

Composition of Capital Disclosure (Mitsubishi UFJ Financial Group) (in million yen, in percentage)

Basel III Template No.	Items	June 30,2018	March 31,2018
Common Equity Tier 1 capital: instruments and reserves (1)			
1a+2-1c-26	Directly issued qualifying common share capital plus related capital surplus and retained earnings	13,002,436	12,748,871
1a	of which: capital and capital surplus	3,338,265	3,338,317
2	of which: retained earnings	10,245,686	10,064,649
1c	of which: treasury stock (-)	581,374	522,158
26	of which: national specific regulatory adjustments (earnings to be distributed) (-)	140	131,935
	of which: other than above	-	-
1b	Subscription rights to common shares	189	254
3	Accumulated other comprehensive income and other disclosed reserves	2,775,603	3,143,832
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group Common Equity Tier 1)	177,601	178,162
6	Common Equity Tier 1 capital: instruments and reserves (A)	15,955,831	16,071,120
Common Equity Tier 1 capital: regulatory adjustments (2)			
8+9	Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	1,097,061	1,112,951
8	of which: goodwill (including those equivalent)	401,064	407,088
9	of which: other intangibles other than goodwill and mortgage servicing rights	695,997	705,862
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,867	1,688
11	Deferred gains or losses on derivatives under hedge accounting	6,218	35,156
12	Shortfall of eligible provisions to expected losses	-	-
13	Securitisation gain on sale	14,725	14,639
14	Gains and losses due to changes in own credit risk on fair valued liabilities	1,063	△ 95
15	Net defined benefit assets	637,208	609,678
16	Investments in own shares (excluding those reported in the Net assets section)	9,678	12,156
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)	1,767,822	1,786,175
Common Equity Tier 1 capital (CET1)			
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	14,188,008	14,284,945

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Additional Tier 1 capital: instruments (3)				
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	1,270,000	1,270,000
		Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent	-	-
34-35	Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group Additional Tier 1)	155,768	150,741	
33+35	Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	552,189	552,189	
33	of which: instruments issued by bank holding companies and their special purpose vehicles	552,000	552,000	
35	of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	189	189	
36	Additional Tier 1 capital: instruments (D)	1,977,957	1,972,931	
Additional Tier 1 capital: regulatory adjustments				
37	Investments in own Additional Tier 1 instruments	12,314	5,506	
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)	616	620	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	-	
43	Additional Tier 1 capital: regulatory adjustments (E)	12,931	6,127	
Additional Tier 1 capital				
44	Additional Tier 1 capital ((D)-(E)) (F)	1,965,026	1,966,804	
Tier 1 capital (T1 = CET1 + AT1)				
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	16,153,035	16,251,749	

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Tier 2 capital: instruments and provisions (4)			
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	1,538,500	1,388,500
	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)	77,870	75,106
47+49	Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	737,767	776,567
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)	737,767	776,567
50	Total of general allowance for credit losses and eligible provisions included in Tier 2	326,795	337,719
50a	of which: provision for general allowance for credit losses	221,281	219,487
50b	of which: eligible provisions	105,513	118,232
51	Tier 2 capital: instruments and provisions (H)	2,680,933	2,577,893
Tier 2 capital: regulatory adjustments			
52	Investments in own Tier 2 instruments	12,944	4,120
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)	737	30,041
57	Tier 2 capital: regulatory adjustments (I)	13,681	34,162
Tier 2 capital (T2)			
58	Tier 2 capital (T2) ((H)-(I)) (J)	2,667,251	2,543,731
Total capital (TC = T1 + T2)			
59	Total capital (TC = T1 + T2) ((G) + (J)) (K)	18,820,286	18,795,480

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Risk weighted assets (5)			
60	Risk weighted assets (L)	114,714,694	113,463,618
Capital ratio (consolidated)			
61	Common Equity Tier 1 capital ratio (consolidated) ((C)/(L))	12.36%	12.58%
62	Tier 1 capital ratio (consolidated)((G)/(L))	14.08%	14.32%
63	Total capital ratio (consolidated)((K)/(L))	16.40%	16.56%
Regulatory adjustments (6)			
72	Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	872,603	994,563
73	Significant investments in the common stock of other financials that are below the thresholds for deduction (before risk weighting)	1,079,474	1,125,471
74	Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	11,169	7,267
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	96,465	81,980
Provisions included in Tier 2 capital: instruments and provisions (7)			
76	Provisions (general allowance for credit losses)	221,281	219,487
77	Cap on inclusion of provisions (general allowance for credit losses)	300,103	294,265
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")	105,513	118,232
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	362,037	367,713
Capital instruments subject to transitional arrangements (8)			
82	Current cap on AT1 instruments subject to phase out arrangements	663,012	663,012
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-	-
84	Current cap on T2 instruments subject to transitional arrangements	1,059,989	1,059,989
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-	-

※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 June, 2018 is 1,403,243 million yen.