

Lloyds Banking Group plc
Form 424B5
June 06, 2012

CALCULATION OF REGISTRATION FEE

Title of Each Class of Securities Offered	Maximum Aggregate Offering Price	Amount of Registration Fee (1)
Senior Callable 6-Month USD LIBOR and S&P 500® Index Range Accrual Notes due June 8, 2027	\$5,000,000.00	\$573.00
Guarantee of Senior Callable 6-Month USD LIBOR and S&P 500® Index Range Accrual Notes due June 8, 2027	–	(2)
Total	\$5,000,000.00	\$573.00

(1) Calculated in accordance with Rule 457(r)

(2) Pursuant to Rule 457(n), no separate fee is payable with respect to the guarantee

Pricing Supplement No. 17
(To Prospectus Supplement dated June 6, 2011 and Prospectus dated December 22, 2010)

Filed Pursuant to Rule 424(b)(5)
Registration Nos. 333-167844 and 333-167844-01
June 6, 2012

US\$5,000,000

Lloyds TSB Bank plc

fully and unconditionally guaranteed by Lloyds Banking Group plc

Senior Callable 6-Month USD LIBOR and S&P 500® Index Range Accrual Notes due June 8, 2027

Medium-Term Notes, Series A

Notes:	Senior Callable 6-Month USD LIBOR and S&P 500® Index Range Accrual Notes due June 8, 2027, Medium-Term Notes, Series A (each a “Note” and collectively, “the Notes”)	Issuer:	Lloyds TSB Bank plc
		Guarantor:	Lloyds Banking Group plc
		Aggregate Principal Amount:	US\$5,000,000.
Trade Date:	June 6, 2012	Issue Price:	At variable prices
Issue Date:	June 8, 2012	Denominations:	Minimum denominations of US\$1,000 and multiples of US\$1,000 thereafter.
Maturity Date:	June 8, 2027		
Business Day:	New York and London, following, unadjusted	CUSIP:	5394E8AV1
Day-Count Convention:	30/360	ISIN:	US5394E8AV12
Ranking:	The Notes will constitute our direct, unconditional, unsecured and unsubordinated obligations ranking pari passu, without any preference among themselves, with all our other outstanding unsecured and unsubordinated obligations, present and future, except such obligations as are preferred by operation of law.		
Guarantee:	The Notes are fully and unconditionally guaranteed by the Guarantor. The Guarantee will constitute the Guarantor’s direct, unconditional, unsecured and unsubordinated obligations ranking pari passu with all of the Guarantor’s other outstanding unsecured and unsubordinated obligations, present and future, except such obligations as are preferred by operation of law.		
Payment at Maturity:	100% repayment of principal, plus any accrued and unpaid interest, at maturity. Repayment of principal at maturity and all payments of interest are subject to the creditworthiness of Lloyds TSB Bank plc, as the Issuer, and Lloyds Banking Group plc, as the Guarantor of the Issuer’s obligations under the Notes.		

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Interest Rate:	For each Interest Period (as defined below) commencing on or after the Issue Date to but excluding the Maturity Date, the interest rate per annum will be equal to the product of the Accrual Rate and the applicable Accrual Factor.
Reference Rate:	6-Month USD LIBOR (Designated LIBOR Page: Reuters: LIBOR01).
Reference Rate Range:	Greater than or equal to 0.00% and less than or equal to 7.00%
Index:	The S&P 500® Index.
Index Level:	For any Index Business Day, the closing level of the Index published at the regular weekday close of trading on that Index Business Day as determined by the Calculation Agent and displayed on Bloomberg Professional® service page “SPX <Index>” or any successor page on Bloomberg Professional® service or any successor service, as applicable. In certain circumstances, the closing level of the Index will be based on the alternate calculation of the Index as described in “Market Disruption Events and Index Adjustments” herein.
Index Barrier:	995
Index Business Day:	A day, as determined by the Calculation Agent, on which trading is generally conducted on each of the relevant exchange(s) for the Index, other than a day on which trading on such exchange(s) is scheduled to close prior to the time of the posting of its regular final weekday closing price.
Accrual Rate:	8.00% per annum
Accrual Factor:	For any Interest Period, (A) the number of calendar days in that Interest Period on which (i) the value of the Reference Rate with respect to that day is within the applicable Reference Rate Range; and (ii) the Index Level with respect to that day is greater than or equal to the applicable Index Barrier, divided by (B) the total number of calendar days in that Interest Period. If any calendar day during an Interest Period is not a Business Day, then the Reference Rate with respect to such day will equal the Reference Rate observed on the immediately preceding Business Day and if any calendar day during an Interest Period is not an Index Business Day or if the Index is subject to a Market Disruption Event, then the Index Level will equal the Index Level observed on the immediately preceding Index Business Day with respect to which no Market Disruption Event has occurred. Notwithstanding anything else to the contrary, the determination of the value of the Reference Rate or the Index Level with respect to any calendar day shall be subject to the Accrual Rate Determination Cut-off provisions described on the following page. See “The Reference Rate” and “Market Disruption Events and Index Adjustments” herein.
Interest Payment Dates:	Quarterly, payable in arrears on the 8th day of each March, June, September and December, commencing on (and including) September 8, 2012 and ending on the Maturity Date or the Early Redemption Date, if applicable.
Redemption at the Option of the Issuer:	We may redeem your Notes, in whole, at the Redemption Price set forth below, on any Interest Payment Date commencing on (and including) June 8, 2017, provided we give at least five business days’ prior written notice to the trustee. If we exercise our redemption option, the Interest Payment Date on which we so exercise will be referred to as the “Early Redemption Date”.
Redemption Price:	If we exercise our redemption option, you will be entitled to receive on the Early Redemption Date 100% of the principal amount together with any accrued and unpaid interest to, but excluding, the Early Redemption Date.
Selling Agent:	Barclays Capital Inc. (the “Selling Agent”)

(key terms continued on next page)

Investing in the Notes involves significant risks. See “Risk Factors” beginning on page S-2 of the prospectus supplement and “Risk Factors” beginning on page PS-2 below.

The Notes are not bank deposits and are not insured or guaranteed by the Federal Deposit Insurance Corporation or any other governmental agency.

None of the Securities and Exchange Commission, any state securities commission or any other regulatory body has approved or disapproved of these Notes or passed upon the adequacy or accuracy of this pricing supplement, the

accompanying prospectus supplement or the accompanying prospectus. Any representation to the contrary is a criminal offense.

	Price to Public (1) (2)	Selling Agent's Commission (3)	Proceeds to Lloyds TSB Bank plc
Per Note	At variable prices	\$50.00	\$950.00
Total	At variable prices	\$250,000.00	\$4,750,000.00

- (1) The Notes will be offered from time to time in one or more negotiated transactions at varying prices to be determined at the time of each sale, which may be at prevailing market prices, at prices related to such prevailing prices or at negotiated prices; provided however, that such price will not be less than \$950 per \$1,000 principal amount of the Notes and will not be more than \$1,000 per \$1,000 principal amount of the Notes. See “Risk Factors—The price you paid for the Notes may be higher than the prices paid by other investors” on page PS-3 of this pricing supplement.
- (2) The proceeds you might expect to receive if you were able to resell the Notes on the Issue Date are expected to be less than the price you paid. This is because the price you paid includes the Selling Agent’s commission set forth above and also reflects certain hedging costs associated with the Notes. For additional information, see “Risk Factors — The price you paid for the Notes has certain built-in costs, including the Selling Agent’s commission and our cost of hedging, both of which are expected to be reflected in secondary market prices, if any” on page PS-3 of this pricing supplement. You may also be charged fees if you buy the Notes through your registered investment advisers for managed fee-based accounts.
- (3) The Selling Agent will receive varying commissions from the Issuer of up to \$50.00 per \$1,000 principal amount of the Notes, or \$250,000 of the Aggregate Principal Amount of the Notes, and may retain all or a portion of these commissions or use all or a portion of these commissions to pay selling concessions or fees to other dealers. See “Supplemental Plan of Distribution” on page PS-19 of this pricing supplement.

June 6, 2012

(key terms continued from previous page)

Interest Period: The initial Interest Period will begin on, and include, the Issue Date and end on, but exclude, the first Interest Payment Date. Each subsequent Interest Period will begin on, and include, the Interest Payment Date for the preceding Interest Period and end on, but exclude, the next following Interest Payment Date. The final Interest Period will end on, but exclude, the Maturity Date (or the Early Redemption Date, if applicable).

Accrual Rate Determination Cut-Off: With respect to any Interest Period, (A) the Reference Rate for any day from and including the fifth Business Day prior to the related Interest Payment Date will equal the Reference Rate observed on such fifth Business Day prior to that Interest Payment Date and (B) the Index Level for any day from and including the fifth Index Business Day prior to the related Interest Payment Date will equal the Index Level observed on such fifth Index Business Day prior to that Interest Payment Date.

Tax Redemption: Following the occurrence of one or more changes in tax law that would require the Issuer or the Guarantor to pay additional amounts and in other limited circumstances as described under “Description of the Notes and the Guarantees—Redemption for Tax Reasons” in the prospectus supplement and “Description of Debt Securities—Redemption” in the prospectus, the Issuer may redeem all, but not fewer than all, of the Notes prior to maturity.

Settlement and Clearance: DTC; Book-entry

Listing: The Notes will not be listed or displayed on any securities exchange or quotation system.

Trustee and Paying Agent: The Bank of New York Mellon, acting through its London Branch

Calculation Agent: Barclays Bank PLC

Governing Law: New York

ABOUT THIS PRICING SUPPLEMENT

Unless otherwise defined herein, terms used in this pricing supplement are defined in the accompanying prospectus supplement or in the accompanying prospectus. As used in this pricing supplement:

- “we,” “us,” “our,” the “Issuer” and “Lloyds Bank” mean Lloyds TSB Bank plc;
- “LBG” and the “Guarantor” mean Lloyds Banking Group plc;
- “Notes” refers to the Senior Callable 6-Month USD LIBOR and S&P 500® Index Range Accrual Notes due June 8, 2027, Medium-Term Notes, Series A, together with the related Guarantee, unless the context requires otherwise; and
- “SEC” refers to the Securities and Exchange Commission.

LBG and Lloyds Bank have filed a registration statement (including a prospectus) with the SEC for the offering to which this pricing supplement relates. Before you invest, you should read this pricing supplement together with the accompanying prospectus dated December 22, 2010 (the “prospectus”) in that registration statement and other documents, including the more detailed information contained in the accompanying prospectus supplement dated June 6, 2011 (the “prospectus supplement”), that LBG and Lloyds Bank have filed with the SEC for more complete information about Lloyds Bank and LBG and this offering.

This pricing supplement, together with the prospectus supplement and prospectus, contains the terms of the Notes and supersedes all other prior or contemporaneous oral statements as well as any other written materials including preliminary or indicative pricing terms, correspondence, trade ideas, structures for implementation, sample structures, fact sheets, brochures or other educational materials of ours.

If the information in this pricing supplement differs from the information contained in the prospectus supplement or the prospectus, you should rely on the information in this pricing supplement.

You may access these documents for free by visiting EDGAR on the SEC website at www.sec.gov as follows (or if such address has changed, by reviewing our filings for the relevant date on the SEC website):

- the prospectus supplement dated June 6, 2011 and the prospectus dated December 22, 2010 can be accessed at the following hyperlink:

http://www.sec.gov/Archives/edgar/data/1160106/000095010311002265/dp23013_424b3.htm

Our Central Index Key, or CIK, on the SEC website is 1167831.

Alternatively, LBG, Lloyds Bank, the Selling Agent, any underwriter or any dealer participating in the offering will arrange to send you the prospectus, prospectus supplement and pricing supplement if you request them by calling your Selling Agent’s sales representative, such dealer or toll free 1-888-227-2275 (Extension 2-3430). A copy of these documents may also be obtained from the Selling Agent by writing to it at 745 Seventh Avenue—Attn: US InvSol Support, New York, NY 10019.

You should rely only on the information provided or incorporated by reference in this pricing supplement, the prospectus supplement and the prospectus. We have not authorized anyone to provide you with different information,

and we take no responsibility for any other information that others may give you. We and the Selling Agent are offering to sell the Notes and seeking offers to buy the Notes only in jurisdictions where it is lawful to do so. This pricing supplement, the prospectus supplement and the prospectus are current only as of their respective dates.

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RISK FACTORS

Your investment in the Notes involves significant risks. Your decision to purchase the Notes should be made only after carefully considering the risks of an investment in the Notes, including those discussed below and in the section entitled “Risk Factors” beginning on page S-2 of the prospectus supplement, with your advisers in light of your particular circumstances. The Notes are not an appropriate investment for you if you are not knowledgeable about significant elements of the Notes or financial matters in general. We also urge you to consult with your investment, legal, accounting, tax, and other advisers before you invest in the Notes.

The credit risk of Lloyds Bank and LBG and their credit ratings and credit spreads may adversely affect the value of the Notes.

You are dependent on Lloyds Bank’s ability to pay all amounts due on the Notes, and therefore you are subject to the credit risk of Lloyds Bank and to changes in the market’s view of Lloyds Bank’s creditworthiness. In addition, because the Notes are fully and unconditionally guaranteed by Lloyds Bank’s parent company, LBG, you are also dependent on the credit risk of LBG in the event that Lloyds Bank fails to make any payment or delivery required by the terms of the Notes. If Lloyds Bank and LBG were to default on their respective payment obligations, you may not receive any amounts owed to you under the Notes and you could lose your entire investment. The credit ratings of Lloyds Bank and LBG are an assessment by rating agencies of their ability to pay their obligations, including those under the Notes. Any actual or anticipated decline in Lloyds Bank’s and LBG’s credit ratings, or increase in the credit spreads charged by the market for taking credit risk, is likely to adversely affect the value of the Notes. However, because the return on the Notes is dependent upon factors in addition to Lloyds Bank’s and LBG’s credit ratings, an improvement in their credit ratings will not necessarily increase the value of the Notes and will not reduce market risk and other investment risks related to the Notes.

The Notes are subject to interest payment risk based on the Reference Rate and the Index Level.

Investing in the Notes is not equivalent to investing in securities directly linked to the Reference Rate and/or the Index. Instead, the amount of interest payable on the Notes for any Interest Period is dependent on whether, and the extent to which, during a given Interest Period, the Reference Rate is within the Reference Rate Range, and the Index Level is greater than or equal to the Index Barrier. For each calendar day in an Interest Period on which the Reference Rate is within the Reference Rate Range and the Index Level is greater than or equal to the applicable Index Barrier, interest will accrue; conversely, for each calendar day in an Interest Period on which the Reference Rate is outside the Reference Rate Range and/or the Index Level is less than the Index Barrier, no interest will accrue.

As a result, if the Reference Rate is outside the applicable Reference Rate Range and/or the Index Level is less than the Index Barrier on one or more calendar days during an Interest Period, then the interest rate for that Interest Period, and the amount of interest paid on the related Interest Payment Date, will decrease in proportion to the number of calendar days in the Interest Period that the Reference Rate is outside the Reference Rate Range and/or the Index Level is less than the Index Barrier. Accordingly, in such circumstances you would not receive the maximum possible interest rate for that Interest Period. If, on every calendar day in an Interest Period, the Reference Rate is outside the Reference Rate Range and/or the Index Level is less than the Index Barrier, then interest will not accrue for that Interest Period, and you will receive no interest payment on the related Interest Payment Date. If the Reference Rate is outside the Reference Rate Range and/or the Index Level is less than the Index Barrier on every calendar day in every Interest Period throughout the term of the Notes, then you will receive no interest payments on your Notes throughout their term.

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The Reference Rate for any day from and including the fifth New York and London Banking Day prior to the Interest Payment Date of an Interest Period will be the Reference Rate for such fifth day.

Because the Reference Rate with respect to each day from and including the fifth New York and London Banking Day prior to the related Interest Payment Date for any Interest Period (each such fifth day, a "Reference Rate Cut-Off Date") to but excluding such related Interest Payment Date will be the Reference Rate in effect on such Reference Rate Cut-Off Date, if the Reference Rate on the Reference Rate Cut-Off Date is not within the Reference Rate Range, you will not receive any interest in respect of the days from and including the Reference Rate Cut-Off Date to but excluding the relevant Interest Payment Date, even if the Reference Rate as actually calculated on any of those days were to be within the Reference Rate Range.

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The Index Level for any day from and including the fifth Index Business Day prior to the Interest Payment Date of an Interest Period will be the Index Level for such fifth Index Business Day.

Because the Index Level with respect to each day from and including the fifth Index Business Day prior to the related Interest Payment Date for any Interest Period (each such fifth day, an “Index Rate Cut-Off Date”) to but excluding such related Interest Payment Date will be equal to the Index Level in effect on the relevant Index Rate Cut-Off Date, if the Index Level on that Index Business Day is less than the Index Barrier, you will not receive any interest in respect of the days from and including the Index Rate Cut-Off Date to but excluding the relevant Interest Payment Date, even if the Index Level as actually calculated on any of those days were to be greater than or equal to the Index Barrier.

The Notes will be subject to early redemption at our option.

We may redeem the Notes prior to the Maturity Date on any quarterly Interest Payment Date, beginning on June 8, 2017. If you intend to purchase the Notes, you must be willing to have your Notes redeemed early. We are generally more likely to redeem the Notes during periods when we expect that interest will accrue on the Notes at a rate that is greater than that which we would pay on our traditional interest-bearing deposits or debt securities having a maturity equal to the remaining term of the Notes. In contrast, we are generally less likely to redeem the Notes during periods when we expect interest to accrue on the Notes at a rate that is less than that which we would pay on those instruments. In addition, we have the right to redeem the Notes in the event of certain tax events as described under “Description of the Notes and the Guarantees—Redemption for Tax Reasons” in the prospectus supplement and “Description of Debt Securities—Redemption” in the prospectus. If we redeem the Notes prior to the Maturity Date, accrued interest will be paid on the Notes until such early redemption, but you will not receive any future interest payments from the Notes redeemed and you may be unable to reinvest your proceeds from the redemption in an investment with a return that is as high as the return on the Notes would have been if they had not been redeemed.

The price you paid for the Notes has certain built-in costs, including the Selling Agent’s commission and our cost of hedging, both of which are expected to be reflected in secondary market prices, if any.

In determining the economic terms of the Notes, and consequently the potential return on the Notes to you, we have taken into account compensation to the Selling Agent for distributing the Notes, which is reflected in the Selling Agent’s commission described on the cover of this pricing supplement, as well as certain costs associated with hedging our obligations under the Notes. The price you paid for the Notes reflects these factors. As a result, the value of the Notes on the Issue Date is expected to be less than the price you paid for the Notes. Assuming no change in market conditions or any other relevant factors, the price, if any, at which the Selling Agent or another purchaser is willing to purchase the Notes in secondary market transactions will likely be less than the price you paid for the Notes. This is due to, among other things, the fact that the price you paid for the Notes includes, and secondary market prices are likely to exclude, the Selling Agent’s commission with respect to, and the hedging costs associated with, the Notes. The cost of hedging includes the projected profit that may be realized in consideration for assuming the risks inherent in managing the hedging transactions. These secondary market prices are also likely to be reduced by the costs of unwinding the related hedging transactions. A profit may be realized by us or the Selling Agent from the expected hedging activity even if investors do not receive a favorable investment return under the terms of the Notes or in any secondary market transaction. In addition, any secondary market prices may differ from values determined by pricing models used by the Selling Agent, as a result of dealer discounts, mark-ups or other transaction costs.

The price you paid for the Notes may be higher than the prices paid by other investors.

The Selling Agent proposes to offer the Notes from time to time for sale to investors in one or more negotiated transactions, or otherwise, at prevailing market prices at the time of sale, at prices related to then-prevailing prices, at negotiated prices, or otherwise. Accordingly, there is a risk that the price you paid for your Notes will be higher than the prices paid by other investors based on the date and time you made your purchase, from whom you purchased the Notes, any related transaction cost, whether you hold your Notes in a brokerage account, a fiduciary or fee-based account or another type of account and other market factors.

The amount of interest payable on the Notes may be less than the return you could earn on other investments with a comparable maturity.

Interest rates may change significantly over the term of the Notes, and it is impossible to predict what interest rates will be at any point in the future. Although the amount of interest payable on the Notes, if any, will be based on the levels of the Reference Rate and the Index, the interest rate that will apply during each Interest Period to the Notes may be more or less than other prevailing market interest rates at such time. As a result, the amount of interest you receive on the Notes may be less than the return you could earn on other investments with a comparable maturity.

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If the value of the Reference Rate or the level of the Index changes, the value of the Notes may not change in the same manner.

The price of your Notes may move differently than the value of the Reference Rate or the level of the Index. Changes in the value of the Reference Rate or the level of the Index may not result in a comparable change in the value of your Notes. We discuss some of the reasons for this disparity under “—The amount of interest payable on the Notes may be less than the return you could earn on other investments with a comparable maturity” above and “—The value of the Notes prior to maturity, the Reference Rate and the Index Level will be influenced by many unpredictable factors, and the value of the Notes may be less than the price you paid” below.

The Notes will not be listed or displayed on any securities exchange or quotation system, and there may be little or no secondary market for the Notes.

The Notes will not have an established trading market when issued, and the Notes will not be listed or displayed on any securities exchange or quotation system; accordingly, there may be little or no secondary market for the Notes and, as such, information regarding independent market pricing for the Notes may be very limited or nonexistent. Even if there is a secondary market, it may not provide enough liquidity to allow you to trade or sell the Notes easily. We, the Selling Agent and/or its affiliates may purchase and sell the Notes from time to time in the secondary market, but we, the Selling Agent and/or its affiliates are not obligated to do so. If we, the Selling Agent and/or its affiliates make such a market in the Notes, we, the Selling Agent and/or any such affiliate may stop doing so at any time and for any reason without notice. Because other dealers are not likely to make a secondary market for the Notes, the prices at which you may be able to trade your Notes will probably depend on the price, if any, at which we and/or our affiliates, the Selling Agent and/or its affiliates may be willing to buy the Notes. It is expected that transaction costs in any secondary market would be high and, as a result, the difference between bid and asked prices for your Notes would be significant. Accordingly, you should be willing to hold the Notes until the Maturity Date, and you may incur a loss if you sell the Notes prior to the Maturity Date or the Early Redemption Date, as applicable. In addition, the Selling Agent may, at any time, hold unsold inventory which may inhibit the development of a secondary market for the Notes.

