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October 31, 2013

Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2014 [under Japanese GAAP]

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

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

Representative: Toshiro Toyozumi, President & CEO

Contact: Mitsugu Enjouji, General Manager, Financial Planning Division

TEL: (03) 6213-2550

Supplementary material on quarterly financial results: Yes

Quarterly financial results presentation meeting: None

(Millions of yen with fractional amounts disregarded)

1. Consolidated performance for the second quarter of fiscal year 2013 (from April 1, 2013 to September 30, 2013)

(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 six months of FY2013	246,084	58.5	229,867	78.0	73,685	536.8	93,954	208.0
First six months of FY2012	155,285	1.6	129,119	13.2	11,571	–	30,502	71.9

	Net income		Net income per share		Diluted net income per share	
	Millions of yen	%	Yen		Yen	
First six months of FY2013	63,169	250.6	85.71		–	
First six months of FY2012	18,017	10.2	24.45		–	

(Note) Comprehensive income First six months of FY2013: 111,457 million yen 236.7 %
First six months of FY2012: 33,106 million yen 6.8 %

(2) Consolidated financial position

	Total assets		Net assets		Equity ratio	
	Millions of yen		Millions of yen		%	
As of September 30, 2013	24,775,511		1,000,644		3.0	
As of March 31, 2013	26,506,478		924,400		2.5	

(Reference) Equity As of September 30, 2013: 734,300 million yen As of March 31, 2013: 666,461 million yen

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

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

***Notes**

- (1) **Changes in significant subsidiaries during the current period (changes in specified subsidiaries resulting in the change in scope of consolidation):** None
- (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: None
 - c. Changes in accounting estimates: None
 - d. Restatement of prior period financial statements after error corrections: None

(4) **Number of issued shares (common stock)**

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

As of September 30, 2013	736,985,496 shares
As of March 31, 2013	736,985,496 shares

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

As of September 30, 2013	– shares
As of March 31, 2013	– shares

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

First six months of the fiscal year ending March 31, 2014	736,985,496 shares
First six months of the fiscal year ended March 31, 2013	736,985,496 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

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Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2014

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Consolidated financial statements

(1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2013	As of September 30, 2013
ASSETS		
Current assets		
Cash and deposits	719,879	875,923
Cash segregated as deposits	148,307	156,439
Trading products	15,530,676	12,242,997
Trading securities and other	6,006,975	4,515,444
Derivatives	9,523,700	7,727,553
Private equity and other securities	21,199	7,876
Margin transaction assets	56,470	71,603
Loans secured by securities	8,194,267	9,695,900
Short-term guarantee deposits	782,160	692,165
Short-term investment securities	181,082	92,660
Income taxes receivable	3,110	11,109
Other current assets	116,984	163,935
Allowance for doubtful accounts	(21)	(24)
Total current assets	25,754,116	24,010,588
Noncurrent assets		
Property, plant and equipment	27,777	29,898
Intangible assets	43,783	45,814
Investments and other assets	680,800	689,209
Total noncurrent assets	752,361	764,923
Total assets	26,506,478	24,775,511

(Millions of yen)

