

This English version is a translation of the original Japanese document and is only for reference purposes. In the case where any differences occur between the English version and the original Japanese version, the Japanese version will prevail. The financial results written in the original Japanese document is not audited by independent auditors.



January 31, 2012

Consolidated Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2012 [under Japanese GAAP]

Company name: **Mitsubishi UFJ Securities Holdings Co., Ltd.**

URL: <http://www.hd.sc.mufg.jp/>

Representative: Toshiro Toyozumi, President & CEO

Contact: Jun Harada, General Manager, Financial Planning Division

TEL: (03) 6213-2550

Supplementary material on quarterly financial results: None

Quarterly financial results presentation meeting: None

(Millions of yen with fractional amounts disregarded)

1. Consolidated performance for the third quarter of fiscal year 2011 (from April 1, 2011 to December 31, 2011)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Operating revenue		Net operating revenue		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First nine months of FY2011	220,638	(7.9)	167,978	(11.7)	(9,574)	–	19,185	–
First nine months of FY2010	239,478	(10.0)	190,227	(13.2)	(7,966)	–	(728)	–

	Net income		Net income per share	Diluted net income per share
	Millions of yen	%	Yen	Yen
First nine months of FY2011	4,082	(77.8)	5.66	–
First nine months of FY2010	18,395	(26.8)	25.66	25.65

(Note) Comprehensive income First nine months of FY2011: 1,575 million yen (– %)
First nine months of FY2010: -3,838 million yen (– %)

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2011	23,915,897	799,436	2.4
As of March 31, 2011	20,486,251	802,106	2.7

(Reference) Equity As of December 31, 2011: 580,813 million yen As of March 31, 2011: 557,913 million yen

(Note) “Equity ratio” is computed under the formula shown below:

(Total net assets – Subscription rights to shares – Minority interests) / Total assets

2. Other

(1) Changes in significant subsidiaries during the current period: Yes

Excluded: 1 company (MUSHK Limited)

(Note) For details, please refer to "1. Matters regarding summary information (others), (1) Changes in significant subsidiaries during the current period" on page 1 of the "Attached Material."

(2) Application of particular accounting for preparing quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections

- a. Changes in accounting policies due to revisions to accounting standards and other regulations: None
- b. Changes in accounting policies due to other reasons: Yes
- c. Changes in accounting estimates: Yes
- d. Restatement of prior period financial statements after error corrections: None

(Note) Determination of changes is based on applicability to Article 10-5 of the "Regulations on Terminology, Forms, and Preparation Methods of Quarterly Consolidated Financial Statements." For details, please refer to "1. Matters regarding summary information (others), (2) Changes in accounting policies and changes in accounting estimates" on page 1 of the "Attached Material."

(4) Number of issued shares (common stock)

- a. Total number of issued shares at the end of the period (including treasury stock)

As of December 31, 2011	736,985,496 shares
As of March 31, 2011	716,985,496 shares

- b. Number of shares of treasury stock at the end of the period

As of December 31, 2011	– shares
As of March 31, 2011	– shares

- c. Average number of shares during the period (cumulative from the beginning of the fiscal year)

First nine months of the fiscal year ending March 31, 2012	721,429,940 shares
First nine months of the fiscal year ended March 31, 2011	716,985,496 shares

<* Indication regarding execution of quarterly review procedures >

This quarterly financial results report is exempt from the review procedures for Quarterly Securities Report pursuant to the Financial Instruments and Exchange Act.

<* Other special matters>

None

Attached Material

Index

1. Matters regarding summary information (others)		
(1) Changes in significant subsidiaries during the current period	.....	P. 1
(2) Changes in accounting policies and changes in accounting estimates	.....	P. 1
2. Consolidated financial statements		
(1) Consolidated balance sheets	.....	P. 2
(2) Consolidated statements of income and Consolidated statements of comprehensive income		
Consolidated statements of income (cumulative)	.....	P. 4
Consolidated statements of comprehensive income (cumulative)	.....	P. 6
(3) Notes on premise of going concern	.....	P. 7
(4) Notes on significant changes in the amount of shareholders' equity	.....	P. 7

