

MUFG signs MOU with Philippine Board of Investment and Security Bank Corporation

Tokyo, January 26, 2018 --- Mitsubishi UFJ Financial Group, Inc.'s (MUFG) commercial banking arm The Bank of Tokyo-Mitsubishi UFJ, Ltd. (President & CEO: Kanetsugu Mike) and its equity method affiliate Security Bank Corporation (Security Bank), a major commercial bank in the Republic of Philippines (Philippines) concluded a Memorandum of Understanding (MOU) for Cooperation on the Promotion of Investments (this MOU) with Philippine Board of Investment (BOI).

1. Purpose and background of this MOU

Bank of Tokyo-Mitsubishi UFJ has created a platform to provide high added-value financial services in both countries, and in 2016 acquired 20% share of Security Bank and formed a business alliance with Security Bank in order to further enhance this aim. Relations between Bank of Tokyo-Mitsubishi UFJ and BOI have been developing since they concluded a MOU for the promotion of investment and trade cooperation in the past. Upon Security Bank's becoming an equity-method affiliate of MUFG and developing a business alliance with Bank of Tokyo-Mitsubishi UFJ, this MOU was concluded among the three parties including Security Bank. We aim to promote corporate investment in the Philippines and contribute to the development of the economy and industry of both countries, leveraging on our bank's global network and Security Bank's local network.

2. Overview of this MOU

- (1) The conduct of investment seminars or missions, including business matching activities;
- (2) Joint assistance to foster economic and industrial linkages between investors and corporations;
- (3) Set up special working team/s, as needed, to undertake the areas of cooperation;
- (4) Referral by Security Bank of its customers in the Philippines to our bank's customers in the Philippines and in Japan to invest in industries or sectors listed in the Philippines' latest Investment Priorities Plan; and
- (5) Exchange of information between Philippine and Japanese investors

3. Overview of Security Bank

Security Bank is the 5th largest private domestic universal bank in the Philippines by total assets as of September 2017. It provides a comprehensive range of banking services with core businesses in Wholesale Banking, Retail Banking and Financial Markets to large corporations, SMEs and individuals through its network of 303 branches across the country. In April 2016, Bank of Tokyo-Mitsubishi UFJ acquired 20% share of Security Bank which made it an equity-method affiliate of Bank of Tokyo-Mitsubishi UFJ.

4. Overview of BOI

The Philippine Board of Investments (BOI), an attached agency of Department of Trade and Industry (DTI), is the lead government agency established under the Omnibus Investment Code of 1987 or Executive Order No. 226 and responsible for the promotion of investments in the Philippines.

BOI publishes a rolling three-year Investment Priorities Plan and provides various incentives such as

tax exemption for companies investing in preferred areas listed in the Plan. Taking the lead in the promotion of investments, BOI assists Filipino and foreign investors to venture and prosper in desirable areas of economic activities.