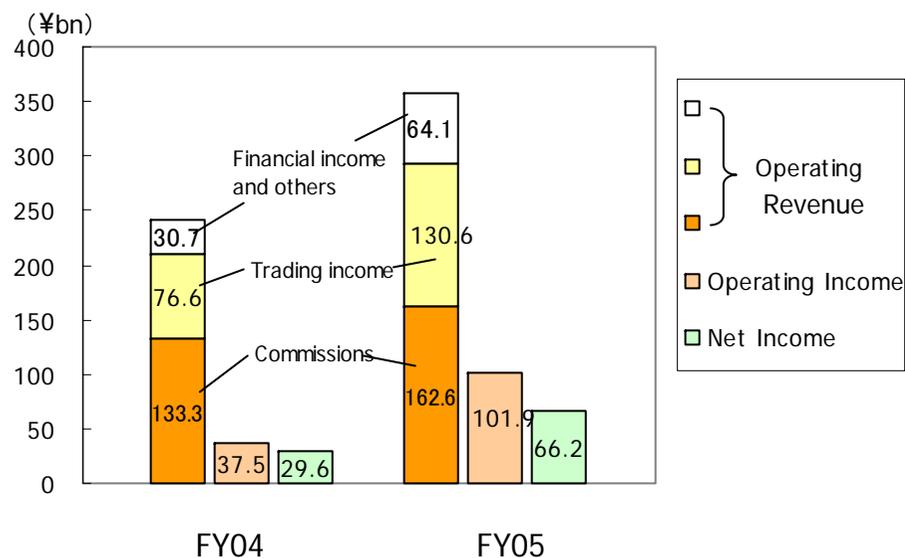
\*1 Operating revenue after deducting financial expenses

\*2 Mitsubishi Securities International became a consolidated subsidiary in FY04 H2

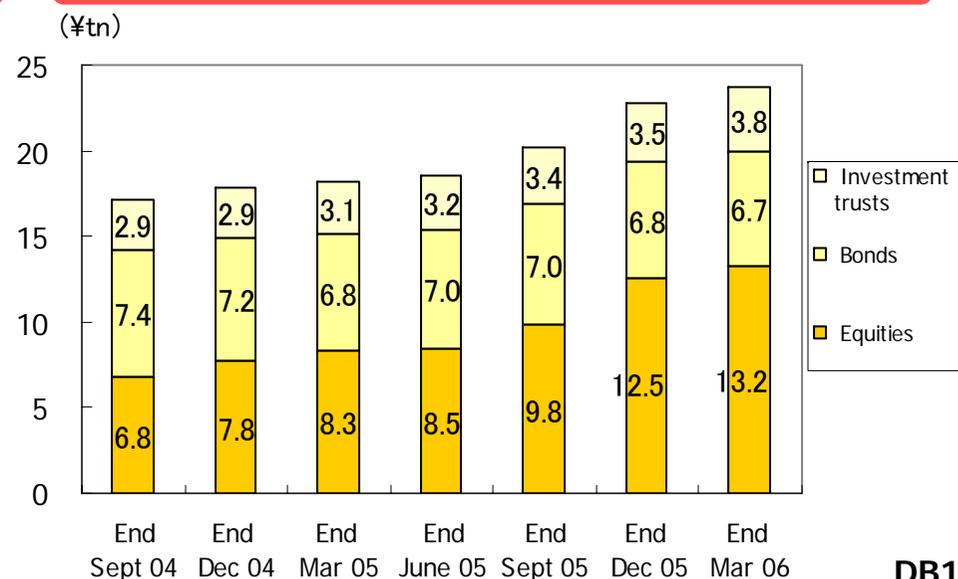
## FY05 Key Points

- **Commissions increased, up approx. 22% from FY04**
  - Brokerage commissions up +¥23.9 bn (approx. 39%)  
Brokerage commissions increased due to good equities market performance
  - Distribution commissions up +¥6.8 bn (approx. 50%)  
Sales of investments trusts strong
- **Increase in trading gains, up approx. 70% from FY04**  
Transactions with customers strong
- **Increase in SG&A expenses, up approx. 13% from FY04**  
Increase due mainly to increase of securities intermediation at banks
- **Total Customer asset balance at approx. ¥23.7 tn as of end March 06, up approx. 30% from end March 05**  
Performing well

## Trends in Operating Revenue and Net Income



## Trends in Total Customer Asset Balance



# UnionBanCal Corporation (USGAAP)



- Rise in net interest income through increase in loans and deposits and higher short-term interest rates offset a decline in non-interest income mainly due to disposal of card business. Total revenue up +4.2% from FY04.
- Net income up 17.8% mainly due to reversal of allowance for loan losses and disposal of international banking business.

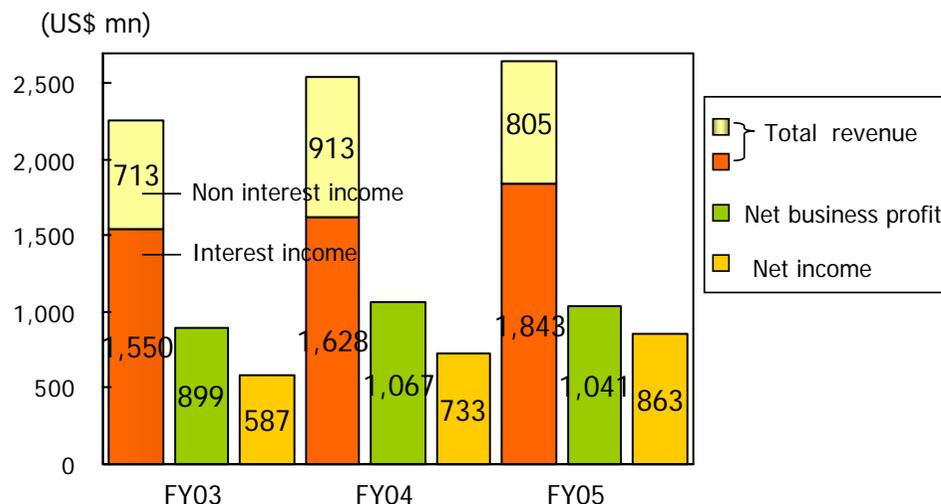
	(US\$ mn)		
	FY04	FY05	Change
Total revenue	2,541	2,648	108
Operating expenses	1,474	1,607	134
Net business profit	1,067	1,041	(26)
Provision for credit losses <sup>*3</sup>	(46)	(51)	(5)
Net income	*1 733	*2 863	130
Non-performing assets	150	62	(88)

\*1 Includes US\$ 57 mn profit after tax on disposal of merchant card business  
 \*2 Includes US\$ 147 mn profit after tax on disposal of international banking business  
 \*3 Reversal gains indicated by (\$46m) and (\$51m) in FY04 and FY05. The change of (\$5m) indicates a year on year benefit to income.

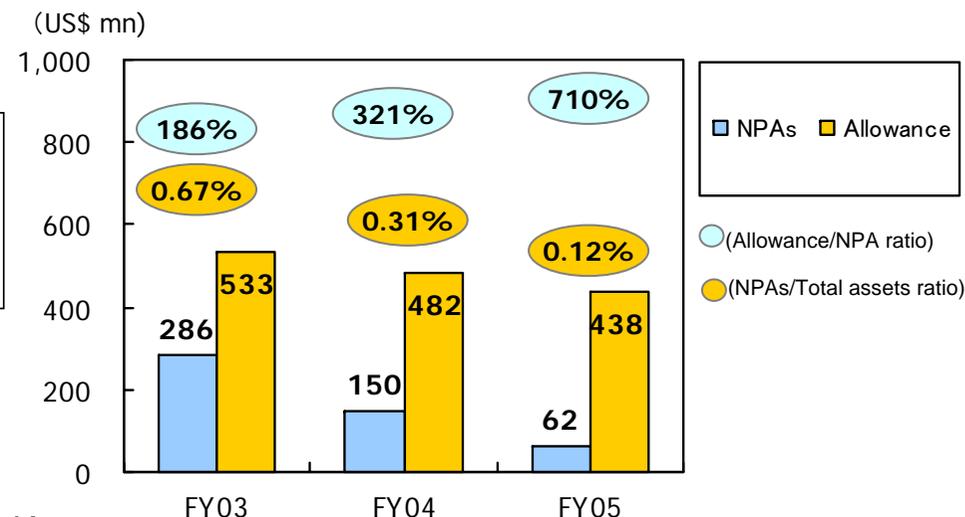
## FY05 Key points

- **Increase in loans and deposits, loan spread up**  
 Commercial lending balance: US\$11.2 bn (+15.1% on end FY04)  
 Housing loans outstanding: US\$11.4 bn (+19.3% on end FY04)  
 Non-interest bearing deposits balance: US\$19.5 bn (+2.0% on end FY04)  
 Net interest margin: 4.31% (+0.14 points on end FY04)
- **NPAs continue to decline, reserve ratio up**  
 Non-performing assets balance: US\$62 mn (0.12% of total assets)  
 Allowance for credit losses: US\$438 mn (710% of NPAs)

## Income growth



## Trends in NPAs and Reserves



● **UFJ NICOS** (Consolidated subsidiary\*<sup>1</sup> from October 1, 2005: Former Nippon Shinpan and former UFJ Card merged on October 1, 2005, scheduled to merge with DC Card in April 2007).  
(¥ bn)

	FY 04* <sup>2</sup>	FY05* <sup>3</sup>	Change
Operating revenue	340.9	354.3	13.3
Operating expenses	303.1	290.7	(12.4)
Ordinary income	39.7	64.8	25.0
Net income	9.1	18.2	9.0

\*1 Former UFJ Card was already consolidated.

\*2 FY 04 figures are the sum of figures of former Nippon Shinpan and former UFJ Card.

\*3 FY05 figures are the sum of figures of UFJ NICOS and first half figures (Apr.-Sep.) of former UFJ Card.

## FY 05 : Key points

➤ **Revenues and profits up: Operating revenue +3.9%, Ordinary income +63.1%**

-Concentrated investment of business resources in card finance business to reinforce upward trend

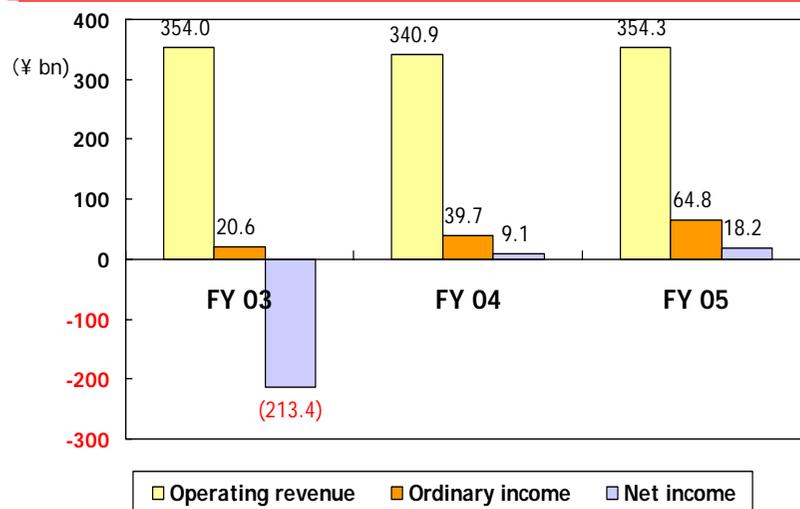
➤ **Net income doubled**

- Change of accounting standards and reorganization of business/assets in compliance with banking laws completed in first half

➤ **Jan. 2006:** Basic agreement on merger with DC Card

**Feb. 2006:** Basic agreement on merger with Kyodo Credit Services

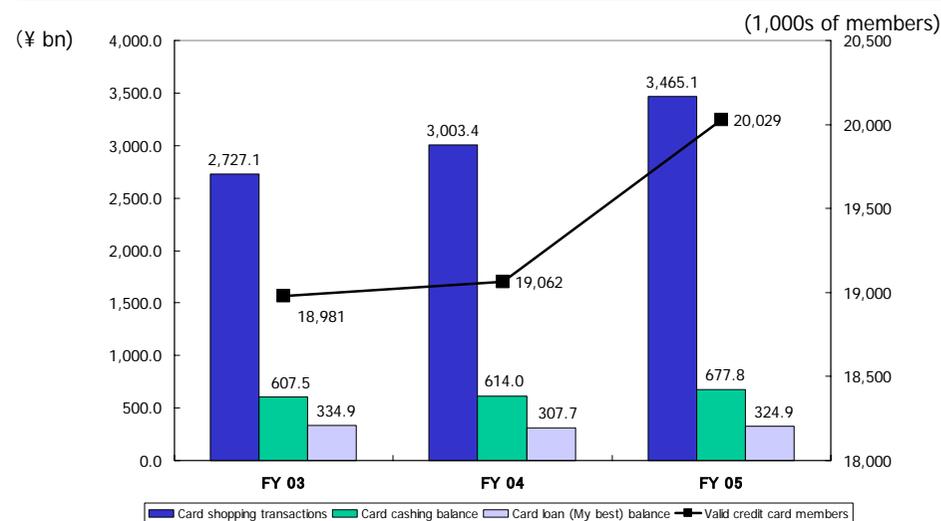
## Revenue and income trend



\* FY03 and FY04 figures are the sum of figures of former Nippon Shinpan and former UFJ Card.

\* FY05 figures are the sum of figures of UFJ NICOS and first half figures (Apr.-Sep.) of former UFJ Card.

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



# DC Card



## ● DC Card (Consolidated subsidiary)

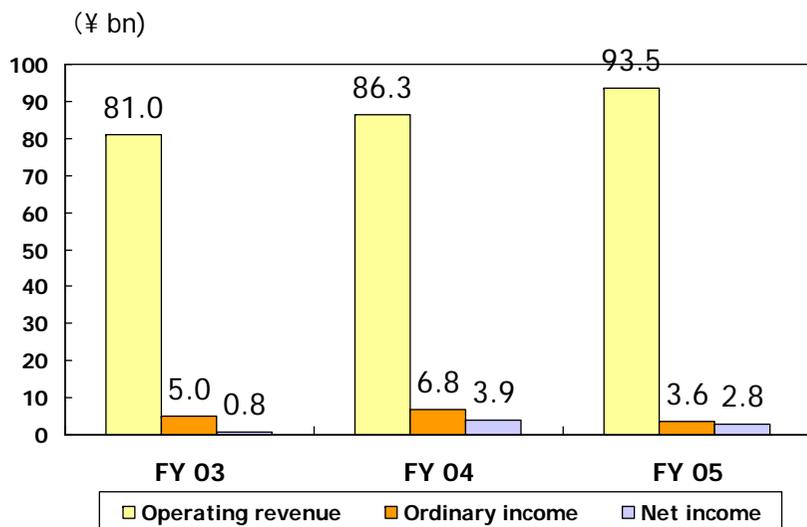
( scheduled to merge with UFJ NICOS in April 2007)

	FY 04	FY 05	Change
Operating revenue	86.3	93.5	7.2
Operating expenses	80.3	90.8	10.5
Ordinary income	6.8	3.6	(3.1)
Net income	3.9	2.8	(1.0)

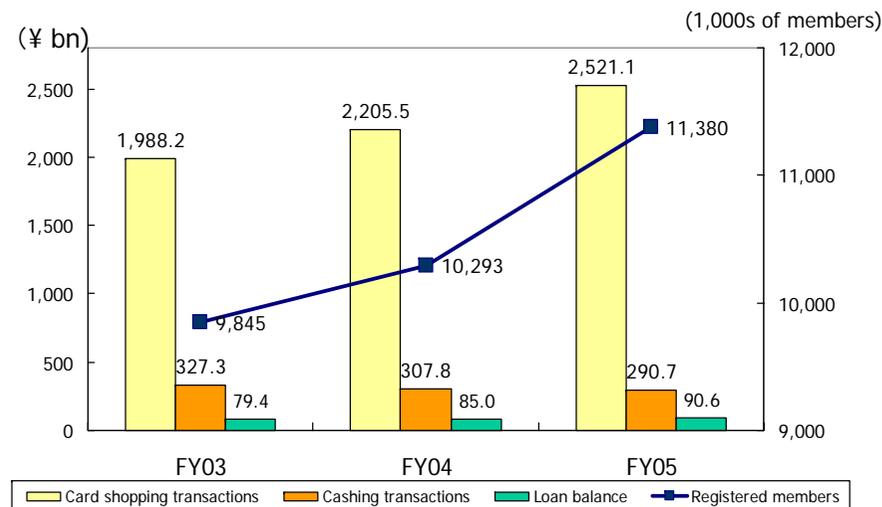
### FY 05 : Key points

- **Operating revenue +8.4%**  
Strong increase in shopping transactions, contribution from insourcing of bank-issued credit card business gathers momentum
- **Ordinary income down due to increase in one-time expenses**  
Operating expenses up due to increase in card renewal expenses (effects of Y2K), increase in system depreciation expenses (custody system development, etc)

### Revenue and income trend



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



\*Transaction amounts and members are for the DC Group. Loan balance is for non-consolidated **DB22**

# Consumer finance



## ● ACOM (Accounted for by the equity method)

	FY 04	FY 05	Change
Operating revenue (¥bn)	402.7	396.6	(6.0)
Balance of loans outstanding*1 (¥bn)	1,545.2	1,542.1	(3.1)
Number of accounts (thousands)*1	2,890	2,846	(43)
Avg. Acc. Balance (thousand yen)*1	535	542	7

\*1 Unsecured consumer loans.

## ● Mobit (Accounted for by the equity method)

	FY 04	FY 05	Change
Operating revenue (¥bn)	33.6	37.5	3.9
Balance of loans outstanding (¥bn)	201.2	224.5	23.2
Number of accounts (thousands)	261	294	33
Avg. Acc. Balance (thousand yen)	769	762	(7)

## ● DC Cash One (Accounted for by the equity method)

	FY 04	FY 05	Change
Operating revenue (¥bn)	8.3	11.7	3.4
Balance of loans outstanding (¥bn)	59.2	74.1	14.8
Number of accounts (thousands)	150	172	22
Avg. Acc. Balance (thousand yen)	395	431	36

### FY05 – Key points

- Despite strong performance by the guarantee business, operating revenue declined by ¥6.0 bn due to decline in unsecured loan balance and weakness in shopping loan business
- Loans outstanding decreased by ¥3.1 billion but loans outstanding per account increased by ¥7,000.

### FY05 – Key points

- Steady growth in revenue and profit; operating revenue increased by 11%.
- Strong growth in loans outstanding (up 11%) and number of accounts (+12%).

### FY05 – Key points

- Loans outstanding increased by ¥14.8 bn/+25.1% over FY04 to ¥74.1 bn; operating revenue increased by ¥3.4 bn/+40%
- Number of accounts steadily increased by 22,000 and loans outstanding per account increased by ¥36,000

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

(¥ bn)

	FY 04	FY 05	
			Change
Gross profits	51.4	52.2	0.8
Operating expenses	21.7	23.4	1.7
Operating income	29.7	28.8	(0.9)
Net income	18.6	21.1	2.5

## FY05 – Key points

- Benefits of profitability-focused sales activity and decline in funding costs led to ¥0.8 bn increase in gross profits.
- Newly-arising domestic bad debts continued to decline, but provisions due to an airline company bankruptcy led to a decline of ¥0.9 bn in operating income. As a result of tax benefits from dissolution of a US subsidiary, net income was up 13% to ¥21.1 bn, the third consecutive record.

● **UFJ Central Lease** (Accounted for by the equity method)

(¥ bn)

	FY 04	FY 05	
			Change
Gross profits	33.9	37.7	3.9
Operating expenses	17.8	19.0	1.3
Operating income	16.1	18.7	2.6
Net income	6.6	11.3	4.7

## FY05 – Key points

- Increasing revenue through the accumulation of operating assets and lowering funding costs contributed to increase gross profits by ¥3.9 bn to ¥37.7 bn.
- Despite increase in operating expenses due to the launch of new IT systems, operating income increased by ¥2.6 bn to ¥18.7 bn.

# Factoring



## ● Mitsubishi UFJ Factors

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

(¥ bn)

	FY 04	FY 05	
			Change
Gross profits	10.2	11.3	1.1
Operating expenses	5.9	5.7	(0.2)
Ordinary income	4.5	7.2	2.7
Net income	4.6	6.0	1.4

### FY05 – Key points

- Increase in factoring assets and growing bill collection custody business led to gross profit of ¥11.3 bn, up ¥1.1 bn compared to FY04.
- Operating expenses decreased by ¥0.2 bn to ¥5.7 bn due to a decline in credit costs and former UFJ Business Finance got a one-time non-operating gain in the first half. As a result of that, ordinary income increased by ¥2.7 bn compared to FY04 to ¥7.2 bn.

Note: FY04 figures on the chart are the sum of figures of former Diamond Factor and former UFJ Business Finance.

FY05 figures on the chart are the sum of figures of Mitsubishi UFJ Factors and the first half figures of former UFJ Business Finance.