The value of the Notes prior to maturity, the Reference Rate and the Index Level will be influenced by many unpredictable factors, and the value of the Notes may be less than the price you paid.

The value of the Notes may be less than the price you paid for the Notes. The value of the Notes, the Reference Rate and the Index Level may be affected by a number of factors that may either offset or magnify each other, including the following:

- the current and projected values of the Reference Rate and the levels of the Index;
- the volatility (i.e., the frequency and magnitude of changes in the values and levels) of the Reference Rate and the Index;
- the time remaining to maturity of the Notes; in particular, as a result of a “time premium,” the Notes may have a value above that which would be expected based on the level of the interest rates and the values of the Reference Rate and the levels of the Index at such time the longer the time remaining to maturity. A “time premium” results from expectations concerning the values of the Reference Rate and the levels of the Index during the period prior to maturity of the Notes. As the time remaining to the maturity of the Notes decreases, this time premium will likely decrease and, depending on the values of the Reference Rate and the levels of the Index at such time, may adversely affect the value of the Notes;
- the aggregate amount of the Notes outstanding;

- the level, direction and volatility of market interest and yield rates generally;
- geopolitical conditions and economic, financial, political, regulatory, geographical, agricultural, judicial or other events that affect the markets generally;
- the supply and demand for the Notes in the secondary market, if any;
- any market making activities with respect to the Notes; or
- the actual or perceived creditworthiness of Lloyds Bank, as the Issuer of the Notes, and LBG, as the Guarantor of Lloyds Bank's obligations under the Notes, including actual or anticipated downgrades in LBG's or Lloyds Bank's credit ratings.

In particular, to the extent that, during the term of the Notes, the Reference Rate remains outside the Reference Rate Range or the Index Level is less than the Index Barrier, the value of the Notes may decrease and you may receive substantially less than 100% of the price you paid if you wish to sell your Notes at such time.

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Some or all of these factors will influence the price that you will receive if you sell your Notes prior to the Maturity Date, or the Early Redemption Date, if applicable, in the secondary market, if any. If you sell your Notes before the Maturity Date, or the Early Redemption Date, if applicable, the price that you receive may be less, and may be substantially less, than the price which you paid.

Adjustments to the Index could adversely affect the value of the Notes.

The publisher of the Index can add, delete or substitute the stocks comprising the Index (each, an “Index Component Stock”), and can make other methodological changes required by certain events relating to the Index Component Stocks, such as stock dividends, stock splits, spin-offs, rights offerings and extraordinary dividends, that could change the level of the Index. Any of these actions could adversely affect the value of the Notes. The publisher of the Index may discontinue or suspend calculation or publication of the Index at any time. In these circumstances, the Calculation Agent will have the sole discretion to substitute a successor index that is comparable to the discontinued Index. The Calculation Agent could have an economic interest that is different than that of investors in the Notes insofar as, for example, the Calculation Agent is not precluded from considering indices that are calculated and published by the Calculation Agent or any of its affiliates. If the Calculation Agent determines that there is no appropriate successor index, on any day on which the Index Level is to be determined, the Index Level for such day will be based on the stocks comprising the discontinued index at the time of such discontinuance, without rebalancing or substitution, computed by the Calculation Agent, in accordance with the formula for calculating the Index Level last in effect prior to discontinuance of the Index.

Investing in the Notes is not equivalent to investing in the Index or the stocks comprising the Index.

Investing in the Notes is not equivalent to investing in the Index or its component stocks. As an investor in the Notes, you will not have voting rights, rights to receive dividends or other distributions or any other rights with respect to the stocks that underlie the Index.

Hedging and trading activity by the Calculation Agent and its affiliates could potentially adversely affect the level of the Index.

The Calculation Agent and/or its affiliates have carried or will carry out hedging activities related to the Notes (and possibly to other instruments linked to the Index or its component stocks), including trading in the Index Component Stocks as well as in other instruments related to the Index or the Index Component Stocks. The Calculation Agent and some of its other subsidiaries also trade in the Index Component Stocks and other financial instruments related to the Index on a regular basis as part of their general broker-dealer and other businesses. Any of these hedging or trading activities on or prior to the day the Notes are priced for initial sale to the public could potentially decrease the Index Level, thus increasing the risk that the Index Level will be less than the Index Barrier during the term of the Notes.

There may be potential conflicts of interest between investors in the Notes and us and our affiliates and the Selling Agent and its affiliates.

We and our affiliates and the Selling Agent and its affiliates play a variety of roles in connection with the issuance of the Notes, including acting as Calculation Agent and hedging our obligations under the Notes. Trading activities related to interest rate movements, including short-term and long-term interest rate swaps and other instruments that may affect interest rates, have been entered into or may be entered into on behalf of us, our affiliates, the Selling Agent, its affiliates or their respective customers, that are not for the account of the investors in the Notes or on their behalf. In particular, as described below under “Use of Proceeds; Hedging,” we, the Selling Agent and/or its affiliates

may hedge our obligations under the Notes by purchasing securities, futures, options or other derivative instruments with returns linked or related to changes in the levels of the Reference Rate and the Index and its component securities, and we may adjust these hedges by, among other things, purchasing or selling securities, futures, options or other derivative instruments at any time. These trading activities may present a conflict between the investors' interests in the Notes and the interests we, our affiliates and the Selling Agent and its affiliates will have in each of their respective proprietary accounts and in facilitating transactions, including block trades and options and other derivatives transactions, for their respective customers and in accounts under each of their respective management. These trading activities, if they influence the levels of the Reference Rate and/or the Index or any other factor that may affect the amount of interest that may be paid on any Interest Payment Date, could be adverse to your interests as an investor in the Notes. It is possible that we, the Selling Agent and/or its affiliates could receive substantial returns from these hedging activities while the value of the Notes declines.

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There may be potential conflicts of interest between investors in the Notes and the Calculation Agent.

As Calculation Agent for your Notes, Barclays Bank PLC, an affiliate of the Selling Agent, will have discretion in making certain determinations that affect your Notes, including determining the interest rate, the Reference Rate, the Index Level, the occurrence or nonoccurrence of Market Disruption Events and the selection of a Successor Index or calculation of the Index Level in the event of a discontinuance of the Index, and that may adversely affect any payments you may receive in respect of the Notes. The exercise of this discretion by Barclays Bank PLC could adversely affect the value of your Notes and may present a conflict of interest between the investors' interests in the Notes and the interests of Barclays Bank PLC. We may change the Calculation Agent at any time without notice to you.

We and our affiliates and the Selling Agent and its affiliates have published or may in the future publish reports, express opinions or provide recommendations and engage in other transactions that could adversely affect the value of the Notes.

We and our affiliates and the Selling Agent and its affiliates have published or may in the future publish reports from time to time on financial markets and other matters that may influence the value of the Notes or express opinions or provide recommendations that are inconsistent with purchasing or holding the Notes. Any such reports, opinions or recommendations may not be consistent with each other and may be modified from time to time without notice. Investors should make their own independent investigation of the merits of investing in the Notes.

We and the Selling Agent or any of its affiliates also may issue, underwrite or assist unaffiliated entities in the issuance or underwriting of other securities or financial instruments that may have features similar to those of the Notes, including similar rates of interest or maturities. By introducing competing products into the marketplace in this manner, we and the Selling Agent or its affiliates could adversely affect the value of the Notes.

The historical values of the Reference Rate and levels of the Index should not be taken as an indication of the future values of the Reference Rate and the levels of the Index.

In the past, the values of the Reference Rate and the levels of the Index have experienced significant fluctuations. You should note that historical values or levels, fluctuations and trends of the Reference Rate and the Index are not necessarily indicative of future values or levels. Any historical upward or downward trend in the Reference Rate or the Index is not an indication that the Reference Rate or the Index is more or less likely to increase or decrease at any time during the term of the Notes. Changes in the values of the Reference Rate and the levels of the Index will affect the value of the Notes, but neither we nor you can predict the future performance of the Reference Rate and the Index based on historical performance. The actual performance of the Reference Rate and the Index during the term of the Notes, as well as the interest payable, if any, on each Interest Payment Date, may bear little or no relation to the hypothetical values or levels of the Reference Rate and the Index or to the hypothetical examples shown in this pricing supplement.

The Notes may not be a suitable investment for you under certain circumstances.

The Notes may not be a suitable investment for you, if, among other things:

- you are unwilling to forgo guaranteed market interest rates for the term of the Notes;

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you believe that the Reference Rate will be above 7.00% or below 0.00%, or that the Index Levels will be below 995, for the entire term or significant periods of time during the term, of the Notes;

- you are unable to accept the risk that the Notes may pay interest at a very low rate or even zero interest in respect of any Interest Payment Date;
- you seek assurances that there will be a liquid market if and when you want to sell the Notes prior to maturity;
- you are unwilling to accept the risk that the Notes may be redeemed prior to maturity, and are unwilling or unable to accept the risk that you may be unable to reinvest the proceeds of such redemption in an investment with a return that is as high as the return on the Notes would have been if they had not been redeemed; or
- you are unwilling or are unable to assume the credit risk associated with Lloyds Bank, as the Issuer of the Notes, and LBG, as the Guarantor of the Issuer's obligations under the Notes.

PS-6

THE REFERENCE RATE

“LIBOR” as defined in the accompanying prospectus supplement in the section called “Description of the Notes and the Guarantees—Floating Rate Notes—LIBOR notes” with an index maturity of 6 months and a Designated LIBOR Currency of U.S. dollars and as displayed on Reuters Page LIBOR01 (or any other page as may replace such page on such service); provided that for the determination of the Reference Rate on any calendar day, the “interest determination date” shall be that calendar day unless that calendar day is not a London Banking Day, in which case the Reference Rate shall be the Reference Rate on the immediately preceding London Banking Day.

If 6-Month USD LIBOR is not available on Reuters Page LIBOR01 on a calendar day that is a London Banking Day (such day, a “LIBOR Unavailable Day”), the Reference Rate with respect to such LIBOR Unavailable Day will be determined pursuant to the procedures described below:

- The Calculation Agent shall request the principal London offices of each of four major reference banks in the London interbank market, as selected by the Calculation Agent after consultation with us, to provide the Calculation Agent with its offered quotation for the rate for deposits in the Designated LIBOR Currency for the period of the index maturity of 6 months, commencing on such LIBOR Unavailable Day, to prime banks in the London interbank market at approximately 11:00 a.m., London time, on such LIBOR Unavailable Day and in a principal amount that is representative of a single transaction in that Designated LIBOR Currency in that market at that time.
- If at least two quotations are provided, LIBOR determined on that LIBOR Unavailable Day will be the arithmetic mean of those quotations. If fewer than two quotations are provided, LIBOR will be determined for the applicable LIBOR Unavailable Day as the arithmetic mean of the rates quoted at approximately 11:00 a.m., London time, in the applicable principal financial center of the United States on that LIBOR Unavailable Day, by three major banks in that principal financial center selected by the Calculation Agent, after consultation with us, for loans in the Designated LIBOR Currency to leading European banks, having the index maturity of 6 months and in a principal amount that is representative of a single transaction in U.S. dollars in that market at that time.
- If fewer than three major banks in that principal financial center selected by the Calculation Agent are quoting as set forth above, the Reference Rate for that LIBOR Unavailable Day will remain the Reference Rate (with the index maturity of 6 months) in effect for the immediately preceding calendar day with respect to which LIBOR (with the index maturity of 6 months) appeared on Reuters Page LIBOR01.

New York Banking Day

“New York Banking Day” means any day on which commercial banks are open for general business (including dealings in foreign exchange and foreign currency deposits) in New York, New York.

London Banking Day

“London Banking Day” means any day on which commercial banks are open for general business (including dealings in foreign exchange and foreign currency deposits) in London.

New York and London Banking Day

“New York and London Banking Day” means a day that is both a New York Banking Day and a London Banking Day.

Ordinary profits:

600 290 105

Net income:

220 120 55

[Reference] Forecasted earnings per common share (on a consolidated basis): 19.02 yen

*1 Net business profits represents the amount before credit costs for trust accounts and provision for general allowance for credit losses.

*2 Sum of the two banks.

4. Others

(1) Changes in significant subsidiaries (changes in Specified Subsidiaries (*Tokutei Kogaisha*) accompanying changes in scope of consolidation) during the period:

The following Specified Subsidiary was newly consolidated during the period.

Name	Location	Stated Capital	Primary Business	Ownership
MUFG Capital Finance 7 Limited	Grand Cayman, Cayman Islands	222,000 million yen	Finance	100%

This Specified Subsidiary is an overseas special purpose company established for issuance of non-dilutive preferred securities.

(2) Changes in accounting policies, procedures and presentation rules applied in the preparation of the interim consolidated financial statements

The Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements (The Practical Solution on Unification of Accounting Policies Applied to Foreign Subsidiaries for Consolidated Financial Statements (ASBJ PITF No.18, May 17, 2006) is applicable to fiscal years beginning on or after April 1, 2008, and MUFG has adopted this practical solution starting in this fiscal period. The adoption of the practical solution resulted in a 7,218 million yen increase in each of ordinary profits and income before income taxes and others for the six months ended September 30, 2008.

(Additional information)

Net actuarial loss (gain) not recognized as net periodic cost of retirement benefits, which is recorded on the financial statements of foreign subsidiaries under US GAAP in accordance with Employers Accounting for Defined Benefit Pension and Other Postretirement Plans an amendment of FASB Statements No. 87, 88, 106, and 132(R) (FASB Statement No.158) and which was previously deducted from net assets and allocated to Other assets or Reserve for retirement benefits in the consolidation process, is recorded separately, net of related tax effects and minority interests portion, as Pension liability adjustments of subsidiaries preparing financial statements under US GAAP, under valuation and translation adjustments in net assets. This change resulted in a 21,136 million yen decrease in Other assets, a 9,620 million yen increase in Reserve for retirement benefits, a 11,814 million yen decrease in Deferred tax assets and a 6,573 million yen decrease in Minority interests.

The Accounting Standard for Lease Transactions

Finance leases other than those that were deemed to transfer the ownership of leased property to the lessees have previously been accounted for in a similar manner to operating leases. However, the Accounting Standard for Lease Transactions (ASBJ Statement No.13, March 30, 2007) and the Implementation Guidance on the Accounting Standard for Lease Transactions (ASBJ Guidance No.16, March 30, 2007) became applicable to fiscal years beginning on or after April 1, 2008, and MUFG adopted this accounting standard and practical guideline starting in this fiscal period.

(As lessees)

Domestic consolidated subsidiaries finance leases other than those that are deemed to transfer the ownership of leased property to the lessees, which commenced in fiscal years beginning prior to April 1, 2008, are accounted for in a similar way to operating leases. Finance leases other than those that are deemed to transfer the ownership of leased property to the lessees, which commenced in fiscal years beginning on or after April 1, 2008, are accounted for in a similar way to purchases and depreciation for lease assets is computed under the straight-line method over the lease term with zero residual value unless residual value is guaranteed by the corresponding lease contracts. The adoption of the new standard did not have a material impact on the interim consolidated statement of income.

(As lessors)

Finance leases other than those that are deemed to transfer the ownership of leased property to the lessees are accounted for in a similar way to sales and income and expenses related to such leases are recognized by allocating interest equivalents to applicable fiscal periods instead of recording sales and costs of goods sold. The adoption of the new standard resulted in a 58,083 million yen decrease in Ordinary income (including a 4,266 million yen increase in Interest income and a 62,349 million yen decrease in Other ordinary income), a 58,295 million yen decrease in Ordinary expenses (including a 56,376 million yen decrease in Other ordinary expenses), a 212 million yen increase in Ordinary profits, a 6,107 million yen increase in Extraordinary gains and a 6,319 million yen increase in Income before income taxes and others for the six months ended September 30, 2008.

Net presentation of derivative instruments subject to master netting agreements

Beginning in this fiscal period, MUFG has started to record in its financial statements, on a gross basis, the fair value amounts recognized for derivative instruments executed with the same counterparty as assets and liabilities, which were previously netted out if there was a legally valid master netting agreement between the two parties.

MUFG examined its relevant accounting presentation practice from a viewpoint of best financial disclosure practice relating to credit risk and determined that its financial statements under Japanese GAAP should be prepared without offsetting derivative assets and liabilities because the amounts of cash collateral received or payable for derivative transactions have recently been increasing and, as a result, it is no longer sufficiently reasonable to offset only the fair value amounts recognized as assets and liabilities for derivative instruments.

This change resulted in a 3,336,769 million yen increase in Trading assets , a 3,384,170 million yen increase in Trading liabilities , a 1,141,588 million yen increase in Other assets and a 1,094,188 million yen increase in Other liabilities as of September 30, 2008.

Evaluation of securities

(Additional information)

Floating-rate Japanese government bonds which are included Securities have previously been evaluated based on market values. The domestic consolidated banking subsidiary has examined its accounting treatment for Floating-rate Japanese government bonds in accordance with the Practical Solution on Measurement of Fair Value of Financial Assets (ASBJ PITF No.25, October 28, 2008) and determined that market values at the end of the interim period cannot be deemed as fair values and evaluates its Floating-rate Japanese government bonds based on reasonably estimated amounts starting in this fiscal period.

This change resulted in a 122,235 million yen increase in Securities , a 41,083 million yen decrease in Deferred tax assets and a 81,152 million yen increase in Net unrealized gains (losses) on other securities .

5. Consolidated Financial Statements

(1) Consolidated Balance Sheets

	As of September 30, 2008	(in millions of yen) As of March 31, 2008
Assets:		
Cash and due from banks	10,148,110	10,281,603
Call loans and bills bought	1,058,103	1,293,705
Receivables under resale agreements	3,262,183	7,099,711
Receivables under securities borrowing transactions	6,243,090	8,240,482
Monetary claims bought	4,226,743	4,593,198
Trading assets	17,637,010	11,898,762
Money held in trust	383,278	401,448
Securities	38,671,375	40,851,677
Allowance for losses on securities	(36,702)	(30,166)
Loans and bills discounted	90,445,118	88,538,810
Foreign exchanges	1,671,474	1,241,656
Other assets	6,989,674	5,666,981
Tangible fixed assets	1,277,575	1,594,214
Intangible fixed assets	914,401	975,043
Deferred tax assets	1,171,485	773,688
Customers' liabilities for acceptances and guarantees	11,067,649	10,652,865
Allowance for credit losses	(1,106,293)	(1,080,502)
Total assets	194,024,280	192,993,179
Liabilities:		
Deposits	119,798,396	121,307,300
Negotiable certificates of deposit	7,827,311	7,319,321
Call money and bills sold	3,007,407	2,286,382
Payables under repurchase agreements	8,677,843	10,490,735
Payables under securities lending transactions	4,266,088	5,897,051
Commercial papers	173,685	349,355
Trading liabilities	8,354,355	5,944,552
Borrowed money	5,400,785	5,050,000
Foreign exchanges	977,280	972,113
Short-term bonds payable	457,683	417,200
Bonds payable	6,289,553	6,285,566
Due to trust accounts	1,338,192	1,462,822
Other liabilities	6,898,069	4,388,814
Reserve for bonuses	47,839	49,798
Reserve for bonuses to directors	425	434
Reserve for retirement benefits	62,010	64,771
Reserve for retirement benefits to directors	1,682	2,100
Reserve for loyalty award credits	10,124	8,079
Reserve for contingent losses	83,999	133,110
Reserve for losses relating to business restructuring	2,971	22,865
Reserves under special laws	3,335	4,639
Deferred tax liabilities	37,730	84,185
Deferred tax liabilities for land revaluation	197,252	199,402
Acceptances and guarantees	11,067,649	10,652,865

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Total liabilities	184,981,676	183,393,470
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Mitsubishi UFJ Financial Group, Inc.

	As of September 30, 2008	(in millions of yen) As of March 31, 2008
Net assets:		
Capital stock	1,383,052	1,383,052
Capital surplus	1,777,860	1,865,696
Retained earnings	4,591,845	4,592,960
Treasury stock	(439,375)	(726,001)
Total shareholders' equity	7,313,383	7,115,707
Net unrealized gains (losses) on other securities	(39,243)	595,352
Net deferred gains (losses) on hedging instruments	2,745	79,043
Land revaluation excess	143,647	143,292
Foreign currency translation adjustments	(96,306)	(52,566)
Pension liability adjustments of subsidiaries preparing financial statements under US GAAP	(12,392)	
Total valuation and translation adjustments	(1,549)	765,121
Subscription rights to shares	3,674	2,509
Minority interests	1,727,096	1,716,370
Total net assets	9,042,604	9,599,708
Total liabilities and net assets	194,024,280	192,993,179

(2) Consolidated Statements of Income

	(in millions of yen)	
	For the six months ended September 30, 2007	For the six months ended September 30, 2008
Ordinary income	3,250,225	2,925,113
Interest income	1,989,587	1,842,261
(Interest on loans and bills discounted)	1,161,579	1,134,155
(Interest and dividends on securities)	431,656	356,656
Trust fees	78,972	67,097
Fees and commissions	638,809	592,473
Trading income	189,126	126,317
Other business income	109,474	174,846
Other ordinary income	244,254	122,116
Ordinary expenses	2,752,685	2,736,996
Interest expenses	1,024,054	872,046
(Interest on deposits)	458,821	374,699
Fees and commissions	91,610	87,443
Trading expenses		1,191
Other business expenses	94,699	146,147
General and administrative expenses	1,077,126	1,084,363
Other ordinary expenses	465,195	545,803
Ordinary profits	497,539	188,117
Extraordinary gains	31,212	61,417
Gains on disposition of fixed assets	3,900	6,718
Gains on loans written-off	20,326	14,388
Reversal of reserve for contingent liabilities from financial instruments transactions		1,308
Gains on changes in subsidiaries' equity	6,985	
Gains on sales of equity securities of subsidiaries		32,814
Impact upon the adoption of the Accounting standard for lease transactions		6,186
Extraordinary losses	79,028	60,787
Losses on disposition of fixed assets	7,589	8,511
Losses on impairment of fixed assets	11,421	4,879
Provision for reserve for contingent liabilities from financial instruments transactions	413	
Provision for reserve for losses relating to business restructuring	59,603	197
Expenses relating to systems integration		47,198
Income before income taxes and others	449,723	188,747
Income taxes - current	65,510	47,772
Income taxes - deferred	127,914	(168)
Total taxes		47,604
Minority interests	(421)	49,120
Net income	256,721	92,023

(3) Consolidated Statements of Changes in Net Assets

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Shareholders' equity		
Capital stock		
Balance at the beginning of the period	1,383,052	1,383,052
Balance at the end of the period	1,383,052	1,383,052
Capital surplus		
Balance at the beginning of the period	1,916,300	1,865,696
Changes during the period		
Disposition of treasury stock	(50,382)	(87,835)
Total changes during the period	(50,382)	(87,835)
Balance at the end of the period	1,865,918	1,777,860
Retained earnings		
Balance at the beginning of the period	4,102,199	4,592,960
Changes during the period		
Dividends from retained earnings	(64,589)	(75,855)
Net income	256,721	92,023
Reversal of land revaluation excess	836	(353)
Increase in companies accounted for under the equity method		5,763
Prior year adjustments on retained earnings of companies accounted for under the equity method		(16,802)
Changes in accounting standards in overseas consolidated subsidiaries	(9,116)	
Increase due to unification of accounting policies applied to foreign subsidiaries		778
Decrease due to unification of accounting policies applied to foreign subsidiaries		(6,669)
Total changes during the period	183,851	(1,114)
Balance at the end of the period	4,286,051	4,591,845
Treasury stock		
Balance at the beginning of the period	(1,001,470)	(726,001)
Changes during the period		
Acquisition of treasury stock	(2,315)	(732)
Disposition of treasury stock	427,366	287,358
Total changes during the period	425,050	286,626
Balance at the end of the period	(576,420)	(439,375)
Total shareholders' equity		
Balance at the beginning of the period	6,400,081	7,115,707
Changes during the period		

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Dividends from retained earnings	(64,589)	(75,855)
Net income	256,721	92,023
Acquisition of treasury stock	(2,315)	(732)
Disposition of treasury stock	376,984	199,522
Reversal of land revaluation excess	836	(353)
Increase in companies accounted for under the equity method		5,763
Prior year adjustments on retained earnings of companies accounted for under the equity method		(16,802)
Changes in accounting standards in overseas consolidated subsidiaries	(9,116)	
Increase due to unification of accounting policies applied to foreign subsidiaries		778
Decrease due to unification of accounting policies applied to foreign subsidiaries		(6,669)
Total changes during the period	558,519	197,675
Balance at the end of the period	6,958,601	7,313,383

Mitsubishi UFJ Financial Group, Inc.