<Reference>

Consolidated Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2012

1. Commission received		
(1) Breakdown by item	.....	P. 8
(2) Breakdown by product	.....	P. 8
2. Net trading income	.....	P. 8
Quarterly Trends in Consolidated Statements of Income	.....	P. 9

<Reference>

Non-consolidated Financial Results of Mitsubishi UFJ Morgan Stanley Securities, Co., Ltd. for the Third Quarter of the Fiscal Year Ending March 31, 2012

(1) Non-consolidated operating results	.....	P. 10
(2) Non-consolidated financial position	.....	P. 11

1. Matters regarding summary information (others)

(1) Changes in significant subsidiaries during the current period

During the first nine months of this fiscal year, MUSHK Limited was excluded from the scope of consolidation due to its liquidation.

(2) Changes in accounting policies and changes in accounting estimates

(Changes in method of depreciation of property, plant and equipment)

Mitsubishi UFJ Morgan Stanley Securities, Co., Ltd., a subsidiary of the Company, previously applied the declining balance method for its method of depreciation of property, plant and equipment (the straight-line method was applied for buildings acquired on or after April 1, 1998 (with the exception of items listed as buildings and accompanying facilities)). However, effective from the first quarter of this fiscal year, the subsidiary has changed to the straight-line method of depreciation accounted for prospectively.

This change was implemented for the following reason. The subsidiary has undertaken capital investment to reorganize its branch network and transfer the head office functions. As a result of reviewing the actual circumstances of use of property, plant and equipment after the capital investment had run its course, estimates were made as to the average actual use for each period. As a result it was deemed that a more rational cost allocation could be achieved by implementing this change in accounting.

As a result of this change, compared with the previous method, depreciation and amortization and operating loss for the first nine months of this fiscal year each declined by 1,328 million yen; ordinary income and income before income taxes and minority interests increased by 1,322 million yen and 1,295 million yen, respectively.

2. Consolidated financial statements

(1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2011	As of December 31, 2011
ASSETS		
Current assets		
Cash and deposits	618,340	369,750
Cash segregated as deposits	79,899	81,481
Trading products	10,196,705	13,152,066
Trading securities and other	3,927,867	5,164,125
Derivatives	6,268,837	7,987,941
Trade date accrual	23,400	—
Private equity and other securities	65,901	58,594
Margin transaction assets	53,577	40,171
Loans secured by securities	7,835,342	8,437,408
Short-term guarantee deposits	500,844	674,277
Short-term investment securities	182,384	291,665
Income taxes receivable	1,282	9,145
Other current assets	60,382	90,764
Allowance for doubtful accounts	(449)	(115)
Total current assets	19,617,609	23,205,210
Noncurrent assets		
Property, plant and equipment	23,843	28,709
Intangible assets	39,805	29,027
Investments and other assets	804,992	652,950
Total noncurrent assets	868,641	710,687
Total assets	20,486,251	23,915,897

(Millions of yen)

	As of March 31, 2011	As of December 31, 2011
LIABILITIES		
Current liabilities		
Trading products	8,908,654	11,311,738
Trading securities and other	2,847,019	3,461,566
Derivatives	6,061,635	7,850,171
Trade date accrual	–	51,626
Margin transaction liabilities	11,220	5,064
Loans payable secured by securities	6,782,909	7,899,202
Short-term loans payable	1,369,308	1,173,012
Current portion of long-term loans payable	32,300	92,609
Commercial papers	438,800	454,600
Current portion of bonds	131,106	100,610
Income taxes payable	4,716	1,646
Asset retirement obligations	895	1,220
Other current liabilities	930,455	986,496
Total current liabilities	18,610,367	22,077,827
Noncurrent liabilities		
Bonds payable	638,231	674,323
Long-term loans payable	409,799	341,399
Provision for retirement benefits	10,718	12,088
Provision for directors' retirement benefits	487	493
Asset retirement obligations	4,209	3,914
Other noncurrent liabilities	8,959	5,425
Total noncurrent liabilities	1,072,405	1,037,645
Reserves under the special laws		
Reserve for financial products transaction liabilities	1,371	987
Total reserves under the special laws	1,371	987
Total liabilities	19,684,144	23,116,460
NET ASSETS		
Shareholders' equity		
Capital stock	65,518	75,518
Capital surplus	416,948	426,948
Retained earnings	126,812	130,895
Total shareholders' equity	609,280	633,362
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(7,682)	(4,355)
Deferred gains or losses on hedges	6	(351)
Foreign currency translation adjustment	(43,690)	(47,842)
Total accumulated other comprehensive income	(51,366)	(52,549)
Subscription rights to shares	4	4
Minority interests	244,188	218,618
Total net assets	802,106	799,436
Total liabilities and net assets	20,486,251	23,915,897