FY05 figures of Mitsubishi UFJ Factors are as follows: Gross profits 8bn; Operating expenses 3.7bn; Ordinary income 4.4bn; Net income 3.6bn.

# 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.)

(¥ bn)	FY 04*1	FY 05*2	
			Change
Operating revenue	28.0	39.9	11.9
Operating expenses	22.6	29.3	6.7
Operating income	5.4	10.6	5.2
Net income	4.4	11.0	6.6

\*1 FY04 figures are the sum of figures for former Tokyo-Mitsubishi Asset Management, former Mitsubishi Trust Asset Management and former UFJ Partners Asset Management.

\*2 FY05 figures are the sum of figures for Mitsubishi UFJ Asset Management and first half figures for former UFJ Partners Asset Management.

### FY05 – Key points

➤ Operating revenue and operating income both increased significantly, driven by an increase in assets under management, mainly of foreign bond investment trusts and balanced funds investment trusts both in distribution-type, as well as investment trusts for variable annuity funds.

## ● Kokusai Asset Management

(Consolidated subsidiary from October 1, 2005.)

(¥ bn)	FY 04	FY 05	
			Change
Operating revenue	46.5	65.4	18.9
Operating expenses	30.7	40.9	10.2
Operating income	15.8	24.5	8.7
Net income	11.4	14.5	3.1

### FY05 – Key points

➤ Japan's largest fund, Global Sovereign Open recorded continued strong growth in assets under management; operating revenue and operating income each reached record level.

## ● MU Investments

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

(¥ bn)	FY 04	FY 05	
			Change
Operating revenue	2.3	2.5	0.2
Operating expenses	1.8	1.9	0.1
Operating income	0.5	0.6	0.1
Net income	0.3	0.3	0.0

### FY05 – Key points

➤ The balance of assets under management at market value increased, driven by an increase of bond under management mandated by public pensions and rising stock prices; operating revenue and operating income both increased compared to FY04.

# Online securities



kabu.com Securities and Me Net Securities merged on January 1, 2006; kabu.com Securities has been the surviving company.

● **kabu.com Securities** (Accounted for by the equity method)  
(¥ bn)

	FY 04*1	FY 05*2	
			Change
Operating revenue	11.7	21.3	9.5
Operating expenses	4.6	7.0	2.4
Ordinary income	5.8	12.6	6.7
Net income	4.0	9.7	5.7

\*1 FY04 figures do not include former Me Net Securities.

\*2 FY05 figures do not include former Me Net Securities April 05-December 05 results.

## FY05 – Key points

- As equity market was bullish and the base of individual investors expanded rapidly, FY05 operating revenue and net income reached a record. (It recorded increases in operating revenue and net income for nine consecutive semi-annual periods since establishment). Benefits of the merger with Me Net Securities also contributed.
- End FY05 customer asset balance more than doubled compared to end FY04 to reach a record approx. ¥1.2 trillion (Of which approx. ¥206.0 billion was inherited from Me Net Securities).
- Internet securities intermediation with Bank of Tokyo-Mitsubishi UFJ (launched July 05) made an excellent start (approx. 100,000 equity transaction contracts in Q4 of FY05 accounting for 2% of the total).

## Outline of Fiscal 2005 Results

# Business Segment Information

## Assets and Capital

## Reference

# Profits by business segment

Consolidated



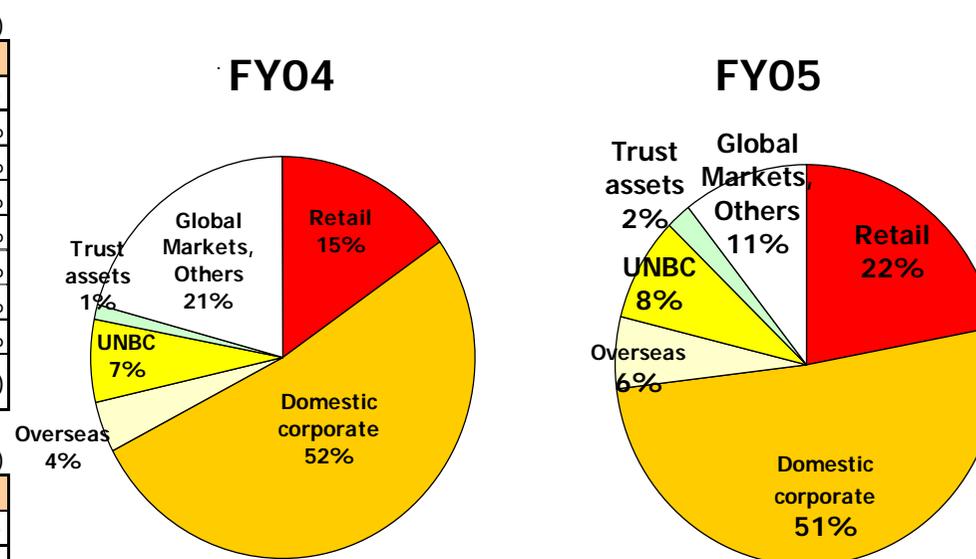
- Strong performance of three customer businesses.
- These contribution to total net operating profits rose to 90%.

## Consolidated gross profits/Net operating profits

	FY04		FY05		Change	
		% of total		% of total		% change
	(¥bn)		(¥bn)		(¥bn)	
Gross profits	3,488.6	100.0%	3,731.6	100.0%	243.0	7.0%
Retail	916.9	26.3%	1,130.9	30.3%	213.9	23.3%
Corporate	1,915.4	54.9%	2,065.8	55.4%	150.4	7.9%
Domestic	1,429.8	41.0%	1,458.6	39.1%	28.8	2.0%
Overseas	210.7	6.0%	256.9	6.9%	46.2	21.9%
UNBC	274.9	7.9%	350.3	9.4%	75.4	27.4%
Trust assets	94.3	2.7%	125.8	3.4%	31.5	33.3%
Global Markets, Other	561.9	16.1%	409.1	11.0%	(152.8)	(27.2%)

	FY04		FY05		Change	
		% of total		% of total		% change
	(¥bn)		(¥bn)		(¥bn)	
Net operating profits	1,741.8	100.0%	1,751.5	100.0%	9.7	0.6%
Retail	267.1	15.3%	382.7	21.8%	115.6	43.3%
Corporate	1,091.5	62.7%	1,146.4	65.5%	54.9	5.0%
Domestic	903.4	51.9%	898.5	51.3%	(4.9)	(0.5%)
Overseas	71.9	4.1%	99.9	5.7%	27.9	38.8%
UNBC	116.1	6.7%	148.0	8.4%	31.9	27.5%
Trust assets	21.3	1.2%	38.6	2.2%	17.3	80.8%
Global Markets, Other	361.9	20.8%	183.9	10.5%	(178.0)	(49.2%)

## Business portfolio (Net operating profits base)



## Customer businesses net operating profits\*1/Total

**FY04 79%** → **FY05 90%**

\*1 Net operating profits for the three business segments (Retail, Corporate including UNBC, and Trust Assets)

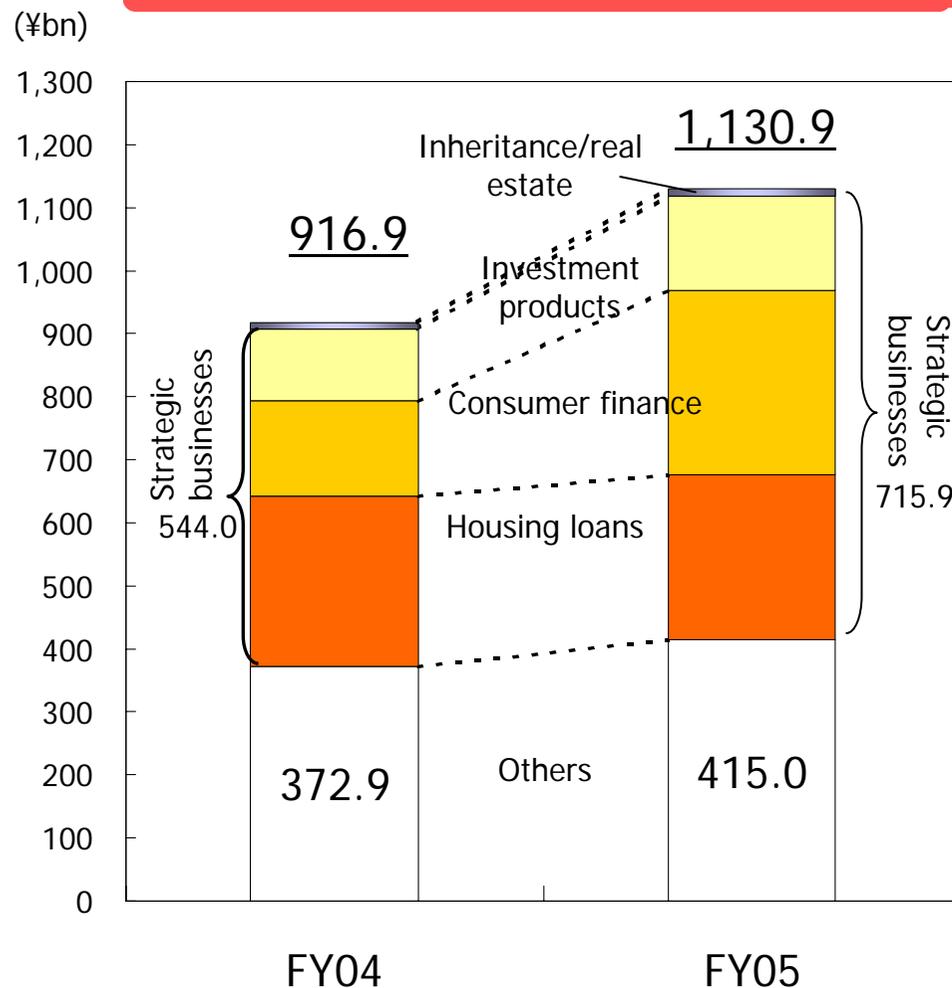
# Retail – Gross profits, Net operating profits

Consolidated

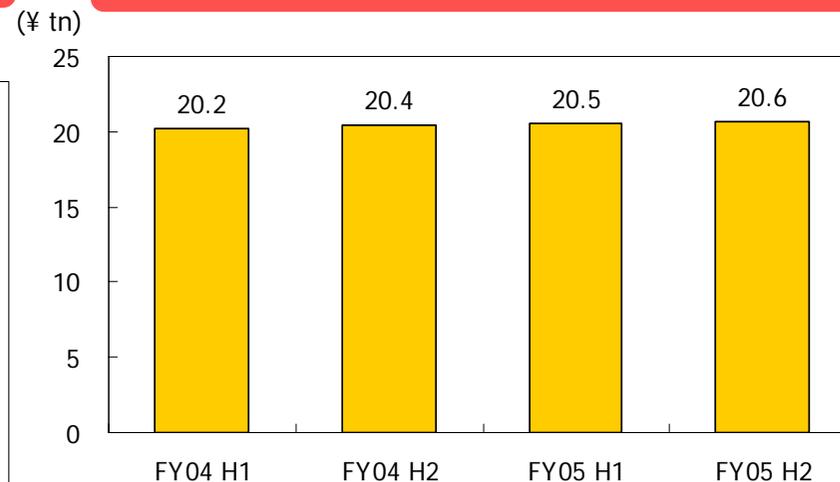


- Strong performance of investment products, consumer finance, inheritance/real estate, etc.
- Gross profits up 23.3% and Net operating profits up 43.3% from FY04

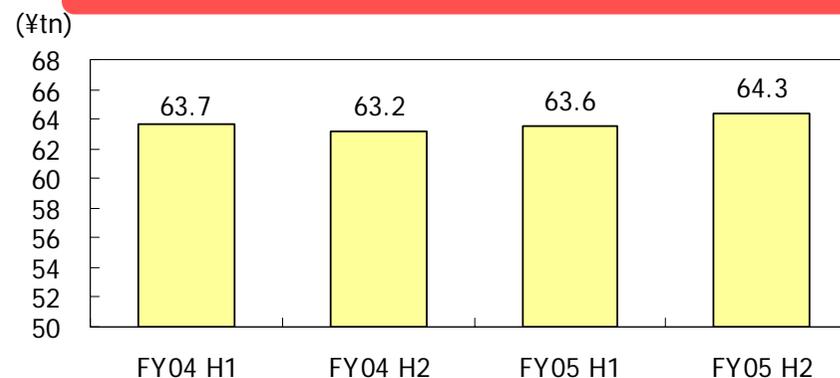
Consolidated Gross Profits



Average retail lending balance



Average retail deposit balance



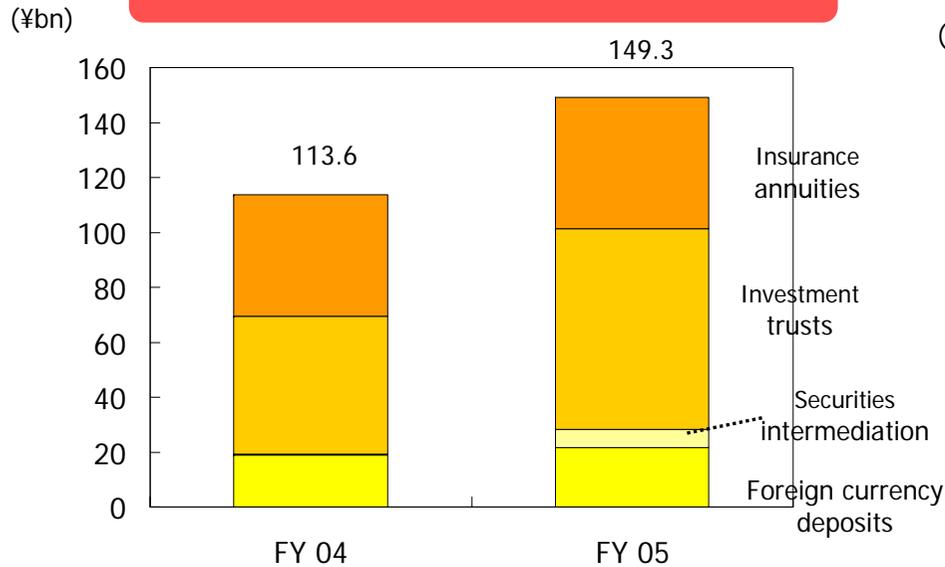
# Retail—Investment products

Consolidated



MUFG

## Income from investment products



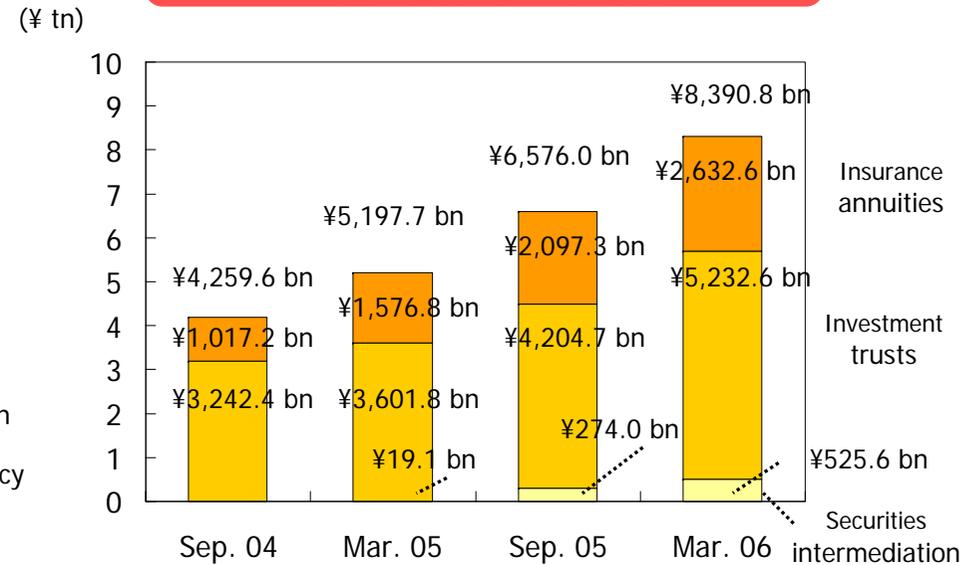
**FY 05 performance:** Gross profits ¥149.3 bn (+¥35.6 bn from FY 04)

- Sales of equity investment trusts, insurance annuities and securities intermediation products- Sales increased significantly 57% to ¥4.1 trillion
- Outstanding balances of equity investment trusts, insurance annuities and securities intermediation increased 61% to ¥8.4 trillion

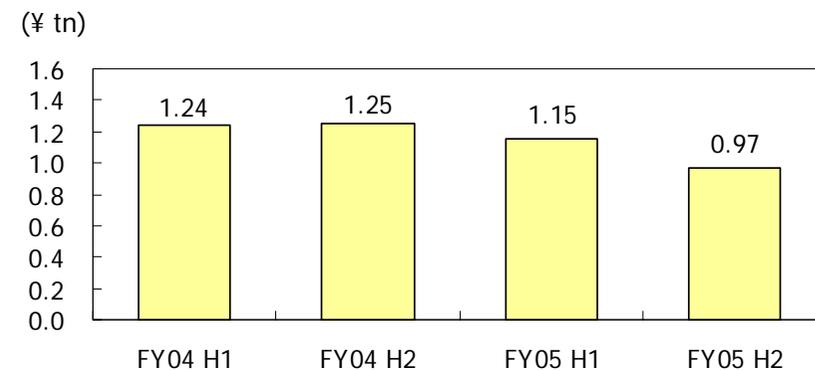
### FY 06 Plans:

- Launch a series of new, competitive products
- Strengthen sales force in terms of volume and quality
  - ✓ Supply personnel to branches from headquarters and strengthen staff training in Retail Academy.
  - ✓ Increase sales force seconded from securities business to commercial bank to a total of 1,000 (400 at present) during FY 06

## Customer account balances: Equity Investment trusts, Insurance annuities, Securities intermediation



## Retail foreign currency deposits (Average balance)

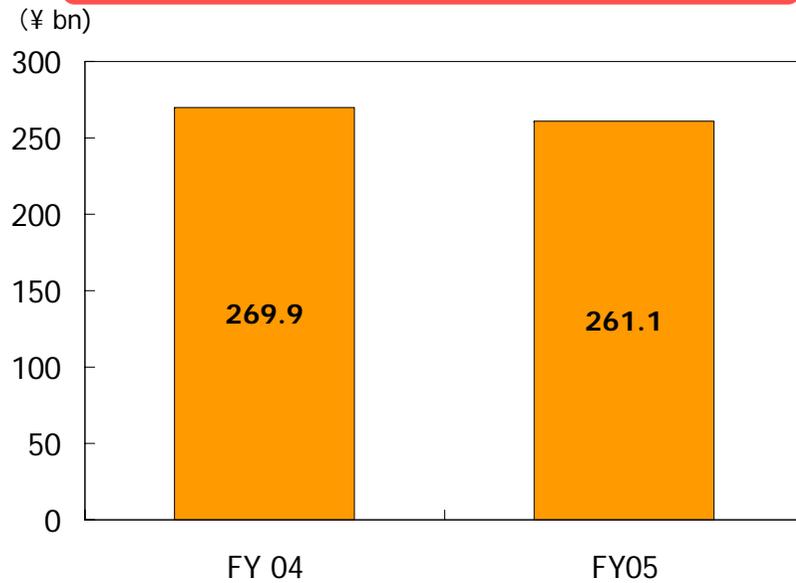


# Retail—Housing loans

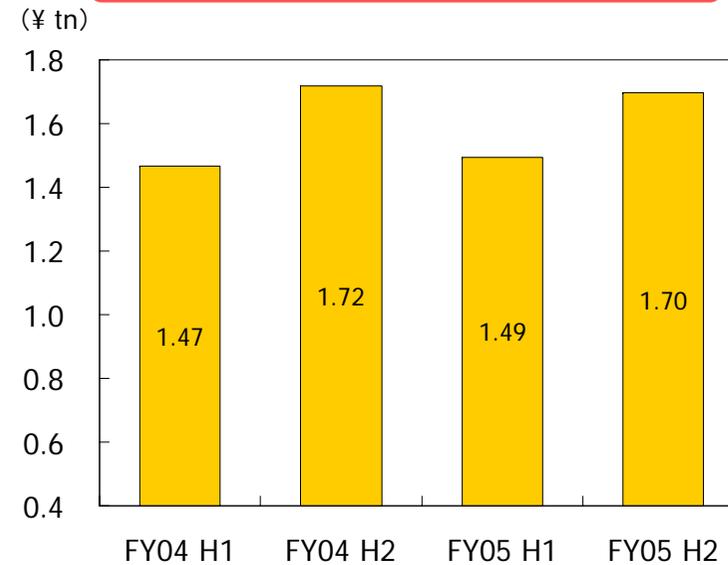
Consolidated



## Income from housing loans



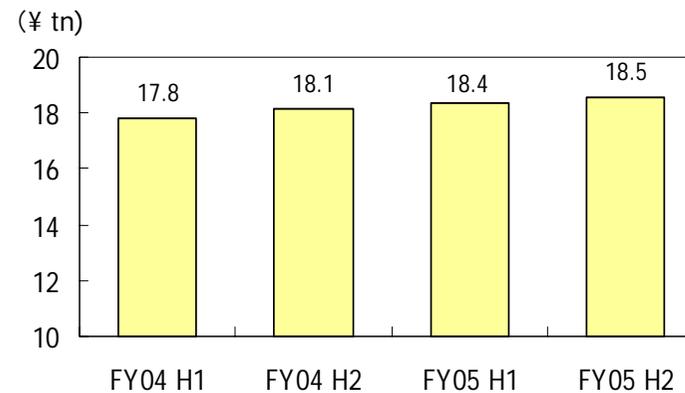
## New housing loans extended



Note: Housing loans include funds for construction of housing for rent.

