

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

**MUFG optimizes certain businesses and functions of BTMU and MUSHD;
BTMU submitted the notification of withdrawal
as a Japanese Government Bond Special Participant (Primary Dealer)**

Tokyo, July 13, 2016 --- Mitsubishi UFJ Financial Group, Inc. (MUFG) today announced the commencement of the banking-securities business optimization of the respective Sales & Trading (S&T) businesses of The Bank of Tokyo-Mitsubishi UFJ, Ltd. (BTMU) and subsidiaries of Mitsubishi UFJ Securities Holdings Co., Ltd. (MUSHD) in EMEA and Asia this month as a key initiative of MUFG's current Medium-term Business Plan. This business optimization for S&T business is also scheduled to be implemented in the Americas and Japan this coming autumn. Following these optimizations, MUFG aims to provide its clients with higher quality service and improved offerings of financial products.

Pursuant to this group-driven strategy, BTMU submitted a notification of its withdrawal as a Japanese Government Bond Market Special Participant to the Ministry of Finance, as BTMU's Japanese Government Bond (JGB) primary dealer function will be consolidated within Mitsubishi UFJ Morgan Stanley Securities Co., Ltd. (MUMSS), a subsidiary of MUSHD.

MUMSS will continue to be a JGB primary dealer and BTMU will participate in JGB auctions as an investor. The MUFG Group as a whole will continue to play a significant role in achieving stability in the JGB primary and secondary markets. Since JGBs are highly important assets for BTMU in managing its balance sheet, liquidity and collateral, BTMU will not change its policy of maintaining ample holdings of JGBs.

End

[Reference: MUMSS ranking in JGB auctions (since Jan. 2015)]

Publication Date	Jan. 2015	Apr. 2015	Jul. 2015	Oct. 2015	Jan. 2016	Apr. 2016	Jul. 2016
MUMSS rank	1 st	1 st	2 nd	2 nd	1 st	2 nd	3 rd

* This ranking is published quarterly, based on the results of JGB auctions over the previous six months, adjusted for duration.

* This ranking lists the top ten institutions out of 22.

(Source: Ministry of Finance of Japan's website)