(2) Consolidated statements of income and Consolidated statements of comprehensive income
Consolidated statements of income (cumulative)

(Millions of yen)

	First nine months of FY2010 (From April 1, 2010 to December 31, 2010)	First nine months of FY2011 (From April 1, 2011 to December 31, 2011)
Operating revenue		
Commission received	121,993	105,433
Net trading income	66,268	58,712
Net gain on private equity and other securities	884	(1,230)
Other net gain on goods trading	2	8
Financial revenue	50,329	57,715
Total operating revenue	239,478	220,638
Financial expenses	49,251	52,660
Net operating revenue	190,227	167,978
Selling, general and administrative expenses	198,193	177,552
Operating loss	(7,966)	(9,574)
Non-operating income		
Equity in earnings of affiliates	1,442	22,151
Other	7,723	9,403
Total non-operating income	9,166	31,555
Non-operating expenses		
Foreign exchange losses	510	1,299
Other	1,418	1,496
Total non-operating expenses	1,928	2,795
Ordinary income (loss)	(728)	19,185
Extraordinary income		
Gain on sales of investment securities	67	4,143
Gain on sales of subsidiaries and affiliates' stocks	–	12,318
Gain on sales of noncurrent assets	15	16
Gain on negative goodwill	517	–
Reversal of reserve for financial products transaction liabilities	489	384
Reversal of allowance for doubtful accounts	51	–
Gain on change in equity	27,913	–
Total extraordinary income	29,053	16,862

(Millions of yen)

	First nine months of FY2010 (From April 1, 2010 to December 31, 2010)	First nine months of FY2011 (From April 1, 2011 to December 31, 2011)
Extraordinary loss		
Loss on sales of investment securities	402	1,981
Loss on sales of stocks of subsidiaries and affiliates	–	75
Loss on valuation of investment securities	220	6,290
Loss on sales of noncurrent assets	2	108
Impairment loss	2,005	480
Integration-related expenses	193	–
Head office transfer cost	–	1,641
Early extra retirement payments	–	20,397
Loss on adjustment for changes of accounting standard for asset retirement obligations	2,473	–
Total extraordinary losses	5,298	30,974
Income before income taxes and minority interests	23,026	5,072
Income taxes-current	5,615	4,511
Income taxes-deferred	3,801	(2,521)
Total income taxes	9,417	1,990
Income before minority interests	13,608	3,082
Minority interests in loss	(4,787)	(1,000)
Net income	18,395	4,082

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	First nine months of FY2010 (From April 1, 2010 to December 31, 2010)	First nine months of FY2011 (From April 1, 2011 to December 31, 2011)
Income before minority interests	13,608	3,082
Other comprehensive income		
Valuation difference on available-for-sale securities	(3,293)	3,427
Deferred gains or losses on hedges	(4)	(357)
Foreign currency translation adjustment	(13,581)	(7,155)
Share of other comprehensive income of associates accounted for using equity method	(567)	2,579
Total other comprehensive income	(17,447)	(1,506)
Comprehensive income	(3,838)	1,575
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of the parent	1,708	2,899
Comprehensive income attributable to minority interests	(5,547)	(1,324)

(3) Notes on premise of going concern

None

(4) Notes on significant changes in the amount of shareholders' equity

The Company resolved at a meeting of the Board of Directors held on November 14, 2011 to issue shares through a rights issue to the shareholder, and the capital was paid up on November 24 of the same year.

As a result of this, capital stock and capital surplus for the third quarter of this fiscal year each increased by 10,000 million yen, and as of December 31, 2011, capital stock was 75,518 million yen, while capital surplus was 426,948 million yen.