- FY 05 performance:** Gross profits ¥261.1bn (down ¥8.8 bn from FY04)
- New housing loans was ¥3.2 trillion, similar to FY 04
  - Average balance of housing loans in full year FY 05 increased to ¥18.5 tn (+¥484.6 bn from FY 04)
- FY 06 plans:**
- Expand sales of high-value-added loan products, such as a floating rate type loans with a interest cap, loans with insurance against 7 serious illnesses.
  - Develop the strong points (in a branch route, campaign, a contractor route, etc.) of the former banks in all the branches of the new bank ; increase the numbers of evening and weekend customer consultation seminars.
  - Improve lending portfolio and reduce costs.

## Housing loans: Average balance

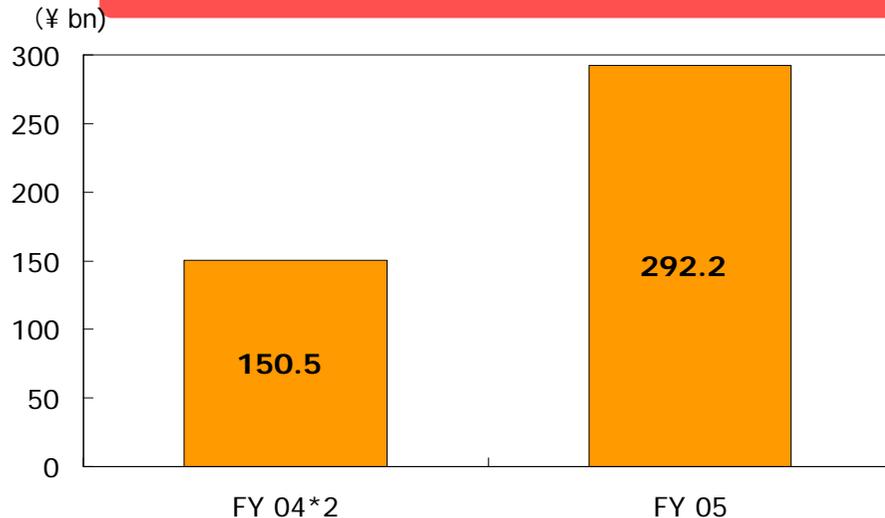


# Retail—Consumer finance

Consolidated



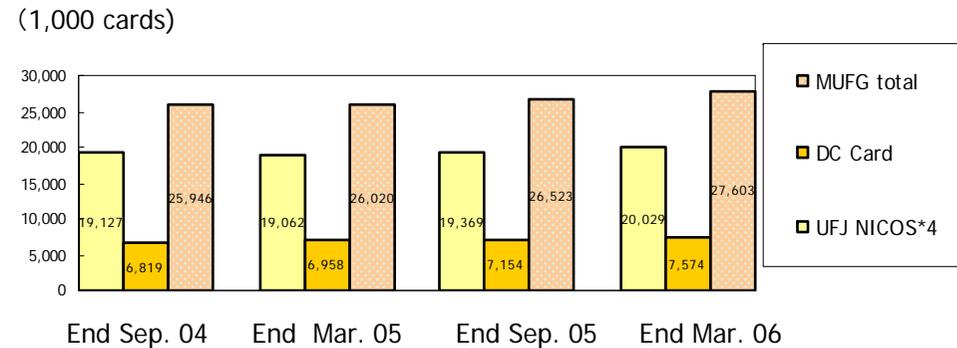
## Income from consumer finance\*1



\*1 Credit card income (UFJ NICOS + DC Card) + bank-issued card loan income, etc.

\*2 BTM Cash One income not included in FY04 figures (FY04: ¥8.3 bn).

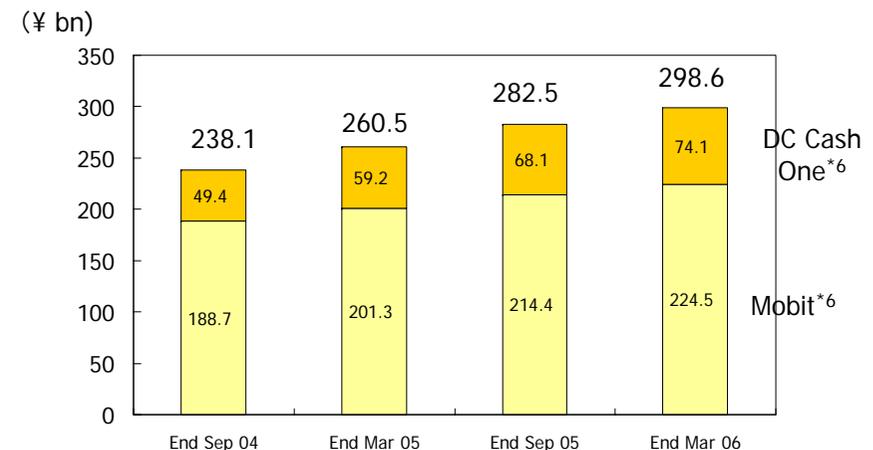
## Group company credit cards issued\*3



\*3 DC Card figures are non-consolidated and DC Card figures are membership.

\*4 End Sep 05 and prior figures are the sum of figures for the former UFJ Card and the former Nippon Shinpan.

## Unsecured loan balances\*5 of consumer finance subsidiaries subject to equity method



\*5 Excluding ACOM. ACOM's unsecured loan balance as of end Mar. 06 was 1,542.1bn

\*6 Controlling shares in DC Cash One: 30% by BTMU; 15% by MUTB; Mobit: 50% by BTMU

**FY05 performance:** Gross profits ¥292.2 bn (+ ¥141.6 bn from FY 04)

➤ Including ¥138.3 bn from new consolidation gross profits increased 94%

➤ Number of credit cards issued by the group companies reached to 27.6 mn

➤ Approx. 500 thousand Comprehensive Cards have now been issued

### FY06 plans:

➤ Promote the integrations of UFJ NICOS with Kyodo Credit and DC card

➤ Expand product line-up of Comprehensive Cards including credit cards with IC, which are to be issued also at former UFJ branches from July.

➤ Increase the number of ATMs with palm vein recognition system and install them in all branches including former UFJ branches by the end of September, in terms of sales promotion of cards.

➤ Schedule the launch of a new bank card loan guaranteed by ACOM.

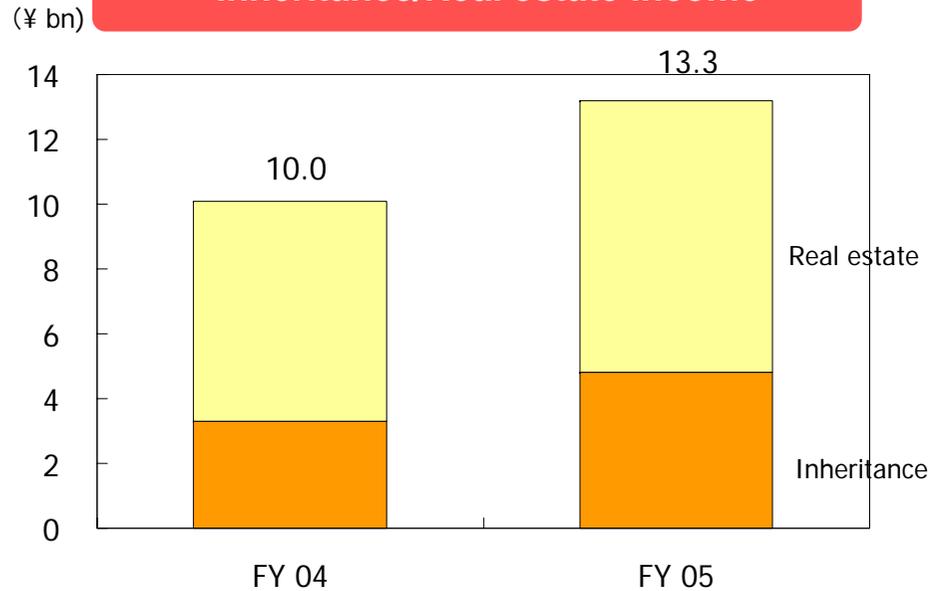
# Retail—Inheritance and Real estate

Consolidated

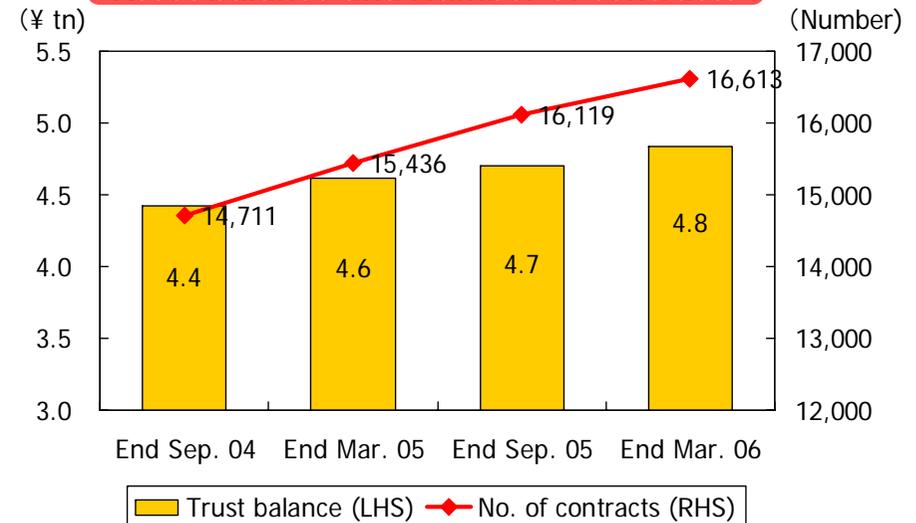


MUFG

## Inheritance/Real estate income



## Testamentary trusts: Asset balance and Number of contracts



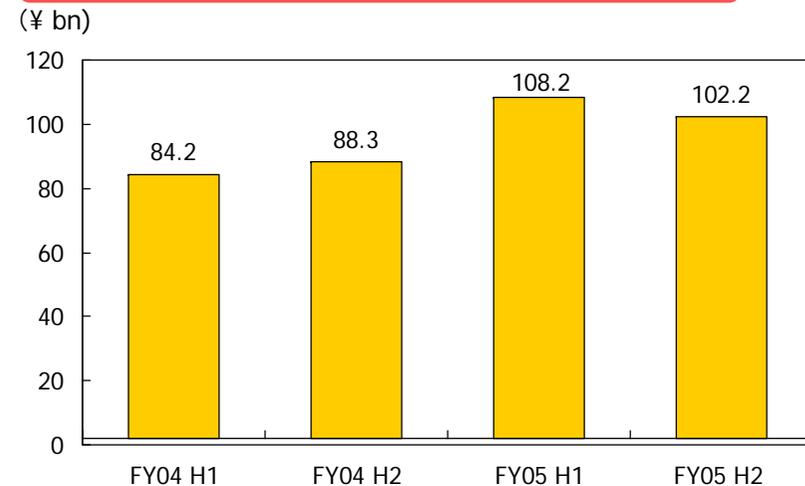
### FY05 performance: Gross profits ¥13.3 bn (+ ¥3.2 bn from FY04)

- Both asset balance and number of testamentary trusts increased steadily.
- Benefiting from a strong real estate market and intra-group collaboration, real estate transactions increased 22% to ¥210.4 bn; commissions increased 24% to ¥8.4 bn.

### FY06 plans:

- Promote active programs of joint bank/trust bank seminars; introduce simple inheritance related products for bank customers.
- Promote cooperation with regional banks and securities companies, etc.

## Real estate transactions\*1



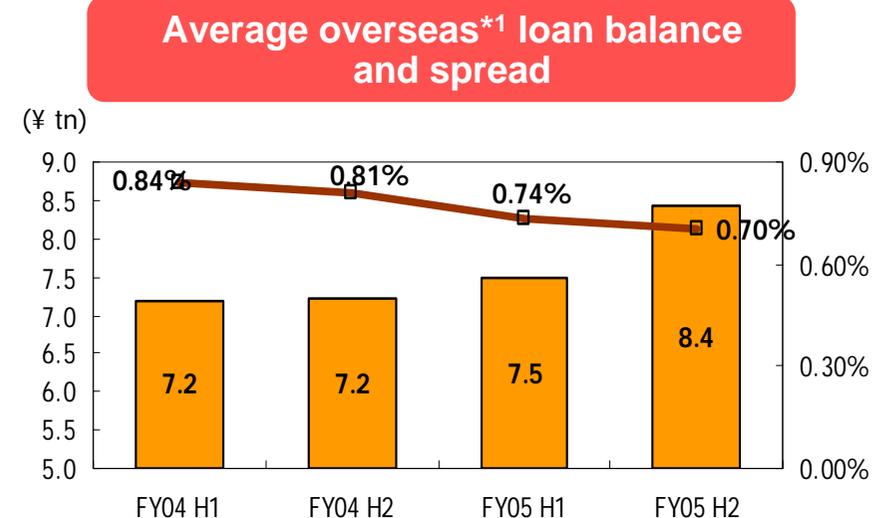
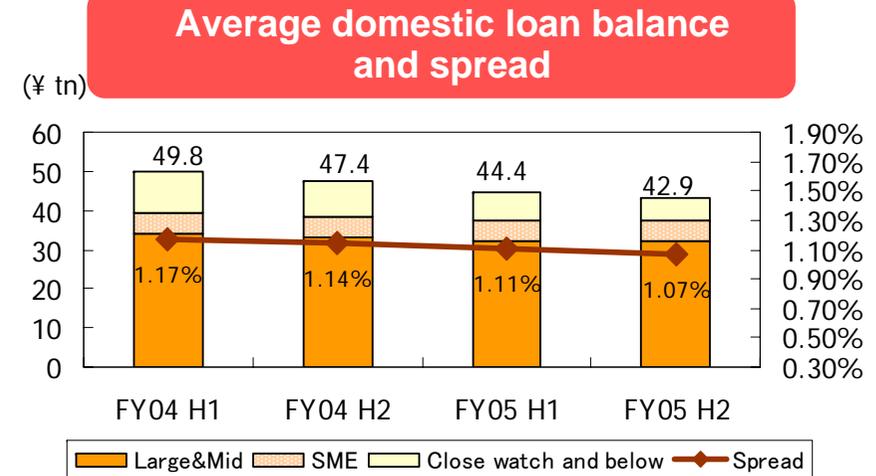
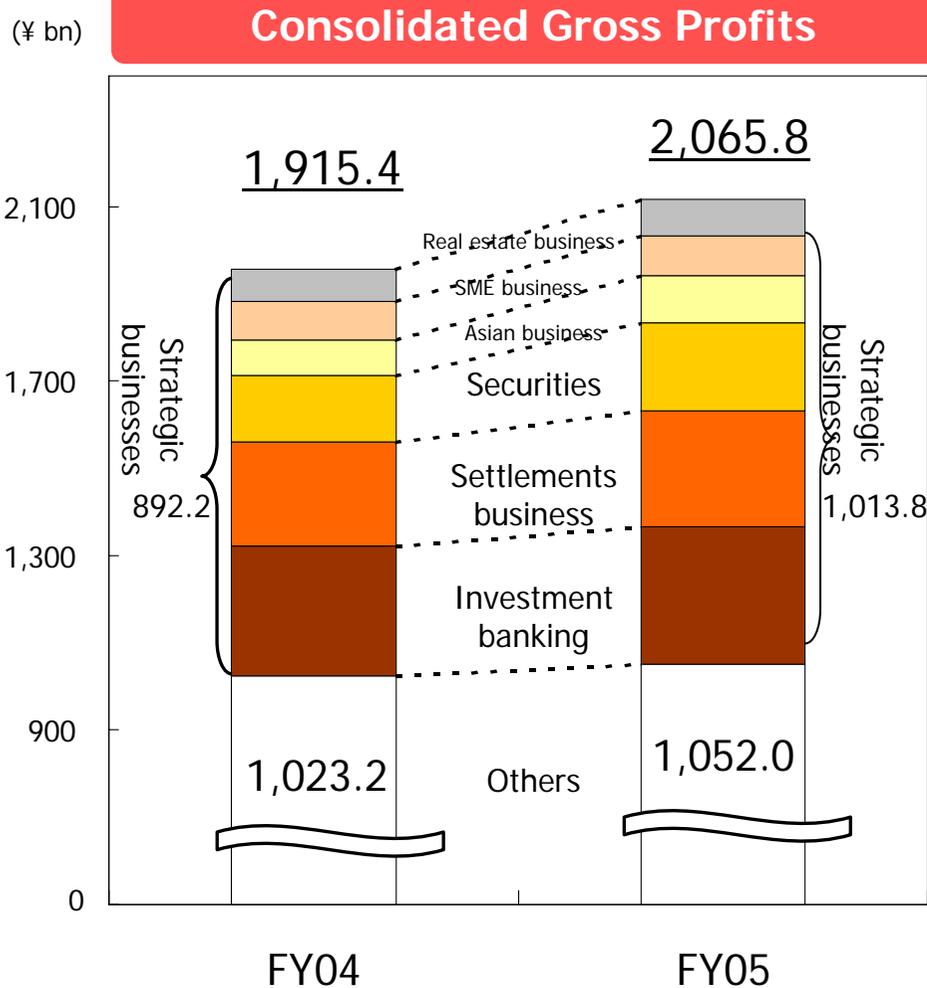
\*1 Figures of Mitsubishi UFJ Real Estate Services but only Retail segments.

# Corporate – Gross profits, Net operating profits

Consolidated



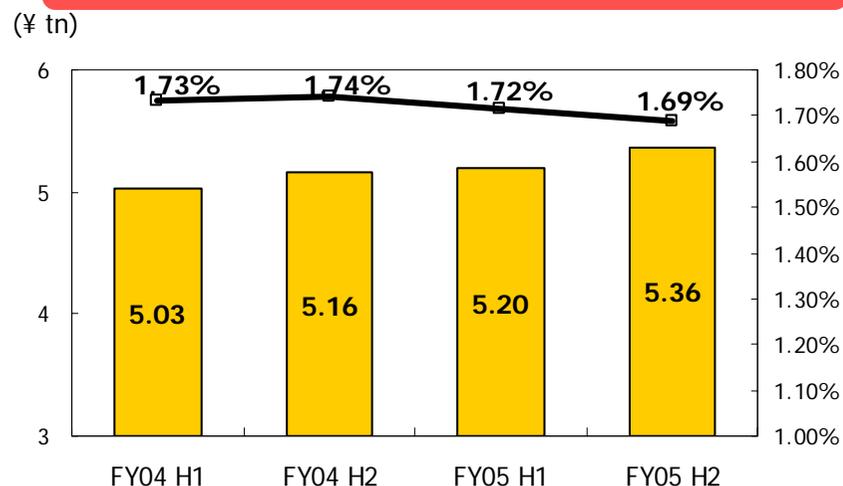
- Strong performance in areas of strategic focus. Gross profits ¥2,065.8 bn (+7.9% compared to FY04), Net operating profits ¥1,146.4 bn (+5.0% compared to FY04)



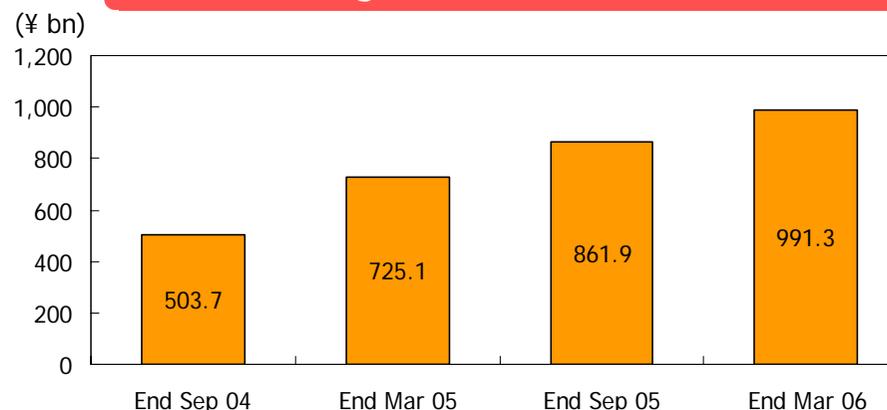
\*1 Excluding UNBC.