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Valuation and translation adjustments		
Net unrealized gains (losses) on other securities		
Balance at the beginning of the period	2,054,813	595,352
Changes during the period		
Net changes in items other than shareholders' equity	(251,395)	(634,596)
Total changes during the period	(251,395)	(634,596)
Balance at the end of the period	1,803,418	(39,243)
Net deferred gains (losses) on hedging instruments		
Balance at the beginning of the period	(56,429)	79,043
Changes during the period		
Net changes in items other than shareholders' equity	(3,678)	(76,297)
Total changes during the period	(3,678)	(76,297)
Balance at the end of the period	(60,107)	2,745
Land revaluation excess		
Balance at the beginning of the period	148,281	143,292
Changes during the period		
Net changes in items other than shareholders' equity	(782)	355
Total changes during the period	(782)	355
Balance at the end of the period	147,499	143,647
Foreign currency translation adjustments		
Balance at the beginning of the period	(26,483)	(52,566)
Changes during the period		
Net changes in items other than shareholders' equity	36,287	(43,740)
Total changes during the period	36,287	(43,740)
Balance at the end of the period	9,804	(96,306)
Pension liability adjustments of subsidiaries preparing financial statements under US GAAP		
Balance at the beginning of the period		
Changes during the period		
Net changes in items other than shareholders' equity		(12,392)
Total changes during the period		(12,392)
Balance at the end of the period		(12,392)
Total valuation and translation adjustments		
Balance at the beginning of the period	2,120,183	765,121

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Changes during the period		
Net changes in items other than shareholders' equity	(219,568)	(766,671)
Total changes during the period	(219,568)	(766,671)
Balance at the end of the period	1,900,614	(1,549)
Subscription rights to shares		
Balance at the beginning of the period	0	2,509
Changes during the period		
Net changes in items other than shareholders' equity	87	1,165
Total changes during the period	87	1,165
Balance at the end of the period	87	3,674
Minority interests		
Balance at the beginning of the period	2,003,434	1,716,370
Changes during the period		
Net changes in items other than shareholders' equity	(288,302)	10,725
Total changes during the period	(288,302)	10,725
Balance at the end of the period	1,715,132	1,727,096

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Total net assets		
Balance at the beginning of the period	10,523,700	9,599,708
Changes during the period		
Dividends from retained earnings	(64,589)	(75,855)
Net income	256,721	92,023
Acquisition of treasury stock	(2,315)	(732)
Disposition of treasury stock	376,984	199,522
Reversal of land revaluation excess	836	(353)
Increase in companies accounted for under the equity method		5,763
Prior year adjustments on retained earnings of companies accounted for under the equity method		(16,802)
Changes in accounting standards in overseas consolidated subsidiaries	(9,116)	
Increase due to unification of accounting policies applied to foreign subsidiaries		778
Decrease due to unification of accounting policies applied to foreign subsidiaries		(6,669)
Net changes in items other than shareholders' equity	(507,783)	(754,780)
Total changes during the period	50,736	(557,104)
Balance at the end of the period	10,574,436	9,042,604

(4) Notes on Going-Concern Assumption

Not applicable

6. Non-consolidated Financial Statements**(1) Non-consolidated Balance Sheets**

	As of September 30, 2008	(in millions of yen) As of March 31, 2008
Assets:		
Current assets		
Cash and due from banks	6,650	8,539
Investment securities	93,700	41,600
Accounts receivable	50,756	109,108
Other current assets	30,465	2,126
Total current assets	181,572	161,375
Fixed assets		
Tangible fixed assets	234	223
Intangible fixed assets	998	976
Investments and other fixed assets	7,867,696	7,658,423
Investments in subsidiaries and affiliates	7,869,281	7,661,510
Allowance for losses on investments	(1,733)	(3,087)
Other	148	
Total fixed assets	7,868,929	7,659,623
Total assets	8,050,502	7,820,998
Liabilities:		
Current liabilities		
Short-term borrowings	28,600	174,000
Current portion of long-term borrowings		3,700
Current portion of bonds payable	120,000	220,000
Lease obligation	8	
Accounts payable	1,656	985
Income taxes payable	23	4
Reserve for bonuses	328	375
Other current liabilities	2,188	1,389
Total current liabilities	152,805	400,455
Fixed liabilities		
Bonds payable	330,000	330,000
Long-term borrowings	567,731	328,845
Lease obligation	35	
Other	4,958	4,676
Total fixed liabilities	902,725	663,521
Total liabilities	1,055,530	1,063,977
Net assets:		
Shareholders' equity		
Capital stock	1,383,052	1,383,052
Capital surplus		
Capital reserve	1,383,070	1,383,070
Other capital surplus	2,110,019	2,497,841
Total capital surplus	3,493,089	3,880,912
Retained earnings		

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Other retained earnings		
Voluntary reserve	150,000	150,000
Unappropriated retained earnings	2,280,463	2,065,219
Total retained earnings	2,430,463	2,215,219
Treasury stock	(315,196)	(724,571)
Total shareholders' equity	6,991,409	6,754,613
Subscription rights to shares	3,562	2,408
Total net assets	6,994,971	6,757,021
Total liabilities and net assets	8,050,502	7,820,998

(2) Non-consolidated Statements of Income

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Operating income	197,203	247,861
Operating expenses	6,433	7,979
Operating profits	190,769	239,882
Non-operating income	284	432
Non-operating expenses	8,078	8,907
Ordinary profits	182,975	231,407
Extraordinary gains	4,051	32,487
Extraordinary losses	85,516	
Income before income taxes	101,511	263,895
Income taxes current	1	142
Income taxes deferred	(3,943)	(27,350)
Total income taxes	(3,941)	(27,208)
Net income	105,452	291,103

(3) Non-consolidated Statements of Changes in Net Assets

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Shareholders' equity		
Capital stock		
Balance at the beginning of the period	1,383,052	1,383,052
Balance at the end of the period	1,383,052	1,383,052
Capital surplus		
Capital reserve		
Balance at the beginning of the period	1,383,070	1,383,070
Balance at the end of the period	1,383,070	1,383,070
Other capital surplus		
Balance at the beginning of the period	2,549,056	2,497,841
Changes during the period		
Disposition of treasury stock	(182)	(262)
Increase by share exchange	(50,985)	(387,560)
Total changes during the period	(51,167)	(387,822)
Balance at the end of the period	2,497,889	2,110,019
Retained earnings		
Other retained earnings		
Voluntary reserve		
Balance at the beginning of the period	150,000	150,000
Balance at the end of the period	150,000	150,000
Unappropriated retained earnings		
Balance at the beginning of the period	1,789,675	2,065,219
Changes during the period		
Dividends from retained earnings	(64,593)	(75,859)
Net income	105,452	291,103
Total changes during the period	40,859	215,243
Balance at the end of the period	1,830,534	2,280,463
Treasury stock		
Balance at the beginning of the period	(1,000,728)	(724,571)
Changes during the period		
Acquisition of treasury stock	(1,225)	(239,530)
Disposition of treasury stock	854	648,905
Increase by share exchange	426,511	

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Total changes during the period	426,140	409,375
Balance at the end of the period	(574,587)	(315,196)
Total shareholders' equity		
Balance at the beginning of the period	6,254,125	6,754,613
Changes during the period		
Dividends from retained earnings	(64,593)	(75,859)
Net income	105,452	291,103
Acquisition of treasury stock	(1,225)	(239,530)
Disposition of treasury stock	672	648,642
Increase by share exchange	375,526	(387,560)
Total changes during the period	415,832	236,796
Balance at the end of the period	6,669,958	6,991,409

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Subscription rights to shares		
Balance at the beginning of the period		2,408
Changes during the period		
Net changes of items other than shareholders' equity		1,154
Total changes during the period		1,154
Balance at the end of the period		3,562
Total net assets		
Balance at the beginning of the period	6,254,125	6,757,021
Changes during the period		
Dividends from retained earnings	(64,593)	(75,859)
Net income	105,452	291,103
Acquisition of treasury stock	(1,225)	(239,530)
Disposition of treasury stock	672	648,642
Increase by share exchange	375,526	(387,560)
Net changes of items other than shareholders' equity		1,154
Total changes during the period	415,832	237,950
Balance at the end of the period	6,669,958	6,994,971

(4) Notes on Going-Concern Assumption

Not applicable

Selected Financial Information

under Japanese GAAP

For the Six Months Ended September 30, 2008

Mitsubishi UFJ Financial Group, Inc.

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- (*1) MUFG means Mitsubishi UFJ Financial Group, Inc.
- (*2) BTMU means The Bank of Tokyo-Mitsubishi UFJ, Ltd.
- (*3) MUTB means Mitsubishi UFJ Trust and Banking Corporation.
- (*4) BTMU and MUTB Combined means simple sum of BTMU and MUTB without consolidation processes.
- (*5) MUSP means MU Strategic Partner, Co., Ltd.

1. Financial Results**MUFG Consolidated**

	For the six months ended		(in millions of yen)
	September 30, 2008	September 30, 2007	Increase (Decrease)
	(A)	(B)	(A) - (B)
Gross profits	1,696,540	1,796,866	(100,326)
(Gross profits before credit costs for trust accounts)	1,696,549	1,796,899	(100,349)
Net interest income	970,586	966,792	3,793
Trust fees	67,097	78,972	(11,875)
Credit costs for trust accounts (1)	(9)	(32)	23
Net fees and commissions	505,030	547,199	(42,168)
Net trading profits	125,126	189,126	(64,000)
Net other business profits	28,699	14,775	13,924
Net gains (losses) on debt securities	11,333	(10,922)	22,256
General and administrative expenses	1,072,728	1,061,473	11,255
Amortization of goodwill	9,727	5,525	4,202
Net business profits before credit costs for trust accounts, provision for general allowance for credit losses and amortization of goodwill	633,548	740,951	(107,403)
Net business profits before credit costs for trust accounts and provision for general allowance for credit losses	623,820	735,425	(111,605)
Provision for general allowance for credit losses (2)	11,001	(1,946)	12,947
Net business profits*	634,812	733,446	(98,634)
Net non-recurring gains (losses)	(446,695)	(235,907)	(210,788)
Credit costs (3)	(345,939)	(265,509)	(80,430)
Losses on loan write-offs	(163,052)	(87,010)	(76,041)
Provision for specific allowance for credit losses	(181,639)	(161,790)	(19,849)
Other credit costs	(1,247)	(16,708)	15,460
Net gains (losses) on equity securities	(75,286)	54,414	(129,701)
Gains on sales of equity securities	71,840	105,818	(33,977)
Losses on sales of equity securities	(1,850)	(6,392)	4,541
Losses on write-down of equity securities	(145,276)	(45,010)	(100,265)
Profits (losses) from investments in affiliates	1,495	8,667	(7,171)
Other non-recurring gains (losses)	(26,965)	(33,480)	6,514
Ordinary profits	188,117	497,539	(309,422)
Net extraordinary gains (losses)	629	(47,815)	48,445
Gains on loans written-off (4)	14,388	20,326	(5,937)

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Gains on sales of equity securities of subsidiaries	32,814		32,814
Expenses relating to systems integration	(47,198)		(47,198)
Losses on impairment of fixed assets	(4,879)	(11,421)	6,541
Provision for reserve for losses relating to business restructuring	(197)	(59,603)	59,406
Income before income taxes and others	188,747	449,723	(260,976)
Income taxes - current	47,772	65,510	(17,737)
Income taxes - deferred	(168)	127,914	(128,082)
Minority interests	49,120	(421)	49,542
Net income	92,023	256,721	(164,697)

Note:

* Net business profits = Banking subsidiaries net business profits + Other consolidated entities gross profits - Other consolidated entities general and administrative expenses - Other consolidated entities provision for general allowance for credit losses - Amortization of goodwill - Inter-company transactions

(Reference)	For the six months ended		(in millions of yen)
	September 30, 2008 (A)	September 30, 2007 (B)	Increase (Decrease) (A) - (B)
Total credit costs (1)+(2)+(3)	(334,947)	(267,488)	(67,458)
Total credit costs + Gains on loans written-off (1)+(2)+(3)+(4)	(320,558)	(247,161)	(73,396)
Number of consolidated subsidiaries	246	252	(6)
Number of affiliated companies accounted for under the equity method	61	44	17

BTMU and MUTB Combined

	For the six months ended		(in millions of yen)
	September 30, 2008	September 30, 2007	Increase
	(A)	(B)	(A) - (B)
Gross profits	1,101,436	1,155,827	(54,391)
(Gross profits before credit costs for trust accounts)	1,101,445	1,155,859	(54,414)
Net interest income	745,293	722,540	22,752
Trust fees	51,281	59,651	(8,369)
Credit costs for trust accounts (1)	(9)	(32)	23
Net fees and commissions	240,420	260,253	(19,833)
Net trading profits	45,636	100,383	(54,746)
Net other business profits	18,804	12,998	5,805
Net gains (losses) on debt securities	15,200	(13,151)	28,352
General and administrative expenses	663,317	651,072	12,245
Net business profits before credit costs for trust accounts and provision for general allowance for credit losses	438,127	504,787	(66,659)
Provision for general allowance for credit losses (2)	16,820	7,236	9,583
Net business profits	454,938	511,991	(57,052)
Net non-recurring gains (losses)	(363,547)	(142,035)	(221,511)
Credit costs (3)	(259,070)	(164,224)	(94,846)
Losses on loan write-offs	(149,268)	(72,641)	(76,627)
Provision for specific allowance for credit losses	(103,373)	(83,714)	(19,658)
Other credit costs	(6,429)	(7,869)	1,439
Net gains (losses) on equity securities	(78,852)	30,695	(109,548)
Gains on sales of equity securities	62,618	84,664	(22,046)
Losses on sales of equity securities	(1,107)	(5,533)	4,426
Losses on write-down of equity securities	(140,363)	(48,434)	(91,929)
Other non-recurring gains (losses)	(25,623)	(8,506)	(17,116)
Ordinary profits	91,391	369,955	(278,563)
Net extraordinary gains (losses)	9,327	24,583	(15,256)
Gains on loans written-off (4)	12,024	18,066	(6,042)
Reversal of allowance for losses on investments	23	16,019	(15,996)
Reversal of reserve for contingent losses included in credit costs (5)		597	(597)
Gains on sales of equity securities of MUFG	53,676		53,676
Expenses relating to systems integration	(47,198)		(47,198)
Losses on impairment of fixed assets	(2,752)	(8,249)	5,497
Income before income taxes	100,718	394,539	(293,820)
Income taxes current	7,915	17,804	(9,888)

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Income taxes deferred	35,842	127,949	(92,107)
Net income	56,960	248,784	(191,823)
(Reference)			
Total credit costs (1)+(2)+(3)+(5)	(242,259)	(156,423)	(85,836)
Total credit costs + Gains on loans written-off (1)+(2)+(3)+(4)+(5)	(230,235)	(138,357)	(91,878)

BTMU Consolidated

	For the six months ended		(in millions of yen)
	September 30, 2008	September 30, 2007	Increase (Decrease)
	(A)	(B)	(A) - (B)
Gross profits	1,295,837	1,385,704	(89,867)
Net interest income	886,603	867,676	18,927
Trust fees	9,964	12,893	(2,928)
Net fees and commissions	318,882	372,603	(53,720)
Net trading profits	50,748	99,919	(49,170)
Net other business profits	29,637	32,611	(2,974)
Net gains (losses) on debt securities	4,773	4,639	133
General and administrative expenses	772,151	814,165	(42,014)
Amortization of goodwill	3,062	1,404	1,657
Net business profits before provision for general allowance for credit losses and amortization of goodwill	526,747	572,942	(46,194)
Net business profits before provision for general allowance for credit losses	523,685	571,538	(47,852)
Provision for general allowance for credit losses (1)	(558)	(792)	234
Net business profits*	523,127	570,745	(47,618)
Net non-recurring gains (losses)	(387,994)	(245,126)	(142,868)
Credit costs (2)	(315,683)	(254,811)	(60,872)
Losses on loan write-offs	(157,232)	(85,709)	(71,522)
Provision for specific allowance for credit losses	(154,897)	(150,640)	(4,257)
Other credit costs	(3,553)	(18,461)	14,908
Net gains (losses) on equity securities	(57,118)	41,168	(98,286)
Gains on sales of equity securities	65,451	85,101	(19,649)
Losses on sales of equity securities	(1,510)	(6,861)	5,350
Losses on write-down of equity securities	(121,059)	(37,071)	(83,987)
Profits (losses) from investments in affiliates	2,328	5,027	(2,698)
Other non-recurring gains (losses)	(17,521)	(36,510)	18,989
Ordinary profits	135,132	325,618	(190,486)
Net extraordinary gains (losses)	138,415	(43,242)	181,658
Gains on loans written-off (3)	12,185	16,898	(4,712)
Gains on sales of equity securities of MUFG	172,096		172,096
Expenses relating to systems integration	(47,198)		(47,198)
Losses on impairment of fixed assets	(1,583)	(10,119)	8,535
Provision for reserve for losses relating to business restructuring		(59,603)	59,603

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Income before income taxes and others	273,547	282,375	(8,828)
Income taxes - current	37,166	41,997	(4,830)
Income taxes - deferred	14,409	92,455	(78,046)
Minority interests	46,829	(16,217)	63,047
Net income	175,142	164,140	11,001

Note:

* Net business profits = Net business profits of BTMU + Other consolidated entities - gross profits - Other consolidated entities - general and administrative expenses - Other consolidated entities - provision for general allowance for credit losses - Amortization of goodwill - Inter-company transactions.

