

Composition of Capital Disclosure (Mitsubishi UFJ Financial Group)

(in million yen, in percentage)

Items	March 31, 2014	Amounts excluded under transitional arrangements	Basel III Template No.
Common Equity Tier 1 capital: instruments and reserves (1)			
Directly issued qualifying common share capital plus related capital surplus and retained earnings	10,819,854		1a+2-1c-26
of which: capital and capital surplus	3,924,872		1a
of which: retained earnings	7,033,125		2
of which: treasury stock (-)	1,699		1c
of which: national specific regulatory adjustments (earnings to be distributed) (-)	136,444		26
of which: other than above	-		
Subscription rights to common shares	8,732		1b
Accumulated other comprehensive income and other disclosed reserves	341,952	1,367,808	3
Common share capital issued by subsidiaries and held by third parties (amount allowed in group Common Equity Tier 1)	166,959		5
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	155,885		
of which: common share capital issued by subsidiaries and held by third parties (amount allowed in group Common Equity Tier 1)	155,885		
Common Equity Tier 1 capital: instruments and reserves (A)	11,493,384		6
Common Equity Tier 1 capital: regulatory adjustments (2)			
Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	268,010	1,072,040	8+9
of which: goodwill (including those equivalent)	141,183	564,733	8
of which: other intangibles other than goodwill and mortgage servicing rights	126,826	507,307	9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,015	4,063	10
Deferred gains or losses on derivatives under hedge accounting	6,165	24,662	11
Shortfall of eligible provisions to expected losses	-	-	12
Securitisation gain on sale	2,681	10,724	13
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-	14
Defined-benefit pension fund net assets (assets for retirement benefits)	59,030	236,120	15
Investments in own shares (excluding those reported in the Net assets section)	3,448	13,792	16
Reciprocal cross-holdings in common equity	-	-	17
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above the 10% threshold)	-	-	18
Amount exceeding the 10% threshold on specified items	-	-	19+20+21
of which: significant investments in the common stock of financials	-	-	19
of which: mortgage servicing rights	-	-	20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	21
Amount exceeding the 15% threshold on specified items	-	-	22
of which: significant investments in the common stock of financials	-	-	23
of which: mortgage servicing rights	-	-	24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-		27
Common Equity Tier 1 capital: regulatory adjustments (B)	340,351		28
Common Equity Tier 1 capital (CET1)			
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	11,153,032		29

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Items	March 31,2014	Amounts excluded under transitional arrangements	Basel III Template No.	
Additional Tier 1 capital: instruments (3)				
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards	-		31a	30
Subscription rights to Additional Tier 1 instruments	-		31b	
Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	-		32	
Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-			
Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group Additional Tier 1)	149,289		34-35	
Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	1,326,024		33+35	
of which: instruments issued by bank holding companies and their special purpose vehicles	1,325,880		33	
of which: instruments issued by subsidiaries	144		35	
Total of items included in Additional Tier 1 capital: instruments subject to transitional arrangements	325,783			
of which: foreign currency translation adjustments	325,783			
Additional Tier 1 capital: instruments (D)	1,801,097		36	
Additional Tier 1 capital: regulatory adjustments				
Investments in own Additional Tier 1 instruments	43	172	37	
Reciprocal cross-holdings in Additional Tier 1 instruments	-	-	38	
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	-	-	39	
Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	57	230	40	
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	612,158			
of which: goodwill (net of related tax liability, including those equivalent)	439,721			
of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	161,713			
of which: securitisation gain on sale	10,724			
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-		42	
Additional Tier 1 capital: regulatory adjustments (E)	612,259		43	
Additional Tier 1 capital				
Additional Tier 1 capital ((D)-(E)) (F)	1,188,837		44	
Tier 1 capital (T1 = CET1 + AT1)				
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	12,341,870		45	

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Items	March 31, 2014	Amounts excluded under transitional arrangements	Basel III Template No.
Tier 2 capital: instruments and provisions (4)			
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards	-		46
Subscription rights to Tier 2 instruments	-		
Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	-		
Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-		
Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	57,609		48-49
Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	2,119,979		47+49
of which: instruments issued by bank holding companies and their special purpose vehicles	-		47
of which: instruments issued by subsidiaries	2,119,979		49
Total of general allowance for credit losses and eligible provisions included in Tier 2	229,698		50
of which: provision for general allowance for credit losses	111,509		50a
of which: eligible provisions	118,189		50b
Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	775,922		
of which: amounts equivalent to 45% of unrealized gains on other securities	671,425		
of which: deferred gains or losses on derivatives under hedge accounting	(8,111)		
of which: amounts equivalent to 45% of land revaluation excess	112,608		
Tier 2 capital: instruments and provisions (H)	3,183,210		51
Tier 2 capital: regulatory adjustments			
Investments in own Tier 2 instruments	2,240	8,962	52
Reciprocal cross-holdings in Tier 2 instruments	-	-	53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)	-	-	54
Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	1,085	4,343	55
Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements	127,411		
of which: goodwill (net of related tax liability, including those equivalent)	125,011		
of which: significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	2,400		
Tier 2 capital: regulatory adjustments (I)	130,738		57
Tier 2 capital (T2)			
Tier 2 capital (T2) ((H)-(I)) (J)	3,052,471		58
Total capital (TC = T1 + T2)			
Total capital (TC = T1 + T2) ((G) + (J)) (K)	15,394,342		59
Risk weighted assets (5)			
Total of items included in risk weighted assets subject to transitional arrangements	593,134		
of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	345,594		
of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	4,063		
of which: defined-benefit pension fund net assets (assets for retirement benefits)	236,120		
of which: investments in own shares (excluding those reported in the Net assets section)	5,108		
of which: significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	2,248		
Risk weighted assets (L)	99,084,331		60
Capital ratio (consolidated)			
Common Equity Tier 1 capital ratio (consolidated) ((C)/(L))	11.25%		61
Tier 1 capital ratio (consolidated)((G)/(L))	12.45%		62
Total capital ratio (consolidated)((K)/(L))	15.53%		63

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Items	March 31,2014	Amounts excluded under transitional arrangements	Basel III
			Template No.
Regulatory adjustments (6)			
Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	879,146		72
Significant investments in the common stock of other financials that are below the thresholds for deduction (before risk weighting)	706,928		73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	245		74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	120,519		75
Provisions included in Tier 2 capital: instruments and provisions (7)			
Provisions (general allowance for credit losses)	111,509		76
Cap on inclusion of provisions (general allowance for credit losses)	252,486		77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) (if the amount is negative, report as "nil")	118,189		78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	379,301		79
Capital instruments subject to transitional arrangements (8)			
Current cap on AT1 instruments subject to phase out arrangements	1,326,024		82
Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	413,312		83
Current cap on T2 instruments subject to transitional arrangements	2,119,979		84
Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	56,231		85

※1 Capital instruments, approved by the commissioner of Japanese Financial Services Agency, subject to the provision to Paragraph 12 of Article 8 of the notification of Japanese Financial Services Agency No. 20, 2006, hereinafter referred to as the "FSA Consolidated Capital Adequacy Notification", are excluded from the calculation of figures stipulated in Paragraph 8 of Article 8, 9-1, and 10-1 of FSA Consolidated Capital Adequacy Notification, for 10 years from March 31, 2013 to March 30, 2023. The approved amount will decrease by 20% each year from March 31, 2019. The amount approved at the end of March, 2014 is 1,193,080 million yen.