## SME average loan balance and spread



## Outstanding balance of Business loans\*1



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

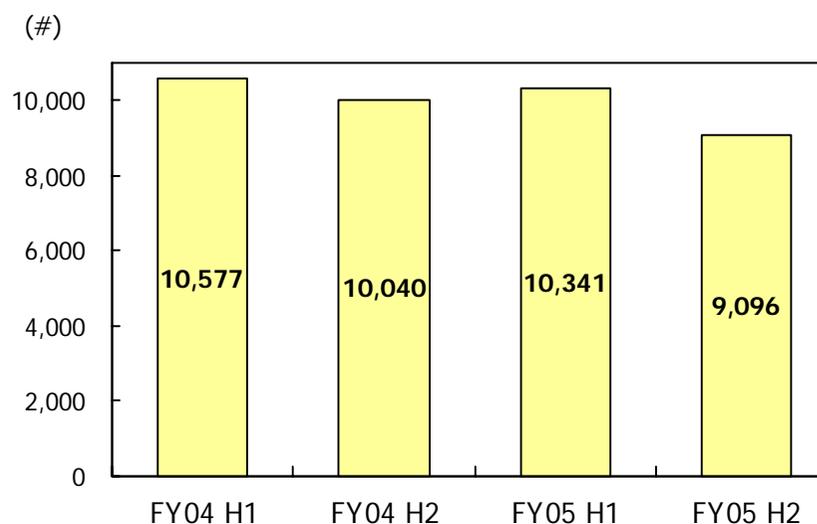
**FY05 Performance:** Gross profits ¥89.9 bn (+¥1.4 bn from FY04)

- Average SME loan balance approx. ¥5.3 tn, up ¥179.9 bn (+3.5%) from FY04
- Outstanding balance of business loans ('Yukatsuryoku') reached approx. ¥1 tn

### FY06 Plans:

- Strengthen alliances with regional banks and insurance companies and utilize bank agency system
- Develop branches dedicated to SME business as well as contact offices to expand customer contact points

## New Corporate Customers



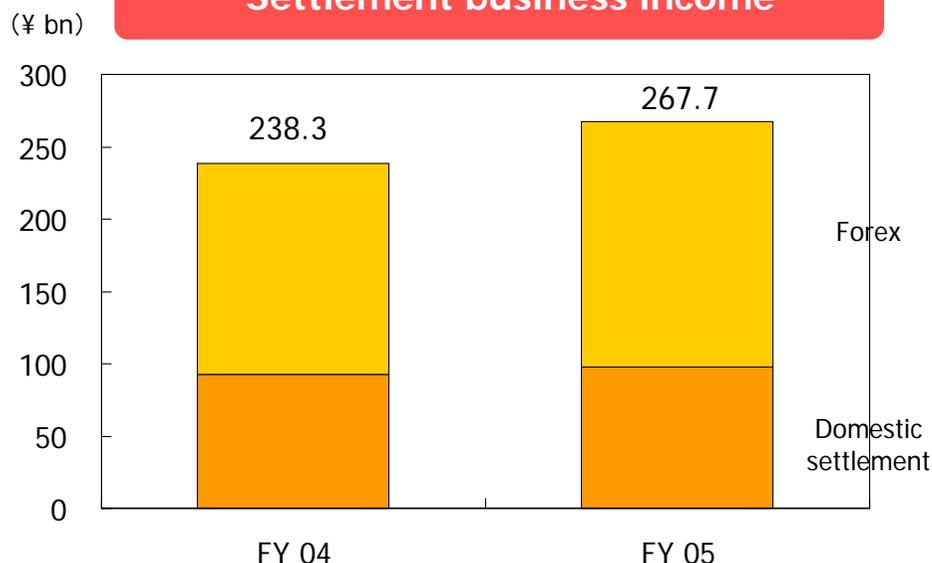
# Corporate—Settlement business

Consolidated

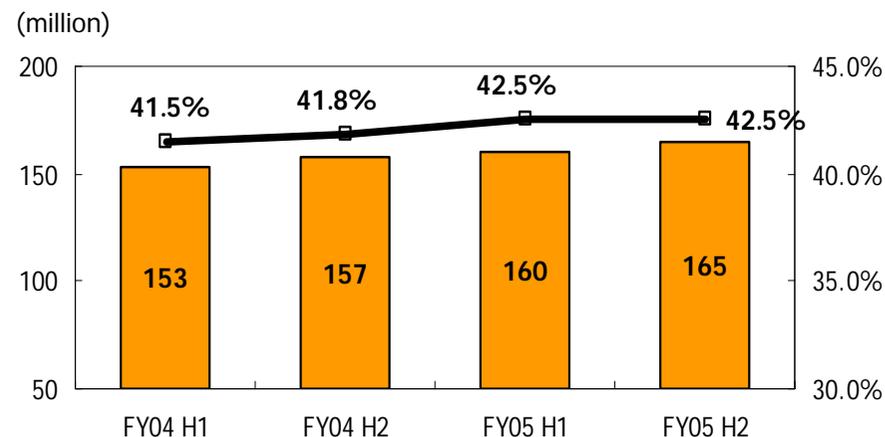


MUFG

## Settlement business income



## Domestic outward remittances and market share\*1



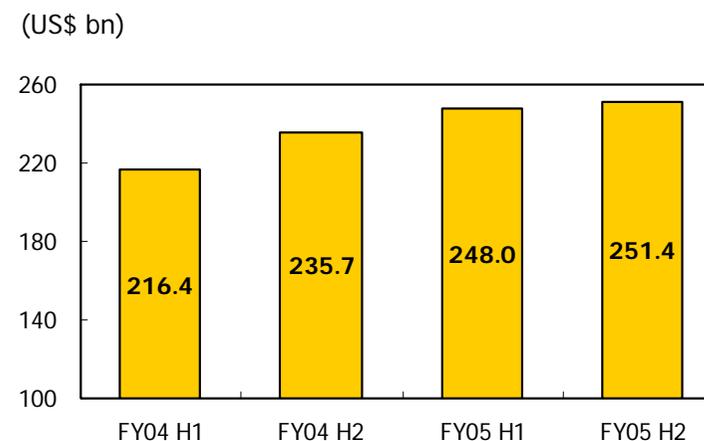
**FY05 performance:** Gross profits ¥267.7 bn (+ ¥29.4 bn from FY04)

- Domestic outward remittances increased by 15 million from FY04.
- Foreign trade handling increased 10.5% from FY04; also currency options were strong.

**FY06 plans:**

- Promote cross selling leveraging the strengths of each former bank (UFJ: domestic settlement; BTM: forex)
- Based on our leading global coverage, promote active collaboration across the international and domestic network to support customers commercial flows and meet their needs in for derivatives, financing etc., as well as settlement
- Also strengthen asset finance and trade finance by promoting a unified approach to credit provision and settlement

## Foreign trade handling amount\*1



\*1 Commercial bank figures.

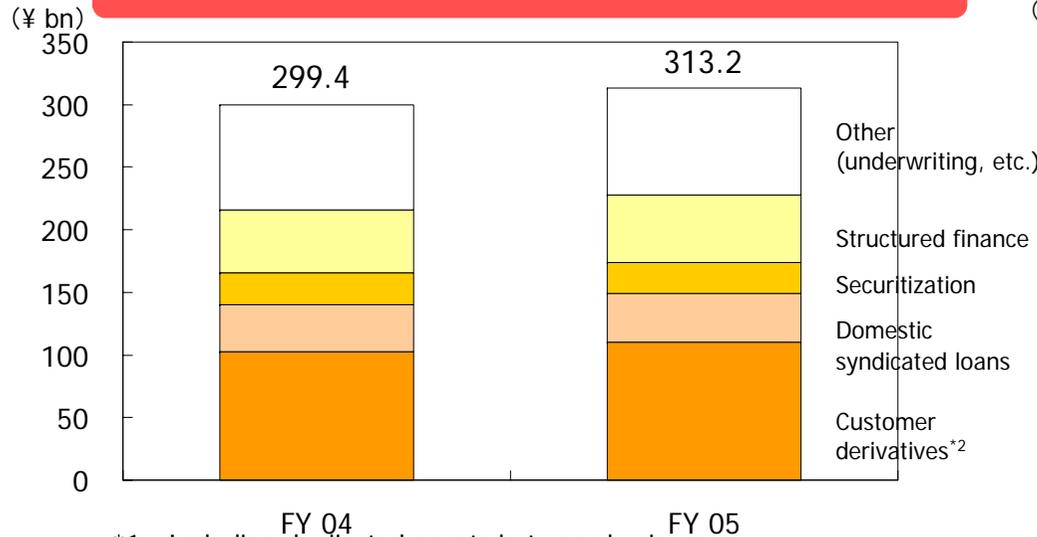
# Corporate—Investment banking (domestic)

Consolidated



MUFG

## Investment banking business income\*1 (domestic)



\*1 Including duplicated counts between businesses.

\*2 Including securities intermediation.

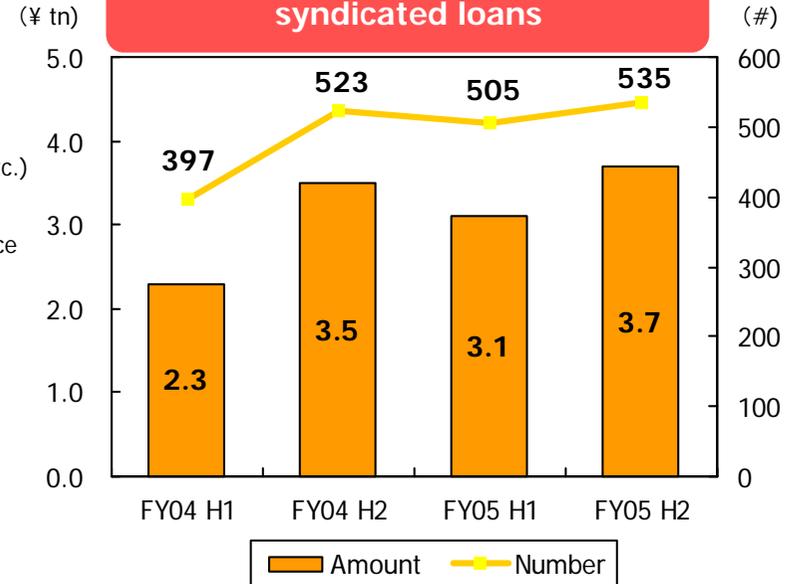
**FY05 performance:** Gross profits ¥313.2 bn (+ ¥13.7 bn from FY04)

- Domestic syndicated loans showed strong performance: 1,040 deals (up 120 from FY04) benefited from large number of deals with SMEs, and ¥6.8 trillion (+¥1 trillion) on value basis
- Income from investment products with derivatives continued to increase (up ¥5.6 bn from FY 04) through enhancing product line up,

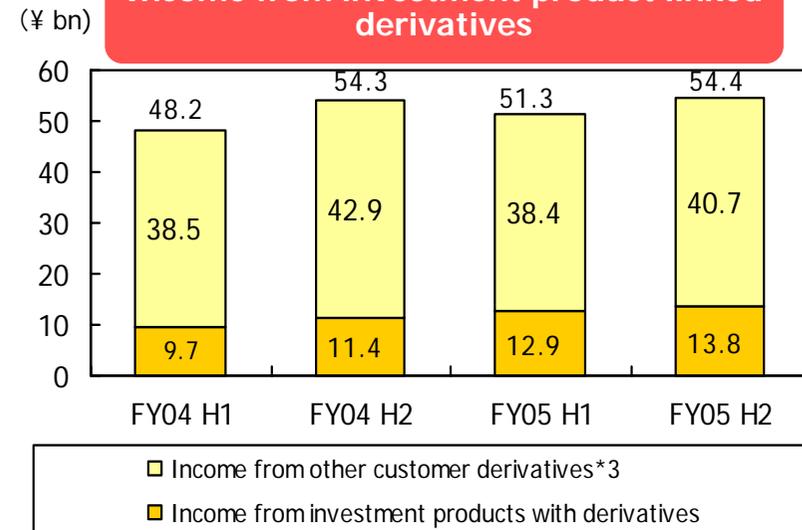
### FY06 plans:

- Deliver comprehensive solutions through cooperation between banking, trust banking and securities businesses; strengthen syndicated loans and non-recourse finance
- Expand customer base by originating small-lot deals from SMEs and strengthening product line-up

## Arrangement of domestic syndicated loans



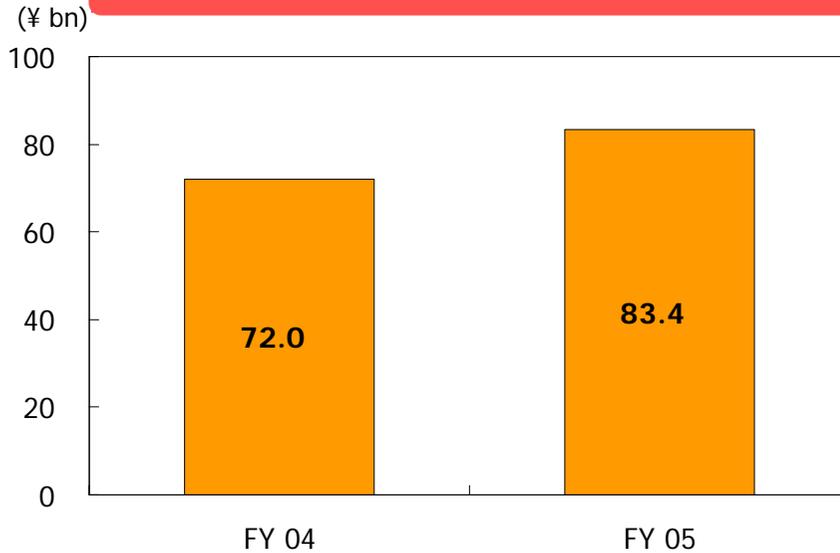
## Income from investment product linked derivatives



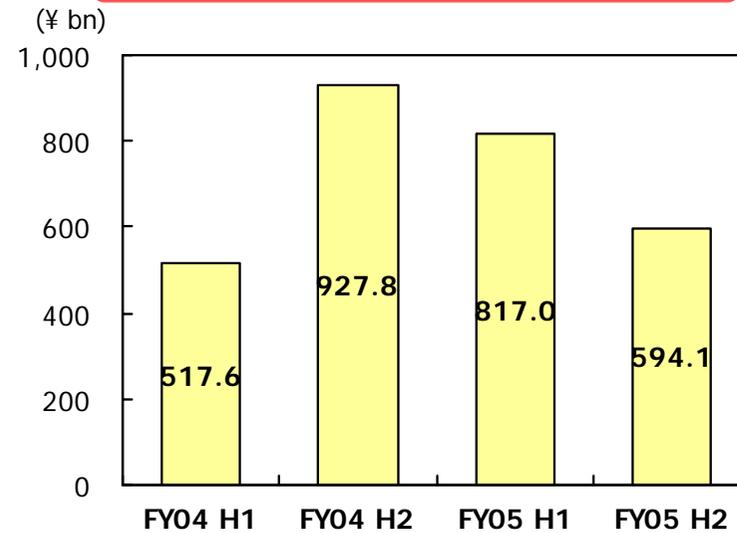
\*3 Excluding securities intermediation.



## Real estate business income



## Real estate transaction amount\*1



\*1 Includes Corporate segment transactions only.

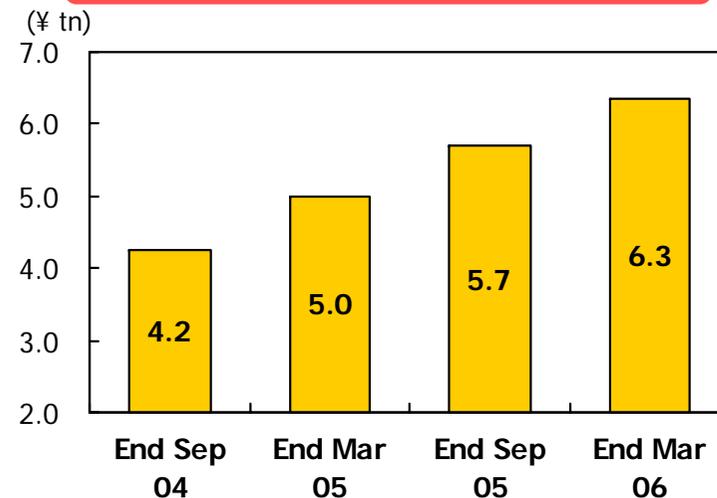
**FY05 performance:** Gross profits ¥83.4 bn (+¥11.5 bn from FY04)

- Transaction amount ¥1,411.1 bn (similar to FY04)
- Real estate custody balance continued to grow steadily to ¥6.3 trillion (+ approx. ¥1.3 trillion from end Mar 05)

**FY06 plans:**

- Real estate: Pursue clearly distinct segmental strategies in real estate broking
- Strengthen organization to promote small deals with SMEs, etc.
- Strengthen securitization and real estate fund business through cooperation between banking, trust banking and securities businesses

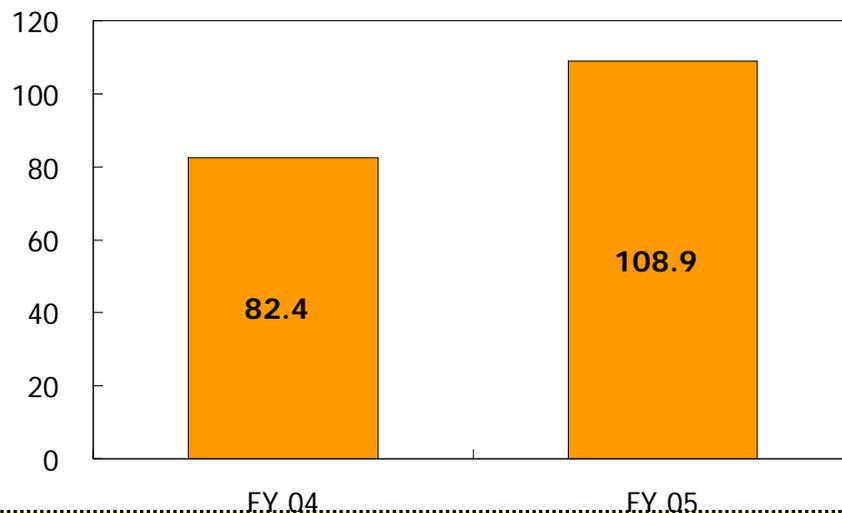
## Real estate custody balance





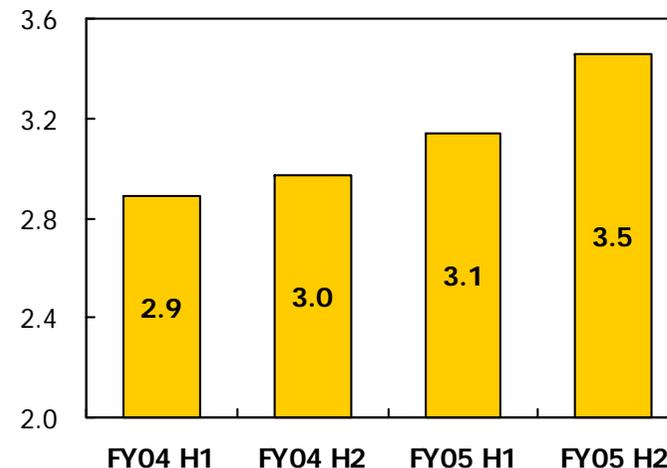
## Asia business income

(¥ bn)



## Average loan balance in Asia

(¥ tn)



**FY05 performance:** Gross profits ¥108.9 bn (+¥26.5 bn from FY04)

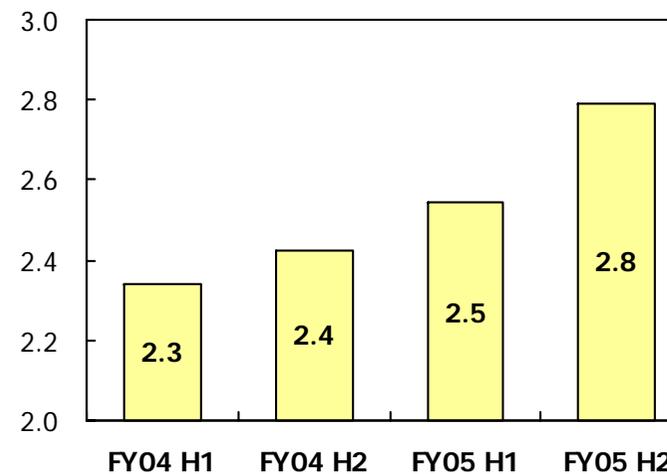
- Responded to strong demand for funding from Japanese and non-Japanese customers; FY05 average loan balance reached ¥3.3 tn (up approx. ¥380 bn from FY04); forex profits were also strong
- FY05 average deposit balance increased by approx. ¥350bn to ¥2.7 tn from FY04