(Reference)	For the six months ended		(in millions of yen)
	September 30, 2008 (A)	September 30, 2007 (B)	Increase (Decrease) (A) - (B)
Total credit costs (1)+(2)	(316,242)	(255,604)	(60,637)
Total credit costs + Gains on loans written-off (1)+(2)+(3)	(304,056)	(238,706)	(65,350)
Number of consolidated subsidiaries	159	174	(15)
Number of affiliated companies accounted for under the equity method	47	49	(2)

BTMU Non-consolidated

	For the six months ended		(in millions of yen)
	September 30, 2008 (A)	September 30, 2007 (B)	Increase (Decrease) (A) - (B)
Gross profits	923,036	940,350	(17,313)
Domestic gross profits	675,142	692,409	(17,267)
Net interest income	527,314	532,006	(4,692)
Net fees and commissions	132,915	148,587	(15,672)
Net trading profits	20,049	12,981	7,068
Net other business profits	(5,137)	(1,165)	(3,971)
Net gains (losses) on debt securities	7,962	11,340	(3,377)
Non-domestic gross profits	247,894	247,941	(46)
Net interest income	137,323	84,380	52,942
Net fees and commissions	59,807	48,298	11,508
Net trading profits	28,097	85,315	(57,217)
Net other business profits	22,666	29,945	(7,279)
Net gains (losses) on debt securities	341	(8,541)	8,882
General and administrative expenses	563,499	551,193	12,305
Personnel expenses	193,473	190,223	3,249
Non-personnel expenses	334,415	330,444	3,970
Taxes	35,610	30,525	5,085
Net business profits before provision for general allowance for credit losses	359,537	389,156	(29,619)
Provision for general allowance for credit losses (1)	18,085	8,534	9,551
Net business profits	377,622	397,690	(20,068)
Net non-recurring gains (losses)	(339,730)	(125,507)	(214,222)
Credit costs (2)	(256,747)	(153,237)	(103,509)
Losses on loan write-offs	(147,082)	(71,454)	(75,628)
Provision for specific allowance for credit losses	(103,026)	(72,770)	(30,255)
Other credit costs	(6,638)	(9,012)	2,374
Net gains (losses) on equity securities	(62,349)	35,646	(97,995)
Gains on sales of equity securities	59,148	76,556	(17,407)
Losses on sales of equity securities	(814)	(5,060)	4,246
Losses on write-down of equity securities	(120,683)	(35,849)	(84,834)
Other non-recurring gains (losses)	(20,633)	(7,916)	(12,717)
Ordinary profits	37,892	272,183	(234,290)
Net extraordinary gains (losses)	10,807	22,118	(11,310)

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Gains on loans written-off (3)	10,919	14,735	(3,816)
Reversal of allowance for losses on investments	23	16,019	(15,996)
Gains on sales of equity securities of MUFG	53,676		53,676
Expenses relating to systems integration	(47,198)		(47,198)
Losses on impairment of fixed assets	(986)	(4,857)	3,871
Income before income taxes	48,699	294,301	(245,601)
Income taxes current	8,213	18,035	(9,822)
Income taxes deferred	15,470	88,196	(72,726)
Net income	25,016	188,069	(163,052)
(Reference)			
Total credit costs (1)+(2)	(238,662)	(144,703)	(93,958)
Total credit costs + Gains on loans written-off (1)+(2)+(3)	(227,743)	(129,967)	(97,775)

MUTB Consolidated

	For the six months ended		(in millions of yen)
	September 30, 2008	September 30, 2007	Increase
	(A)	(B)	(Decrease) (A) - (B)
Gross profits	205,217	243,134	(37,916)
(Gross profits before credit costs for trust accounts)	205,226	243,166	(37,939)
Trust fees	57,132	66,102	(8,969)
Trust fees before credit costs for trust accounts	57,141	66,134	(8,992)
Loan trusts and money trusts fees (Jointly operated designated money trusts before credit costs for trust accounts)	4,451	10,058	(5,606)
Other trust fees	52,690	56,076	(3,385)
Credit costs for trust accounts (1)	(9)	(32)	23
Net interest income	79,939	107,189	(27,249)
Net fees and commissions	66,103	82,428	(16,325)
Net trading profits	749	3,242	(2,493)
Net other business profits	1,293	(15,828)	17,121
Net gains (losses) on debt securities	6,896	(15,950)	22,846
General and administrative expenses	125,105	124,336	768
Amortization of goodwill			
Net business profits before credit costs for trust accounts, provision for general allowance for credit losses and amortization of goodwill	80,121	118,830	(38,708)
Net business profits before credit costs for trust accounts and provision for general allowance for credit losses	80,121	118,830	(38,708)
Provision for general allowance for credit losses (2)	(1,047)	(1,561)	514
Net business profits*	79,065	117,235	(38,170)
Net non-recurring gains (losses)	(24,072)	(15,324)	(8,748)
Credit costs (3)	(2,473)	(11,110)	8,637
Losses on loan write-offs	(2,263)	(1,301)	(961)
Provision for specific allowance for credit losses	(418)	(10,952)	10,534
Other credit costs	208	1,143	(934)
Net gains (losses) on equity securities	(16,557)	(4,909)	(11,647)
Gains on sales of equity securities	3,416	8,148	(4,732)
Losses on sales of equity securities	(293)	(473)	180
Losses on write-down of equity securities	(19,680)	(12,585)	(7,094)
Profits (losses) from investments in affiliates	299	1,421	(1,122)
Other non-recurring gains (losses)	(5,341)	(725)	(4,616)
Ordinary profits	54,992	101,911	(46,918)
Net extraordinary gains (losses)	(1,479)	3,716	(5,195)

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Gains on loans written-off (4)	1,157	3,401	(2,243)
Reversal of reserve for contingent losses included in credit costs (5)		597	(597)
Losses on impairment of fixed assets	(1,765)	(416)	(1,349)
Income before income taxes and others	53,513	105,627	(52,114)
Income taxes - current	1,669	1,774	(104)
Income taxes - deferred	20,251	40,155	(19,904)
Minority interests	856	896	(40)
Net income	30,736	62,800	(32,064)

Notes:

* Net business profits = Net business profits of MUTB + Other consolidated entities' gross profits - Other consolidated entities' general and administrative expenses - Other consolidated entities' provision for general allowance for credit losses - Amortization of goodwill - Inter-company transactions

(Reference)	For the six months ended		(in millions of yen)
	September 30, 2008 (A)	September 30, 2007 (B)	Increase (Decrease) (A) - (B)
Total credit costs (1)+(2)+(3)+(5)	(3,529)	(12,107)	8,578
Total credit costs + Gains on loans written-off (1)+(2)+(3)+(4)+(5)	(2,371)	(8,706)	6,334
Number of consolidated subsidiaries	27	25	2
Number of affiliated companies accounted for under the equity method	9	9	

MUTB Non-consolidated

	For the six months ended		(in millions of yen)
	September 30, 2008 (A)	September 30, 2007 (B)	Increase (Decrease) (A) - (B)
Gross profits	178,399	215,476	(37,077)
(Gross profits before credit costs for trust accounts)*	178,408	215,509	(37,100)
Domestic gross profits	164,588	213,667	(49,078)
Trust fees	51,281	59,651	(8,369)
Trust fees before credit costs for trust accounts*	51,290	59,683	(8,392)
Loan trusts and money trusts fees (Jointly operated designated money trusts before credit costs for trust accounts)*	4,451	10,058	(5,606)
Other trust fees	46,839	49,625	(2,785)
Credit costs for trust accounts** (1)	(9)	(32)	23
Net interest income	70,414	90,068	(19,653)
Net fees and commissions	48,322	63,351	(15,029)
Net trading profits	(8,737)	4,430	(13,168)
Net other business profits	3,307	(3,834)	7,142
Net gains (losses) on debt securities	4,856	(4,225)	9,081
Non-domestic gross profits	13,810	1,809	12,001
Trust fees		0	(0)
Net interest income	10,241	16,085	(5,844)
Net fees and commissions	(624)	15	(639)
Net trading profits	6,226	(2,344)	8,571
Net other business profits	(2,032)	(11,947)	9,914
Net gains (losses) on debt securities	2,040	(11,725)	13,765
General and administrative expenses	99,818	99,878	(60)
Personnel expenses	31,556	30,242	1,313
Non-personnel expenses	62,598	63,345	(746)
Taxes	5,662	6,289	(627)
Net business profits before credit costs for trust accounts and provision for general allowance for credit losses*	78,589	115,630	(37,040)
Provision for general allowance for credit losses (2)	(1,264)	(1,297)	32
Net business profits	77,316	114,300	(36,984)
Net non-recurring gains (losses)	(23,817)	(16,528)	(7,288)
Credit costs (3)	(2,323)	(10,987)	8,663
Losses on loan write-offs	(2,185)	(1,186)	(998)
Provision for specific allowance for credit losses	(347)	(10,943)	10,596
Other credit costs	208	1,143	(934)
Net gains (losses) on equity securities	(16,503)	(4,950)	(11,553)
Gains on sales of equity securities	3,469	8,108	(4,638)
Losses on sales of equity securities	(293)	(473)	180
Losses on write-down of equity securities	(19,680)	(12,585)	(7,094)

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Other non-recurring gains (losses)	(4,989)	(590)	(4,399)
Ordinary profits	53,499	97,772	(44,273)
Net extraordinary gains (losses)	(1,479)	2,465	(3,945)
Gains on loans written-off (4)	1,105	3,330	(2,225)
Reversal of reserve for contingent losses included in credit costs (5)		597	(597)
Losses on impairment of fixed assets	(1,765)	(3,391)	1,625
Income before income taxes	52,019	100,237	(48,218)
Income taxes - current	(297)	(231)	(66)
Income taxes - deferred	20,371	39,752	(19,381)
Net income	31,944	60,715	(28,771)

Notes:

* Amounts before credit costs for loans in trusts with contracts for compensating the principal amounts

** Credit costs for loans in trusts with contracts for compensating the principal amounts

(Reference)	For the six months ended		(in millions of yen)
	September 30, 2008	September 30, 2007	Increase
	(A)	(B)	(Decrease)
			(A) - (B)
Total credit costs (1)+(2)+(3)+(5)	(3,597)	(11,720)	8,122
Total credit costs + Gains on loans written-off (1)+(2)+(3)+(4)+(5)	(2,492)	(8,389)	5,896

2. Average Interest Rate Spread**BTMU Non-consolidated**

	For the six months ended September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(percentage per annum) For the six months ended September 30, 2007 (B)
(All branches)			
Total average interest rate on interest-earning assets (a)	2.11	(0.15)	2.27
Average interest rate on loans and bills discounted (b)	2.22	(0.11)	2.33
Average interest rate on securities	1.61	(0.12)	1.74
Total average interest rate on interest-bearing liabilities (c) <including general and administrative expenses>	1.91	(0.22)	2.14
Average interest rate on deposits and NCD (d)	0.62	(0.16)	0.79
Average interest rate on other liabilities	2.64	(0.30)	2.95
Overall interest rate spread (a)-(c)	0.20	0.06	0.13
Interest rate spread (b)-(d)	1.59	0.05	1.53
(Domestic business segment)			
Total average interest rate on interest-earning assets (e)	1.48	0.11	1.36
Average interest rate on loans and bills discounted (f)	1.81	0.06	1.74
Average interest rate on securities	1.13	0.13	1.00
Total average interest rate on interest-bearing liabilities (g) <including general and administrative expenses>	1.26	0.10	1.16
Average interest rate on deposits and NCD (h)	0.29	0.04	0.24
Average interest rate on other liabilities	1.03	0.05	0.97
Overall interest rate spread (e)-(g)	0.21	0.01	0.20
Interest rate spread (f)-(h)	1.51	0.01	1.50

MUTB Non-consolidated

	For the six months ended September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(percentage per annum) For the six months ended September 30, 2007 (B)
(All branches)			
Total average interest rate on interest-earning assets (a)	1.81	(0.38)	2.20
Average interest rate on loans and bills discounted (b)	1.60	(0.05)	1.65
Average interest rate on securities	2.23	(0.90)	3.13
Total average interest rate on interest-bearing liabilities (c)	0.93	(0.03)	0.96
Average interest rate on deposits and NCD (d)	0.73	(0.09)	0.82
Overall interest rate spread (a)-(c)	0.88	(0.34)	1.23
Interest rate spread (b)-(d)	0.87	0.04	0.82

(Domestic business segment)

Total average interest rate on interest-earning assets (e)	1.45	(0.17)	1.63
Average interest rate on loans and bills discounted (f)	1.50	0.05	1.44
Average interest rate on securities	1.69	(0.68)	2.38
Total average interest rate on interest-bearing liabilities (g)	0.57	0.14	0.42
Average interest rate on deposits and NCD (h)	0.56	0.17	0.39
Overall interest rate spread (e)-(g)	0.88	(0.31)	1.20
Interest rate spread (f)-(h)	0.93	(0.12)	1.05

BTMU and MUTB Combined

	For the six months ended September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(percentage per annum) For the six months ended September 30, 2007 (B)
(Domestic business segment)			
Average interest rate on loans and bills discounted (a)	1.76	0.06	1.70
Average interest rate on deposits and NCD (b)	0.32	0.06	0.25
Interest rate spread (a)-(b)	1.44	(0.00)	1.44

3. Notional Principal by the Remaining Life of the Interest Rate Swaps for Hedge-Accounting**MUFG Consolidated**

	(in billions of yen)			
	As of September 30, 2008			
	within 1 year	1 year to 5 years	over 5 years	Total
Receive-fix / pay-floater	15,437.5	10,341.1	435.6	26,214.4
Receive-floater / pay-fix	1,057.7	1,307.6	383.5	2,748.9
Receive-floater / pay-floater			20.0	20.0
Receive-fix / pay-fix				
Total	16,495.3	11,648.8	839.2	28,983.4

BTMU Consolidated

	(in billions of yen)			
	As of September 30, 2008			
	within 1 year	1 year to 5 years	over 5 years	Total
Receive-fix / pay-floater	14,915.2	9,692.0	463.2	25,070.5
Receive-floater / pay-fix	1,035.7	923.0	291.4	2,250.2
Receive-floater / pay-floater			20.0	20.0
Receive-fix / pay-fix				
Total	15,950.9	10,615.1	774.7	27,340.7

MUTB Consolidated

	(in billions of yen)			
	As of September 30, 2008			
	within 1 year	1 year to 5 years	over 5 years	Total
Receive-fix / pay-floater	1,064.9	2,845.7	106.0	4,016.6
Receive-floater / pay-fix	85.1	469.8	264.8	819.8
Receive-floater / pay-floater				
Receive-fix / pay-fix				
Total	1,150.0	3,315.5	370.8	4,836.4

4. Securities**MUFG Consolidated****Fair Value Information on Securities**

	(in millions of yen)			
	As of September 30, 2008		As of March 31, 2008	
	Amount on consolidated balance sheet	Net unrealized gains (losses)	Amount on consolidated balance sheet	Net unrealized gains (losses)
Debt securities being held to maturity	2,378,430	7,594	2,941,975	20,237
Domestic bonds	2,133,993	6,801	2,805,196	19,153
Government bonds	1,807,176	4,880	2,496,983	15,133
Municipal bonds	69,002	669	71,844	1,229
Corporate bonds	257,813	1,251	236,368	2,790
Other	244,436	793	136,778	1,083
Foreign bonds	22,384	793	20,934	1,084
Other	222,052		115,844	(0)

	(in millions of yen)			
	As of September 30, 2008		As of March 31, 2008	
	Amount on consolidated balance sheet	Net unrealized gains (losses)	Amount on consolidated balance sheet	Net unrealized gains (losses)
Other securities	34,329,155	244	36,162,180	1,004,875
Domestic equity securities	5,010,911	860,656	5,674,702	1,377,953
Domestic bonds	17,658,600	(10,409)	17,062,116	(8,847)
Government bonds	15,704,955	(9,674)	15,343,602	(23,065)
Municipal bonds	280,684	1,148	202,574	3,767
Corporate bonds	1,672,961	(1,883)	1,515,939	10,450
Other	11,659,643	(850,002)	13,425,362	(364,231)
Foreign equity securities	144,176	27,034	192,234	95,154
Foreign bonds	7,213,911	(102,776)	8,415,050	(20,800)
Other	4,301,555	(774,259)	4,818,077	(438,584)

1. The tables include negotiable certificates of deposits in Cash and due from banks, beneficiary certificates of commodity investment trusts in Monetary claims bought and others in addition to Securities.
2. Net unrealized gains (losses) are determined based on the fair values at the end of the fiscal period.

BTMU Non-consolidated**Fair Value Information on Securities**

	(in millions of yen)			
	As of September 30, 2008		As of March 31, 2008	
	Amount on balance sheet	Net unrealized gains (losses)	Amount on balance sheet	Net unrealized gains (losses)
Debt securities being held to maturity	1,244,506	(1,681)	1,888,451	2,156
Stocks of subsidiaries and affiliates	394,794	431,895	564,468	230,897

	(in millions of yen)			
	As of September 30, 2008		As of March 31, 2008	
	Amount on balance sheet	Net unrealized gains (losses)	Amount on balance sheet	Net unrealized gains (losses)
Other securities	26,923,066	(230,919)	28,384,703	521,370
Domestic equity securities	3,991,368	399,919	4,521,397	813,434
Domestic bonds	14,530,857	4,712	14,032,208	(33,744)
Other	8,400,840	(635,551)	9,831,097	(258,318)
Foreign equity securities	125,012	28,448	181,288	96,125
Foreign bonds	4,769,086	(58,990)	5,650,087	(18,028)
Other	3,506,741	(605,009)	3,999,720	(336,415)

- The tables include negotiable certificates of deposits in Cash and due from banks, beneficiary certificates of commodity investment trusts in Monetary claims bought and others in addition to Securities.
- Net unrealized gains (losses) are determined based on the fair values at the end of the fiscal period.

Redemption Schedule of Other Securities with Maturities and Debt Securities Being Held to Maturity

	(in millions of yen)			
	As of September 30, 2008			
	within 1 year	1 year to 5 years	5 years to 10 years	Over 10 years
Domestic bonds	7,694,714	5,381,376	3,729,421	2,077,892
Government bonds	7,053,296	2,571,109	2,799,183	1,430,984
Municipal bonds	11,203	67,168	176,013	414
Corporate bonds	630,214	2,743,099	754,224	646,493
Other	683,441	2,183,754	1,317,757	3,980,730
Foreign bonds	375,054	1,955,883	553,480	2,179,066
Other	308,387	227,870	764,276	1,801,663
Total	8,378,155	7,565,131	5,047,178	6,058,622

	(in millions of yen)			
	As of March 31, 2008			
	within 1 year	1 year to 5 years	5 years to 10 years	Over 10 years
Domestic bonds	8,354,643	4,949,482	3,751,219	2,140,905
Government bonds	7,666,459	2,236,554	2,804,031	1,597,262
Municipal bonds	1,934	69,182	102,839	3,440
Corporate bonds	686,249	2,643,745	844,349	540,202
Other	628,813	2,324,552	1,455,500	4,761,405

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Foreign bonds	426,815	2,072,678	633,612	2,720,542
Other	201,998	251,873	821,887	2,040,863
Total	8,983,457	7,274,034	5,206,720	6,902,311

The tables include negotiable certificates of deposits in Cash and due from banks , beneficiary certificates of commodity investment trusts in Monetary claims bought and others in addition to Securities .

MUTB Non-consolidated**Fair Value Information on Securities**

	(in millions of yen)			
	As of September 30, 2008		As of March 31, 2008	
	Amount on balance sheet	Net unrealized gains (losses)	Amount on balance sheet	Net unrealized gains (losses)
Debt securities being held to maturity	980,554	10,633	909,383	18,023
Stocks of subsidiaries and affiliates	6,496	(2,389)	6,496	(1,709)

	(in millions of yen)			
	As of September 30, 2008		As of March 31, 2008	
	Amount on balance sheet	Net unrealized gains (losses)	Amount on balance sheet	Net unrealized gains (losses)
Other securities	5,837,223	9,313	6,012,339	194,332
Domestic equity securities	978,406	172,506	1,075,746	250,074
Domestic bonds	2,710,877	(12,575)	2,595,869	23,869
Other	2,147,940	(150,616)	2,340,723	(79,610)
Foreign equity securities	14,041	(2,143)	9,806	(449)
Foreign bonds	1,566,329	(46,702)	1,798,001	(12,541)
Other	567,570	(101,770)	532,915	(66,619)

- The tables include negotiable certificates of deposits in Cash and due from banks, beneficiary certificates of commodity investment trusts in Monetary claims bought and others in addition to Securities.
- Net unrealized gains (losses) are determined based on the fair values at the end of the fiscal period.

Redemption Schedule of Other Securities with Maturities and Debt Securities Being Held to Maturity

	(in millions of yen)				
	As of September 30, 2008				
	within 1 year	1 year to 5 years	5 years to 10 years	Over 10 years	
Domestic bonds	503,015	2,697,063	471,008	61,874	
Government bonds	457,707	2,269,091	452,482	58,138	
Municipal bonds	24,930	51,014	972	51	
Corporate bonds	20,377	376,956	17,554	3,684	
Other	133,235	888,346	697,240	192,816	
Foreign bonds	127,065	718,844	554,104	164,309	
Other	6,169	169,502	143,136	28,506	
Total	636,250	3,585,409	1,168,248	254,690	

	(in millions of yen)				
	As of March 31, 2008				
	within 1 year	1 year to 5 years	5 years to 10 years	Over 10 years	
Domestic bonds	339,190	2,373,863	776,156	63,960	
Government bonds	299,730	1,997,284	737,671	59,552	
Municipal bonds	19,499	60,824	1,599	406	
Corporate bonds	19,960	315,754	36,885	4,002	
Other	109,503	856,819	901,088	257,781	

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Foreign bonds	107,924	703,530	757,357	227,180
Other	1,579	153,289	143,730	30,600
Total	448,693	3,230,683	1,677,245	321,742

The tables include negotiable certificates of deposits in Cash and due from banks , beneficiary certificates of commodity investment trusts in Monetary claims bought and others in addition to Securities .

5. Return on Equity**MUFG Consolidated**

	For the six months ended September 30, 2008 (A)	Increase (Decrease) (A) - (B)	For the six months ended September 30, 2007 (B)	(%)
ROE (*)	2.58	(5.32)	7.90	

(*) ROE is computed as follows:

$$\frac{\text{Net income for six months} \times 2 - \text{Equivalent of annual dividends on nonconvertible preferred stocks}}{\{(\text{Total shareholders' equity at the beginning of the period} - \text{Number of nonconvertible preferred shares at the beginning of the period} \times \text{Issue price} + \text{Foreign currency translation adjustments at the beginning of the period}) + (\text{Total shareholders' equity at the end of the period} - \text{Number of nonconvertible preferred shares at the end of the period} \times \text{Issue price} + \text{Foreign currency translation adjustments at the end of the period})\} / 2}$$

x 100

6. Risk-Adjusted Capital Ratio Based on the Basel 2 Standards**MUFG Consolidated**

		(in billions of yen)		
		As of September 30, 2008 (A) (Preliminary basis)	Increase (Decrease) (A) - (B)	As of March 31, 2008 (B)
(1)	Risk-adjusted capital ratio	10.55%	(0.64)%	11.19%
	Tier 1 ratio	7.63%	0.02%	7.60%
(2)	Tier 1 capital	8,380.4	86.7	8,293.7
(3)	Qualified Tier 2 capital	3,766.0	(675.7)	4,441.8
	i) The amount of unrealized gains on investment securities		(462.4)	462.4
	ii) The amount of land revaluation excess	153.4	(0.8)	154.2
	iii) Subordinated debts	3,439.6	(199.8)	3,639.5
(4)	Qualified Tier 3 capital			
(5)	Deductions from total qualifying capital	556.3	36.6	519.7
(6)	Net qualifying capital (2)+(3)+(4)-(5)	11,590.2	(625.5)	12,215.8
(7)	Risk-adjusted assets	109,789.1	713.5	109,075.6

BTMU Consolidated

		(in billions of yen)		
		As of September 30, 2008 (A) (Preliminary basis)	Increase (Decrease) (A) - (B)	As of March 31, 2008 (B)
(1)	Risk-adjusted capital ratio	10.63%	(0.56)%	11.20%
	Tier 1 ratio	7.34%	(0.08)%	7.43%
(2)	Tier 1 capital	6,844.1	(193.3)	7,037.5
(3)	Qualified Tier 2 capital	3,445.2	(472.3)	3,917.5
	i) The amount of unrealized gains on investment securities		(233.7)	233.7
	ii) The amount of land revaluation excess	188.3	(2.0)	190.4
	iii) Subordinated debts	3,161.1	(146.7)	3,307.9
(4)	Qualified Tier 3 capital			
(5)	Deductions from total qualifying capital	382.4	38.3	344.1
(6)	Net qualifying capital (2)+(3)+(4)-(5)	9,906.9	(704.0)	10,611.0
(7)	Risk-adjusted assets	93,138.0	(1,548.8)	94,686.8

MUTB Consolidated

		(in billions of yen)		
		As of September 30, 2008 (A) (Preliminary basis)	Increase (Decrease) (A) - (B)	As of March 31, 2008 (B)
(1)	Risk-adjusted capital ratio	12.73%	(0.39)%	13.13%
	Tier 1 ratio	10.71%	0.77%	9.94%
(2)	Tier 1 capital	1,375.7	126.7	1,248.9
(3)	Qualified Tier 2 capital	297.6	(144.8)	442.5
	i) The amount of unrealized gains on investment securities	6.9	(82.8)	89.8
	ii) The amount of land revaluation excess	(0.9)	0.2	(1.1)
	iii) Subordinated debts	291.6	(62.2)	353.8
(4)	Qualified Tier 3 capital			
(5)	Deductions from total qualifying capital	37.9	(3.3)	41.3
(6)	Net qualifying capital (2)+(3)+(4)-(5)	1,635.4	(14.7)	1,650.2
(7)	Risk-adjusted assets	12,843.3	278.1	12,565.1

Note: Risk-adjusted capital ratio of Mitsubishi UFJ Financial Group, Inc. is computed in accordance with the Notification of the Financial Services Agency No.20, 2006. Risk-adjusted capital ratio of The Bank of Tokyo-Mitsubishi UFJ, Ltd. and Mitsubishi UFJ Trust and Banking Corporation are computed in accordance with the Notification of the Financial Services Agency No.19, 2006.