	As of March 31, 2013	As of September 30, 2013
LIABILITIES		
Current liabilities		
Trading products	12,471,740	10,322,952
Trading securities and other	2,864,481	2,664,879
Derivatives	9,607,258	7,658,073
Trade date accrual	68,720	101,727
Margin transaction liabilities	18,911	20,060
Loans payable secured by securities	9,142,300	9,217,472
Short-term loans payable	996,569	900,485
Current portion of long-term loans payable	26,046	64,095
Commercial papers	446,700	506,500
Current portion of bonds	161,719	102,972
Income taxes payable	8,700	11,706
Asset retirement obligations	278	894
Other current liabilities	1,030,444	1,231,727
Total current liabilities	24,372,132	22,480,594
Noncurrent liabilities		
Bonds payable	803,310	899,797
Long-term loans payable	379,572	370,149
Provision for retirement benefits	10,960	9,872
Provision for directors' retirement benefits	489	191
Asset retirement obligations	4,093	4,420
Other noncurrent liabilities	10,498	8,820
Total noncurrent liabilities	1,208,924	1,293,251
Reserves under the special laws		
Reserve for financial products transaction liabilities	1,021	1,020
Total reserves under the special laws	1,021	1,020
Total liabilities	25,582,077	23,774,866
NET ASSETS		
Shareholders' equity		
Capital stock	75,518	75,518
Capital surplus	426,948	426,948
Retained earnings	185,613	241,635
Total shareholders' equity	688,081	744,102
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,067	4,877
Deferred gains or losses on hedges	36	24
Foreign currency translation adjustment	(27,724)	(14,703)
Total accumulated other comprehensive income	(21,620)	(9,801)
Minority interests	257,939	266,344
Total net assets	924,400	1,000,644
Total liabilities and net assets	26,506,478	24,775,511

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

(Millions of yen)

	First six months of FY2012 (From April 1, 2012 to September 30, 2012)	First six months of FY2013 (From April 1, 2013 to September 30, 2013)
Operating revenue		
Commission received	69,091	126,155
Net trading income	49,407	107,185
Net gain on private equity and other securities	(39)	(2,572)
Other net gain on goods trading	44	109
Financial revenue	36,781	15,207
Total operating revenue	155,285	246,084
Financial expenses	26,166	16,217
Net operating revenue	129,119	229,867
Selling, general and administrative expenses	117,547	156,182
Operating income	11,571	73,685
Non-operating income		
Equity in earnings of affiliates	12,007	17,831
Other	7,789	2,976
Total non-operating income	19,796	20,807
Non-operating expenses		
Foreign exchange losses	488	278
Other	376	260
Total non-operating expenses	865	538
Ordinary income	30,502	93,954
Extraordinary income		
Gain on sales of investment securities	2,255	7,919
Gain on sales of subsidiaries and affiliates' stocks	—	14
Gain on redemption of investment securities	—	226
Gain on sales of noncurrent assets	321	0
Reversal of reserve for financial products transaction liabilities	33	0
Total extraordinary income	2,610	8,162
Extraordinary loss		
Loss on sales of investment securities	68	137
Loss on valuation of investment securities	92	0
Loss on sales of noncurrent assets	19	2
Impairment loss	1,057	399
Extra retirement payments	252	—
Total extraordinary losses	1,489	539
Income before income taxes and minority interests	31,623	101,576
Income taxes-current	2,370	11,542
Income taxes-deferred	(2,560)	(10,523)
Total income taxes	(190)	1,019
Income before minority interests	31,814	100,557
Minority interests in income	13,796	37,387
Net income	18,017	63,169

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	First six months of FY2012 (From April 1, 2012 to September 30, 2012)	First six months of FY2013 (From April 1, 2013 to September 30, 2013)
Income before minority interests	31,814	100,557
Other comprehensive income		
Valuation difference on available-for-sale securities	(2,575)	(2,418)
Deferred gains or losses on hedges	571	(11)
Foreign currency translation adjustment	3,293	13,329
Share of other comprehensive income of associates accounted for using equity method	2	1
Total other comprehensive income	1,292	10,900
Comprehensive income	33,106	111,457
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of the parent	19,920	74,988
Comprehensive income attributable to minority interests	13,185	36,469

(3) Notes to consolidated financial statements

(Notes on premise of going concern)

None

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

None

Consolidated Financial Results
for the Second Quarter of the Fiscal Year Ending March 31, 2014

1. Commission received

(1) Breakdown by item

(Millions of yen)