### FY06 plans:

- Strengthen support for domestic branches from *China desk* and *ASEAN desk*
- Deliver merits of broadened overseas network to customers of former UFJ
- Make CMS and investment banking products more user-friendly and strengthen provision to customers

## Average deposit balance in Asia

(¥ tn)





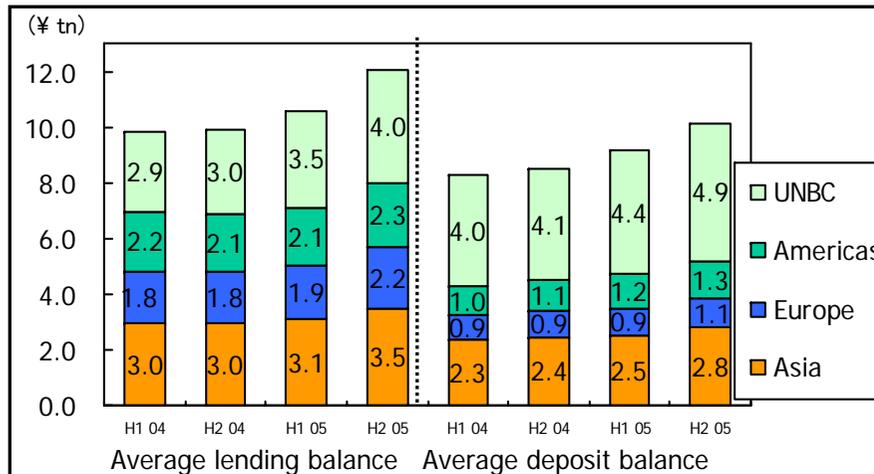
MUFG

# Corporate overseas strategy

## ● Clear lead over our Japanese peers in global business

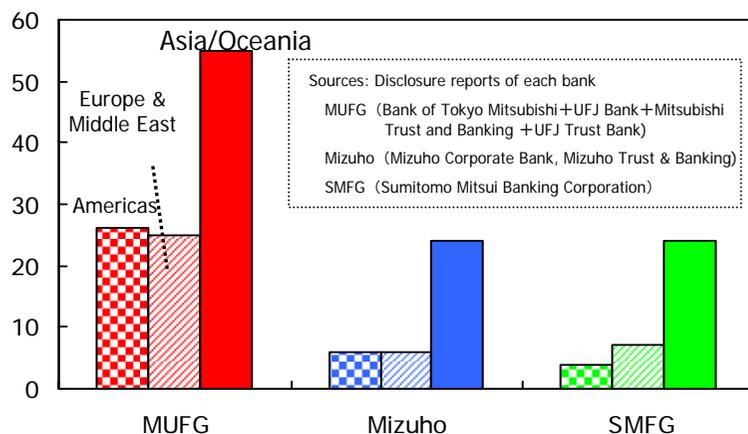
Extensive overseas network including our U.S. subsidiary UNBC; providing a broad range of services from wholesale to retail

### Average lending balance/Average deposit balance



### Overseas Network

(Branches, sub-branches and representative offices; end of Sep 05)



## Main initiatives of Corporate overseas business in FY06

### Asia

- Strengthen our network, No. 1 among Japanese banks, and our business promotion framework; strengthen partnerships within and outside the Group; and develop business around commercial flows to maintain and expand our clear lead in share of business with Japanese companies
- Enhance capacity to provide CMS, investment banking products etc. and increase their user-friendliness

### United States

- Further strengthen partnership and collaboration within the Group  
 ⇒ Look to acquire FHC status in the future  
 Secure and consolidate position as an integrated financial institution
- Actively leverage throughout the Group UNBC's operating base, products and services, and expertise in a broad range of business including with mid-sized corporates and retail banking

### Europe; Other

- Geographical expansion of operations base (in Central and Eastern Europe and Russia)⇒Opened Bank of Tokyo-Mitsubishi UFJ (Holland) NV, Prague Branch (Apr. 24, 2006)
- Pursue profit opportunities in emerging markets through strengthening investment banking business in the Middle East, etc.

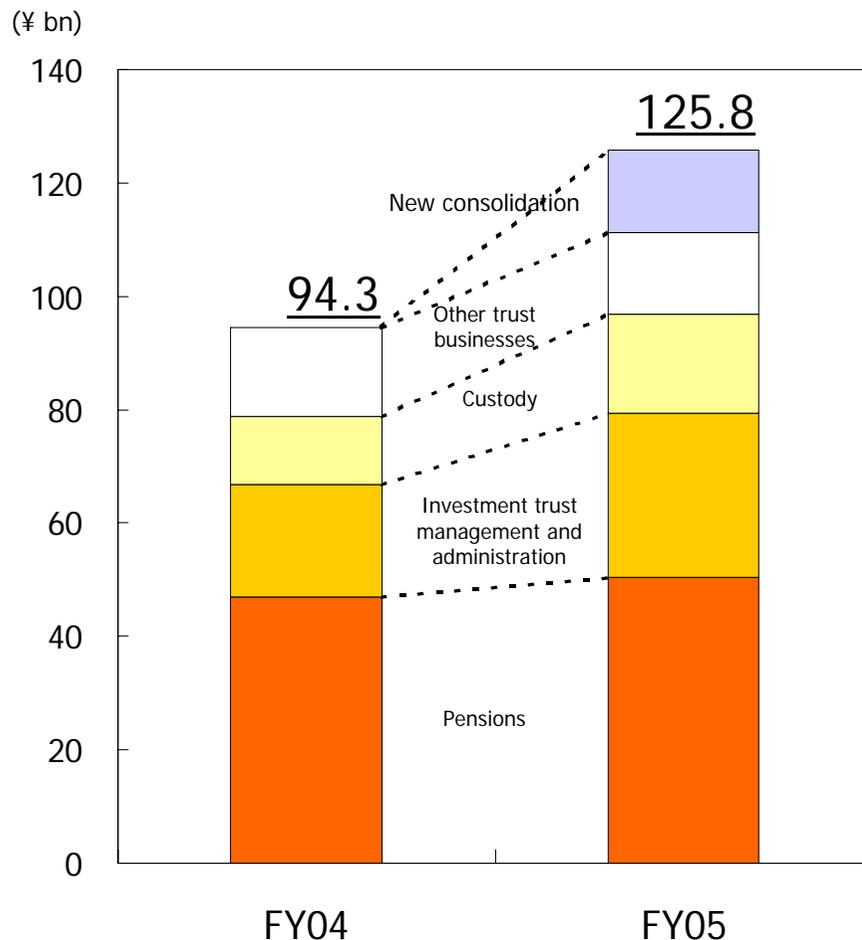
# Trust Assets – Gross profits, Net operating profits

Consolidated

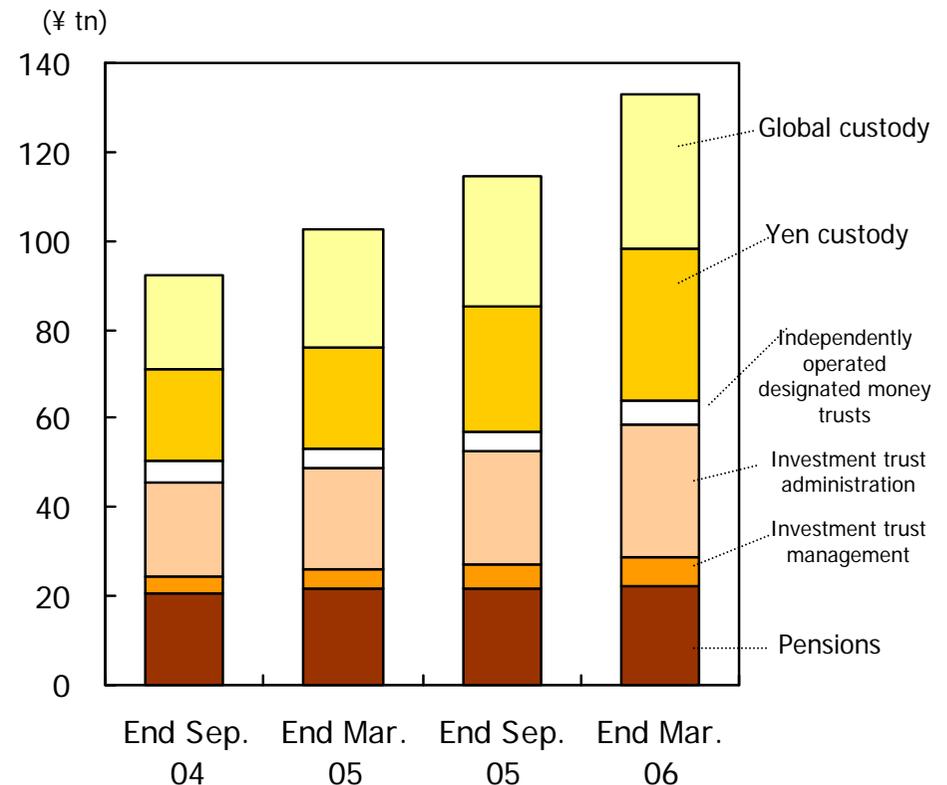


- Good performance in each business line. Gross profits up 33.3%; Net operating profits up 80.8% from FY04

## Consolidated gross profits



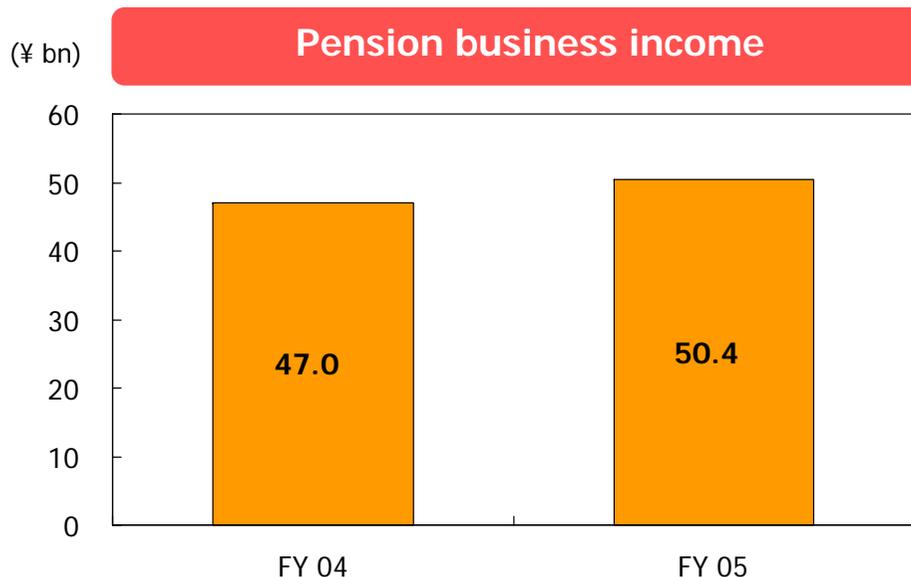
## Change in balance of main assets\*1 in Trust Assets segment



\*1 In addition to amounts shown here, asset administration balances also include specified money trusts for securities, securities administration services, etc.

# Trust Assets—Pension business

Consolidated



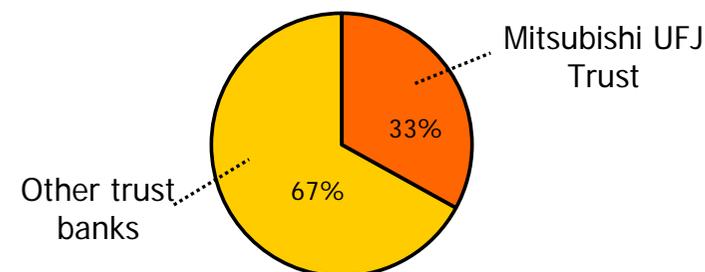
**FY 05 performance:** Gross profits approx. ¥50.4 bn (+approx. ¥3.4 bn from FY04)

- Increase in profits from strengthened sales of non-passive investment products (market-neutral, long short, cash + alpha etc.) was the main driver of overall increase of approx. ¥3.4 bn.

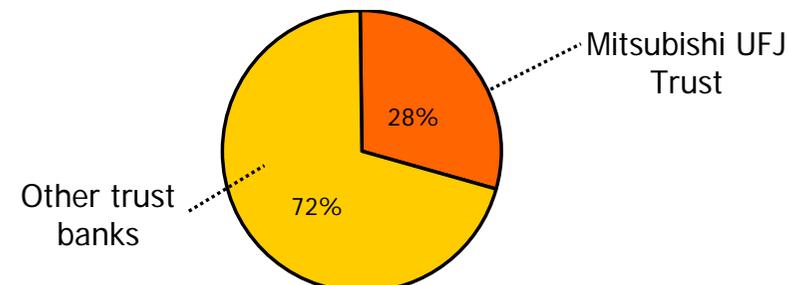
**FY 06 plans:**

- Strengthen sales of non-passive investment products to each distinct customer segment
- Strengthen competitiveness and levels of service to DC plans (web-based services, system consulting and presentation capability, post installation maintenance, etc.)
- In preparation for revised pension system, expand assets through increase of contribution

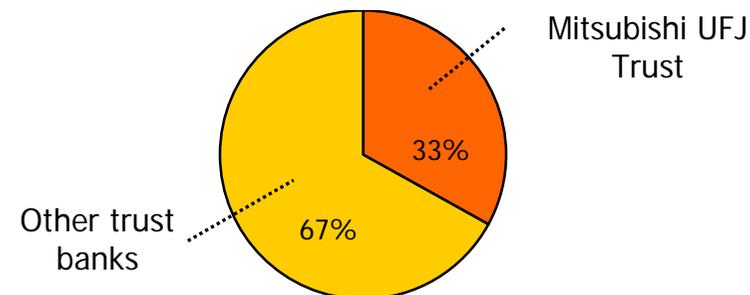
**Pension trust share**  
(as of end Mar. 06)



**Specified money trust for pensions share**  
(as of end Mar. 06)



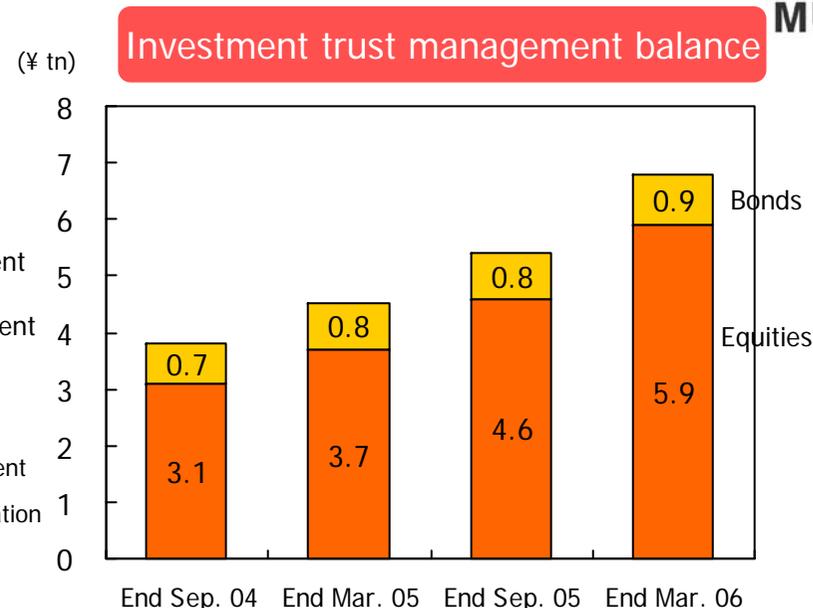
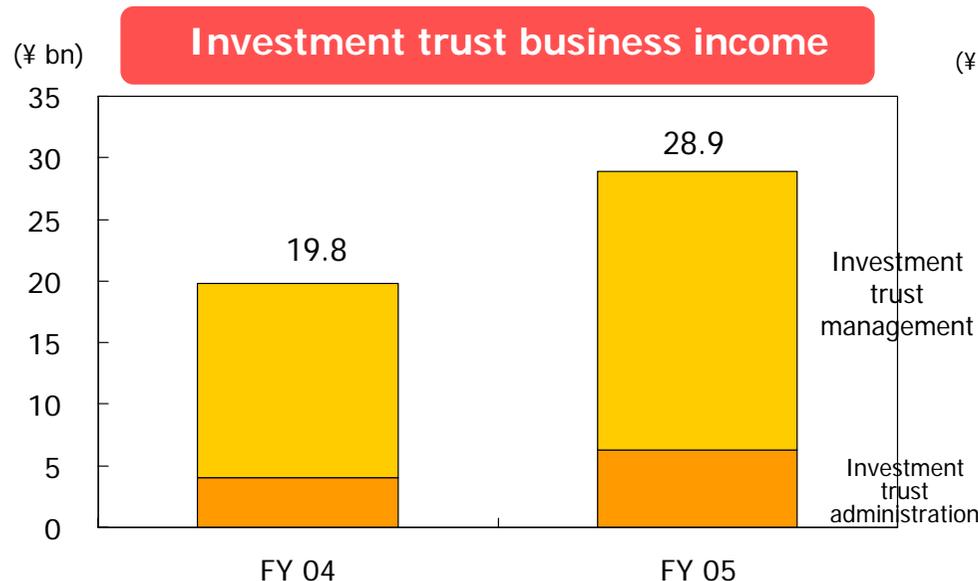
**Defined contribution pension plans share**  
(Asset administration, as of end Mar. 06)



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

# Trust assets—Investment trust business

Consolidated



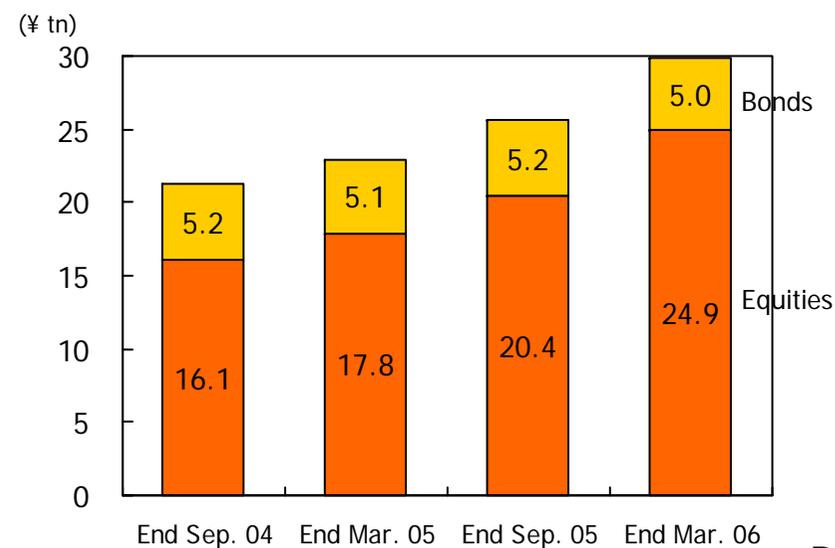
**FY05 performance:** Gross profits approx. ¥28.9 bn (+ approx. ¥9.2 bn from FY 04)

- Investment trust management balance increased by approx. ¥2.4 tn from FY04, driven by strong sales of equity investment trusts
- Investment trust administration balance also showed strong growth (up by approx. ¥7 tn)

#### FY 06 plans:

- Strengthen intra-Group links with the Retail business to achieve well-timed development and launch of new funds
- Aim for major growth in the investment trust management balance by leveraging product delivery through non-Group channels
- Expand asset administration balance by enhancing administration consulting functions of Master Trust Bank of Japan

### Investment trust administration balance



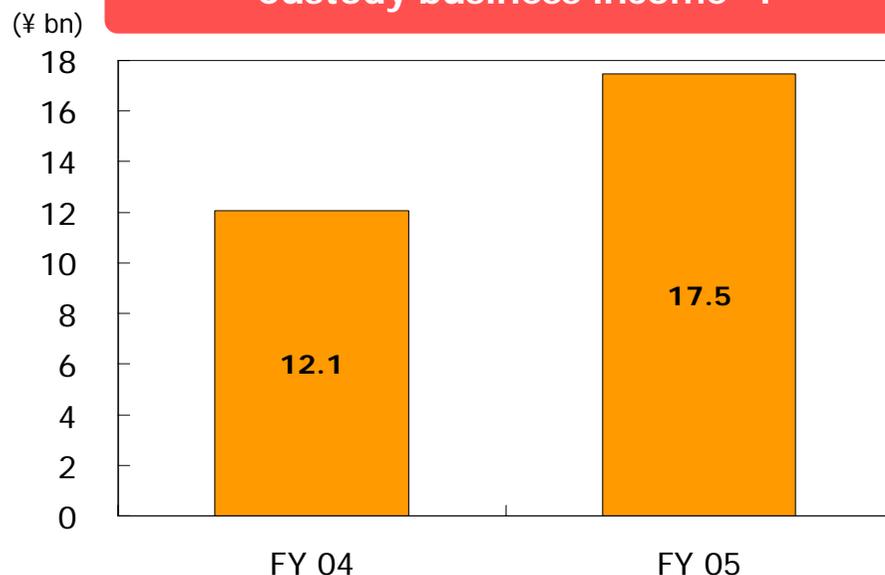
Note: The income or balances of Kokusai Asset Management is not included.

