

**Composition of Capital Disclosure (Mitsubishi UFJ Financial Group)**

(in million yen, in percentage)

Basel III Template No.	Items	March 31,2016		March 31,2015	
			Amounts excluded under transitional arrangements		Amounts excluded under transitional arrangements
<b>Common Equity Tier 1 capital: instruments and reserves (1)</b>					
1a+2-1c-26	Directly issued qualifying common share capital plus related capital surplus and retained earnings	11,731,690		11,202,486	
1a	of which: capital and capital surplus	3,567,150		3,569,917	
2	of which: retained earnings	8,587,578		7,860,410	
1c	of which: treasury stock (-)	298,922		101,661	
26	of which: national specific regulatory adjustments (earnings to be distributed) (-)	124,116		126,179	
	of which: other than above	-		-	
1b	Subscription rights to common shares	8,260		8,271	
3	Accumulated other comprehensive income and other disclosed reserves	2,161,298	1,440,865	1,595,709	2,393,564
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group Common Equity Tier 1)	165,272		220,823	
	Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	73,806		105,538	
	of which: common share capital issued by subsidiaries and held by third parties (amount allowed in group Common Equity Tier 1)	73,806		105,538	
6	Common Equity Tier 1 capital: instruments and reserves (A)	14,140,327		13,132,828	
<b>Common Equity Tier 1 capital: regulatory adjustments (2)</b>					
8+9	Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	672,281	448,187	458,804	688,207
8	of which: goodwill (including those equivalent)	254,221	169,480	182,015	273,022
9	of which: other intangibles other than goodwill and mortgage servicing rights	418,060	278,706	276,789	415,184
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	2,221	1,481	2,363	3,544
11	Deferred gains or losses on derivatives under hedge accounting	255,461	170,307	57,856	86,785
12	Shortfall of eligible provisions to expected losses	-	-	-	-
13	Securitisation gain on sale	8,378	5,585	5,452	8,179
14	Gains and losses due to changes in own credit risk on fair valued liabilities	661	441	-	-
15	Net defined benefit assets	155,779	103,853	134,827	202,240
16	Investments in own shares (excluding those reported in the Net assets section)	5,666	3,777	6,904	10,356
17	Reciprocal cross-holdings in common equity	-	-	-	-
18	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)	-	-	-	-
19+20+21	Amount exceeding the 10% threshold on specified items	-	-	-	-
19	of which: significant investments in the common stock of financials	-	-	-	-
20	of which: mortgage servicing rights	-	-	-	-
21	of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	-	-
22	Amount exceeding the 15% threshold on specified items	-	-	-	-
23	of which: significant investments in the common stock of financials	-	-	-	-
24	of which: mortgage servicing rights	-	-	-	-
25	of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	-	-
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-		-	
28	Common Equity Tier 1 capital: regulatory adjustments (B)	1,100,451		666,209	
<b>Common Equity Tier 1 capital (CET1)</b>					
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	13,039,875		12,466,619	

**Composition of Capital Disclosure (Mitsubishi UFJ Financial Group)**

(in million yen, in percentage)

Basel III Template No.	Items	March 31,2016		March 31,2015		
			Amounts excluded under transitional arrangements		Amounts excluded under transitional arrangements	
<b>Additional Tier 1 capital: instruments (3)</b>						
30	31a	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards	-		-	
	31b	Subscription rights to Additional Tier 1 instruments	-		-	
	32	Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards	550,000		100,000	
		Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-		-	
34-35	Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group Additional Tier 1)	149,125		152,158		
33+35	Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	994,518		1,160,271		
33	of which: instruments issued by bank holding companies and their special purpose vehicles	994,364		1,160,094		
35	of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	153		177		
	Total of items included in Additional Tier 1 capital: instruments subject to transitional arrangements	316,560		570,928		
	of which: foreign currency translation adjustments	316,560		570,928		
36	Additional Tier 1 capital: instruments (D)	2,010,204		1,983,359		
<b>Additional Tier 1 capital: regulatory adjustments</b>						
37	Investments in own Additional Tier 1 instruments	78	52	431	647	
38	Reciprocal cross-holdings in Additional Tier 1 instruments	-	-	-	-	
39	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)	-	-	-	-	
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	11,694	7,796	237	355	
	Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	199,010		318,968		
	of which: goodwill (net of related tax liability, including those equivalent)	110,004		182,939		
	of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	83,419		127,849		
	of which: securitisation gain on sale	5,585		8,179		
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-		-		
43	Additional Tier 1 capital: regulatory adjustments (E)	210,782		319,637		
<b>Additional Tier 1 capital</b>						
44	Additional Tier 1 capital ((D)-(E)) (F)	1,799,421		1,663,721		
<b>Tier 1 capital (T1 = CET1 + AT1)</b>						
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	14,839,297		14,130,341		