<Reference>

Consolidated Financial Results
for the Third Quarter of the Fiscal Year Ending March 31, 2012

1. Commission received

(1) Breakdown by item

(Millions of yen)

	First nine months of FY2010 (From April 1, 2010 to December 31, 2010)	First nine months of FY2011 (From April 1, 2011 to December 31, 2011)	Increase (Decrease)	FY2010 (From April 1, 2010 to March 31, 2011)
Commission to consignees	15,680	13,442	(2,237)	22,226
Stocks	15,289	13,141	(2,148)	21,699
Bonds	215	132	(83)	281
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	15,149	10,934	(4,215)	20,048
Stocks	4,855	1,523	(3,332)	6,878
Bonds	10,294	9,410	(883)	13,169
Fee for offering, secondary distribution and solicitation for selling and others for professional investors	24,076	23,755	(320)	31,415
Beneficiary certificates	23,992	23,549	(442)	31,306
Other fees received	67,086	57,300	(9,785)	87,804
Beneficiary certificates	51,452	42,263	(9,188)	66,679
Total	121,993	105,433	(16,560)	161,494

(2) Breakdown by product

(Millions of yen)

	First nine months of FY2010 (From April 1, 2010 to December 31, 2010)	First nine months of FY2011 (From April 1, 2011 to December 31, 2011)	Increase (Decrease)	FY2010 (From April 1, 2010 to March 31, 2011)
Stocks	22,420	15,708	(6,712)	31,725
Bonds	11,825	10,321	(1,503)	15,180
Beneficiary certificates	75,619	65,965	(9,653)	98,230
Other	12,127	13,437	1,309	16,356
Total	121,993	105,433	(16,560)	161,494

2. Net trading income

(Millions of yen)

	First nine months of FY2010 (From April 1, 2010 to December 31, 2010)	First nine months of FY2011 (From April 1, 2011 to December 31, 2011)	Increase (Decrease)	FY2010 (From April 1, 2010 to March 31, 2011)
Securities	(2,278)	(1,624)	653	(6,953)
Bonds	80,951	89,100	8,149	(46,027)
Other	(12,404)	(28,763)	(16,358)	25,784
Total	66,268	58,712	(7,556)	(27,195)

<Reference>

Quarterly Trends in Consolidated Statements of Income

(Millions of yen)

	3Q of FY2010 (October 1 to December 31, 2010)	4Q of FY2010 (January 1 to March 31, 2011)	1Q of FY2011 (April 1 to June 30, 2011)	2Q of FY2011 (July 1 to September 30, 2011)	3Q of FY2011 (October 1 to December 31, 2011)
Operating revenue	80,976	(37,216)	79,590	73,209	67,838
Commission received	41,576	39,500	36,564	36,524	32,343
Commission to consignees	4,933	6,545	4,897	4,330	4,215
Stocks	4,777	6,409	4,810	4,201	4,129
Bonds	107	65	42	55	34
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	5,553	4,898	3,180	3,460	4,293
Stocks	1,760	2,022	373	783	366
Bonds	3,793	2,875	2,807	2,677	3,926
Fee for offering, secondary distribution and solicitation for selling and others for professional investors	7,912	7,339	9,367	8,584	5,803
Beneficiary certificates	7,887	7,314	9,313	8,534	5,701
Other fees received	23,177	20,717	19,119	20,149	18,031
Beneficiary certificates	16,395	15,226	15,284	14,285	12,693
Net trading income	21,789	(93,463)	22,599	13,911	22,201
Net trading income from securities	(1,645)	(4,675)	(1,610)	(7,438)	7,425
Net trading income from bonds	1,847	(126,978)	40,651	33,695	14,753
Other net trading income	21,587	38,189	(16,441)	(12,344)	22
Net gain on private equity and other securities	52	(697)	290	(1,713)	191
Other net gain on goods trading	(0)	1	12	(6)	2
Financial revenue	17,557	17,442	20,122	24,493	13,099
Financial expenses	18,040	13,143	19,377	19,343	13,939
Net operating revenue	62,936	(50,360)	60,213	53,866	53,899
Selling, general and administrative expenses	63,958	56,700	63,507	58,459	55,586
Trading related expenses	18,026	16,686	17,382	15,583	16,924
Personal expenses	25,964	19,582	24,258	24,181	21,389
Real estate expenses	6,464	6,634	6,721	6,657	6,015
Office cost	5,689	6,166	5,392	6,611	5,749
Depreciation	5,327	5,312	5,283	3,458	3,793
Taxes and dues	829	480	2,428	871	989
Other	1,655	1,838	2,039	1,095	724
Operating loss	(1,022)	(107,061)	(3,294)	(4,593)	(1,687)
Non-operating income	3,093	12,948	18,388	9,219	3,946
Non-operating expenses	527	1,017	688	1,289	817
Ordinary income (loss)	1,544	(95,130)	14,406	3,336	1,442
Extraordinary income	538	554	12,803	4,050	8
Extraordinary loss	624	7,900	6,172	3,875	20,926
Income (loss) before income taxes and minority interests	1,457	(102,476)	21,036	3,511	(19,475)
Income taxes-current	1,542	2,129	2,083	1,712	716
Income taxes-deferred	3,595	9,583	(1,032)	(1,190)	(297)
Income taxes	5,137	11,712	1,050	521	418
Income (loss) before minority interests	(3,680)	(114,189)	19,986	2,989	(19,894)
Minority interests in income (loss)	(2,645)	(45,353)	3,128	3,494	(7,623)
Net income (loss)	(1,034)	(68,835)	16,858	(504)	(12,270)