# Trust Assets—Custody business

Consolidated



## Custody business income \* 1



\*1 Yen custody business income + Global custody business income.

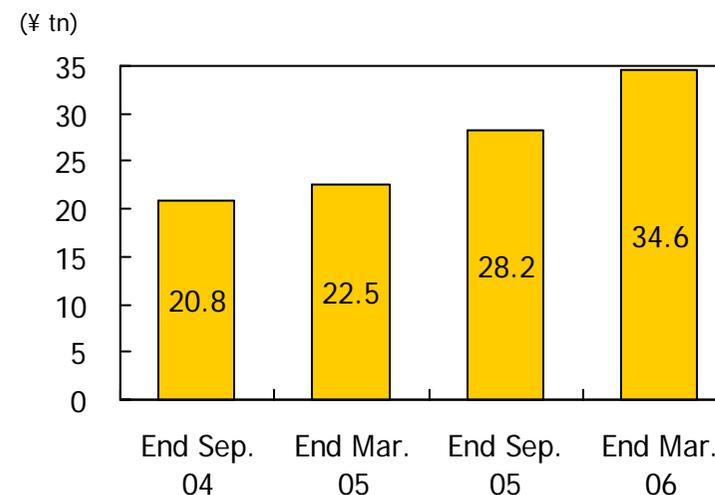
**FY05 performance:** Gross profits ¥17.5 bn (+¥5.4 bn from FY04)

➤ Yen custody and global custody asset balances increased by approx. ¥12.1 tn and ¥7.4 tn respectively, and led to strong growth in gross profits

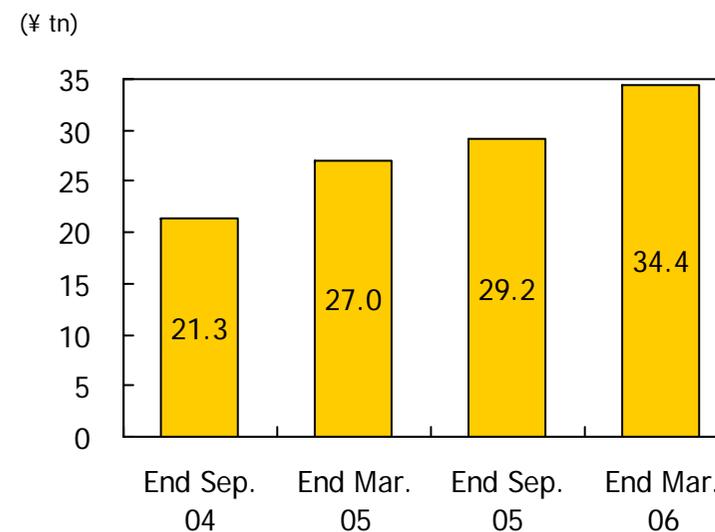
### FY06 plans:

- Link MUFG's domestic and overseas locations to increase operational efficiency
- Promote higher value-added by strengthening ancillary functions such as forex, lending, etc.

## Yen custody asset balance



## Global custody asset balance



Outline of Fiscal 2005 Results

Business Segment Information

**Assets and Capital**

Reference

# Credit related costs

[Sum of non-consolidated]



(¥bn)

Accounts name		FY04	FY05
Addition to formula allowance for loan losses		6.5	—
	Losses on loan charge-offs	590.9	114.4
	Provision for specific allowance for loan losses	31.6	—
	Other credit related costs	593.2	43.9
Credit related costs counted in net non-recurring losses		1,215.8	158.3
Credit costs for trust accounts		12.1	0.9
Reversal of allowance for loan losses		(264.0)	(698.2)
Total credit costs		970.4	(538.9)
Gains on loans charged-off		(69.8)	(93.1)
Total credit costs + Gains on loans charged-off		900.6	(632.0)

(Note) Figures with bracket means reversal gains.

# Disclosed claims under FRL

[Sum of non-consolidated]



(Sum of bank accounts and trust accounts)

(¥bn)

	End Mar. 05 (A)	End Sep. 05 (B)	End Mar. 06 (C)	Changes (C) - (A)	Changes (C) - (B)
Claims to bankrupt and substantially bankrupt debtors	279.1	194.5	153.3	(125.7)	(41.1)
Claims under high risk	1,407.2	1,266.9	749.7	(657.5)	(517.2)
Claims under close observation	1,321.6	1,024.2	924.3	(397.2)	(99.8)
Total amount disclosed claims under FRL	3,008.0	2,485.7	1,827.4	(1,180.5)	(658.2)
of which claims under close observation not disclosed under FRL	578.1	538.4	547.9	(30.1)	9.5
of which claims under other close watch	4,794.2	3,995.1	3,699.7	(1,094.4)	(295.3)
Normal claims	87,277.6	88,674.4	86,279.4	(998.2)	(2,394.9)
Total	90,285.7	91,160.1	88,106.9	(2,178.8)	(3,053.2)
Amount of direct reduction	1,443.3	1,173.6	966.3	(477.0)	(207.3)

# Reserves and secured coverage

[Sum of non-consolidated]



Reserving of FRL disclosed loans by debtor category (Sum of bank and trust accounts)

(End Mar. 06)

Claim category	Disclosed balance(a)	Collateral & guarantee (b)		Reserves (c)		Covered amount (d)=(b)+(c)		Unsecured amount (e)=(a)-(b)	
		Secured ratio (b)/(a)	Reserve ratio (c)/(a)	Covered ratio (d)/(a)	Unsecured ratio (e)/(a)				
Claims to bankrupt and substantially bankrupt	153.3					149.1	97.23%	4.2	2.76%
Claims under high risk	749.7	414.2	55.25%	232.7	31.04%	647.0	86.30%	335.4	44.74%
Claims under close observation	924.3	271.0	29.32%	230.8	24.97%	501.9	54.29%	653.3	70.67%
Total	1,827.4	834.4	45.66%	467.9	25.60%	1,302.3	71.26%	993.0	54.33%

(End Sep. 05)

Claim category	Disclosed balance(a)	Collateral & guarantee (b)		Reserves (c)		Covered amount (d)=(b)+(c)		Unsecured amount (e)=(a)-(b)	
		Secured ratio (b)/(a)	Reserve ratio (c)/(a)	Covered ratio (d)/(a)	Unsecured ratio (e)/(a)				
Claims to bankrupt and substantially bankrupt	194.5					170.1	87.44%	24.4	12.55%
Claims under high risk	1,266.9	641.8	50.66%	452.6	35.72%	1,094.4	86.38%	625.0	49.33%
Claims under close observation	1,024.2	244.4	23.86%	279.5	27.29%	523.9	51.15%	779.8	76.13%
Total	2,485.7	1,056.4	42.49%	756.5	30.43%	1,812.9	72.93%	1,429.3	57.50%

(End Mar. 05)

Claim category	Disclosed balance(a)	Collateral & guarantee (b)		Reserves (c)		Covered amount (d)=(b)+(c)		Unsecured amount (e)=(a)-(b)	
		Secured ratio (b)/(a)	Reserve ratio (c)/(a)	Covered ratio (d)/(a)	Unsecured ratio (e)/(a)				
Claims to bankrupt and substantially bankrupt	279.1					248.2	88.92%	30.9	11.07%
Claims under high risk	1,407.2	554.1	39.37%	587.7	41.76%	1,141.9	81.14%	853.0	60.62%
Claims under close observation	1,321.6	376.2	28.46%	427.8	32.37%	804.0	60.83%	945.4	71.53%
Total	3,008.0	1,178.6	39.18%	1,046.5	34.79%	2,225.1	73.97%	1,829.4	60.81%

# Reserve ratios



## Change of reserve ratio by debtor category

(BTM→BTMU)

(%)

Debtor category	End Mar 05	End Sep 05	End Mar 06	Change from End Mar 05	Change from End Sep 05
Normal	0.10%	0.08%	0.20%	0.09%	0.11%
Close watch (Unsecured portion)	7.19%	6.90%	10.91%	3.72%	4.01%
Close watch excluding "close observation" (Unsecured portion)	4.14%	3.48%	5.00%	0.86%	1.52%
Close observation (Unsecured portion)	8.09%	7.81%	10.28%	2.19%	2.47%
High risk (Unsecured portion)	16.26%	16.82%	25.69%	9.43%	8.87%
	25.05%	26.67%	35.25%	10.19%	8.58%
	59.33%	58.78%	68.71%	9.37%	9.92%

(MTB [Bank accounts]→MUTB [Bank accounts])

(%)

Debtor category	End Mar 05	End Sep 05	End Mar 06	Change from End Mar 05	Change from End Sep 05
Normal	0.17%	0.20%	0.18%	0.01%	(0.01%)
Close watch (Unsecured portion)	8.25%	8.06%	10.50%	2.25%	2.44%
Close watch excluding "close observation" (Unsecured portion)	15.49%	17.04%	20.83%	5.33%	3.78%
Close observation (Unsecured portion)	3.19%	2.32%	6.27%	3.08%	3.95%
High risk (Unsecured portion)	7.02%	6.08%	14.85%	7.82%	8.76%
	24.92%	22.95%	21.50%	(3.42%)	(1.45%)
	31.47%	32.33%	29.98%	(1.49%)	(2.34%)
	82.12%	85.45%	74.89%	(7.23%)	(10.55%)

(UFJ Bank→BTMU)

(%)

Debtor category	End Mar 05	End Sep 05	End Mar 06	Change from End Mar 05	Change from End Sep 05
Normal	0.25%	0.23%	0.20%	(0.05%)	(0.03%)
Close watch (Unsecured portion)	27.27%	16.05%	10.91%	(16.35%)	(5.13%)
Close watch excluding "close observation" (Unsecured portion)	44.46%	29.63%	19.63%	(24.83%)	(9.99%)
Close observation (Unsecured portion)	20.56%	7.77%	5.00%	(15.55%)	(2.76%)
High risk (Unsecured portion)	38.65%	18.50%	10.28%	(28.37%)	(8.22%)
	41.03%	35.14%	25.69%	(15.34%)	(9.45%)
	52.59%	42.70%	35.25%	(17.33%)	(7.44%)
	74.23%	83.07%	68.71%	(5.52%)	(14.35%)

(UFJ Trust [Bank accounts]→MUTB [Bank accounts])

(%)

Debtor category	End Mar 05	End Sep 05	End Mar 06	Change from End Mar 05	Change from End Sep 05
Normal	0.19%	0.15%	0.18%	(0.00%)	0.03%
Close watch (Unsecured portion)	19.17%	11.93%	10.50%	(8.66%)	(1.42%)
Close watch excluding "close observation" (Unsecured portion)	35.27%	26.67%	20.83%	(14.44%)	(5.83%)
Close observation (Unsecured portion)	13.22%	4.34%	6.27%	(6.94%)	1.93%
High risk (Unsecured portion)	28.32%	12.22%	14.85%	(13.47%)	2.63%
	42.25%	36.02%	21.50%	(20.75%)	(14.52%)
	50.21%	48.67%	29.98%	(20.23%)	(18.69%)
	58.95%	64.31%	74.89%	15.94%	10.58%

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.

# Investment securities portfolio



## Available for sale securities Appraisal gains/losses (Sum of non-consolidated)

(¥bn)

	Acquisition cost	Balance sheet amount	End Mar 06	
			Appraisal gains /losses	Changes from End Mar 05
Domestic Equity	4,746.5	7,363.3	2,616.7	1,391.6
Domestic Bond	25,151.0	24,945.5	(205.5)	(234.6)
Others	8,316.7	8,528.7	212.0	201.4
<b>Total</b>	<b>38,214.3</b>	<b>40,837.5</b>	<b>2,623.2</b>	<b>1,358.4</b>

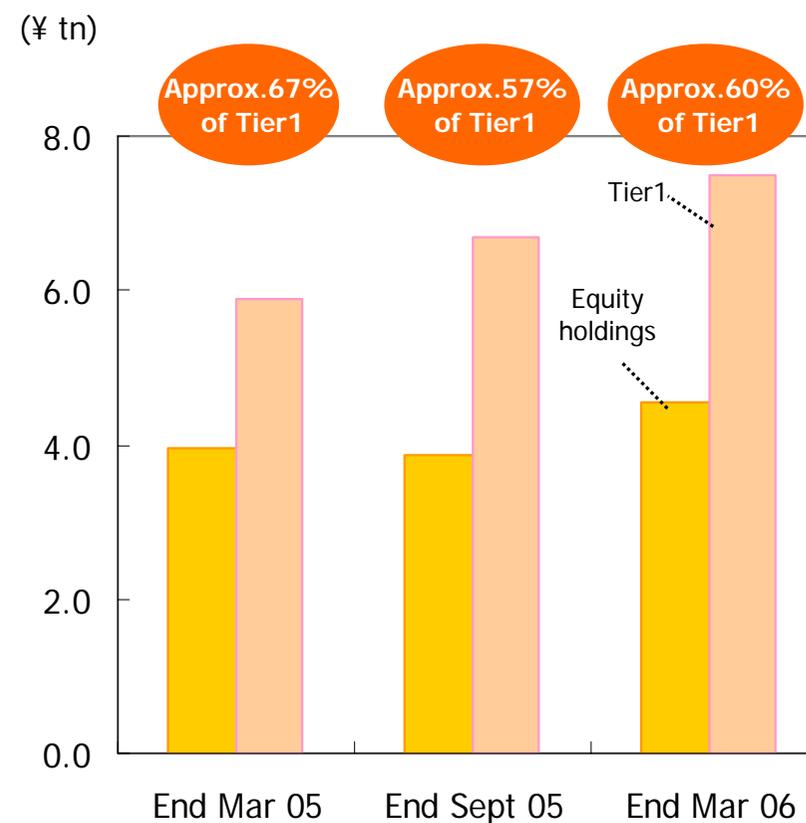
\* Excluding separate subsidiaries

(Reference)

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

	Appraisal gains/losses		
	End Mar. 05	End Mar. 06	Changes
Affiliated subsidiaries and others	458,577	1,199,198	740,621
Related companies and others	45,413	81,276	35,863

## Equity holdings\*<sup>1</sup> (Consolidated)



\*<sup>1</sup> Of available for sale securities, with a market price, sum of domestic and foreign equities (consolidated acquisition price base); Differs from holdings according to the regulations on equity holdings)  
For end Mar 05 and end Sept 05, sum of consolidated base.

# Capital ratios



## Capital ratios (Unified international standard)

(¥ bn)

	Former MTFG <sup>*1</sup>	Former UFJH <sup>*1</sup>	MUFG <sup>*1</sup>
	End Sep 05	End Sep 05	End Mar 06 <small>[preliminary basis]</small>
Total qualifying capital	7,223.3	4,973.6	13,463.3
Tier1	4,646.9	2,759.0 <sup>*2</sup>	7,501.6
of which non-cumulative perpetual preferred stocks	250.0	1,400.0	754.0
of which non-cumulative perpetual preferred securities	165.0	619.6	1,237.2
of which net deferred tax assets	36.7	929.6	623.1
Tier2 (includable as qualifying capital)	3,498.9	2,300.0	6,293.7
of which the amount of unrealized gains on investment securities	723.6	242.5	1,343.1
of which the amount of land revaluation excess	126.9	85.1	162.1
of which subordinated debt	2,276.8	1,439.8	3,786.6
of which formula allowance for loan losses	371.5	532.4	1,001.6
Tier3 (includable as qualifying capital)	-	-	-
Deductions from total qualifying capital	<sup>*2</sup> 922.5	85.4	331.9
Risk-adjusted assets	60,140.3	42,596.8	110,292.6
Risk-adjusted capital ratio(%)	12.01%	11.67%	12.20%
Tier1 ratio(%)	7.72%	6.47%	6.80%
Nikkei stock average (¥)	13,574	13,574	17,059
Exchange rate (¥/US\$)	113.19	113.22	117.47

<sup>\*1</sup> All figures of former MTFG, former UFJH and MUFG are consolidated basis

<sup>\*2</sup> Including ¥700bn of preferred share issued by former UFJ Bank and underwritten by former MTFG

## <Changes in capital: Main factors> MUFG

### [Tier1]

- Acquired from former UFJH by merger +¥2.6tn
- Net income +¥0.4tn
- Repurchase of preferred share held by government (¥0.7tn)
- Preferred securities issued (Mar. 06) +¥0.5tn

### [Tier2]

- Increase in unrealized gains on investment securities +¥0.5tn
- Increase in formula allowance for loan losses +¥0.6tn
- Subordinated debt succeeded from Former UFJH +¥1.4tn

### [Deductions]

- Deduction of preferred share issued by UFJ Bank (¥0.7tn)

## <Changes in risk assets: Main factors>

- Risk assets acquired from former UFJH +¥42.5tn
- Consolidation of UFJ Nicos +¥3.2tn
- Investment securities +¥1.8tn  
(Mainly increase in unrealized gains of domestic equities)
- Increase in loans and commitment lines +¥0.4tn
- Exchange rate (yen depreciation) +¥1.1tn

# Deferred tax assets



## Balance of deferred tax assets by source factor

【BTMU non-consolidated】 (¥bn)

	End Mar 05 <sup>*1</sup> (A)	End Mar 06 (B)	Change (B)-(A)
Deferred tax assets	1,817.1	1,743.0	(74.0)
Allowance for loan losses	938.9	544.9	(393.9)
Write-down of investment securities	391.1	308.9	(82.1)
Net operating loss carryforward	1,207.1	1,106.5	(100.6)
Unrealized losses on securities available for sale	-	-	-
Other	341.6	471.0	129.4
Valuation allowance	(1,061.8)	(688.5)	373.3
Deferred tax liabilities	487.3	1,143.2	655.9
Unrealized gains on securities available for sale	405.9	812.6	406.6
Other	81.3	330.5	249.2
Net deferred tax assets	1,329.8	599.8	(729.9)

<sup>\*1</sup> Sum of non-consolidated figures of former Bank of Tokyo-Mitsubishi and UFJ Bank

【MUTB non-consolidated】 (¥bn)

	End Mar 05 <sup>*2</sup> (A)	End Mar 06 (B)	Change (B)-(A)
Deferred tax assets	404.4	283.9	(120.4)
Allowance for loan losses	116.1	51.0	(65.0)
Write-down of investment securities	116.3	114.9	(1.4)
Net operating loss carryforward	273.4	213.4	(59.9)
Unrealized losses on securities available for sale	-	-	-
Other	31.4	40.0	8.6
Valuation allowance	(132.9)	(135.6)	(2.6)
Deferred tax liabilities	121.7	291.0	169.2
Unrealized gains on securities available for sale	114.2	259.5	145.2
Other	7.4	31.4	24.0
Net deferred tax assets	282.6	(7.0)	(289.7)

<sup>\*2</sup> Sum of non-consolidated figures of former The Mitsubishi Trust and Banking Corporation and UFJ Trust Bank

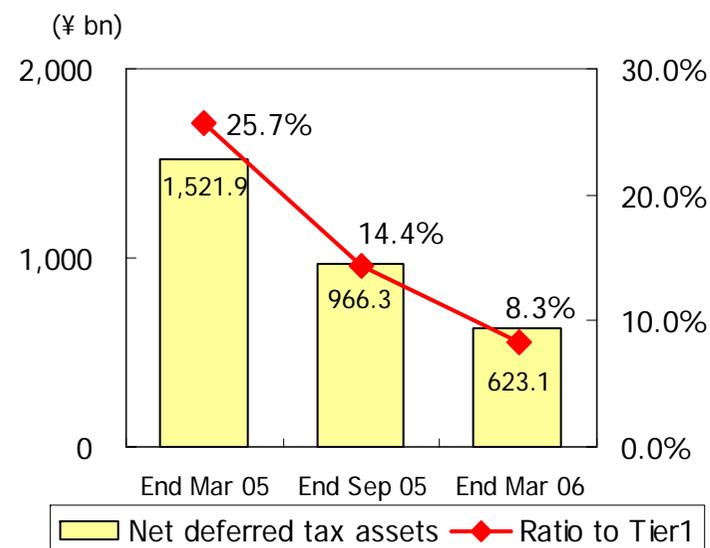
## Realizability of DTAs recorded as of end Mar 06 (BTMU)

(¥bn)

Assumption of realizability (stress scenario) 5 years total (FY06-FY10)	BTMU
Net business profits	5,823.8
Income before income taxes	4,735.7
Taxable income before adjustment	5,511.2
Temporary difference + net operating loss carryforwards (for which DTAs shall be recognized)	4,365.4
Deferred tax assets (End Mar.06)	1,743.0