**Composition of Capital Disclosure (Mitsubishi UFJ Financial Group)**

(in million yen, in percentage)

Basel III Template No.	Items	March 31,2016		March 31,2015	
			Amounts excluded under transitional arrangements		Amounts excluded under transitional arrangements
<b>Tier 2 capital: instruments and provisions (4)</b>					
46	Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards	-		-	
	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	470,604		90,000	
	Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities	-		-	
48-49	Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	73,147		41,953	
47+49	Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,589,984		1,854,981	
47	of which: instruments issued by bank holding companies and their special purpose vehicles	-		-	
49	of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	1,589,984		1,854,981	
50	Total of general allowance for credit losses and eligible provisions included in Tier 2	377,404		360,378	
50a	of which: provision for general allowance for credit losses	208,640		183,372	
50b	of which: eligible provisions	168,764		177,005	
	Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	672,557		1,175,937	
	of which: amounts equivalent to 45% of unrealized gains on other securities	633,833		1,108,553	
	of which: deferred gains or losses on derivatives under hedge accounting	(15,925)		(16,590)	
	of which: amounts equivalent to 45% of land revaluation excess	54,648		83,975	
51	Tier 2 capital: instruments and provisions (H)	3,183,698		3,523,251	
<b>Tier 2 capital: regulatory adjustments</b>					
52	Investments in own Tier 2 instruments	11,379	7,586	8,033	12,049
53	Reciprocal cross-holdings in Tier 2 instruments	-	-	-	-
54	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)	-	-	-	-
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	1,671	1,114	1,343	2,015
	Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements	68,125		91,883	
	of which: goodwill (net of related tax liability, including those equivalent)	59,476		90,083	
	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)	8,648		1,800	
57	Tier 2 capital: regulatory adjustments (I)	81,175		101,260	
<b>Tier 2 capital (T2)</b>					
58	Tier 2 capital (T2) ((H)-(I)) (J)	3,102,522		3,421,990	
<b>Total capital (TC = T1 + T2)</b>					
59	Total capital (TC = T1 + T2) ((G) + (J)) (K)	17,941,819		17,552,332	

**Composition of Capital Disclosure (Mitsubishi UFJ Financial Group)**

(in million yen, in percentage)

Basel III Template No.	Items	March 31, 2016		March 31, 2015	
			Amounts excluded under transitional arrangements		Amounts excluded under transitional arrangements
<b>Risk weighted assets (5)</b>					
	Total of items included in risk weighted assets subject to transitional arrangements	305,153		499,134	
	of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	195,287		287,334	
	of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,481		3,544	
	of which: net defined benefit assets	103,853		202,240	
	of which: investments in own shares (excluding those reported in the Net assets section)	4,112		5,271	
	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)	419		743	
60	Risk weighted assets (L)	112,064,346		112,315,287	
<b>Capital ratio (consolidated)</b>					
61	Common Equity Tier 1 capital ratio (consolidated) ((C)/(L))	11.63%		11.09%	
62	Tier 1 capital ratio (consolidated)((G)/(L))	13.24%		12.58%	
63	Total capital ratio (consolidated)((K)/(L))	16.01%		15.62%	
<b>Regulatory adjustments (6)</b>					
72	Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	757,414		957,461	
73	Significant investments in the common stock of other financials that are below the thresholds for deduction (before risk weighting)	860,602		798,418	
74	Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	1,912		788	
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	83,647		59,217	
<b>Provisions included in Tier 2 capital: instruments and provisions (7)</b>					
76	Provisions (general allowance for credit losses)	208,640		183,372	
77	Cap on inclusion of provisions (general allowance for credit losses)	308,672		305,180	
78	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")	168,764		177,005	
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	387,796		407,392	
<b>Capital instruments subject to transitional arrangements (8)</b>					
82	Current cap on AT1 instruments subject to phase out arrangements	994,518		1,160,271	
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	230,248		79,773	
84	Current cap on T2 instruments subject to transitional arrangements	1,589,984		1,854,981	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	75,228		67,293	

※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, 2016 is 1,466,112 million yen.

※2 The risk-adjusted capital ratios and the amounts of components thereof as of March 31, 2015 reflect corrections of errors discovered in the risk weighting applied to certain assets, mostly residential mortgage loans, and certain other adjustments made under Basel I standards to obtain amounts that were used for floor adjustments in determining the amounts of risk-weighted assets under Basel III standards.