7. Risk-Monitored Loans**MUFG Consolidated****(1) Risk-Monitored Loans**

	As of September 30, 2008 (A)	% to total loans and bills discounted	As of March 31, 2008 (B)	% to total loans and bills discounted	Increase (Decrease) (A) - (B)	(in millions of yen) % to total loans and bills discounted
Loans to bankrupt borrowers	70,362	0.07%	43,298	0.04%	27,063	0.02%
Non-accrual delinquent loans	928,338	1.02%	737,926	0.83%	190,412	0.19%
Accruing loans contractually past due 3 months or more	17,708	0.01%	17,900	0.02%	(192)	(0.00)%
Restructured loans	434,086	0.47%	477,544	0.53%	(43,458)	(0.05)%
Total risk monitored loans	1,450,495	1.60%	1,276,670	1.44%	173,824	0.16%
Total loans and bills discounted	90,445,118		88,538,810		1,906,307	
Written-off	779,419		691,894		87,525	

(2) Allowance for Credit Losses

	As of September 30, 2008 (A)	% to total risk monitored loans	As of March 31, 2008 (B)	% to total risk monitored loans	Increase (Decrease) (A) - (B)	(in millions of yen) % to total risk monitored loans
Allowance for credit losses	1,106,293	76.27%	1,080,502	84.63%	25,791	(8.36)%
General allowance for credit losses	753,425		776,577		(23,152)	
Specific allowance for credit losses	352,867		303,867		48,999	
Allowance for credit to specific foreign borrowers	0		56		(56)	

(3) Classification of Risk-Monitored Loans**Classified by Geographic Area**

	(in millions of yen)		
	As of September 30, 2008 (A)	As of March 31, 2008 (B)	Increase (Decrease) (A) - (B)
Domestic	1,325,800	1,217,375	108,425
Overseas	124,694	59,295	65,399
Asia	24,357	13,161	11,196
Indonesia	664	1,936	(1,271)
Thailand	1,843	1,762	81
Hong Kong	3,518	3,822	(304)
Other	18,331	5,640	12,691
United States of America	78,929	24,840	54,089
Other	21,406	21,293	112
Total	1,450,495	1,276,670	173,824

Classified by Industry

	(in millions of yen)		
	As of September 30, 2008 (A)	As of March 31, 2008 (B)	Increase (Decrease) (A) - (B)
Domestic	1,325,800	1,217,375	108,425
Manufacturing	161,168	149,993	11,174
Construction	64,454	43,072	21,381
Wholesale and retail	137,625	137,395	229
Finance and insurance	13,461	18,555	(5,094)
Real estate	267,735	188,233	79,502
Services	148,317	155,563	(7,246)
Other industries	140,449	149,814	(9,365)
Consumer	392,589	374,745	17,843
Overseas	124,694	59,295	65,399
Financial institutions	22,755	7,061	15,693
Commercial and industrial	94,419	46,147	48,272
Other	7,519	6,086	1,433
Total	1,450,495	1,276,670	173,824

Note: MUTB adjusted its method of monitoring risk-monitored loans classified by industry. As a result, loans to proprietors, which were previously reported as part of Consumer are included in Real estate. Real estate and Consumer as of March 31, 2008, as adjusted by using the new method of monitoring, are 197,701 million yen and 365,277 million yen, respectively.

BTMU Non-consolidated**(1) Risk-Monitored Loans**

	(in millions of yen)					
	As of September 30, 2008 (A)	% to total loans and bills discounted	As of March 31, 2008 (B)	% to total loans and bills discounted	Increase (Decrease) (A) - (B)	% to total loans and bills discounted
Loans to bankrupt borrowers	57,094	0.07%	36,744	0.05%	20,349	0.02%
Non-accrual delinquent loans	698,665	0.96%	530,283	0.75%	168,382	0.21%
Accruing loans contractually past due 3 months or more	11,146	0.01%	12,911	0.01%	(1,764)	(0.00)%
Restructured loans	307,889	0.42%	333,400	0.47%	(25,510)	(0.04)%
Total risk monitored loans	1,074,795	1.48%	913,340	1.29%	161,455	0.19%
Total loans and bills discounted	72,228,207		70,397,804		1,830,402	
Written-off	552,396		484,411		67,985	

(2) Allowance for Credit Losses

	(in millions of yen)					
	As of September 30, 2008 (A)	% to total risk monitored loans	As of March 31, 2008 (B)	% to total risk monitored loans	Increase (Decrease) (A) - (B)	% to total risk monitored loans
Allowance for credit losses	674,415	62.74%	640,596	70.13%	33,819	(7.38)%
General allowance for credit losses	452,126		470,211		(18,085)	
Specific allowance for credit losses	222,289		170,328		51,960	
Allowance for credit to specific foreign borrowers	0		56		(56)	

(3) Classification of Risk-Monitored Loans**Classified by Geographic Area**

	(in millions of yen)		
	As of September 30, 2008 (A)	As of March 31, 2008 (B)	Increase (Decrease) (A) - (B)
Domestic	1,007,635	875,077	132,558
Overseas	67,160	38,263	28,897
Asia	6,796	7,560	(763)
Indonesia	115	1,036	(921)
Thailand	1,843	1,762	81
Hong Kong	3,518	3,822	(304)
Other	1,318	938	380
United States of America	42,769	13,505	29,263

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Other	17,594	17,197	397
Total	1,074,795	913,340	161,455

Classified by Industry

	(in millions of yen)		
	As of September 30, 2008 (A)	As of March 31, 2008 (B)	Increase (Decrease) (A) - (B)
Domestic	1,007,635	875,077	132,558
Manufacturing	141,003	122,244	18,758
Construction	61,324	39,954	21,369
Wholesale and retail	128,822	127,864	957
Finance and insurance	9,068	5,039	4,029
Real estate	236,425	174,444	61,980
Services	138,295	140,177	(1,882)
Other industries	134,036	135,103	(1,066)
Consumer	158,659	130,247	28,411
Overseas	67,160	38,263	28,897
Financial institutions	22,755	7,061	15,693
Commercial and industrial	44,166	30,569	13,597
Other	238	632	(394)
Total	1,074,795	913,340	161,455

MUTB Non-consolidated

(1) Risk-Monitored Loans

	(in millions of yen)					
	As of September 30, 2008 (A)	% to total loans and bills discounted	As of March 31, 2008 (B)	% to total loans and bills discounted	Increase (Decrease) (A) - (B)	% to total loans and bills discounted
Loans to bankrupt borrowers	6,259	0.06%	1,269	0.01%	4,989	0.05%
Non-accrual delinquent loans	40,287	0.41%	53,134	0.54%	(12,847)	(0.12)%
Accruing loans contractually past due 3 months or more	567	0.00%	1,446	0.01%	(879)	(0.00)%
Restructured loans	27,493	0.28%	35,909	0.36%	(8,415)	(0.08)%
Total risk monitored loans	74,607	0.77%	91,759	0.93%	(17,152)	(0.16)%
Total loans and bills discounted	9,600,573		9,778,877		(178,303)	
Written-off	44,433		30,651		13,782	

(2) Allowance for Credit Losses

	(in millions of yen)					
	As of September 30, 2008 (A)	% to total risk	As of March 31, 2008 (B)	% to total risk	Increase (Decrease) (A) - (B)	% to total risk

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		monitored loans		monitored loans		monitored loans
Allowance for credit losses	89,290	119.68%	100,756	109.80%	(11,465)	9.87%
General allowance for credit losses	80,002		78,737		1,264	
Specific allowance for credit losses	9,287		22,018		(12,730)	
Allowance for credit to specific foreign borrowers						

(3) Classification of Risk-Monitored Loans**Classified by Geographic Area**

	(in millions of yen)		
	As of September 30, 2008 (A)	As of March 31, 2008 (B)	Increase (Decrease) (A) - (B)
Domestic	70,404	89,060	(18,656)
Overseas	4,203	2,699	1,503
Asia	517	11	506
Indonesia		11	(11)
Thailand			
Hong Kong			
Other	517		517
United States of America	3,671	2,674	997
Other	13	14	(0)
Total	74,607	91,759	(17,152)

Classified by Industry

	(in millions of yen)		
	As of September 30, 2008 (A)	As of March 31, 2008 (B)	Increase (Decrease) (A) - (B)
Domestic	70,404	89,060	(18,656)
Manufacturing	13,974	20,403	(6,429)
Construction	1,235	831	404
Wholesale and retail	4,513	5,253	(740)
Finance and insurance	3,975	13,024	(9,048)
Real estate	21,068	3,771	17,297
Services	5,147	7,184	(2,036)
Other industries	5,671	14,159	(8,488)
Consumer	14,818	24,432	(9,614)
Overseas	4,203	2,699	1,503
Financial institutions			
Commercial and industrial	4,189	2,685	1,503
Other	13	14	(0)
Total	74,607	91,759	(17,152)

Note: MUTB adjusted its method of monitoring risk-monitored loans classified by industry. As a result, loans to proprietors, which were previously reported as part of Consumer are included in Real estate. Real estate and Consumer as of March 31, 2008, as adjusted by using the new method of monitoring, are 13,239 million yen and 14,963 million yen, respectively.

MUTB Non-consolidated: Trust Accounts

Trust accounts represents trust accounts with contracts indemnifying the principal amounts.

(1) Risk-Monitored Loans

	As of September 30, 2008 (A)	% to total loans and bills discounted	As of March 31, 2008 (B)	% to total loans and bills discounted	Increase (Decrease) (A) - (B)	(in millions of yen) % to total loans and bills discounted
Loans to bankrupt borrowers	111	0.07%	105	0.06%	6	0.00%
Non-accrual delinquent loans	42	0.02%	7	0.00%	34	0.02%
Accruing loans contractually past due 3 months or more	41	0.02%	74	0.04%	(32)	(0.01)%
Restructured loans	968	0.66%	1,081	0.70%	(112)	(0.04)%
Total risk monitored loans	1,164	0.80%	1,268	0.83%	(104)	(0.02)%
Total loans and bills discounted	145,226		152,562		(7,335)	

(2) Allowance for Credit Losses

	As of September 30, 2008 (A)	As of March 31, 2008 (B)	(in millions of yen) Increase (Decrease) (A) - (B)
Special internal reserves	1,079	1,382	(303)
Allowance for bad debts	435	457	(22)

(3) Classification of Risk-Monitored Loans**Classified by Industry**

	As of September 30, 2008 (A)	As of March 31, 2008 (B)	(in millions of yen) Increase (Decrease) (A) - (B)
Domestic	1,164	1,268	(104)
Manufacturing			
Construction			
Wholesale and retail			
Finance and insurance			
Real estate	391	137	253
Services	224	235	(11)
Other industries			
Consumer	549	895	(346)
Total	1,164	1,268	(104)

Note: MUTB adjusted its method of monitoring risk-monitored loans classified by industry. As a result, loans to proprietors, which were previously reported as part of Consumer are included in Real estate . Real estate and Consumer as of March 31, 2008, as adjusted by using the new method of monitoring, are 397 million yen and 635 million yen, respectively.

8. Non Performing Loans Based on the Financial Reconstruction Law (the FRL)**BTMU and MUTB Combined including Trust Accounts**

Trust accounts represents trust accounts with contracts indemnifying the principal amounts.

(1) Non Performing Loans

	As of September 30, 2008 (A)	As of March 31, 2008 (B)	(in millions of yen) Increase (Decrease) (A) - (B)
Bankrupt or De facto Bankrupt	149,383	117,786	31,596
Doubtful	720,889	556,092	164,796
Special Attention	348,024	384,684	(36,660)
Non Performing Loans (1)	1,218,296	1,058,563	159,733
Normal	93,374,495	90,902,911	2,471,583
Total	94,592,791	91,961,475	2,631,316
Non Performing loans / Total	1.28%	1.15%	0.13%

(2) Status of Coverage of Non Performing Loans

	As of September 30, 2008 (A)	As of March 31, 2008 (B)	(in millions of yen) Increase (Decrease) (A) - (B)
Covered amount (2)	944,990	818,177	126,813
Allowance for credit losses	332,753	289,897	42,855
Collateral, guarantees, etc.	612,236	528,279	83,957
Coverage ratio (2) / (1)	77.56%	77.29%	0.27%

(3) Coverage Ratio

Category	Loan amount (A)	Allowance for credit losses (B)	Covered by collateral and/or guarantees (C)	(in millions of yen)	
				Coverage ratio for unsecured portion (B) / [(A)-(C)]	Coverage ratio [(B)+(C)] / (A)
Bankrupt or De facto Bankrupt	149,383	2,812	146,570		100.00%
	[117,786]	[3,113]	[114,673]		[100.00%]
Doubtful	720,889	234,179	340,811		79.76%
	[556,092]	[186,299]	[267,191]		[81.54%]
Special Attention	348,024	95,761	124,855		63.39%
	[384,684]	[100,485]	[146,414]		[64.18%]
Total	1,218,296	332,753	612,236		77.56%
	[1,058,563]	[289,897]	[528,279]		[77.29%]

Note: The upper figures are as of September 30, 2008. The lower figures with bracket are as of March 31, 2008.

BTMU Non-consolidated**(1) Non Performing Loans**

	(in millions of yen)		
	As of September 30, 2008 (A)	As of March 31, 2008 (B)	Increase (Decrease) (A) - (B)
Bankrupt or De facto Bankrupt	136,129	108,751	27,377
Doubtful	686,785	510,355	176,429
Special Attention	319,036	346,311	(27,275)
Non Performing Loans (1)	1,141,950	965,419	176,531
Normal	83,412,962	80,839,067	2,573,895
Total	84,554,913	81,804,486	2,750,426
Non Performing loans / Total	1.35%	1.18%	0.17%

(2) Status of Coverage of Non Performing Loans

	(in millions of yen)		
	As of September 30, 2008 (A)	As of March 31, 2008 (B)	Increase (Decrease) (A) - (B)
Covered amount (2)	879,068	741,970	137,097
Allowance for credit losses	315,923	258,272	57,650
Collateral, guarantees, etc.	563,144	483,698	79,446
Coverage ratio (2) / (1)	76.97%	76.85%	0.12%

(3) Coverage Ratio

	(in millions of yen)				
Category	Loan amount (A)	Allowance for credit losses (B)	Covered by collateral and/or guarantees (C)	Coverage ratio for unsecured portion (B) / [(A)-(C)]	Coverage ratio [(B)+(C)] / (A)
Bankrupt or De facto Bankrupt	136,129	2,185	133,943	100.00%	100.00%
	[108,751]	[2,907]	[105,844]	[100.00%]	[100.00%]
Doubtful	686,785	226,053	317,837	61.26%	79.19%
	[510,355]	[164,774]	[246,273]	[62.39%]	[80.54%]
Special Attention	319,036	87,684	111,362	42.22%	62.39%
	[346,311]	[90,590]	[131,580]	[42.18%]	[64.15%]
Total	1,141,950	315,923	563,144	54.58%	76.97%
	[965,419]	[258,272]	[483,698]	[53.61%]	[76.85%]

Note: The upper figures are as of September 30, 2008. The lower figures with bracket are as of March 31, 2008.

MUTB Non-consolidated**(1) Non Performing Loans**

	(in millions of yen)		
	As of September 30, 2008 (A)	As of March 31, 2008 (B)	Increase (Decrease) (A) - (B)
Bankrupt or De facto Bankrupt	13,100	8,869	4,231
Doubtful	34,020	45,578	(11,558)
Special Attention	28,061	37,427	(9,366)
Non Performing Loans (1)	75,181	91,875	(16,694)
Normal	9,817,470	9,912,550	(95,080)
Total	9,892,651	10,004,426	(111,774)
Non Performing loans / Total	0.75%	0.91%	(0.15)%

(2) Status of Coverage of Non Performing Loans

	(in millions of yen)		
	As of September 30, 2008 (A)	As of March 31, 2008 (B)	Increase (Decrease) (A) - (B)
Covered amount (2)	64,970	75,168	(10,197)
Allowance for credit losses	16,830	31,625	(14,795)
Collateral, guarantees, etc.	48,140	43,542	4,597
Coverage ratio (2) / (1)	86.41%	81.81%	4.60%

(3) Coverage Ratio

	(in millions of yen)				
Category	Loan amount (A)	Allowance for credit losses (B)	Covered by collateral and/or guarantees (C)	Coverage ratio for unsecured portion (B) / [(A)-(C)]	Coverage ratio [(B)+(C)] / (A)
Bankrupt or De facto Bankrupt	13,100	627	12,472	100.00%	100.00%
	[8,869]	[205]	[8,663]	[100.00%]	[100.00%]
Doubtful	34,020	8,125	22,892	73.02%	91.17%
	[45,578]	[21,524]	[20,766]	[86.74%]	[92.78%]
Special Attention	28,061	8,076	12,774	52.83%	74.30%
	[37,427]	[9,894]	[14,112]	[42.44%]	[64.14%]
Total	75,181	16,830	48,140	62.23%	86.41%
	[91,875]	[31,625]	[43,542]	[65.43%]	[81.81%]

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Note: The upper figures are as of September 30, 2008. The lower figures with bracket are as of March 31, 2008.

MUTB Non-consolidated: Trust Accounts

Trust accounts represents trust accounts with contracts indemnifying the principal amounts.

(1) Non Performing Loans

	As of September 30, 2008 (A)	As of March 31, 2008 (B)	(in millions of yen) Increase (Decrease) (A) - (B)
Bankrupt or De facto Bankrupt	153	165	(11)
Doubtful	83	158	(74)
Special Attention	926	944	(17)
Non Performing Loans (1)	1,164	1,268	(104)
Normal	144,061	151,293	(7,231)
Total	145,226	152,562	(7,335)
Non Performing loans / Total	0.80%	0.83%	(0.02)%

(2) Status of Coverage of Non Performing Loans

	As of September 30, 2008 (A)	As of March 31, 2008 (B)	(in millions of yen) Increase (Decrease) (A) - (B)
Covered amount (2)	952	1,038	(86)
Allowance for credit losses			
Collateral, guarantees, etc.	952	1,038	(86)
Coverage ratio (2) / (1)	81.74%	81.85%	(0.10)%

(3) Coverage Ratio

Category	Loan amount (A)	Allowance for credit losses (B)	Covered by collateral and/or guarantees (C)	Coverage ratio for unsecured portion (B) / [(A)-(C)]	(in millions of yen) Coverage ratio [(B)+(C)] / (A)
Bankrupt or De facto Bankrupt	153		153		100.00%
	[165]	[]	[165]		[100.00%]
Doubtful	83		80		95.85%
	[158]	[]	[151]		[95.88%]
Special Attention	926		717		77.44%
	[944]	[]	[721]		[76.32%]
Total	1,164		952		81.74%
	[1,268]	[]	[1,038]		[81.85%]

Note: The upper figures are as of September 30, 2008. The lower figures with bracket are as of March 31, 2008.

9. Progress in Disposition of Problem Assets

BTMU, MUTB and MU Strategic Partner, Co., Ltd. (MUSP) Combined including Trust Accounts

Trust accounts represents trust accounts with contracts indemnifying the principal amounts. The amounts presented as during the second half of fiscal 2005 include amounts of The Bank of Tokyo-Mitsubishi UFJ, Ltd., former The Bank of Tokyo-Mitsubishi, Ltd., former UFJ Bank Limited, Mitsubishi UFJ Trust and Banking Corporation, MUSP and Trust accounts. The amounts prior to September 30, 2005 include amounts of former The Bank of Tokyo-Mitsubishi, Ltd., former UFJ Bank Limited, former The Mitsubishi Trust and Banking Corporation, former UFJ Trust Bank Limited, MUSP and Trust accounts.