\* MUTB recorded deferred tax liabilities after netting out deferred tax assets

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



# Acquired assets and liabilities related to merger



MUFG

[MUFG] (Including additionally acquired deferred tax assets) (¥bn)

	Former UFJHD			Former MTFG	MUFG
	End Sep 05	Merger Accounting	Acquired Amount		
<b>Assets</b>	1,936.3	(39.3)	1,896.9	5,659.4	7,556.4
Investment securities	1,954.5	(39.3)	1,915.2	5,557.6	7,472.8
Deffered tax assets	—	—	—	1.1	1.1
<b>Liabilities</b>	440.7	0.0	440.7	1,044.6	1,485.3
Deffered tax liabilities	5.9	0.0	5.9	0.0	5.9
<b>Stockholders' equity</b>	1,495.6	(39.3)	1,456.2	4,614.7	6,071.0
Capital stock	1,000.0	(1,000.0)	—	1,383.0	1,383.0
Capital surplus reserve	110.8	967.0	1,077.8	2,499.6	3,577.5
Other capital surplus	—	—	—	355.7	355.7
Retained earnings	378.4	—	378.4	379.0	757.4
Earned surplus reserve	—	—	—	—	—
Voluntary reserve	—	—	—	150.0	150.0
Unappropriated profits	378.4	—	378.4	229.0	607.4
Unrealized gains on securities available for sale	9.0	(9.0)	—	0.1	0.1
Treasury stock	(2.6)	2.6	—	(2.9)	(2.9)

## [Investment securities, land and employees' retirement benefits obligation]

Dispose unrealized losses and acquired at market value, etc

## [Deferred tax assets]

The realizability of the deferred tax assets of Group banks were estimated based on the Business Revitalization Plan and the resulting increase in deferred tax assets arising on merger was ¥411.6 billion for BTMU and ¥21.1 billion for MUTB. (Capital surplus reserve increased the same amount)

## [Capital Stock]

Acquired as Capital surplus reserve based on the merger agreement

[BTMU] (Including additionally acquired deferred tax assets) (¥bn)

	Former UFJ Bank			Former BTM	BTMU
	End Dec 05	Merger Accounting	Acquired Amount		
<b>Assets</b>	66,850.7	65.4	66,916.1	88,122.4	155,038.6
Money held in trust	11.6	(0.1)	11.4	290.5	302.0
Investment securities	18,643.6	(178.2)	18,465.4	26,687.0	45,152.5
Allowance for losses on investment securities	(131.2)	23.4	(107.7)	(1.6)	(109.4)
Premises and equipments	492.3	(92.8)	399.5	661.6	1,061.1
Other assets	1,360.2	(98.5)	1,261.7	1,901.3	3,163.0
Deffered tax assets	669.7	411.6	1,081.3	—	1,081.3
<b>Liabilities</b>	64,205.5	—	64,205.5	84,604.4	148,810.0
<b>Stockholders' equity</b>	2,645.1	65.4	2,710.5	3,518.0	6,228.5
Capital stock	1,258.5	(1,258.5)	—	996.9	996.9
Capital surplus reserve	268.4	1,692.1	1,960.6	806.9	2,767.5
Retained earnings	661.6	—	661.6	548.6	1,210.3
Earned surplus reserve	—	—	—	190.0	190.0
Voluntary reserve	—	—	—	720.6	720.6
Unappropriated profits	661.6	—	661.6	(362.0)	299.6
Land revaluation excess	88.2	—	88.2	156.8	245.0
Unrealized gains on securities available for sale	368.2	(368.2)	—	1,008.6	1,008.6

[MUTB] (Including additionally acquired deferred tax assets) (¥bn)

	Former UFJ Trust Bank			Former MTB	MUTB
	End Sep 05	Merger Accounting	Acquired Amount		
<b>Assets</b>	5,422.4	(13.5)	5,408.9	16,077.1	21,486.1
Investment securities	1,968.6	(6.0)	1,962.4	4,623.9	6,586.3
Premises and equipments	45.1	(1.0)	44.0	133.3	177.3
Prepaid pension cost	37.7	(27.6)	10.1	116.2	126.4
Deffered tax assets	99.9	21.1	121.0	58.2	179.3
<b>Liabilities</b>	5,049.2	9.2	5,058.5	14,950.1	20,008.7
Reserve for employees' retirement benefits	0.2	9.2	9.5	—	9.5
<b>Stockholders' equity</b>	373.1	(22.8)	350.3	1,127.0	1,477.3
Capital stock	280.5	(280.5)	—	324.2	324.2
Capital surplus reserve	14.9	292.7	307.6	274.7	582.3
Other capital surplus	—	—	—	—	—
Retained earnings	45.1	—	45.1	312.1	357.3
Earned surplus reserve	24.1	—	24.1	49.5	73.7
Voluntary reserve	—	—	—	189.2	189.2
Unappropriated profits	21.0	—	21.0	73.4	94.4
Land revaluation excess	(2.4)	—	(2.4)	(7.9)	(10.4)
Unrealized gains on securities available for sale	35.0	(35.0)	—	223.7	223.7

---

Outline of Fiscal 2005 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 April 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 2 Implementation Office in Corporate Risk Management Division to strengthen 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



MUFG

## SOX

### Objectives

1. Maintenance and improvement of internal controls over financial reporting.
2. Maintenance of reliability and GAAP-compliance in the preparation of financial statements
3. Maintenance of effectiveness of disclosure controls and procedures.

### SOX404

- 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.

### SOX302

Making oath on the effectiveness of internal controls and procedures of disclosure by the CEO/CFO related to annual reporting

### SOX906

Making oath by the CEO/CFO that annual reporting documents are compliant with U.S Securities Exchange Act and its indication is adequate

Already compliant with SOX302,906  
Plan to meet SOX404 requirements from next fiscal year

## J-SOX

### Objectives

Financial Instruments and Exchange Law ('Investment Services Law')  
➤ Drafted law submitted to the Diet on March 13, 2006  
➤ Expected to become effective in 2007

1. Submission of confirmation letter concerning contents of Financial Report (*yuukashouken houkokusho*) (Already compliant from March 2003)
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 when details confirmed

# Exposures by country 1

Commercial bank



MUFG

## Exposures for Asia/South America/Russia by nationality of borrowers

(US\$ mn)

	Total Exposure					
	06/3 (a)	Short Term	Mid/Long Term	Japanese	Non-Japanese	Financial Institution
a. Thailand	5,508	3,146	2,362	3,399	1,885	224
	100.0%	57.1%	42.9%	61.7%	34.2%	4.1%
b. Indonesia	2,896	2,074	822	1,718	1,141	37
	100.0%	71.6%	28.4%	59.3%	39.4%	1.3%
c. Malaysia	2,540	1,244	1,296	705	1,488	347
	100.0%	49.0%	51.0%	27.8%	58.6%	13.7%
d. Philippines	759	318	441	242	408	109
	100.0%	41.9%	58.1%	31.9%	53.8%	14.4%
e. Korea	2,882	1,835	1,047	522	1,630	730
	100.0%	63.7%	36.3%	18.1%	56.6%	25.3%
(Sub-Total a-e)	14,585	8,617	5,968	6,586	6,552	1,447
	100.0%	59.1%	40.9%	45.2%	44.9%	9.9%
f. Singapore	4,531	2,940	1,591	2,134	1,962	435
	100.0%	64.9%	35.1%	47.1%	43.3%	9.6%
g. Hong Kong	8,197	3,711	4,486	2,352	5,246	599
	100.0%	45.3%	54.7%	28.7%	64.0%	7.3%
h. Taiwan	2,115	1,568	547	547	984	584
	100.0%	74.1%	25.9%	25.9%	46.5%	27.6%
i. China	6,661	5,024	1,637	4,327	1,569	765
	100.0%	75.4%	24.6%	65.0%	23.6%	11.5%
(Total a-i)	36,089	21,860	14,229	15,946	16,313	3,830
	100.0%	60.6%	39.4%	44.2%	45.2%	10.6%

j. Argentina	29	24	5	19	9	1
	100.0%	82.8%	17.2%	65.5%	31.0%	3.4%
k. Brazil	1,761	627	1,134	195	718	848
	100.0%	35.6%	64.4%	11.1%	40.8%	48.2%
l. Mexico	923	125	798	228	653	42
	100.0%	13.5%	86.5%	24.7%	70.7%	4.6%
(Total j-l)	2,713	776	1,937	442	1,380	891
	100.0%	28.6%	71.4%	16.3%	50.9%	32.8%

Russia	1,143	236	907	46	691	406
	100.0%	20.6%	79.4%	4.0%	60.5%	35.5%

Turkey	1,205	675	530	31	242	932
	100.0%	56.0%	44.0%	2.6%	20.1%	77.3%

Total Exposure <sup>[Note]</sup>		
05/3 (b)	Change (a) - (b)	%
5,144	364	7.1%
2,988	(92)	(3.1%)
2,454	86	3.5%
868	(109)	(12.6%)
3,878	(996)	(25.7%)
15,332	(747)	(4.9%)
5,613	(1,082)	(19.3%)
7,519	678	9.0%
2,360	(245)	(10.4%)
6,506	155	2.4%
37,330	(1,241)	(3.3%)

74	(45)	(60.8%)
1,576	185	11.7%
1,124	(201)	(17.9%)
2,774	(61)	(2.2%)

705	438	62.1%
-----	-----	-------

943	262	27.8%
-----	-----	-------

Country Exposure (c)*		(c)/(a)
06/3		
2,324		42.2%
1,051		36.3%
1,538		60.6%
434		57.2%
2,043		70.9%
7,390		50.7%
3,694		81.5%
4,413		53.8%
1,240		58.6%
3,642		54.7%
20,379		56.5%

7	24.1%
1,152	65.4%
729	79.0%
1,888	69.6%

1,400	122.5%
-------	--------

1,105	91.7%
-------	-------

\*Consolidated basis including UBOC. Total exposure includes loans, trade credits, acceptances & guarantees, interbank offers, investment securities, etc.

\*Country Exposure = (Loan + Acceptances & Guarantees + Interbank transactions + Trade credit + Securities) - (Exposures in local Ccy + Exposures secured by insurance or guarantee on transfer risk + Exposures secured by deposit in local Ccy)

[Note] Sum of the figures for former BTM and former UFJ Bank at the end of March 05

DB58

# Exposures by country 2

Trust bank



## Exposures for Asia/South America/Russia by nationality of borrowers (US \$ Million)

	Total Exposure						Total Exposure <sup>[Note]</sup> 05/3	Change from 05/3	%
	06/3	Short Term	Mid/Long Term	Japanese	Non-Japanese	Financial Institution			
a. Thailand	164	38	126	128	31	5	173	(9)	(5.0%)
	100.0%	23.4%	76.6%	78.2%	18.8%	3.0%			
b. Indonesia	85	57	28	80	5	-	87	(2)	(2.4%)
	100.0%	67.4%	32.6%	93.5%	6.5%	-			
c. Korea	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-			
(Sub-Total a-c)	249	96	153	208	36	5	260	(11)	(4.1%)
	100.0%	38.4%	61.6%	83.5%	14.6%	2.0%			
d. Malaysia	12	-	12	12	-	-	15	(3)	(22.3%)
	100.0%	-	100.0%	100.0%	-	-			
e. Philippines	11	1	11	-	11	-	13	(2)	(15.9%)
	100.0%	5.2%	94.8%	-	100.0%	-			
(Sub-Total a-e)	272	96	176	220	48	5	288	(16)	(5.6%)
	100.0%	35.4%	64.6%	80.7%	17.5%	1.8%			
f. Singapore	156	108	49	153	1	2	177	(20)	(11.5%)
	100.0%	69.0%	31.0%	97.7%	0.9%	1.4%			
g. Hong Kong	89	40	50	89	0	-	96	(6)	(6.4%)
	100.0%	44.2%	55.8%	99.9%	0.1%	-			
h. Taiwan	74	74	-	-	-	74	24	50	207.6%
	100.0%	100.0%	-	-	-	100.0%			
i. China	43	39	4	2	3	38	7	36	510.5%
	100.0%	91.7%	8.3%	4.1%	6.3%	89.6%			
(Total a-i)	635	357	278	464	52	120	592	43	7.3%
	100.0%	56.3%	43.7%	73.0%	8.2%	18.9%			
i. Argentina	0	0	0	-	0	-	0	(0)	(3.0%)
	100.0%	6.5%	93.5%	-	100.0%	-			
k. Brazil	4	0	4	4	0	-	5	(1)	(22.6%)
	100.0%	3.5%	96.5%	96.5%	3.5%	-			
l. Mexico	5	-	5	-	-	5	9	(4)	(40.0%)
	100.0%	-	100.0%	-	-	100.0%			
(Total j-l)	9	0	9	4	0	5	14	(5)	(33.8%)
	100.0%	1.5%	98.5%	38.2%	2.5%	59.3%			
Russia	1	-	1	-	-	1	1	(1)	(43.8%)
	100.0%	-	100.0%	-	-	100.0%			

[Note] Sum of the figures for former MTB and former UFJ Trust Bank at the end of March 05

# Major subsidiaries and affiliates (Domestic)



MUFG

(As of Sept 05)

Company Name	Main Business	Fiscal year end (Note)	Capital	Percentage of voting right held by each group	Ordinary Profit	Net Income (loss)	Total Asset	Net Asset (Capital Account)
--------------	---------------	---------------------------	---------	---	-----------------	-------------------	-------------	-----------------------------

## [Former MTFG group]

(¥mn)

ACOM CO., LTD.	Consumer finance	Sept.	63,832	16.4%	77,022	45,757	1,945,922	902,728
DC Cash One Ltd.	Consumer finance	Sept.	14,341	99.7%	(1,212)	(1,213)	73,053	6,352
The Diamond Capital Company Limited	Venture capital investment	March	750	21.3%	3,678	2,217	35,273	22,201
Diamond Computer Service Co., Ltd.	Data processing, Systems development	Sept.	6,059	40.0%	(173)	(120)	30,088	17,977
Kokusai Asset Management Co., Ltd.	Investment trust mgt, Investment advisory	March	2,680	37.3%	15,917	11,457	33,066	25,066
The Diamond Home Credit Company Limited	Consumer credit guarantee	March	400	99.7%	(171)	942	147,296	1,411
DC Card Co., Ltd.	Credit card, Credit guarantee	March	7,600	69.2%	6,805	3,978	326,630	46,080
The Diamond Factors Limited	Factoring	Sept.	900	80.3%	1,052	1,189	396,291	8,948
Diamond Lease Co., Ltd.	Leasing	Sept.	16,440	17.6%	11,893	3,884	1,600,925	110,582
BOT Lease Co., Ltd	Leasing	Sept.	5,050	23.0%	2,064	1,611	463,905	19,227
Tokyo Associates Finance Corporation	Finance, Real estate research	March	1,000	40.0%	269	155	101,396	1,828
Eiraku Jitsugyo Co., Ltd.	Real estate rental and management	Sept.	50	100.0%	461	239	34,030	1,667
M & T Information Technology Co., Ltd.	Systems development and management	Sept.	5,010	50.0%	(33)	(42)	39,093	10,379
The Master Trust Bank of Japan, Ltd.	Banking, Trust	Sept.	10,000	29.0%	(561)	(573)	490,611	11,229

## [Former UFJ group]

UFJ Partners Asset Management Co., Ltd.	Investment trust mgt, Investment advisory	Sept.	15,174	100.0%	1,786	2,688	45,668	39,326
UFJ Credit Co., Ltd.	Credit guarantee	Sept.	55,100	100.0%	(58,326)	(58,317)	9,905,054	64,945
UFJ Business Finance Co., Ltd.	Factoring, Finance	Sept.	1,180	73.5%	2,510	2,408	360,058	15,431
UFJ Capital Co., Ltd.	Venture capital investment	Sept.	2,200	62.2%	(1,492)	(2,278)	43,617	13,380
The Senshu Bank, Ltd.	Banking	Sept.	44,575	69.1%	4,356	4,728	1,900,075	80,348
NBL Co., Ltd.	Leasing, Finance	Sept.	10,000	85.0%	(265)	(158)	327,152	3,764
UFJ Strategic Partner Co., Ltd	Finance	Sept.	60,010	100.0%	3,747	8,418	287,443	286,932
UFJ Card Co., Ltd.	Credit card	Sept.	1,399	100.0%	(2,606)	(1,378)	402,779	13,756
UFJ Trust Land and Building Co., Ltd.	Real estate holding, leasing and management	Sept.	100	100.0%	(142)	(22,094)	59,282	17,897
The Taisho Bank, Ltd.	Banking	Sept.	2,689	25.9%	853	695	361,076	15,911
The Gifu Bank, Ltd.	Banking	Sept.	12,321	22.4%	1,506	887	802,531	15,795
The Chukyo Bank, Ltd.	Banking	Sept.	31,844	40.6%	4,218	2,058	1,606,241	88,725
kabu.com Securities Co., Ltd.	Securities	Sept.	7,132	28.7%	4,503	2,554	229,973	24,828
Mobit Co., Ltd.	Consumer finance	Sept.	20,000	50.0%	1,002	356	219,777	5,883
UFJ central Leasing Co., Ltd.	Leasing, Finance	Sept.	13,324	26.4%	7,288	4,632	1,047,837	56,018
M & T Information Technology Co., Ltd.	Systems development and management	Sept.	5,010	50.0%	(33)	(42)	39,093	10,379
The Master Trust Bank of Japan, Ltd.	Banking, Trust	Sept.	10,000	27.5%	(561)	(573)	490,611	11,229
UFJ Trust Equity Co., Ltd.	Security investment, holding and administration	Sept.	100	100.0%	14,434	12,668	104,820	103,053

\* Companies with total asset equivalent to ¥30 billion or over (except for funding vehicles, etc.)

(Note) Fiscal year end means the latest fiscal year end (including interim) as of the end of Sept. 2005

# Major subsidiaries and affiliates (Overseas)



(As of Sept 05)

Company Name	Main Business	Fiscal year end (Note)	Capital	Percentage of voting right held by each group	Ordinary Profit	Net Income (loss)	Total Asset	Net Asset (Capital Account)
--------------	---------------	---------------------------	---------	---	-----------------	-------------------	-------------	-----------------------------

## [Former MTFG group]

(¥mn)

Mitsubishi Securities (USA), Inc.	Securities	Feb.	7,810	100.0%	123	5	189,022	8,640
Mitsubishi Securities International plc	Securities	Dec.	71,216	100.0%	(5,046)	(4,957)	1,030,823	53,814
Mitsubishi Securities (HK), Limited	Securities	Dec.	9,055	100.0%	(321)	(321)	62,279	5,426
Banco de Tokyo-Mitsubishi Brasil S/A	Banking	June	9,567	97.6%	(1,906)	(1,917)	45,610	14,639
Bank of Tokyo-Mitsubishi Trust Company	Banking, Trust	Dec.	15,045	100.0%	11,157	4,838	715,722	89,821
Bank of Tokyo-Mitsubishi (Canada)	Banking	Oct.	17,610	100.0%	1,490	959	208,104	21,315
Bank of Tokyo-Mitsubishi (Holland) N.V.	Banking	Dec.	20,538	100.0%	2,667	1,655	404,641	37,014
Bank of Tokyo-Mitsubishi (Malaysia) Berhad	Banking	Dec.	6,006	100.0%	1,801	1,358	116,861	23,222
Tohlease Corporation	Leasing	Dec.	22	100.0%	(148)	(53)	35,031	1,817
BTM Capital Corporation	Leasing	Dec.	3	100.0%	128	527	146,462	14,269
Engine Lease Finance Corporation	Leasing	Dec.	0	100.0%	1,071	731	46,935	5,721
BTM Leasing & Finance, Inc.	Leasing	Dec.	0	100.0%	1,351	860	75,007	15,144
Bank of Tokyo-Mitsubishi (Luxembourg) S.A.	Banking, Trust	Dec.	3,995	100.0%	412	379	103,401	6,240
UnionBanCal Corporation	Holding company	Dec.	17,426	61.0%	129,641	82,915	5,444,214	485,839
Union Bank of California, N.A.	Banking, Trust	Dec.	68,431	100.0%	125,445	79,430	5,374,927	461,853
Union Bank of California International	Trade and FX administration	Dec.	226	100.0%	3,468	2,393	30,253	3,507
Bankers Commercial Corporation	Leasing	Dec.	5	100.0%	2,333	1,583	55,463	7,589
Mitsubishi Trust International Limited	Securities, Securities research	June	7,994	100.0%	404	283	540,131	13,373
Mitsubishi Trust & Banking Corporation (U.S.A.)	Banking, Securities research	June	4,424	100.0%	143	57	62,763	16,410
Mitsubishi Trust Finance (Ireland) PLC	Finance	June	5,531	100.0%	(925)	(925)	137,681	2,302

## [Former UFJ group]

UFJ Australia Limited	Finance	June	9,883	100.0%	201	137	59,465	8,827
UFJ International plc	Securities, Banking	Sept.	79,247	100.0%	7,988	(2,656)	141,021	71,231
UFJ Bank Canada	Banking, Leasing	June	16,367	100.0%	23	10	35,334	14,602
PT Bank UFJ Indonesia	Banking	June	15,751	96.2%	1,814	1,164	90,344	12,763
UFJ Bank Nederland N.V.	Banking	June	5,742	100.0%	83	242	107,787	9,082
Bangkok UFJ Ltd	Finance	June	553	45.0%	149	110	52,455	1,584
Rizal Commercial Banking Corporation	Banking	June	18,234	17.1%	703	651	400,694	27,621

\* Companies with total asset equivalent to ¥30 billion or over (except for funding vehicles, etc.)

