

Composition of Capital Disclosure (Mitsubishi UFJ Financial Group)

(in million yen, in percentage)

Basel III Template No.	Items	June 30,2015		March 31,2015	
			Amounts excluded under transitional arrangements		Amounts excluded under transitional arrangements
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	11,404,176		11,202,486	
1a	of which: capital and capital surplus	3,568,824		3,569,917	
2	of which: retained earnings	8,036,406		7,860,410	
1c	of which: treasury stock (-)	201,053		101,661	
26	of which: national specific regulatory adjustments (earnings to be distributed) (-)	-		126,179	
	of which: other than above	-		-	
1b	Subscription rights to common shares	8,121		8,271	
3	Accumulated other comprehensive income and other disclosed reserves	1,485,450	2,228,175	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)	181,868		220,823	
	Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to transitional arrangements	107,552		105,538	
	of which: common share capital issued by subsidiaries and held by third parties (amount allowed in group Common Equity Tier 1)	107,552		105,538	
6	Common Equity Tier 1 capital: instruments and reserves (A)	13,187,168		13,132,828	
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)	453,601	680,401	458,804	688,207
8	of which: goodwill (including those equivalent)	179,419	269,129	182,015	273,022
9	of which: other intangibles other than goodwill and mortgage servicing rights	274,181	411,271	276,789	415,184
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,826	2,739	2,363	3,544
11	Deferred gains or losses on derivatives under hedge accounting	38,241	57,362	57,856	86,785
12	Shortfall of eligible provisions to expected losses	-	-	-	-
13	Securitisation gain on sale	5,486	8,229	5,452	8,179
14	Gains and losses due to changes in own credit risk on fair valued liabilities	544	817	-	-
15	Net defined benefit assets	144,005	216,008	134,827	202,240
16	Investments in own shares (excluding those reported in the Net assets section)	9,683	14,524	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)	653,388		666,209	
Common Equity Tier 1 capital (CET1)					
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	12,533,780		12,466,619	

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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	100,000		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)	155,873		152,158	
33+35		Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments	1,160,271		1,160,271	
33		of which: instruments issued by bank holding companies and their special purpose vehicles	1,160,093		1,160,094	
35		of which: instruments issued by subsidiaries (excluding bank holding companies' special purpose vehicles)	177		177	
		Total of items included in Additional Tier 1 capital: instruments subject to transitional arrangements	546,401		570,928	
		of which: foreign currency translation adjustments	546,401		570,928	
36		Additional Tier 1 capital: instruments (D)	1,962,546		1,983,359	
Additional Tier 1 capital: regulatory adjustments						
37		Investments in own Additional Tier 1 instruments	593	890	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)	115	172	237	355
		Total of items included in Additional Tier 1 capital: regulatory adjustments subject to transitional arrangements	326,184		318,968	
		of which: goodwill (net of related tax liability, including those equivalent)	180,835		182,939	
		of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	137,120		127,849	
		of which: securitisation gain on sale	8,229		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)	326,893		319,637	
Additional Tier 1 capital						
44		Additional Tier 1 capital ((D)-(E)) (F)	1,635,652		1,663,721	
Tier 1 capital (T1 = CET1 + AT1)						
45		Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	14,169,433		14,130,341	

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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	148,800		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)	73,849		41,953	
47+49	Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions	1,854,981		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)	1,854,981		1,854,981	
50	Total of general allowance for credit losses and eligible provisions included in Tier 2	337,546		360,378	
50a	of which: provision for general allowance for credit losses	182,665		183,372	
50b	of which: eligible provisions	154,880		177,005	
	Total of items included in Tier 2 capital: instruments and provisions subject to transitional arrangements	1,095,109		1,175,937	
	of which: amounts equivalent to 45% of unrealized gains on other securities	1,020,856		1,108,553	
	of which: deferred gains or losses on derivatives under hedge accounting	(9,695)		(16,590)	
	of which: amounts equivalent to 45% of land revaluation excess	83,948		83,975	
51	Tier 2 capital: instruments and provisions (H)	3,510,287		3,523,251	
Tier 2 capital: regulatory adjustments					
52	Investments in own Tier 2 instruments	9,683	14,525	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)	1,488	2,232	1,343	2,015
	Total of items included in Tier 2 capital: regulatory adjustments subject to transitional arrangements	90,094		91,883	
	of which: goodwill (net of related tax liability, including those equivalent)	88,294		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)	1,800		1,800	
57	Tier 2 capital: regulatory adjustments (I)	101,266		101,260	
Tier 2 capital (T2)					
58	Tier 2 capital (T2) ((H)-(I)) (J)	3,409,021		3,421,990	
Total capital (TC = T1 + T2)					
59	Total capital (TC = T1 + T2) ((G) + (J)) (K)	17,578,454		17,552,332	

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Risk weighted assets (5)					
	Total of items included in risk weighted assets subject to transitional arrangements	507,232		499,134	
	of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	274,151		287,334	
	of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	2,739		3,544	
	of which: net defined benefit assets	216,008		202,240	
	of which: investments in own shares (excluding those reported in the Net assets section)	13,774		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)	558		743	
60	Risk weighted assets (L)	114,193,284		111,901,564	
Capital ratio (consolidated)					
61	Common Equity Tier 1 capital ratio (consolidated) ((C)/(L))	10.97%		11.14%	
62	Tier 1 capital ratio (consolidated)((G)/(L))	12.40%		12.62%	
63	Total capital ratio (consolidated)((K)/(L))	15.39%		15.68%	
Regulatory adjustments (6)					
72	Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	1,040,923		957,461	
73	Significant investments in the common stock of other financials that are below the thresholds for deduction (before risk weighting)	833,255		798,418	
74	Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	857		788	
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	43,064		59,217	
Provisions included in Tier 2 capital: instruments and provisions (7)					
76	Provisions (general allowance for credit losses)	182,665		183,372	
77	Cap on inclusion of provisions (general allowance for credit losses)	309,609		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")	154,880		177,005	
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	415,314		407,392	
Capital instruments subject to transitional arrangements (8)					
82	Current cap on AT1 instruments subject to phase out arrangements	1,160,271		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")	76,233		79,773	
84	Current cap on T2 instruments subject to transitional arrangements	1,854,981		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")	45,648		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 June, 2015 is 1,407,156 million yen.