(A) Historical Trend of Problem Assets Based on the FRL

	(in billions of yen)							
	As of September 30, 2005	As of March 31, 2006	As of September 30, 2006	As of March 31, 2007	As of September 30, 2007	As of March 31, 2008 (a)	As of September 30, 2008 (b)	(b) - (a)
Bankrupt or De facto								
Bankrupt	194.5	153.3	125.2	116.3	106.7	117.8	149.4	31.5
Doubtful	1,266.9	749.7	500.4	652.3	723.2	560.3	725.0	164.6
Total	1,461.4	903.0	625.7	768.6	829.9	678.1	874.4	196.2

(1) Assets categorized as problem assets based on the FRL prior to September 30, 2005

Bankrupt or De facto								
Bankrupt	194.5	132.0	86.6	66.7	45.7	40.9	36.5	(4.4)
Doubtful	1,266.9	598.3	292.2	223.0	162.4	134.3	111.5	(22.8)
Total	1,461.4	730.3	378.8	289.8	208.2	175.3	148.0	(27.2)

(2) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2005

Bankrupt or De facto								
Bankrupt		21.2	16.3	10.2	4.5	3.1	2.9	(0.2)
Doubtful		151.4	72.1	37.4	25.7	21.4	15.0	(6.3)
Total		172.6	88.5	47.6	30.3	24.6	18.0	(6.6)

(3) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2006

Bankrupt or De facto								
Bankrupt			22.2	16.4	9.2	6.9	6.1	(0.7)
Doubtful			136.0	63.0	29.0	21.7	18.3	(3.3)
Total			158.3	79.4	38.3	28.6	24.4	(4.1)

(4) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2006

Bankrupt or De facto								
Bankrupt				22.8	19.2	14.5	10.4	(4.1)
Doubtful				328.7	221.4	39.0	28.2	(10.7)
Total				351.6	240.6	53.5	38.6	(14.9)

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(5) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2007

Bankrupt or De facto				
Bankrupt	27.9	23.1	18.8	(4.2)
Doubtful	284.4	151.4	84.2	(67.1)
Total	312.3	174.5	103.0	(71.4)

(6) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2007

Bankrupt or De facto				
Bankrupt		29.0	25.1	(3.9)
Doubtful		192.4	84.7	(107.6)
Total		221.4	109.8	(111.5)

(7) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2008

Bankrupt or De facto				
Bankrupt			49.4	
Doubtful			382.9	
Total			432.3	

(B) Progress in Disposition of Problem Assets of the Six Months Ended September 30, 2008

(in billions of yen)

	prior to Sep. 30, 2005	the 2nd half of fiscal 2005	Time of categorization				Total
			the 1st half of fiscal 2006	the 2nd half of fiscal 2006	the 1st half of fiscal 2007	the 2nd half of fiscal 2007	
Liquidation	0.2	0.0	0.0	0.0	1.7	2.2	4.3
Re-constructive treatment	0.0	0.0	0.0	0.2	13.5	12.4	26.4
Upgrade due to re-constructive treatment							
Loan sales to secondary market	1.6	0.0	0.4	3.6	2.6	3.4	11.8
Write-offs	2.8	0.1	0.5	2.5	22.6	44.3	73.0
Other	22.5	6.4	3.0	8.4	30.8	49.0	120.4
Collection / Repayment	16.0	2.6	2.1	7.4	23.5	39.3	91.1
Upgraded	6.5	3.7	0.9	1.0	7.3	9.6	29.2
Total	27.2	6.6	4.1	14.9	71.4	111.5	236.0

(C) Amount of Outstanding Problem Assets Which Is in Process for Disposition as of September 30, 2008

(in billions of yen)

	prior to Sep. 30, 2005	the 2nd half of fiscal 2005	Time of categorization				Total	
			the 1st half of fiscal 2006	the 2nd half of fiscal 2006	the 1st half of fiscal 2007	the 2nd half of fiscal 2007		the 1st half of fiscal 2008
Legal liquidation	4.3	1.1	4.3	5.5	8.3	12.7	30.4	66.9
Quasi-legal liquidation	1.3			0.4			0.4	2.1
Split-off of problem loans								
Partial write-off of small balance loans Entrusted to the RCC	27.2	1.7	1.7	4.1	7.6	10.8	12.4	65.8
Total	32.9	2.9	6.1	10.2	16.0	23.5	43.2	135.0

BTMU and MUSP Combined

The amounts presented as during the second half of fiscal 2005 include amounts of The Bank of Tokyo-Mitsubishi UFJ, Ltd., former The Bank of Tokyo-Mitsubishi, Ltd., former UFJ Bank Limited and MUSP. The amounts presented prior to September 30, 2005 include amounts of former The Bank of Tokyo-Mitsubishi, Ltd., former UFJ Bank Limited and MUSP.

(A) Historical Trend of Problem Assets Based on the FRL

	(in billions of yen)							
	As of September 30, 2005	As of March 31, 2006	As of September 30, 2006	As of March 31, 2007	As of September 30, 2007	As of March 31, 2008 (a)	As of September 30, 2008 (b)	(b) - (a)
Bankrupt or De facto								
Bankrupt	162.1	129.9	117.3	107.7	94.8	108.8	136.1	27.3
Doubtful	1,106.7	683.3	459.1	579.9	652.0	514.5	690.9	176.3
Total	1,268.8	813.3	576.4	687.7	746.8	623.4	827.1	203.6

(1) Assets categorized as problem assets based on the FRL prior to September 30, 2005

Bankrupt or De facto								
Bankrupt	162.1	109.1	80.1	63.0	42.6	37.1	33.5	(3.6)
Doubtful	1,106.7	537.8	268.0	204.4	149.3	126.6	104.9	(21.7)
Total	1,268.8	646.9	348.1	267.5	191.9	163.8	138.4	(25.3)

(2) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2005

Bankrupt or De facto								
Bankrupt		20.8	15.2	9.0	4.0	2.9	2.8	(0.0)
Doubtful		145.4	68.8	36.0	25.3	21.1	14.8	(6.3)
Total		166.3	84.0	45.1	29.3	24.0	17.6	(6.3)

(3) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2006

Bankrupt or De facto								
Bankrupt			22.0	13.8	8.7	6.7	6.0	(0.7)
Doubtful			122.2	54.8	23.4	17.9	15.1	(2.7)
Total			144.2	68.6	32.1	24.7	21.2	(3.4)

(4) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2006

Bankrupt or De facto								
Bankrupt				21.8	18.0	14.2	10.1	(4.1)
Doubtful				284.6	198.1	33.4	23.6	(9.7)
Total				306.4	216.1	47.6	33.7	(13.8)

(5) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2007

Bankrupt or De facto								
Bankrupt					21.3	18.9	14.7	(4.1)

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Doubtful	255.8	129.0	80.6	(48.3)
Total	277.2	148.0	95.4	(52.5)

(6) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2007

Bankrupt or De facto				
Bankrupt		28.7	24.6	(4.1)
Doubtful		186.3	80.3	(106.0)
Total		215.1	104.9	(110.1)

(7) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2008

Bankrupt or De facto				
Bankrupt			44.2	
Doubtful			371.3	
Total			415.5	

(B) Progress in Disposition of Problem Assets of the Six Months Ended September 30, 2008

(in billions of yen)

	Time of categorization						Total
	prior to Sep. 30, 2005	the 2nd half of fiscal 2005	the 1st half of fiscal 2006	the 2nd half of fiscal 2006	the 1st half of fiscal 2007	the 2nd half of fiscal 2007	
Liquidation	0.2	0.0	0.0	0.0	1.7	2.2	4.3
Re-constructive treatment	0.0	0.0	0.0	0.2	13.5	12.4	26.4
Upgrade due to re-constructive treatment							
Loan sales to secondary market	1.6	0.0	0.4	3.4	2.5	3.4	11.6
Write-offs	2.6	0.0	0.5	2.5	8.2	44.3	58.3
Other	20.8	6.2	2.4	7.4	26.5	47.6	111.0
Collection / Repayment	15.5	2.5	1.7	6.5	19.6	38.1	84.1
Upgraded	5.2	3.6	0.6	0.9	6.8	9.4	26.9
Total	25.3	6.3	3.4	13.8	52.5	110.1	211.8

(C) Amount of Outstanding Problem Assets Which Is in Process for Disposition as of September 30, 2008

(in billions of yen)

	Time of categorization							Total
	prior to Sep. 30, 2005	the 2nd half of fiscal 2005	the 1st half of fiscal 2006	the 2nd half of fiscal 2006	the 1st half of fiscal 2007	the 2nd half of fiscal 2007	the 1st half of fiscal 2008	
Legal liquidation	3.8	1.1	4.3	5.4	7.1	12.6	25.9	60.5
Quasi-legal liquidation								
Split-off of problem loans								
Partial write-off of small balance loans	24.7	1.7	1.7	3.9	7.5	10.4	11.6	61.8
Entrusted to the RCC								
Total	28.6	2.8	6.0	9.4	14.7	23.0	37.5	122.3

MUTB Non-consolidated including Trust Accounts

Trust accounts represents trust accounts with contracts indemnifying the principal amounts. The amounts presented prior to September 30, 2005 include amounts of former The Mitsubishi Trust and Banking Corporation and former UFJ Trust Bank Limited and Trust accounts.

(A) Historical Trend of Problem Assets Based on the FRL

	(in billions of yen)							
	As of September 30, 2005	As of March 31, 2006	As of September 30, 2006	As of March 31, 2007	As of September 30, 2007	As of March 31, 2008 (a)	As of September 30, 2008 (b)	(b) - (a)
Bankrupt or De facto Bankrupt	32.3	23.3	7.9	8.5	11.9	9.0	13.2	4.2
Doubtful	160.2	66.3	41.3	72.3	71.1	45.7	34.1	(11.6)
Total	192.6	89.7	49.2	80.9	83.0	54.7	47.3	(7.4)

(1) Assets categorized as problem assets based on the FRL prior to September 30, 2005

Bankrupt or De facto Bankrupt	32.3	22.9	6.5	3.7	3.1	3.8	2.9	(0.8)
Doubtful	160.2	60.4	24.1	18.5	13.1	7.6	6.5	(1.0)
Total	192.6	83.4	30.6	22.3	16.3	11.4	9.5	(1.8)

(2) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2005

Bankrupt or De facto Bankrupt		0.4	1.1	1.2	0.5	0.2	0.1	(0.1)
Doubtful		5.9	3.3	1.3	0.4	0.2	0.2	(0.0)
Total		6.3	4.4	2.5	0.9	0.5	0.3	(0.2)

(3) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2006

Bankrupt or De facto Bankrupt			0.2	2.6	0.4	0.1	0.0	(0.0)
Doubtful			13.8	8.2	5.6	3.7	3.1	(0.6)
Total			14.1	10.8	6.1	3.9	3.2	(0.6)

(4) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2006

Bankrupt or De facto Bankrupt				0.9	1.1	0.3	0.3	(0.0)
Doubtful				44.1	23.2	5.5	4.5	(1.0)
Total				45.1	24.4	5.9	4.8	(1.0)

(5) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2007

Bankrupt or De facto Bankrupt					6.5	4.1	4.0	(0.0)
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Doubtful	28.6	22.3	3.5	(18.8)
Total	35.1	26.4	7.5	(18.9)

(6) Assets newly categorized as problem assets based on the FRL during the second half of fiscal 2007

Bankrupt or De facto				
Bankrupt		0.2	0.4	0.1
Doubtful		6.0	4.4	(1.6)
Total		6.3	4.9	(1.4)

(7) Assets newly categorized as problem assets based on the FRL during the first half of fiscal 2008

Bankrupt or De facto				
Bankrupt			5.2	
Doubtful			11.5	
Total			16.7	

(B) Progress in Disposition of Problem Assets of the Six Months Ended September 30, 2008

(in billions of yen)

	prior to Sep. 30, 2005	the 2nd half of fiscal 2005	Time of categorization		the 1st half of fiscal 2007	the 2nd half of fiscal 2007	Total
			the 1st half of fiscal 2006	the 2nd half of fiscal 2006			
Liquidation							
Re-constructive treatment							
Upgrade due to re-constructive treatment							
Loan sales to secondary market				0.1	0.0		0.2
Write-offs	0.1	0.0	0.0	0.0	14.4	0.0	14.6
Other	1.7	0.1	0.6	0.9	4.3	1.4	9.3
Collection / Repayment	0.4	0.1	0.4	0.9	3.8	1.2	6.9
Upgraded	1.2	0.0	0.2	0.0	0.5	0.2	2.3
Total	1.8	0.2	0.6	1.0	18.9	1.4	24.1

(C) Amount of Outstanding Problem Assets Which Is in Process for Disposition as of September 30, 2008

(in billions of yen)

	prior to Sep. 30, 2005	the 2nd half of fiscal 2005	Time of categorization		the 1st half of fiscal 2007	the 2nd half of fiscal 2007	the 1st half of fiscal 2008	Total
			the 1st half of fiscal 2006	the 2nd half of fiscal 2006				
Legal liquidation	0.4	0.0	0.0	0.0	1.1	0.0	4.5	6.4
Quasi-legal liquidation	1.3			0.4			0.4	2.1
Split-off of problem loans								
Partial write-off of small balance loans	2.5	0.0	0.0	0.2	0.0	0.3	0.7	4.0
Entrusted to the RCC								
Total	4.2	0.1	0.0	0.7	1.2	0.4	5.6	12.6

10. Loans Classified by Type of Industry, Domestic Consumer Loans, Domestic Loans to Small/Medium-Sized Companies and Proprietors**BTMU and MUTB Combined including Trust Accounts****(1) Loans Classified by Type of Industry**

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Domestic offices (excluding loans booked at offshore markets)	67,287,987	(988,252)	68,276,239
Manufacturing	8,278,969	119,620	8,159,349
Agriculture	25,527	7	25,520
Forestry	11,928	(4,087)	16,015
Fishery	6,264	(31,306)	37,570
Mining	58,789	6,577	52,212
Construction	1,388,413	(44,647)	1,433,060
Utilities	627,992	(105,299)	733,291
Communication and information services	1,764,884	(37,219)	1,802,103
Wholesale and retail	7,153,278	202,788	6,950,490
Finance and insurance	7,295,524	189,773	7,105,751
Real estate	10,416,748	1,448,262	8,968,486
Services	5,585,827	(950,102)	6,535,929
Municipal government	785,576	(27,684)	813,260
Other industries	23,888,257	(1,754,935)	25,643,192
Overseas offices and loans booked at offshore markets	14,771,949	2,612,699	12,159,250
Total	82,059,936	1,624,446	80,435,489

Note: Starting in this fiscal period, BTMU and MUTB adjusted their method of monitoring loans classified by type of industry. As a result, among other changes, loans to proprietors, which were previously reported as part of Other industries, are included in Real estate. The amounts as of March 31, 2008, as adjusted by using the new method of monitoring, are shown below:

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Domestic offices (excluding loans booked at offshore markets)	67,287,987	(988,252)	68,276,239
Manufacturing	8,278,969	(43,690)	8,322,659
Agriculture	25,527	1,912	23,615
Forestry	11,928	(4,085)	16,013
Fishery	6,264	(31,233)	37,497
Mining	58,789	7,715	51,074

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Construction	1,388,413	(67,264)	1,455,677
Utilities	627,992	(105,181)	733,173
Communication and information services	1,764,884	38,015	1,726,869
Wholesale and retail	7,153,278	507	7,152,771
Finance and insurance	7,295,524	115,606	7,179,918
Real estate	10,416,748	(320,555)	10,737,303
Services	5,585,827	(143,871)	5,729,698
Municipal government	785,576	(27,681)	813,257
Other industries	23,888,257	(408,447)	24,296,704
Overseas offices and loans booked at offshore markets	14,771,949	2,612,699	12,159,250
Total	82,059,936	1,624,446	80,435,489

(2) Domestic Consumer Loans

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Total domestic consumer loans	18,157,441	(182,458)	18,339,899
Housing loans	17,235,038	(123,200)	17,358,239
Residential purpose	13,609,005	(66,809)	13,675,815
Other	922,402	(59,257)	981,660

(3) Domestic Loans to Small/Medium-Sized Companies and Proprietors

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Outstanding amount	42,866,452	(887,477)	43,753,929
% to total domestic loans	63.70%	(0.37)%	64.08%

Note: Starting in this fiscal period, BTMU adjusted its method of monitoring domestic loans to small/medium-sized companies and proprietors in the same manner as its method of monitoring loans classified by type of industry shown above.

Outstanding amount and % to total domestic loans as of March 31, 2008, as adjusted by using the new method of monitoring, are 43,519,282 million yen and 63.74%, respectively.

BTMU Non-consolidated**(1) Loans Classified by Type of Industry**

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Domestic offices (excluding loans booked at offshore markets)	57,787,477	(745,110)	58,532,587
Manufacturing	6,839,036	25,755	6,813,281
Agriculture	25,243	239	25,004
Forestry	11,928	(4,087)	16,015
Fishery	6,264	(229)	6,493
Mining	49,522	1,789	47,733
Construction	1,224,020	(61,944)	1,285,964
Utilities	415,735	6,075	409,660
Communication and information services	840,370	3,177	837,193
Wholesale and retail	6,410,338	204,684	6,205,654
Finance and insurance	5,373,631	347,774	5,025,857
Real estate	8,460,123	1,079,860	7,380,263
Services	4,647,658	(972,162)	5,619,820
Municipal government	736,907	(29,797)	766,704
Other industries	22,746,702	(1,346,244)	24,092,946
Overseas offices and loans booked at offshore markets	14,440,729	2,575,513	11,865,216
Total	72,228,207	1,830,402	70,397,804

Note: Starting in this fiscal period, BTMU adjusted its method of monitoring loans classified by type of industry. This adjustment was made to unify the respective monitoring methods previously used by Bank of Tokyo-Mitsubishi and UFJ Bank. As a result, among other changes, loans to proprietors, which were previously reported as part of "Other industries", are included in "Real estate". The amounts as of March 31, 2008, as adjusted by using the new method of monitoring, are shown below:

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Domestic offices (excluding loans booked at offshore markets)	57,787,477	(745,110)	58,532,587
Manufacturing	6,839,036	(137,555)	6,976,591
Agriculture	25,243	2,144	23,099
Forestry	11,928	(4,085)	16,013
Fishery	6,264	(156)	6,420
Mining	49,522	2,927	46,595
Construction	1,224,020	(84,561)	1,308,581
Utilities	415,735	6,193	409,542

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Communication and information services	840,370	78,411	761,959
Wholesale and retail	6,410,338	2,403	6,407,935
Finance and insurance	5,373,631	273,607	5,100,024
Real estate	8,460,123	(291,920)	8,752,043
Services	4,647,658	(165,931)	4,813,589
Municipal government	736,907	(29,794)	766,701
Other industries	22,746,702	(396,793)	23,143,495
Overseas offices and loans booked at offshore markets	14,440,729	2,575,513	11,865,216
Total	72,228,207	1,830,402	70,397,804

(2) Domestic Consumer Loans

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Total domestic consumer loans	17,034,432	(157,557)	17,191,989
Housing loans	16,133,099	(100,103)	16,233,203
Residential purpose	12,857,211	(56,708)	12,913,920
Other	901,332	(57,453)	958,786

(3) Domestic Loans to Small/Medium-Sized Companies and Proprietors

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Outstanding amount	38,029,975	(865,974)	38,895,949
% to total domestic loans	65.81%	(0.64)%	66.45%

Note: Starting in this fiscal period, BTMU adjusted its method of monitoring domestic loans to small/medium-sized companies and proprietors in the same manner as to its method of monitoring loans classified by type of industry shown above.

Outstanding amount and % to total domestic loans as of March 31, 2008, as adjusted by using the new method of monitoring, are 38,661,302 million yen and 66.05%, respectively.

MUTB Non-consolidated**(1) Loans Classified by Type of Industry**

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Domestic offices (excluding loans booked at offshore markets)	9,269,353	(215,489)	9,484,843
Manufacturing	1,438,852	93,938	1,344,914
Agriculture	284	(232)	516
Forestry			
Fishery		(31,077)	31,077
Mining	9,267	4,788	4,479
Construction	164,393	17,297	147,096
Utilities	211,197	(111,013)	322,210
Communication and information services	919,110	(39,626)	958,736
Wholesale and retail	742,940	(1,869)	744,809
Finance and insurance	1,912,782	(157,645)	2,070,427
Real estate	1,923,365	349,060	1,574,305
Services	935,534	22,225	913,309
Municipal government	24,394	3,126	21,268
Other industries	987,228	(364,463)	1,351,691
Overseas offices and loans booked at offshore markets	331,219	37,186	294,033
Total	9,600,573	(178,303)	9,778,877

Note: Starting in this fiscal period, MUTB adjusted its method of monitoring loans classified by type of industry. As a result, among other changes, loans to proprietors, which were previously reported as part of "Other industries", are included in "Real estate". The amounts of "Real estate" and "Other industries" as of March 31, 2008, as adjusted by using the new method of monitoring, are 1,946,629 million yen and 979,367 million yen, respectively.

(2) Domestic Consumer Loans

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Total domestic consumer loans	1,041,137	(21,359)	1,062,497
Housing loans	1,020,893	(19,648)	1,040,542
Residential purpose	674,970	(6,947)	681,917
Other	20,244	(1,710)	21,955

(3) Domestic Loans to Small/Medium-Sized Companies and Proprietors

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Outstanding amount	4,637,140	4,015	4,633,125
% to total domestic loans	50.02%	1.17%	48.84%

MUTB Non-consolidated : Trust Accounts**(1) Loans Classified by Type of Industry**

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Domestic offices (excluding loans booked at offshore markets)	231,155	(27,652)	258,808
Manufacturing	1,081	(73)	1,154
Agriculture			
Forestry			
Fishery			
Mining			
Construction			
Utilities	1,060	(361)	1,421
Communication and information services	5,404	(770)	6,174
Wholesale and retail		(27)	27
Finance and insurance	9,111	(356)	9,467
Real estate	33,260	19,342	13,918
Services	2,635	(165)	2,800
Municipal government	24,275	(1,013)	25,288
Other industries	154,327	(44,228)	198,555
Overseas offices and loans booked at offshore markets			
Total	231,155	(27,652)	258,808

Note: Starting in this fiscal period, MUTB adjusted its method of monitoring loans classified by type of industry. As a result, among other changes, loans to proprietors, which were previously reported as part of "Other industries", are included in "Real estate". The amounts of "Real estate" and "Other industries" as of March 31, 2008, as adjusted by using the new method of monitoring, are 38,631 million yen and 173,842 million yen, respectively.