(Note) Fiscal year end means the latest fiscal year end (including interim) as of the end of Sept. 2005

# Shares (Common and Preferred Stock)



Type of shares	Common Stock	Class 8 Preferred Shares	Class 11 Preferred Shares	Class 12 Preferred Shares	First Series of Class 3 Preferred Shares
Original issuer		Sanwa Bank	Toyo Trust Bank	Toyo Trust Bank	MTFG
No. of shares outstanding as of June 13, 2006 (excluding Treasury Stock)	10,080,080.79 shares <sup>(Note)</sup>	17,700 shares	1 shares	113,200 shares	100,000 shares
Balance as of June 13, 2006 (1)		Yen 53.1bn	Yen 0.0bn	Yen 113.2bn	Yen 250.0bn
No. of shares issued		200,000 shares	80,000 shares	200,000 shares	100,000 shares
Total issue amount		Yen 600.0bn	Yen 80.0bn	Yen 200.0bn	Yen 250.0bn
Dividend yield		0.53%	0.53%	1.15%	2.40%
Preferred shares conversion period			Oct.1, 05 - Jul.31, 08	Oct.1, 05 - Jul.31, 14	Oct.1, 05 - Jul.31, 09
Preferred share unit conv. period				Oct.1, 05 - Jul.31, 14	
Conversion price <sup>*</sup> as of June13 (2)			Yen 1,693,500	Yen 918,700	Yen 796,000
Minimum conversion price <sup>*</sup> (3)			Yen 1,693,500	Yen 918,700	Yen 796,000
Conversion price revision date			Aug. 1, 06 and Aug. 1, 07	on every Aug. 1 from Aug. 1, 06 to Aug. 1, 13	on every Jun. 30 from Jun. 30, 06 to Jun. 30, 08
Mandatory conversion date			Aug. 1, 08	Aug. 1, 14	Aug. 1, 09
Minimum mandatory conversion price <sup>*</sup> (4)			Yen 1,209,700	Yen 802,600	Yen 795,200
Upward revision of conversion price			Yes	No	No
No. of shares after conversion at conversion price as of June 13 (1)/(2)			31,355 shares	1 shares	142,211 shares
No. of shares after conversion at minimum conversion price (1)/(3)		31,355 shares	1 shares	142,211 shares	
No. of shares after conversion at minimum mandatory conv. price (1)/(4)		43,895 shares	1 shares	142,354 shares	
				Total (Excluding Treasury Stock)	
Total common shares outstanding if all preferred shares are converted at conversion price as of June 13				10,253,647.79 shares	
Total common shares outstanding if all preferred shares are converted at minimum conversion price				10,253,647.79 shares	
Total common shares outstanding if all preferred shares are converted at minimum mandatory conversion price				10,266,330.79 shares	

\*Conversion prices may be adjusted by the sale of treasury stock (see the press release issued on May 22, 2006).

Notes: Excluding accumulating total of 681,690 common shares in treasury stock acquired by the resolution of Board of Directors based on Item 2, Paragraph 1, Article 211-3 of the Commercial Code, Paragraph 2 and 3, Article 165 and Article 156 of Corporate Law on or after Oct. 4, 2005.

# Preferred securities



Date of Issue	Mar. 26, 1998	Mar. 25, 1999	Oct. 24, 2001	Nov. 8, 2001	Nov. 8, 2001
Issuer	Tokai Preferred Capital Company L.L.C. (US)	Sanwa Capital Finance 2 Limited (Cayman)	UFJ Capital Finance 1 Limited (Cayman)	UFJ Capital Finance 2 Limited (Cayman)	UFJ Capital Finance 3 Limited (Cayman)
Amount	USD 1 bn	JPY 130 bn	JPY 90 bn	JPY 118 bn	JPY 10 bn
Maturity	Perpetual Callable on and after Jun. 2008	Perpetual Callable on and after Jul. 2009	Perpetual Callable on and after Jan. 2007	Perpetual Callable on and after Jan. 2007	Perpetual Callable on and after Jan. 2007
Step-up	Yes	No	No	No	No
Dividend	Noncumulative / Fixed and Variable 9.98% until Jun. 30, 2008 thereafter 6mUS\$LIBOR+5.40%	Noncumulative / Variable	Noncumulative / Variable	Noncumulative / Variable	Noncumulative / Fixed

Date of Issue	Sep. 26, 2002	Aug. 24, 2005	Mar. 17, 2006	Mar. 17, 2006	Mar. 17, 2006
Issuer	UFJ Capital Finance 4 Limited (Cayman)	MTFG Capital Finance Limited (Cayman)	MUFG Capital Finance 1 Limited (Cayman)	MUFG Capital Finance 2 Limited (Cayman)	MUFG Capital Finance 3 Limited (Cayman)
Amount	JPY 111 bn (Sr.A JPY 94.5 bn / Sr.B JPY 11.5 bn / Sr.C JPY 5 bn.)	JPY 165 bn	USD 2.3 bn	Euro 0.75bn	JPY 120 bn.
Maturity	Perpetual (Sr.A and B : callable on and after Jan. 2008 Sr.C : callable on and after Jan. 2010)	Perpetual Callable on and after Jan. 2011	Perpetual Callable on and after July 2016	Perpetual Callable on and after July 2016	Perpetual Callable on and after July 2011
Step-up	No	Yes	Yes	Yes	Yes
Dividend	Sr.A and C: Noncumulative / Variable Sr. B : Noncumulative / Fixed No agreement for step-up dividend	Noncumulative / Fixed and Variable 2.52% until Jan. 2016 variable rate thereafter	Noncumulative / Fixed and Variable 6.346% until July 2016 variable rate thereafter	Noncumulative / Fixed and Variable 4.850% until July 2016 variable rate thereafter	Noncumulative / Fixed and Variable 2.68% until July 2016 variable rate thereafter

# History of Repayment of Public Funds



(¥ bn)	Amount Repaid*		Of which Transfer to third parties	
	Initial amount provided		Initial amount provided	
Oct. 2005	323.6	349.8	0	0
Dec. 2005	255.9	301.8	75.5	101.3
Mar. 2006	316.5	500.3	136.2	300.1
May 2006	206.6	274.8	0	0
Jun. 2006	297.3	418.4	297.3	418.4
<b>Total</b>	<b>1,400.0</b>	<b>1,845.2</b>	<b>509.0</b>	<b>819.9</b>

(Reference)

Repurchase of own shares	
Price	Aggregate Amount
¥ 1,400,000	<b>358.6</b>
¥ 1,630,000	<b>192.2</b>
¥ 1,750,000	<b>210.0</b>
¥ 1,530,000	<b>286.9</b>
—	—
—	<b>1,047.8</b>

\* Amounts repaid refer to amounts repaid to the Resolution and Collection Corporation.

# Shareholder structure



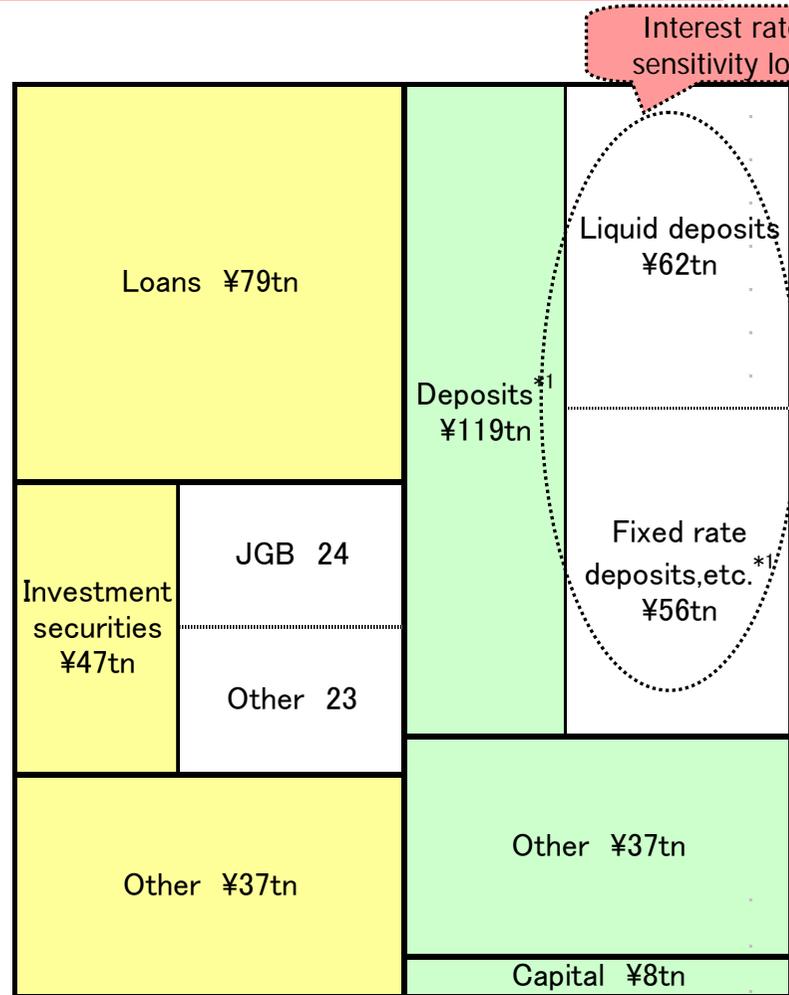
	(%)									
	Mar. 31, 2004		Sep. 30, 2004		Mar. 31, 2005		Sep. 30, 2005		Oct. 1, 2005	Mar. 31, 2006
	MTFG	UFJH	MTFG	UFJH	MTFG	UFJH	MTFG	UFJH	MUFG	MUFG
Corporations	23.94	28.55	22.90	26.93	22.62	25.21	22.02	23.39	22.54	22.06
Financial Institutions	39.42	29.97	39.37	29.85	37.79	27.22	36.74	27.40	33.81	34.77
Securities Companies	0.51	0.46	0.62	2.08	0.93	1.47	0.79	2.91	1.49	0.63
Foreigners	28.18	31.49	29.27	30.20	30.35	36.58	33.27	38.93	35.28	35.72
Government & Local	0.04	0.02	0.04	0.02	0.04	0.02	0.04	0.02	0.04	0.03
Individual, etc.	7.91	9.51	7.80	10.92	8.27	9.50	7.14	7.35	6.84	6.79
<b>Total</b>	<b>100.00</b>									

Note: Unit share (1share) only, Excluding treasury stocks of 503,124 as of March 31, 2005

# Benefit of rising interest rates

- Benefit of approx. ¥185 bn (FY09) forecasted from rising interest rates

**Balance sheet -End of Mar 06**  
(Sum of non-consolidated)

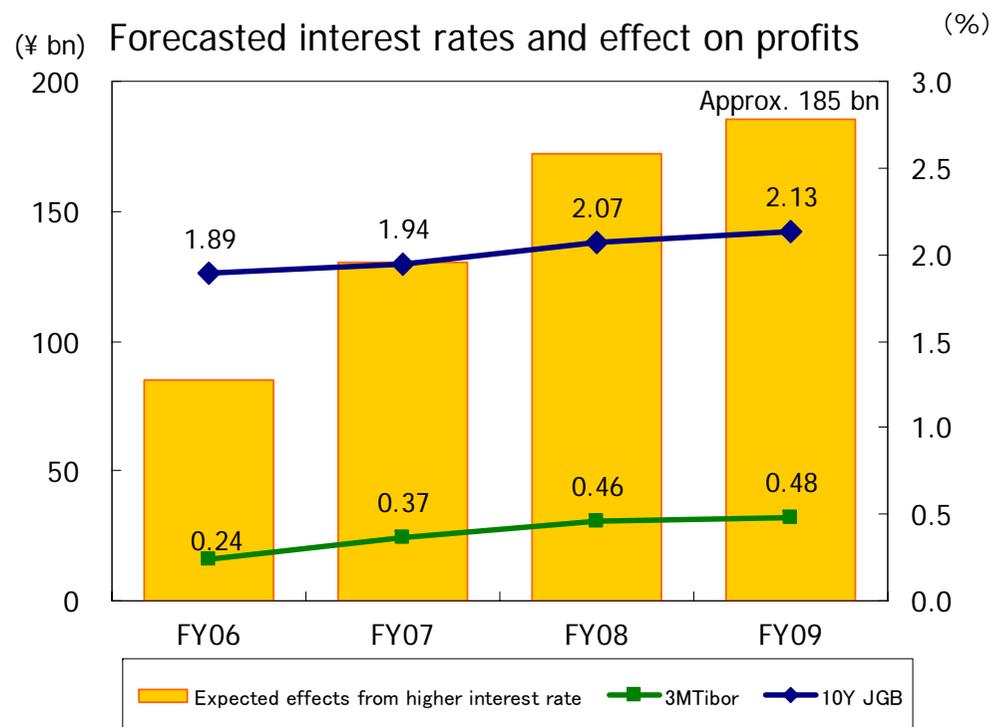


\*1 "Deposits", "Fixed rate deposits, etc." includes NCD.

Expected effect of higher interest rates

**Benefit of approx. ¥185 bn in FY09**

- Increase in short-term interest rates will expand loan-deposit spread
- Increase in interest on securities will offset decrease in gains on sales of securities from rising long-term interest rates



# FY06 forecasts (commercial bank and trust bank) Excluding the separate subsidiaries



## BTMU (non-consolidated)

## MUTB (non-consolidated)

	FY06 forecast				FY06 forecast				
	H1 Forecast		FY06	Change from last year*1	H1 Forecast		FY06	Change from last year*3	
	Forecast	Change from last year*1			Forecast	Change from last year*3			
<b>Net Business Profits</b> <sup>*2</sup>	¥465.0 bn	minus ¥114.7 bn	1,045.0 bn	minus ¥42.7 bn	<b>Net Business Profits</b> <sup>*4</sup>	¥105.0 bn	minus ¥14.7 bn	¥225.0 bn	minus ¥27.7 bn
<b>Ordinary Profits</b>	¥395.0 bn	minus ¥83.7 bn	¥905.0 bn	minus ¥30.7 bn	<b>Ordinary Profits</b>	¥85.0 bn	minus ¥4.4 bn	¥185.0 bn	minus ¥57.7 bn
<b>Net Income</b>	¥220.0 bn	minus ¥417.7 bn	¥510.0 bn	minus ¥604.1 bn	<b>Net Income</b>	¥45.0 bn	minus ¥29.9 bn	¥105.0 bn	minus ¥63.2 bn

\*1 Including the results of former UFJ Bank

\*2 Before provisioning for formula allowance for loan losses

\*3 Including the results of former UFJ Trust Bank

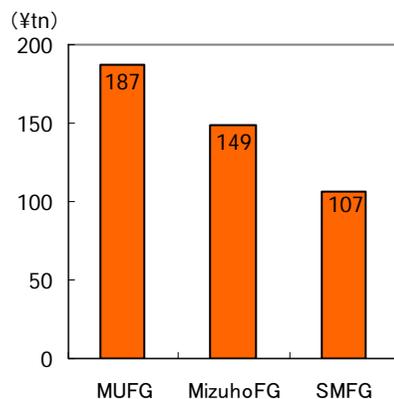
\*4 Before provisioning for formula allowance for loan losses and deducting credit costs for trust accounts



# Comparison with other Japanese financial groups

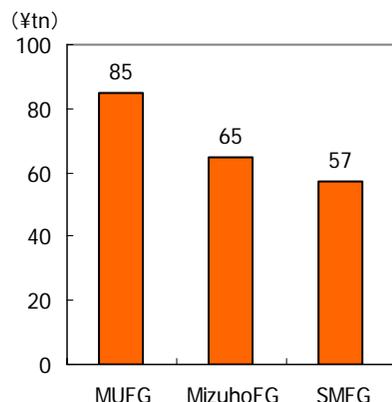
(As of End March 06) **MUFG**

## ● Total assets



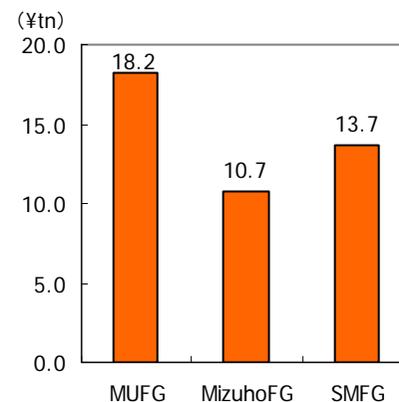
- Quoted from financial results of each group
- Consolidated basis

## ● Loans



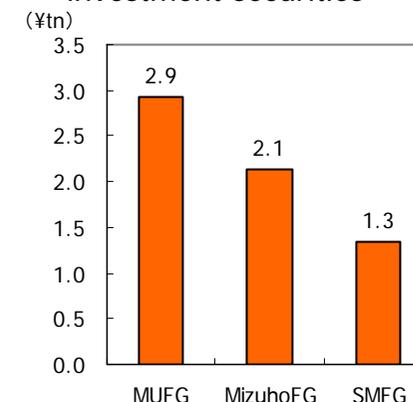
- Quoted from financial results of each group
- Consolidated basis (not including trust A/C)

## ● Housing loans



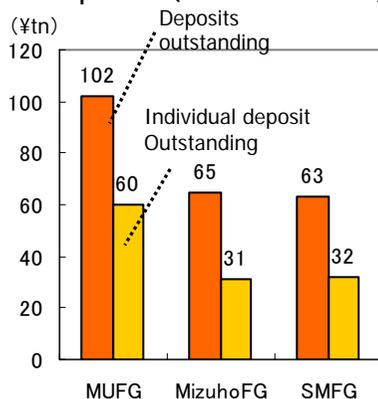
- Quoted from financial results of each group
- Sum of non-consolidated + separated subsidiaries
- Bank A/C + Trust A/C

## ● Valuation differences of investment securities



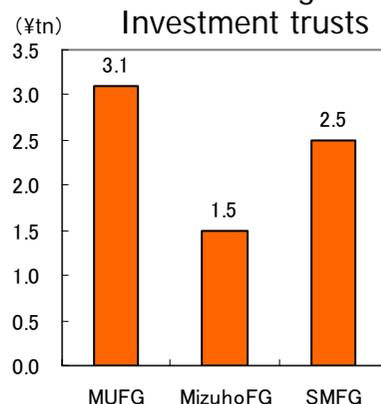
- Quoted from financial results of each group
- Consolidated basis
- Total of debt securities being held to maturity + securities available for sale

## ● Deposits (Domestic branch)



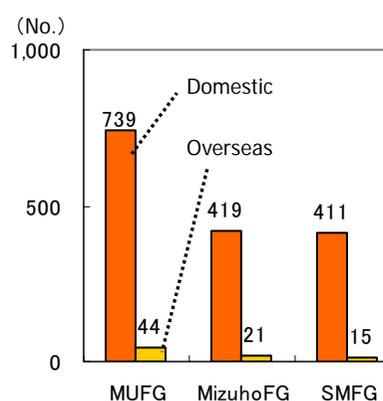
- Quoted from financial report of each group
- Sum of non-consolidated + separated subsidiaries

## ● Sales outstanding of Investment trusts



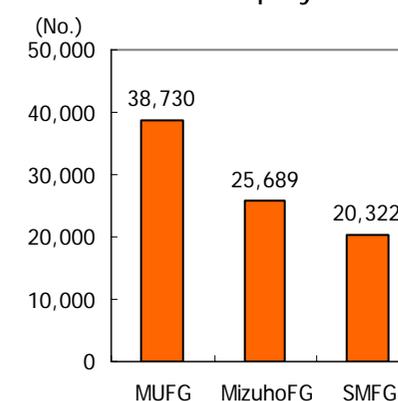
- Quoted from the article of Nikkei Kinyu Newspaper
- As of the end of Sept. 2005. MUFG is sum of BTM, UFJ Bank, MTB and UFJ Trust. MizuhoFG is sum of Mizuho Bank and Mizuho Trust Bank

## ● Number of offices



- Quoted from financial report of each group
- Sum of non-consolidated basis
- Not including sub-branches and agencies (Domestic)
- Not including subsidiaries, sub-branches and representative offices. (Overseas)

## ● Number of employees



- Quoted from financial report of each group
- Sum of non-consolidated basis

# Robust network of group companies