<Reference>

Non-consolidated Financial Results of
Mitsubishi UFJ Morgan Stanley Securities, Co., Ltd.
for the Third Quarter of the Fiscal Year Ending March 31, 2012

(1) Non-consolidated operating results

(Millions of yen)

	First nine months of FY2010 (From April 1, 2010 to December 31, 2010)	First nine months of FY2011 (From April 1, 2011 to December 31, 2011)	Increase (Decrease)	FY2010 (From April 1, 2010 to March 31, 2011)
Operating revenue	140,581	127,389	(13,192)	75,752
Commission received	71,542	63,730	(7,811)	97,394
Net trading income	50,708	49,757	(950)	(48,643)
Net operating revenue	129,400	119,043	(10,356)	61,443
Operating loss	(15,149)	(6,881)	8,268	(128,567)
Ordinary loss	(13,560)	(5,543)	8,016	(126,709)
Net loss	(18,991)	(25,264)	(6,273)	(144,940)

(Breakdown of operating revenue)

<Breakdown by item of commission received>

(Millions of yen)

	First nine months of FY2010 (From April 1, 2010 to December 31, 2010)	First nine months of FY2011 (From April 1, 2011 to December 31, 2011)	Increase (Decrease)	FY2010 (From April 1, 2010 to March 31, 2011)
Commission to consignees	14,655	10,095	(4,559)	21,253
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	5,969	4,619	(1,349)	8,901
Fee for offering, secondary distribution and solicitation for selling and others for professional investors	24,076	23,755	(320)	31,415
Other fees received	26,842	25,259	(1,582)	35,823
Total	71,542	63,730	(7,811)	97,394

<Breakdown by product of commission received>

(Millions of yen)

	First nine months of FY2010 (From April 1, 2010 to December 31, 2010)	First nine months of FY2011 (From April 1, 2011 to December 31, 2011)	Increase (Decrease)	FY2010 (From April 1, 2010 to March 31, 2011)
Stocks	19,744	12,562	(7,181)	29,058
Bonds	4,107	4,271	164	5,507
Beneficiary certificates	36,990	35,335	(1,654)	48,502
Other	10,700	11,561	860	14,326
Total	71,542	63,730	(7,811)	97,394

<Net trading income>

(Millions of yen)

	First nine months of FY2010 (From April 1, 2010 to December 31, 2010)	First nine months of FY2011 (From April 1, 2011 to December 31, 2011)	Increase (Decrease)	FY2010 (From April 1, 2010 to March 31, 2011)
Securities	3,441	1,639	(1,802)	888
Bonds	65,490	74,321	8,830	(26,636)
Other	(18,224)	(26,203)	(7,979)	(22,894)
Total	50,708	49,757	(950)	(48,643)

(2) Non-consolidated financial position

(Millions of yen)

	As of December 31, 2010	As of December 31, 2011	Increase (Decrease)	As of March 31, 2011
Total assets	17,990,028	13,634,821	1,965,359	11,669,461
Net assets	294,771	218,386	49,595	168,791

Note: The net capital adequacy ratio as of December 31, 2011 is 358.8%.