(2) Domestic Consumer Loans

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Total domestic consumer loans	81,871	(3,541)	85,412
Housing loans	81,045	(3,447)	84,493
Residential purpose	76,823	(3,153)	79,977
Other	825	(93)	918

(3) Domestic Loans to Small/Medium-Sized Companies and Proprietors

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Outstanding amount	199,337	(25,518)	224,855
% to total domestic loans	86.23%	(0.64)%	86.88%

11. Overseas Loans**BTMU and MUTB Combined****(1) Loans to Asian Countries**

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Thailand	531,422	29,856	501,566
Indonesia	266,126	52,170	213,956
Malaysia	284,986	178,199	106,786
Philippines	65,927	1,611	64,316
South Korea	280,637	29,210	251,427
Singapore	740,178	145,016	595,161
Hong Kong	879,761	125,674	754,086
China	79,787	50,262	29,525
Taiwan	201,520	31,675	169,844
Other	387,424	64,417	323,007
Total	3,717,772	708,095	3,009,677

(2) Loans to Latin American Countries

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Argentina	3,039	226	2,813
Brazil	156,978	36,937	120,040
Mexico	112,008	30,856	81,152
Caribbean countries	883,627	169,609	714,017
Other	118,835	42,533	76,301
Total	1,274,489	280,163	994,326

12. Loans and Deposits**BTMU and MUTB Combined**

	(in millions of yen)		
	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	As of March 31, 2008 (B)
Deposits (ending balance)	112,760,288	(1,320,781)	114,081,070
Deposits (average balance)	112,148,267	1,417,831	110,730,436
Loans (ending balance)	81,828,780	1,652,099	80,176,681
Loans (average balance)	80,162,737	2,614,664	77,548,072

BTMU Non-consolidated

	(in millions of yen)		
	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	As of March 31, 2008 (B)
Deposits (ending balance)	99,767,246	(2,094,307)	101,861,554
Deposits (average balance)	99,536,114	669,104	98,867,010
Loans (ending balance)	72,228,207	1,830,402	70,397,804
Loans (average balance)	70,632,331	2,658,678	67,973,653

MUTB Non-consolidated

	(in millions of yen)		
	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	As of March 31, 2008 (B)
Deposits (ending balance)	12,993,042	773,526	12,219,516
Deposits (average balance)	12,612,152	748,727	11,863,425
Loans (ending balance)	9,600,573	(178,303)	9,778,877
Loans (average balance)	9,530,405	(44,014)	9,574,419

13. Domestic Deposits**BTMU and MUTB Combined**

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Individuals	62,672,294	77,560	62,594,734
Corporations and others	39,020,109	(702,227)	39,722,337
Domestic deposits	101,692,404	(624,667)	102,317,071

- Amounts do not include negotiable certificates of deposit and JOM accounts.
- Upon the installation of new IT systems in May 2008, BTMU adjusted its method of monitoring deposits from individuals and, starting in this fiscal year, deposits from unincorporated associations are excluded from Individuals and included in Corporations and others. The amount of deposits from Individuals and Corporations and others (a simple sum of BTMU and MUTB) as of March 31, 2008, as adjusted by using the new method of monitoring, are 61,836,290 million yen and 40,480,781 million yen, respectively.

BTMU Non-consolidated

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Individuals	53,796,510	(296,796)	54,093,306
Corporations and others	35,960,519	(953,215)	36,913,734
Domestic deposits	89,757,029	(1,250,011)	91,007,040

- Amounts do not include negotiable certificates of deposit and JOM accounts.
- Upon the installation of new IT systems in May 2008, BTMU adjusted its method of monitoring deposits from individuals and, starting in this fiscal year, deposits from unincorporated associations are excluded from Individuals and included in Corporations and others. The amount of deposits from Individuals and Corporations and others as of March 31, 2008, as adjusted by using the new method of monitoring, are 53,334,862 million yen and 37,672,178 million yen, respectively.

MUTB Non-consolidated

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in millions of yen) As of March 31, 2008 (B)
Individuals	8,875,784	374,356	8,501,428
Corporations and others	3,059,589	250,987	2,808,602
Domestic deposits	11,935,374	625,344	11,310,030

- Amounts do not include negotiable certificates of deposit and JOM accounts.

14. Status of Deferred Tax Assets**BTMU Non-consolidated****(1) Tax Effects of the Items Comprising Net Deferred Tax Assets**

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in billions of yen) As of March 31, 2008 (B)
Deferred tax assets	1,288.5	(20.1)	1,308.7
Net operating losses carried forwards	587.0	(85.0)	672.1
Allowance for credit losses	405.1	39.7	365.4
Write-down on investment securities	180.1	(53.6)	233.8
Unrealized losses on other securities	96.9	49.6	47.3
Reserve for retirement benefits	75.3	(2.2)	77.5
Other	461.7	5.6	456.1
Valuation allowance	(518.0)	25.7	(543.7)
Deferred tax liabilities	294.8	(320.2)	615.0
Unrealized gains on other securities	91.3	(242.3)	333.6
Revaluation gains on securities upon merger	90.8	(37.8)	128.7
Gains on securities contributed to employee retirement benefits trust	66.0	(0.7)	66.7
Other	46.7	(39.1)	85.8
Net deferred tax assets	993.6	300.0	693.6

(2) Net Business Profits before Credit Costs and Taxable Income

	(in billions of yen)					
	FY2003	FY2004	FY2005	FY2006	FY2007	Interim FY2008
Net business profits before credit costs	1,170.2	1,201.4	1,087.7	899.7	828.2	359.5
Credit costs	1,089.3	892.4	(485.9)	38.7	107.2	238.6
Income before income taxes	262.5	(47.3)	1,612.7	958.0	687.0	48.6
Reconciliation to taxable income	289.5	(311.4)	(1,403.1)	(401.6)	(123.1)	188.4
Taxable income	552.0	(358.8)	209.5	556.3	563.9	237.1

The amounts presented for FY 2005 include amounts of The Bank of Tokyo-Mitsubishi UFJ, Ltd. and former UFJ Bank Limited.

The amounts prior to FY 2005 include amounts of former The Bank of Tokyo-Mitsubishi, Ltd. and former UFJ Bank Limited.

(3) Classification Based on Prior Year Operating Results as Provided in the JICPA Audit Committee Report No.66

Although we recorded taxable income for the six months ended September 30, 2008, we are classified as 4 described above since we have material net operating losses carried forwards. However since we believe the net operating losses carried forwards are attributable to extraordinary factors such as changes in laws and regulations, we apply the exception to classification 4.

(Five years future taxable income is estimable.)

[Extraordinary Factors Such as Changes in Laws and Regulations]

Our net operating losses carried forwards were incurred due to, among other things, the followings : (i) we accelerated the final disposition of non performing loans in response to both the Emergency Economic Package , which provided guidance to major banks to remove claims to debtors classified as likely to become bankrupt or below from their balance sheets, and the Program for Financial Revival , which urged major banks to reduce the ratio of non performing loans to total claims by about half; and (ii) we reduced our holdings of strategic equity investments under the Law Concerning Restriction, etc. of Banks Shareholdings etc .

(4) Collectability of Deferred Tax Assets at September 30, 2008 (Assumptions)

	(in billions of yen)
	Five years total (from 2nd half of FY2008 to 1st half of FY2013)
Net business profits (*1)	4,442.7
Income before income taxes	2,669.7
Taxable income before adjustments (*2)	3,515.8
Temporary difference + net operating losses carried forwards (for which deferred tax assets shall be recognized)	3,057.0
Deferred tax assets as of September 30, 2008	1,288.5

(*1) Before provision for general allowance for credit losses. Net business profits in this table was estimated by using more conservative assumptions than those used in our business plans.

(*2) Before reversals of existing deductible temporary differences and net operating loss carried forwards.

MUTB Non-consolidated**(1) Tax Effects of the Items Comprising Net Deferred Tax Assets**

	As of September 30, 2008 (A)	Increase (Decrease) (A) - (B)	(in billions of yen) As of March 31, 2008 (B)
Deferred tax assets	125.0	(17.6)	142.6
Write-down on investment securities	83.6	(0.8)	84.4
Net operating losses carried forwards	66.7	(19.7)	86.5
Allowance for credit losses	27.3	(1.9)	29.2
Other	63.1	5.9	57.1
Valuation allowance	(115.9)	(1.1)	(114.7)
Deferred tax liabilities	55.5	(72.6)	128.2
Unrealized gains on other securities	21.1	(73.3)	94.4
Other	34.4	0.6	33.7
Net deferred tax assets	69.4	54.9	14.4

(2) Net Business Profits before Credit Costs and Taxable Income

	(in billions of yen)					
	FY2003	FY2004	FY2005	FY2006	FY2007	Interim FY2008
Net business profits before credit costs	274.1	271.1	252.6	274.3	187.2	78.5
Credit related costs	69.7	81.7	(45.8)	1.7	(21.0)	3.5
Income before income taxes	183.4	143.1	306.9	284.0	197.3	52.0
Reconciliation to taxable income	(199.1)	14.1	(212.0)	(142.9)	(26.3)	(4.3)
Taxable income	(15.6)	157.3	94.8	141.1	170.9	47.6

The amounts presented for FY 2005 include amounts of Mitsubishi UFJ Trust and Banking Corporation and former UFJ Trust Bank Limited.

The amounts prior to FY 2005 include amounts of former The Mitsubishi Trust and Banking Corporation and former UFJ Trust Bank Limited.

(3) Classification Based on Prior Year Operating Results as Provided in the JICPA Audit Committee Report No.66

Although we recorded taxable income for the six months ended September 30, 2008, we are classified as 4 described above since we have material net operating losses carried forwards. However since we believe the net operating losses carried forwards are attributable to extraordinary factors such as changes in laws and regulations, we apply the exception to classification 4.

(Five years future taxable income is estimable.)

[Extraordinary Factors Such as Changes in Laws and Regulations]

Our net operating losses carried forwards were incurred due to, among other things, the followings : (i) we accelerated the final disposition of non performing loans in response to both the Emergency Economic Package , which provided guidance to major banks to remove claims to debtors classified as likely to become bankrupt or below from their balance sheets, and the Program for Financial Revival , which urged major banks to reduce the ratio of non performing loans to total claims by about half; and (ii) we reduced our holdings of strategic equity investments under the Law Concerning Restriction, etc. of Banks Shareholdings etc .

(4) Collectability of Deferred Tax Assets at September 30, 2008 (Assumptions)

	(in billions of yen)
	Five years total (from 2nd half of FY2008 to 1st half of FY2013)
Net business profits (*1)	687.7
Income before income taxes	530.2
Taxable income before adjustments (*2)	519.2
Temporary difference + net operating losses carried forwards (for which deferred tax assets shall be recognized)	252.1
Deferred tax assets as of September 30, 2008	125.0

(*1) Before provision for general allowance for credit losses. Net business profits in this table was estimated by using more conservative assumptions than those used in our business plans.

(*2) Before reversals of existing deductible temporary differences and net operating loss carried forwards.

15. Earnings Forecasts for the Fiscal Year Ending March 31, 2009

MUFG

	(in billions of yen)			
	<Forecasts>			
	For the fiscal year ending March 31, 2009	For the six months ended September 30, 2008	For the fiscal year ended March 31, 2008	For the six months ended September 30, 2007
(Consolidated)				
Ordinary income	5,900.0	2,925.1	6,393.9	3,250.2
Ordinary profits	600.0	188.1	1,029.0	497.5
Net income	220.0	92.0	636.6	256.7
(Non-consolidated)				
Operating income	480.0	247.8	521.4	197.2
Ordinary profits	450.0	231.4	491.7	182.9
Net income	480.0	291.1	416.8	105.4

BTMU

	(in billions of yen)			
	<Forecasts>			
	For the fiscal year ending March 31, 2009	For the six months ended September 30, 2008	For the fiscal year ended March 31, 2008	For the six months ended September 30, 2007
(Consolidated)				
Ordinary profits	475.0	135.1	794.4	325.6
Net income	330.0	175.1	591.4	164.1
(Non-consolidated)				
Net business profits *	780.0	359.5	828.2	389.1
Ordinary profits	290.0	37.8	567.2	272.1
Net income	120.0	25.0	550.9	188.0

* Before provision for general allowance for credit losses

MUTB

	(in billions of yen)			
	<Forecasts>			
	For the fiscal year ending March 31, 2009	For the six months ended September 30, 2008	For the fiscal year ended March 31, 2008	For the six months ended September 30, 2007
(Consolidated)				
Ordinary profits	110.0	54.9	183.6	101.9
Net income	55.0	30.7	118.0	62.8
(Non-consolidated)				
Net business profits *	145.0	78.5	187.2	115.6
Ordinary profits	105.0	53.4	172.7	97.7
Net income	55.0	31.9	114.1	60.7

* Before credit costs for trust accounts and provision for general allowance for credit losses

(Reference)**1. Exposure to Securitized Products and Related Investments and GSE Related Investments****(1) Exposure to securitized products and related investments**

Our exposure to securitized products and related investments as of September 30, 2008 is outlined below. (Figures are on a managerial basis and rounded off.)

[Balance, net unrealized gains (losses), realized losses]

The balance as of the end of September 2008 decreased to ¥3.12 trillion in total, a decrease of ¥201 billion compared with the balance as of the end of March 2008. This decrease was mainly due to sales and redemptions, and the balance denominated in local currencies decreased at the end of September 2008.

Net unrealized losses were ¥501 billion, and the rate of decline in market value was 16.1%, an increase of 6.5% from the rate at the end of March 2008.

The effect on the P/L for the six months ended September 30, 2008 was a loss of ¥41 billion, mainly due to losses on disposal of residential mortgage-backed securities (RMBS). (The realized losses for the fiscal year ended March 31, 2008 were ¥117 billion.)

		(¥bn)					
		Balance ¹	Change from end of March	Net unrealized gains (losses)	Change from end of March	Net unrealized gains (losses) as a % of balance	Change from end of March
1	RMBS	520	(93)	(105)	(39)	(20.2)%	(9.4)%
2	Sub-prime RMBS	141	(41)	(38)	0	(27.1)%	(6.4)%
3	CMBS	35	(8)	(1)	0	(2.5)%	(1.4)%
4	CLOs	2,011	(70)	(339)	(133)	(16.9)%	(7.0)%
5	Other securitized products (card, etc.)	513	(6)	(49)	(11)	(9.6)%	(2.3)%
6	CDOs	37	(22)	(6)	1	(17.4)%	(5.1)%
7	Sub-prime ABS CDOs	0	(3)	0	1	0.0%	25.6%
8	SIV investments	3	(3)	0	0	(11.4)%	(11.4)%
9	Total	3,118	(201)	(501)	(183)	(16.1)%	(6.5)%

1. Balance is the amount after impairment and before deducting net unrealized losses. The above table does not include mortgage-backed securities arranged and guaranteed by U.S. government sponsored enterprises, etc., Japanese RMBS such as Japanese Housing Finance Agency securities, and products held by funds such as investment trusts. These are also applicable to the tables in this document.

[Distribution by rating]

AAA-rated products account for 81% of our investments in securitized products, substantially unchanged from the end of March 2008.

								(¥bn)
		AAA	AA	A	BBB	BB or lower	Unrated	Total
10	RMBS	462	30	28	0	0	0	520
11	Sub-prime RMBS	122	18	0	0	0	0	141
12	CMBS	21	9	4	1	0	0	35
13	CLOs	1,734	102	144	26	4	2	2,011
14	Other securitized products (card, etc.)	279	38	46	143	3	3	513
15	CDOs	19	11	5	0	1	0	37
16	Sub-prime ABS CDOs	0	0	0	0	0	0	0
17	SIV investments	0	0	0	0	3	0	3
18	Total	2,516	189	227	170	11	5	3,118
19	Percentage of total	81%	6%	7%	5%	0%	0%	100%
20	Percentage of total (End of March)	80%	6%	8%	6%	0%	0%	100%

[Distribution by RMBS vintage]

We hold RMBS with diverse vintages.

		Vintage				(¥bn)
		2007	2006	2005	2004 or earlier	Total
21	RMBS	74	289	138	18	520
22	Sub-prime RMBS	39	77	25	0	141
23	Non sub-prime RMBS	34	213	114	18	379

[Credit exposure related to leveraged loan]

We are not engaged in origination or distribution of securitized products of leveraged loans, and therefore, there is no balance of leveraged loans for securitization.

The following table shows the balances of LBO loans as of the end of September 2008.

						(¥bn)
Americas	Europe	Asia	Japan	Total	Change from end of March	

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1	LBO Loan ² (Balance on a commitment basis)	76	179	50	286	590	(41)
2	Balance on a booking basis	57	159	46	258	519	(23)

2. Includes balance after refinancing. (Figures are rounded off.)

[Special Purpose Entities (SPEs)]

We are engaged in sponsoring ABCP issuance for securitizing our clients' assets.

The balance of assets purchased by ABCP conduits (special purpose companies for issuing ABCP) as of the end of September 2008 was ¥4.98 trillion (¥1.74 trillion overseas).

The purchased assets are mainly receivables and they do not include residential mortgages.

[Monoline insurer related]

There is no credit outstanding or credit derivative transactions with monoline insurers.

(2) Exposure to GSE related investments

We hold mortgage-backed securities arranged and guaranteed by Federal National Mortgage Association (Fannie Mae), Federal Home Loan Mortgage Corporation (Freddie Mac) and Government National Mortgage Association (Ginnie Mae), mainly as part of our ALM operation relating to foreign currencies.

Our holding balance of these mortgage-backed securities as of the end of September 2008 was ¥2,838 billion in total, a decrease of ¥302 billion compared with the balance as of the end of June 2008. Net unrealized losses were ¥33 billion, a decrease of ¥18 billion from the losses as of the end of June 2008, and the rate of decline in market value was 1.1%, a decrease of 0.5% from the rate at the end of June 2008.

Our holding balance of debt securities issued by the above three institutions and Federal Home Loan Banks (Agency Securities) as of the end of September 2008 was ¥117 billion, a decrease of ¥70 billion compared with the balance as of the end of June 2008. Net unrealized gains were not significant.

<Terminology>

RMBS	: Asset-backed securities collateralized by residential mortgages
CMBS	: Asset-backed securities collateralized by commercial mortgages
CLOs	: Collateralized debt obligations backed by whole commercial loans, revolving credit facilities, or letters of credit
CDOs	: Structured credit securities backed by a pool of securities, loans, or credit default swaps
ABS CDOs	: Collateralized debt obligations backed by asset backed securities
SIVs	: Investment companies established mainly for gaining profit margin by raising funds through subordinated notes and short-term CPs, etc. and investing in relatively long-term securitized products and bonds, etc.
LBO Loans	: Loans collateralized by assets and/or future cash flows of an acquired company
ABCP	: Commercial papers issued by a Special Purpose Company (SPC) collateralized by assets
GSE	: U.S. government sponsored enterprises such as Federal National Mortgage Association (Fannie Mae)

(Reference)**2. Financial Statements****BTMU Consolidated****(1) Consolidated Balance Sheets**

	As of September 30, 2008	(in millions of yen) As of March 31, 2008
Assets:		
Cash and due from banks	7,945,518	9,127,750
Call loans and bills bought	784,987	1,096,258
Receivables under resale agreements	120,503	397,907
Receivables under securities borrowing transactions	3,554,122	4,874,657
Monetary claims bought	4,173,449	4,529,809
Trading assets	8,521,460	4,795,728
Money held in trust	286,237	290,341
Securities	31,273,945	33,281,702
Allowance for losses on securities	(35,716)	(29,336)
Loans and bills discounted	80,668,401	79,363,106
Foreign exchanges	1,657,603	1,243,500
Other assets	5,213,653	4,590,922
Tangible fixed assets	1,022,192	1,366,027
Intangible fixed assets	456,804	622,334
Deferred tax assets	1,002,539	747,152
Customers' liabilities for acceptances and guarantees	9,353,985	10,483,692
Allowance for credit losses	(879,237)	(979,575)
Total assets	155,120,452	155,801,981

Mitsubishi UFJ Financial Group, Inc.