	First six months of FY2012 (From April 1, 2012 to September 30, 2012)	First six months of FY2013 (From April 1, 2013 to September 30, 2013)	Increase (Decrease)	FY2012 (From April 1, 2012 to March 31, 2013)
Commission to consignees	7,353	25,988	18,635	22,694
Stocks	7,174	25,517	18,343	22,242
Bonds	81	134	52	163
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	12,748	17,411	4,662	29,233
Stocks	3,342	6,997	3,654	7,261
Bonds	9,406	10,414	1,008	21,971
Fee for offering, secondary distribution and solicitation for selling and others for professional investors	14,996	35,078	20,081	47,470
Beneficiary certificates	14,894	34,677	19,782	46,792
Other fees received	33,993	47,677	13,683	72,559
Beneficiary certificates	22,551	27,680	5,128	46,927
Total	69,091	126,155	57,063	171,957

(2) Breakdown by product

(Millions of yen)

	First six months of FY2012 (From April 1, 2012 to September 30, 2012)	First six months of FY2013 (From April 1, 2013 to September 30, 2013)	Increase (Decrease)	FY2012 (From April 1, 2012 to March 31, 2013)
Stocks	11,432	35,745	24,313	31,624
Bonds	10,383	11,609	1,226	23,991
Beneficiary certificates	37,523	62,656	25,133	93,970
Other	9,751	16,143	6,391	22,371
Total	69,091	126,155	57,063	171,957

2. Net trading income

(Millions of yen)

	First six months of FY2012 (From April 1, 2012 to September 30, 2012)	First six months of FY2013 (From April 1, 2013 to September 30, 2013)	Increase (Decrease)	FY2012 (From April 1, 2012 to March 31, 2013)
Stocks	(9,362)	35,986	45,348	8,502
Bonds	65,780	81,720	15,939	122,490
Other	(7,011)	(10,521)	(3,510)	(23,663)
Total	49,407	107,185	57,777	107,329

Quarterly Trends in Consolidated Statements of Income

(Millions of yen)

	2Q of FY2012 (July 1 to September 30, 2012)	3Q of FY2012 (October 1 to December 31, 2012)	4Q of FY2012 (January 1 to March 31, 2013)	1Q of FY2013 (April 1 to June 30, 2013)	2Q of FY2013 (July 1 to September 30, 2013)
Operating revenue	78,906	76,074	119,164	134,808	111,276
Commission received	37,432	39,472	63,393	69,814	56,340
Commission to consignees	3,743	5,006	10,334	16,254	9,734
Stocks	3,658	4,909	10,158	16,035	9,482
Bonds	45	29	52	35	98
Commission for underwriting secondary distribution and solicitation for selling and others for professional investors	7,017	6,722	9,762	8,867	8,543
Stocks	2,358	1,316	2,602	3,469	3,527
Bonds	4,659	5,406	7,159	5,398	5,016
Fee for offering, secondary distribution and solicitation for selling and others for professional investors	8,086	10,759	21,714	21,294	13,783
Beneficiary certificates	8,033	10,727	21,170	21,124	13,552
Other fees received	18,585	16,983	21,582	23,398	24,278
Beneficiary certificates	11,077	11,165	13,210	14,265	13,415
Net trading income	19,468	24,304	33,617	55,031	52,153
Net trading income from securities (stocks)	(13,047)	9,019	8,845	16,645	19,340
Net trading income from bonds	37,527	22,491	34,218	42,911	38,808
Other net trading income	(5,012)	(7,206)	(9,446)	(4,525)	(5,995)
Net gain on private equity and other securities	(88)	(2,036)	(2,659)	(2,000)	(572)
Other net gain on goods trading	31	51	30	105	3
Financial revenue	22,063	14,282	24,782	11,856	3,350
Financial expenses	13,714	6,062	12,212	8,662	7,554
Net operating revenue	65,192	70,011	106,951	126,145	103,722
Selling, general and administrative expenses	57,597	58,436	80,896	83,623	72,558
Trading related expenses	16,635	16,559	24,982	25,833	23,041
Personnel expenses	23,672	25,378	36,833	33,525	29,913
Real estate expenses	5,185	4,799	5,363	5,102	5,705
Office cost	6,635	6,335	6,840	6,902	7,708
Depreciation	3,403	3,360	3,949	3,249	3,363
Taxes and dues	756	651	617	7,308	849
Other	1,308	1,351	2,309	1,701	1,975
Operating income	7,594	11,574	26,054	42,521	31,163
Non-operating income	4,445	4,065	12,855	15,032	5,775
Non-operating expenses	211	(193)	1,018	487	51
Ordinary income	11,828	15,834	37,891	57,066	36,887
Extraordinary income	2,001	1,273	1,270	8,043	118
Extraordinary loss	638	110	1,930	136	402
Income before income taxes and minority interests	13,191	16,997	37,230	64,972	36,603
Income taxes-current	1,308	1,982	5,393	6,726	4,815
Income taxes-deferred	(2,687)	(1,260)	(3,008)	(1,331)	(9,191)
Total income taxes	(1,379)	722	2,384	5,395	(4,376)
Income before minority interests	14,571	16,275	34,846	59,577	40,979
Minority interests in income	6,558	6,192	15,999	20,010	17,377
Net income	8,012	10,082	18,846	39,567	23,602

