

Composition of Leverage Ratio Disclosure (Mitsubishi UFJ Financial Group)

(in million yen, except percentage)

Corresponding line # on Basel III disclosure template		Item	March 31, 2020	December 31, 2019
Table 2	Table 1			
On-balance sheet exposures				
1		On-balance sheet exposures before deducting adjustments items	282,696,677	272,185,781
1a	1	Total assets reported in the consolidated balance sheet	336,571,379	314,398,868
1b	2	The amount of assets of subsidiaries that are not included in the scope of the leverage ratio on a consolidated basis (-)	-	30,031
1c	7	The amount of assets of subsidiaries that are included in the scope of the leverage ratio on a consolidated basis (except those included in the total assets reported in the consolidated balance sheet)	-	-
1d	3	The amount of assets that are deducted from the total assets reported in the consolidated balance sheet (except adjustment items) (-)	53,874,701	42,183,055
2	7	The amount of adjustment items pertaining to Tier1 capital (-)	2,016,649	2,039,857
3		Total on-balance sheet exposures (a)	280,680,028	270,145,923
Exposures related to derivatives transactions				
4		Replacement cost multiplied by 1.4 associated with derivatives transactions, etc.	-	-
		Replacement cost associated with derivatives transactions, etc.	5,113,721	4,165,134
5		Potential future exposure multiplied by 1.4 associated with derivatives transactions, etc.	-	-
		Add-on amount associated with derivatives transactions, etc.	5,966,020	5,777,081
		The amount of receivables arising from providing cash margin in relation to derivatives transactions, etc.	2,202,258	1,960,639
6		The amount of receivables arising from providing collateral, provided where deducted from the consolidated balance sheet pursuant to the operative accounting framework	-	-
		The amount of receivables arising from providing cash margin, provided where deducted from the consolidated balance sheet pursuant to the operative accounting framework	51,192	43,316
7		The amount of deductions of receivables (out of those arising from providing cash variation margin) (-)	696,484	679,122
8		The amount of client-cleared trade exposures for which a bank or bank holding company acting as clearing member is not obliged to make any indemnification (-)		
9		Adjusted effective notional amount of written credit derivatives	3,931,072	3,900,242
10		The amount of deductions from effective notional amount of written credit derivatives (-)	3,320,633	3,298,396
11	4	Total exposures related to derivative transactions (b)	13,247,147	11,868,896
Exposures related to repo transactions				
12		The amount of assets related to repo transactions, etc.	29,651,385	20,530,552
13		The amount of deductions from the assets above (line 12) (-)	1,887,952	2,218,327
14		The exposures for counterparty credit risk for repo transactions, etc.	2,138,169	1,837,009
15		The exposures for agent repo transactions		
16	5	Total exposures related to repo transactions, etc. (c)	29,901,602	20,149,234
Exposures related to off-balance sheet transactions				
17		Notional amount of off-balance sheet transactions	92,769,789	94,978,416
18		The amount of adjustments for conversion in relation to off-balance sheet transactions (-)	63,481,008	64,340,362
19	6	Total exposures related to off-balance sheet transactions (d)	29,288,781	30,638,054
Leverage ratio on a consolidated basis				
20		The amount of capital (Tier1 capital) (e)	15,623,321	16,760,931
21	8	Total exposures ((a)+(b)+(c)+(d)) (f)	353,117,559	332,802,109
22		Leverage ratio on a consolidated basis ((e)/(f))	4.42%	5.03%

※Retained earnings on and after the beginning of the fiscal year ended March 2020 were adjusted in accordance with retroactive application of "Accounting Standard for Fair Value Measurement" (ASBJ Statement No. 30) and "Implementation Guidance on Accounting Standard for Fair Value Measurement" (ASBJ Guidance No.31), but the related figures as of December 31,2019 have not been adjusted.

The key drivers of material change observed from December 31, 2019 to March 31, 2020

Leverage ratio as of March 31, 2020 is lower than December 31, 2019 due to a decrease in the amount of capital (Tier1 capital) and an increase in the total exposures. The decrease in the amount of capital (Tier1 capital) is mainly due to decreases in retained earnings and unrealized gains (losses) on available-for-sale securities. The increase in the total exposures is mainly attributable to an increase in on-balance sheet exposures, including cash and due from banks and investment securities.