	(in millions of yen)	
	As of September 30, 2008	As of March 31, 2008
Liabilities:		
Deposits	107,094,684	109,411,671
Negotiable certificates of deposit	5,572,916	5,323,841
Call money and bills sold	2,147,574	1,800,584
Payables under repurchase agreements	3,850,718	3,961,480
Payables under securities lending transactions	1,455,135	2,546,715
Commercial papers	173,685	357,362
Trading liabilities	4,250,007	1,220,211
Borrowed money	2,694,290	2,660,227
Foreign exchanges	979,813	974,790
Short-term bonds payable	36,165	44,200
Bonds payable	4,874,970	4,862,493
Other liabilities	5,031,727	3,667,563
Reserve for bonuses	23,409	25,601
Reserve for bonuses to directors	66	141
Reserve for retirement benefits	37,274	47,563
Reserve for retirement benefits to directors	677	1,035
Reserve for loyalty award credits	884	8,043
Reserve for contingent losses	50,866	126,649
Reserve for losses relating to business restructuring		22,865
Reserves under special laws	1,471	1,901
Deferred tax liabilities	33,130	76,331
Deferred tax liabilities for land revaluation	189,933	191,788
Acceptances and guarantees	9,353,985	10,483,692
Total liabilities	147,853,391	147,816,755
Net assets:		
Capital stock	996,973	996,973
Capital surplus	2,773,290	2,773,290
Retained earnings	2,026,410	2,032,903
Total shareholders' equity	5,796,674	5,803,166
Net unrealized gains (losses) on other securities	(236,869)	266,877
Net deferred gains (losses) on hedging instruments	11,426	82,737
Land revaluation excess	228,616	231,333
Foreign currency translation adjustments	(81,330)	(48,871)
Pension liability adjustments of subsidiaries preparing financial statements under US GAAP	(12,392)	
Total valuation and translation adjustments	(90,549)	532,077
Minority interests	1,560,936	1,649,981
Total net assets	7,267,061	7,985,225
Total liabilities and net assets	155,120,452	155,801,981

BTMU Consolidated**(2) Consolidated Statements of Income**

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Ordinary income	2,555,737	2,238,656
Interest income	1,697,474	1,536,345
(Interest on loans and bills discounted)	1,087,348	1,021,448
(Interest and dividends on securities)	339,646	284,929
Trust fees	12,893	9,964
Fees and commissions	428,689	375,583
Trading income	99,919	52,036
Other business income	108,012	151,854
Other ordinary income	208,749	112,871
Ordinary expenses	2,230,118	2,103,523
Interest expenses	831,041	650,106
(Interest on deposits)	424,058	332,338
Fees and commissions	56,085	56,701
Trading expenses		1,288
Other business expenses	75,400	122,216
General and administrative expenses	827,783	774,581
Other ordinary expenses	439,808	498,629
Ordinary profits	325,618	135,132
Extraordinary gains	32,546	193,831
Gains on disposition of fixed assets	2,597	954
Gains on loans written-off	16,898	12,185
Reversal of reserve for contingent liabilities from financial instruments transactions		434
Gains on changes in subsidiaries' equity	13,050	
Gains on sales of equity securities of MUFG		172,096
Impact upon the adoption of the Accounting standard for lease transactions		6,186
Gains on sales of equity securities of subsidiaries		1,974
Extraordinary losses	75,789	55,416
Losses on disposition of fixed assets	6,066	6,634
Losses on impairment of fixed assets	10,119	1,583
Provision for reserve for losses relating to business restructuring	59,603	
Expenses relating to systems integration		47,198
Income before income taxes and others	282,375	273,547
Income taxes - current	41,997	37,166
Income taxes - deferred	92,455	14,409
Total taxes		51,575
Minority interests	(16,217)	46,829
Net income	164,140	175,142

BTMU Consolidated**(3) Consolidated Statements of Changes in Net Assets**

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Shareholders' equity		
Capital stock		
Balance at the beginning of the period	996,973	996,973
Balance at the end of the period	996,973	996,973
Capital surplus		
Balance at the beginning of the period	2,767,590	2,773,290
Balance at the end of the period	2,767,590	2,773,290
Retained earnings		
Balance at the beginning of the period	1,914,973	2,032,903
Changes during the period		
Dividends from retained earnings	(160,703)	(183,966)
Net income	164,140	175,142
Reversal of land revaluation excess	1,417	2,717
Increase in companies accounted for under the equity method		5,763
Decrease in companies accounted for under the equity method		(16)
Increase in accounting standards in overseas consolidated subsidiaries	(9,116)	
Increase due to unification of accounting policies applied to foreign subsidiaries		537
Decrease due to unification of accounting policies applied to foreign subsidiaries		(6,669)
Total changes during the period	(4,261)	(6,492)
Balance at the end of the period	1,910,712	2,026,410
Total shareholders' equity		
Balance at the beginning of the period	5,679,537	5,803,166
Changes during the period		
Dividends from retained earnings	(160,703)	(183,966)
Net income	164,140	175,142
Reversal of land revaluation excess	1,417	2,717
Increase in companies accounted for under the equity method		5,763
Decrease in companies accounted for under the equity method		(16)
Increase in accounting standards in overseas consolidated subsidiaries	(9,116)	
Increase due to unification of accounting policies applied to foreign subsidiaries		537
Decrease due to unification of accounting policies applied to foreign subsidiaries		(6,669)
Total changes during the period	(4,261)	(6,492)
Balance at the end of the period	5,675,275	5,796,674

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Valuation and translation adjustments		
Net unrealized gains (losses) on other securities		
Balance at the beginning of the period	1,431,320	266,877
Changes during the period		
Net changes in items other than shareholders' equity	(175,419)	(503,746)
Total changes during the period	(175,419)	(503,746)
Balance at the end of the period	1,255,900	(236,869)
Net deferred gains (losses) on hedging instruments		
Balance at the beginning of the period	(52,655)	82,737
Changes during the period		
Net changes in items other than shareholders' equity	(521)	(71,311)
Total changes during the period	(521)	(71,311)
Balance at the end of the period	(53,177)	11,426
Land revaluation excess		
Balance at the beginning of the period	240,307	231,333
Changes during the period		
Net changes in items other than shareholders' equity	(1,417)	(2,717)
Total changes during the period	(1,417)	(2,717)
Balance at the end of the period	238,889	228,616
Foreign currency translation adjustments		
Balance at the beginning of the period	(30,676)	(48,871)
Changes during the period		
Net changes in items other than shareholders' equity	31,767	(32,458)
Total changes during the period	31,767	(32,458)
Balance at the end of the period	1,091	(81,330)
Pension liability adjustments of subsidiaries preparing financial statements under US GAAP		
Balance at the beginning of the period		
Changes during the period		
Net changes in items other than shareholders' equity		(12,392)
Total changes during the period		(12,392)
Balance at the end of the period		(12,392)

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Total valuation and translation adjustments		
Balance at the beginning of the period	1,588,295	532,077
Changes during the period		
Net changes in items other than shareholders' equity	(145,591)	(622,627)
Total changes during the period	(145,591)	(622,627)
Balance at the end of the period	1,442,704	(90,549)

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Minority interests		
Balance at the beginning of the period	1,622,722	1,649,981
Changes during the period		
Net changes in items other than shareholders' equity	(46,170)	(89,044)
Total changes during the period	(46,170)	(89,044)
Balance at the end of the period	1,576,551	1,560,936
Total net assets		
Balance at the beginning of the period	8,890,555	7,985,225
Changes during the period		
Dividends from retained earnings	(160,703)	(183,966)
Net income	164,140	175,142
Reversal of land revaluation excess	1,417	2,717
Increase in companies accounted for under the equity method		5,763
Decrease in companies accounted for under the equity method		(16)
Changes in accounting standards in overseas consolidated subsidiaries	(9,116)	
Increase due to unification of accounting policies applied to foreign subsidiaries		537
Decrease due to unification of accounting policies applied to foreign subsidiaries		(6,669)
Net changes in items other than shareholders' equity	(191,761)	(711,672)
Total changes during the period	(196,023)	(718,164)
Balance at the end of the period	8,694,532	7,267,061

BTMU Non-consolidated**(4) Non-consolidated Balance Sheets**

	As of September 30, 2008	(in millions of yen) As of March 31, 2008
Assets:		
Cash and due from banks	7,985,294	9,004,369
Call loans	554,331	656,874
Receivables under resale agreements	41,097	283,826
Receivables under securities borrowing transactions	3,544,509	4,874,657
Bills bought		226,200
Monetary claims bought	3,317,588	3,602,885
Trading assets	8,411,407	4,785,724
Money held in trust	70,275	77,137
Securities	31,106,307	33,191,095
Allowance for losses on securities	(92,254)	(85,776)
Loans and bills discounted	72,228,207	70,397,804
Foreign exchanges	1,641,257	1,224,907
Other assets	4,280,265	3,184,526
Tangible fixed assets	936,956	959,984
Intangible fixed assets	330,689	356,365
Deferred tax assets	993,654	693,629
Customers liabilities for acceptances and guarantees	7,431,818	6,867,725
Allowance for credit losses	(674,415)	(640,596)
 Total assets	 142,106,991	 139,661,343

Mitsubishi UFJ Financial Group, Inc.

	(in millions of yen)	
	As of September 30, 2008	As of March 31, 2008
Liabilities:		
Deposits	99,767,246	101,861,554
Negotiable certificates of deposit	5,561,932	5,420,058
Call money	1,808,065	1,528,706
Payables under repurchase agreements	3,726,524	3,832,129
Payables under securities lending transactions	1,382,950	2,487,240
Trading liabilities	4,149,558	1,171,412
Borrowed money	4,646,501	4,115,106
Foreign exchanges	995,640	991,260
Short-term bonds payable		42,200
Bonds payable	3,180,478	3,066,197
Other liabilities	3,799,340	1,882,799
Income taxes payable	11,301	10,568
Lease liabilities	512	
Other liabilities	3,787,527	
Reserve for bonuses	16,669	16,969
Reserve for bonuses to directors	43	140
Reserve for retirement benefits	10,343	10,232
Reserve for loyalty award credits	703	403
Reserve for contingent losses	39,252	75,514
Reserves under special laws	31	31
Deferred tax liabilities for land revaluation	189,933	191,788
Acceptances and guarantees	7,431,818	6,867,725
Total liabilities	136,707,035	133,561,471
Net assets:		
Capital stock	996,973	996,973
Capital surplus	2,773,290	2,773,290
Capital reserve	2,773,290	2,773,290
Retained earnings	1,571,848	1,728,082
Revenue reserve	190,044	190,044
Other retained earnings	1,381,804	1,538,037
Funds for retirement benefits	2,432	2,432
Other reserve	718,196	718,196
Earned surplus brought forward	661,175	817,408
Total shareholders' equity	5,342,112	5,498,345
Net unrealized gains (losses) on other securities	(193,236)	289,078
Net deferred gains (losses) on hedging instruments	22,464	81,114
Land revaluation excess	228,616	231,333
Total valuation and translation adjustments	57,843	601,526
Total net assets	5,399,955	6,099,871
Total liabilities and net assets	142,106,991	139,661,343

BTMU Non-consolidated**(5) Non-consolidated Statements of Income**

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Ordinary income	1,941,878	1,769,495
Interest income	1,379,950	1,261,737
(Interest on loans and bills discounted)	794,108	782,614
(Interest and dividends on securities)	330,818	270,081
Fees and commissions	260,936	258,714
Trading income	99,129	49,428
Other business income	101,658	123,099
Other ordinary income	100,203	76,515
Ordinary expenses	1,669,695	1,731,602
Interest expenses	764,806	597,464
(Interest on deposits)	370,097	287,204
Fees and commissions	64,049	65,992
Trading expenses	832	1,281
Other business expenses	72,878	105,569
General and administrative expenses	564,774	565,768
Other ordinary expenses	202,353	395,526
Ordinary profits	272,183	37,892
Extraordinary gains	32,712	65,387
Extraordinary losses	10,594	54,580
Income before income taxes	294,301	48,699
Income taxes current	18,035	8,213
Income taxes deferred	88,196	15,470
Total taxes	106,231	23,683
Net income	188,069	25,016

MUTB Consolidated**(1) Consolidated Balance Sheets**

	As of September 30, 2008	(in millions of yen) As of March 31, 2008
Assets:		
Cash and due from banks	2,398,412	1,537,096
Call loans and bills bought	273,115	196,309
Receivables under resale agreements	8,868	
Receivables under securities borrowing transactions	205,525	300,803
Monetary claims bought	53,293	63,388
Trading assets	280,470	275,131
Money held in trust	3,007	3
Securities	7,121,591	7,251,895
Allowance for losses on securities	(985)	(829)
Loans and bills discounted	9,592,156	9,769,422
Foreign exchanges	16,190	11,454
Other assets	785,491	866,891
Tangible fixed assets	179,837	182,624
Intangible fixed assets	81,766	78,936
Deferred tax assets	71,700	17,484
Customers' liabilities for acceptances and guarantees	655,084	252,494
Allowance for credit losses	(89,968)	(101,640)
Total assets	21,635,558	20,701,464

Mitsubishi UFJ Financial Group, Inc.

	(in millions of yen)	
	As of September 30, 2008	As of March 31, 2008
Liabilities:		
Deposits	13,148,316	12,415,021
Negotiable certificates of deposit	2,334,061	2,015,367
Call money and bills sold	80,000	70,629
Payables under repurchase agreements	909,516	406,270
Payables under securities lending transactions	66,999	475,367
Trading liabilities	42,965	52,660
Borrowed money	511,354	1,244,563
Foreign exchanges	21	108
Short-term bonds payable	210,700	231,700
Bonds payable	213,400	267,000
Due to trust accounts	1,338,192	1,462,822
Other liabilities	742,016	388,429
Reserve for bonuses	5,779	6,236
Reserve for bonuses to directors	29	86
Reserve for retirement benefits	2,700	2,607
Reserve for retirement benefits to directors	205	216
Reserve for contingent losses	6,998	6,532
Deferred tax liabilities	518	1,411
Deferred tax liabilities for land revaluation	7,319	7,614
Acceptances and guarantees	655,084	252,494
Total liabilities	20,276,180	19,307,140
Net assets:		
Capital stock	324,279	324,279
Capital surplus	412,315	412,315
Retained earnings	528,533	546,596
Total shareholders' equity	1,265,128	1,283,191
Net unrealized gains (losses) on other securities	983	112,561
Net deferred gains (losses) on hedging instruments	(9,023)	(6,095)
Land revaluation excess	(9,380)	(10,170)
Foreign currency translation adjustments	(4,157)	(848)
Total valuation and translation adjustments	(21,577)	95,447
Minority interests	115,826	15,686
Total net assets	1,359,377	1,394,324
Total liabilities and net assets	21,635,558	20,701,464

MUTB Consolidated**(2) Consolidated Statements of Income**

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Ordinary income	372,802	336,403
Trust fees	66,102	57,132
Interest income	192,078	167,639
(Interest on loans and bills discounted)	79,897	76,762
(Interest and dividends on securities)	90,669	72,199
Fees and commissions	89,106	73,809
Trading income	3,292	4,168
Other business income	7,582	27,279
Other ordinary income	14,640	6,373
Ordinary expenses	270,891	281,410
Interest expenses	84,906	87,706
(Interest on deposits)	43,563	45,934
Fees and commissions	6,678	7,706
Trading expenses	50	3,419
Other business expenses	23,410	25,986
General and administrative expenses	125,072	129,574
Other ordinary expenses	30,773	27,016
Ordinary profits	101,911	54,992
Extraordinary gains	5,378	1,895
Gains on disposition of fixed assets	1,113	738
Gains on loans written-off	3,401	1,157
Reversal of reserve for contingent losses	863	
Extraordinary losses	1,661	3,375
Losses on disposition of fixed assets	1,245	1,609
Losses on impairment of fixed assets	416	1,765
Income before income taxes and others	105,627	53,513
Income taxes current	1,774	1,669
Income taxes deferred	40,155	20,251
Total taxes		21,920
Minority interests	896	856
Net income	62,800	30,736

MUTB Consolidated**(3) Consolidated Statements of Changes in Net Assets**

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Shareholders' equity		
Capital stock		
Balance at the beginning of the period	324,279	324,279
Balance at the end of the period	324,279	324,279
Capital surplus		
Balance at the beginning of the period	530,334	412,315
Changes during the period		
Dividends	(118,018)	
Total changes during the period	(118,018)	
Balance at the end of the period	412,315	412,315
Retained earnings		
Balance at the beginning of the period	471,989	546,596
Changes during the period		
Dividends	(25,822)	(48,010)
Net income	62,800	30,736
Reversal of land revaluation excess	(14)	(788)
Total changes during the period	36,963	(18,062)
Balance at the end of the period	508,952	528,533
Total shareholders' equity		
Balance at the beginning of the period	1,326,602	1,283,191
Changes during the period		
Dividends	(143,841)	(48,010)
Net income	62,800	30,736
Reversal of land revaluation excess	(14)	(788)
Total changes during the period	(81,055)	(18,062)
Balance at the end of the period	1,245,547	1,265,128

Mitsubishi UFJ Financial Group, Inc.

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Valuation and translation adjustments		
Net unrealized gains (losses) on other securities		
Balance at the beginning of the period	417,489	112,561
Changes during the period		
Net changes in items other than shareholders' equity	(74,416)	(111,578)
Total changes during the period	(74,416)	(111,578)
Balance at the end of the period	343,072	983
Net deferred gains (losses) on hedging instruments		
Balance at the beginning of the period	(6,859)	(6,095)
Changes during the period		
Net changes in items other than shareholders' equity	(3,029)	(2,927)
Total changes during the period	(3,029)	(2,927)
Balance at the end of the period	(9,888)	(9,023)
Land revaluation excess		
Balance at the beginning of the period	(10,329)	(10,170)
Changes during the period		
Net changes in items other than shareholders' equity	69	790
Total changes during the period	69	790
Balance at the end of the period	(10,260)	(9,380)
Foreign currency translation adjustments		
Balance at the beginning of the period	749	(848)
Changes during the period		
Net changes in items other than shareholders' equity	2,024	(3,308)
Total changes during the period	2,024	(3,308)
Balance at the end of the period	2,773	(4,157)
Total valuation and translation adjustments		
Balance at the beginning of the period	401,049	95,447
Changes during the period		
Net changes in items other than shareholders' equity	(75,352)	(117,024)
Total changes during the period	(75,352)	(117,024)
Balance at the end of the period	325,697	(21,577)
Minority interests		
Balance at the beginning of the period	10,777	15,686
Changes during the period		

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Net changes in items other than shareholders' equity	3,956	100,140
Total changes during the period	3,956	100,140
Balance at the end of the period	14,733	115,826
Total net assets		
Balance at the beginning of the period	1,738,429	1,394,324
Changes during the period		
Dividends	(143,841)	(48,010)
Net income	62,800	30,736
Reversal of land revaluation excess	(14)	(788)
Net changes in items other than shareholders' equity	(71,395)	(16,884)
Total changes during the period	(152,451)	(34,946)
Balance at the end of the period	1,585,978	1,359,377

MUTB Non-consolidated**(4) Non-consolidated Balance Sheets**

	As of September 30, 2008	(in millions of yen) As of March 31, 2008
Assets:		
Cash and due from banks	2,148,221	1,238,010
Call loans	243,115	192,409
Receivables under securities borrowing transactions	185,162	301,357
Monetary claims bought	53,073	62,605
Trading assets	280,372	274,754
Money held in trust	3,004	
Securities	6,966,126	7,071,844
Allowance for losses on securities	(985)	(829)
Loans and bills discounted	9,600,573	9,778,877
Foreign exchanges	16,190	11,454
Other assets	778,039	869,637
Tangible fixed assets	176,946	179,703
Intangible fixed assets	63,975	61,961
Deferred tax assets	69,443	14,453
Customers liabilities for acceptances and guarantees	241,380	179,701
Allowance for credit losses	(89,290)	(100,756)
 Total assets	 20,735,350	 20,135,186

Mitsubishi UFJ Financial Group, Inc.

	(in millions of yen)	
	As of September 30, 2008	As of March 31, 2008
Liabilities:		
Deposits	12,993,042	12,219,516
Negotiable certificates of deposit	2,334,061	2,015,437
Call money	80,000	70,629
Payables under repurchase agreements	900,702	651,176
Payables under securities lending transactions	66,999	319,347
Trading liabilities	42,965	52,660
Borrowed money	618,217	1,246,844
Foreign exchanges	42	121
Short-term bonds payable	210,700	231,700
Bonds payable	210,000	263,600
Due to trust accounts	1,085,924	1,156,318
Other liabilities	726,103	372,498
Income taxes payable	1,148	1,293
Lease liabilities	17	
Other liabilities	724,937	
Reserve for bonuses	4,331	4,400
Reserve for bonuses to directors	29	86
Reserve for contingent losses	6,995	6,516
Deferred tax liabilities for land revaluation	7,319	7,614
Acceptances and guarantees	241,380	179,701
Total liabilities	19,528,815	18,798,169
Net assets:		
Capital stock	324,279	324,279
Capital surplus	412,315	412,315
Capital reserve	250,619	250,619
Other capital surplus	161,695	161,695
Retained earnings	488,295	505,149
Revenue reserve	73,714	73,714
Other retained earnings	414,581	431,435
Funds for retirement benefits	710	710
Other reserve	138,495	138,495
Earned surplus brought forward	275,376	292,230
Total shareholders' equity	1,224,890	1,241,744
Net unrealized gains (losses) on other securities	(105)	111,342
Net deferred gains (losses) on hedging instruments	(8,868)	(5,899)
Land revaluation excess	(9,380)	(10,170)
Total valuation and translation adjustments	(18,354)	95,272
Total net assets	1,206,535	1,337,016
Total liabilities and net assets	20,735,350	20,135,186

MUTB Non-consolidated**(5) Non-consolidated Statements of Income**

	For the six months ended September 30, 2007	(in millions of yen) For the six months ended September 30, 2008
Ordinary income	344,267	310,468
Trust fees	59,651	51,281
Interest income	186,746	165,498
(Interest on loans and bills discounted)	79,968	76,822
(Interest and dividends on securities)	90,937	74,703
Fees and commissions	75,325	59,255
Trading income	2,150	908
Other business income	7,628	27,260
Other ordinary income	12,765	6,262
Ordinary expenses	246,495	256,969
Interest expenses	80,610	84,849
(Interest on deposits)	42,014	44,328
Fees and commissions	11,957	11,557
Trading expenses	63	3,419
Other business expenses	23,410	25,986
General and administrative expenses	100,614	104,287
Other ordinary expenses	29,839	26,868
Ordinary profits	97,772	53,499
Extraordinary gains	9,847	1,841
Extraordinary losses	7,381	3,321
Income before income taxes	100,237	52,019
Income taxes current	(231)	(297)
Income taxes deferred	39,752	20,371
Total taxes		20,074
Net income	60,715	31,944

MUTB Non-consolidated**(6) Statements of Trust Assets and Liabilities****Including trust assets under service-shared co-trusteeship**

	As of September 30, 2008	(in millions of yen) As of March 31, 2008
Assets:		
Loans and bills discounted	231,155	258,808
Securities	49,023,519	56,653,850
Beneficiary rights to the trust	30,620,893	29,364,988
Securities held in custody accounts	1,273,899	1,447,409
Monetary claims	11,713,560	12,088,390
Tangible fixed assets	9,228,810	9,006,213
Intangible fixed assets	137,386	135,336
Other claims	1,924,816	2,526,318
Call loans	1,212,197	1,562,454
Due from banking account	1,337,339	1,462,686
Cash and due from banks	2,466,547	2,470,131
Total assets	109,170,126	116,976,588
Liabilities:		
Money trusts	18,790,414	27,359,053
Pension trusts	13,066,117	13,188,924
Property formation benefit trusts	11,990	12,672
Loan trusts	171,211	233,164
Investment trusts	28,643,813	27,242,745
Money entrusted other than money trusts	2,692,565	2,782,420
Securities trusts	1,501,055	1,812,150
Monetary claim trusts	12,287,101	12,611,728
Equipment trusts	38,587	39,597
Land and fixtures trusts	96,539	105,398
Composite trusts	31,870,730	31,588,732
Total liabilities	109,170,126	116,976,588

Note: The table shown above includes master trust assets under the service-shared co-trusteeship between MUTB and The Master Trust Bank of Japan, Ltd.

Detailed information for trust accounts with contracts indemnifying the principal amounts as of September 30, 2008 (including trusts for which beneficiary interests are re-entrusted)

	(in millions of yen)	
	Money trusts	Loan trusts
Assets:		
Loans and bills discounted	145,226	
Securities	58,064	
Other	982,513	172,155
Total	1,185,803	172,155
Liabilities:		
Principal	1,154,687	169,572
Allowance for bad debts	435	
Special internal reserves		1,079
Other	30,680	1,504
Total	1,185,803	172,155

MUTB Non-consolidated**(7) Major Items**

	As of September 30, 2008	(in millions of yen) As of March 31, 2008
Total funds	47,366,837	55,028,768
Deposits	12,993,042	12,219,516
Negotiable certificates of deposit	2,334,061	2,015,437
Money trusts	18,790,414	27,359,053
Pension trusts	13,066,117	13,188,924
Property formation benefit trusts	11,990	12,672
Loan trusts	171,211	233,164
Loans and bills discounted	9,831,729	10,037,685
Banking account	9,600,573	9,778,877
Trust account	231,155	258,808
Investment securities	55,989,646	63,725,695

Note: The table shown above includes master trust assets under the service-shared co-trusteeship between MUTB and The Master Trust Bank of Japan, Ltd.