<Reference>

Non-consolidated Financial Results of
Mitsubishi UFJ Morgan Stanley Securities, Co., Ltd.
for the Second Quarter of the Fiscal Year Ending March 31, 2014

(1) Non-consolidated operating results

(Millions of yen)

	First six months of FY2012 (From April 1, 2012 to September 30, 2012)	First six months of FY2013 (From April 1, 2013 to September 30, 2013)	Increase (Decrease)	FY2012 (From April 1, 2012 to March 31, 2013)
Operating revenue	100,317	171,200	70,882	230,427
Commission received	43,643	87,686	44,043	110,137
Net trading income	45,340	74,167	28,827	97,254
Net operating revenue	94,801	167,046	72,244	220,268
Operating income	13,193	69,341	56,148	47,849
Ordinary income	14,350	70,004	55,653	49,472
Net income	18,935	82,033	63,097	56,098

(Breakdown of operating revenue)

<Breakdown by item of commission received>

(Millions of yen)

	First six months of FY2012 (From April 1, 2012 to September 30, 2012)	First six months of FY2013 (From April 1, 2013 to September 30, 2013)	Increase (Decrease)	FY2012 (From April 1, 2012 to March 31, 2013)
Commission to consignees	5,569	24,532	18,963	19,072
Commission for underwriting, secondary distribution and solicitation for selling and others for professional investors	5,818	8,208	2,390	11,151
Fee for offering, secondary distribution and solicitation for selling and others for professional investors	14,996	28,143	13,147	42,459
Other fees received	17,258	26,801	9,542	37,454
Total	43,643	87,686	44,043	110,137

<Breakdown by product of commission received>

(Millions of yen)

	First six months of FY2012 (From April 1, 2012 to September 30, 2012)	First six months of FY2013 (From April 1, 2013 to September 30, 2013)	Increase (Decrease)	FY2012 (From April 1, 2012 to March 31, 2013)
Stocks	9,661	33,407	23,746	28,087
Bonds	3,762	3,139	(622)	5,971
Beneficiary certificates	22,043	36,791	14,748	57,419
Other	8,176	14,347	6,171	18,658
Total	43,643	87,686	44,043	110,137

<Net trading income>

(Millions of yen)

	First six months of FY2012 (From April 1, 2012 to September 30, 2012)	First six months of FY2013 (From April 1, 2013 to September 30, 2013)	Increase (Decrease)	FY2012 (From April 1, 2012 to March 31, 2013)
Stocks	4,264	25,245	20,980	19,555
Bonds	45,360	55,462	10,102	85,539
Other	(4,285)	(6,540)	(2,255)	(7,840)
Total	45,340	74,167	28,827	97,254

(2) Non-consolidated financial position

(Millions of yen)

	As of September 30, 2012	As of September 30, 2013	Increase (Decrease)	As of March 31, 2013
Total assets	13,799,187	11,325,240	(2,814,374)	14,139,614
Net assets	243,943	339,919	51,395	288,524

Note: The net capital adequacy ratio as of September 30, 2013 is 389%.