

Mitsubishi UFJ Financial Group, Inc.
The Bank of Tokyo-Mitsubishi UFJ, Ltd.

**Conclusion of Memorandum of Understanding (MOU)
Regarding Energy Conservation and Environmental Protection in China**

Tokyo, June 19, 2008---Mitsubishi UFJ Financial Group, Inc. (MUFG) and its subsidiary, The Bank of Tokyo-Mitsubishi UFJ, Ltd. (BTMU), have signed an MOU and a cooperation agreement with China's National Development and Reform Commission (NDRC)^{*1} to construct clean development mechanism (CDM)^{*2} project management systems and train local government officials in CDM management. CDM is a mechanism that promotes cooperation between developed countries and developing countries, and cooperation in energy conservation and environmental protection is an important theme in the relationship between Japan and China.

Through this cooperation agreement, MUFG and BTMU will support the activities of NDRC, a key institution in promoting energy conservation and environmental protection in China. MUFG will cooperate by providing support for the construction of a project management system for the CDM Management Center of the Energy Research Institute of the NDRC, training for local government officials in China on climate change and CDM, as well as support in other areas. MUFG will also provide USD 1 million for the project. For staff training in Japan, the project will involve experts from the United Nations Environment Program (UNEP)^{*3} in the deployment of lecturers and other support.

MUFG has been promoting various environmental activities based on the recognition that conservation and protection of the environment in each region of the earth is a responsibility shared among all humankind. Through the conclusion of the MOU, MUFG will proactively support emission reduction activities in the neighboring country of China, which is experiencing a rapid increase in greenhouse gas emissions.

Project outline

Project name	Construction of Project Management System and Training for Local Government Officials on CDM
Participants	National Development and Reform Commission -Office of National Leading Group on Climate Change -Energy Research Institute MUFG BTMU

Project outline (continued)

Period	FY2008	
Details		
	CDM project management	Establishment of a management system for Chinese government-approved CDM projects
	Training in China	Training program for persons in charge of CDM promotion in local government and private companies. The training will provide basic knowledge on CDM. Three-day training courses attended by approx. 100-150 people will be provided in six regions in China.
	Training in Japan	A two-week training course in Japan for approximately 50 people selected from the training course held in China. The trainees will be divided into two groups for the training, which will cover CDM project management, specialized knowledge on energy conservation and environment, as well as interaction with Japanese companies (with leading edge environmental technology). The project will involve experts from UNEP in the deployment of lecturers and other support. Mitsubishi UFJ Research and Consulting Co., Ltd. will be in charge of the development and implementation of the training program.

*1. National Development and Reform Commission (NDRC)

A Chinese governmental agency responsible for achieving economic and social development in China through the formulation and implementation of growth strategies, medium-to-long-term plans and annual plans. The NDRC is an operational entity within the Chinese government responsible for CDM projects.

*2. Clean Development Mechanism (CDM)

The CDM allows developed countries with an emission-reduction or emission-limitation commitment under the Kyoto Protocol to implement an emission-reduction project in developing countries. The emission reduction credits earned as a result of such projects can be shared among project participants.

*3. United Nations Environment Program (UNEP)

The UNEP was established in 1972 to serve as an institution to carry out the Declaration on the Human Environment and the Action Plan for the Human Environment, both adopted at the United Nations Conference on the Human Environment held in Stockholm in June 1972.