

Mitsubishi UFJ Financial Group, Inc. (MUFG)
Mitsubishi UFJ Trust and Banking Corporation (MUTB)
Mitsubishi UFJ Morgan Stanley Securities Co., Ltd. (MUMSS)
Progmatic, Inc.

MUFG to Issue Public Offering Digital Unsecured Subordinated Bond as a Security Token Via Progmatic

Tokyo, October 9, 2025 --- MUFG today announced that, as part of preparations to issue the “Mitsubishi UFJ Financial Group, Inc. 1st series unsecured subordinated security token bond with optional-redemption clause, write-down upon the occurrence of a non-viability event clause and transfer restriction clause” (the ST Bond), it has submitted an amended registration statement to the Director-General of the Kanto Local Finance Bureau.

The ST Bond is expected to be Tier 2 capital eligible under the Basel III International Regulations. The issuance will be the first publicly offered security token bond¹ issued by MUFG and is expected to be the first of its kind issued in the Japanese banking sector.

1. Background

In its Medium-term Business Plan (FY2024-FY2026) released in April 2024², MUFG outlined its aim to “Expand & Refine Growth Strategies” with the focuses: “Contribute to Making Japan a Leading Asset Management Center” and “Challenge to Build a New Business Portfolio.” As such, MUFG Group aims to explore new business opportunities in the digital asset domain and provide value and experiences that align with the increasingly sophisticated and diverse needs of its customers.

As a Group, MUFG has been keeping an eye on the future of security tokens. MUTB is the largest provider of trust and custody services for digital assets in Japan, and is one of the major shareholders of Progmatic, Inc., which provides the Progmatic digital asset issuance and management platform.³ Additionally, MUMSS is advancing the establishment of a system for underwriting and selling digital assets, promoting the digital securitization of real estate and corporate bonds.

2. Objective and Overview

As part of its commitment to sound capital management, MUFG has issued a series of Tier 2 subordinated bonds in compliance with Basel III regulations⁴. Although MUFG has received strong support from both retail and institutional investors, with stable capital management being essential, it recognizes the importance of providing investment opportunities and products that cater to the diverse needs of customers. In this context, MUFG has decided to issue the ST Bond to foster a better understanding of and interest in its capital funding among a broader range of investors.

The digital asset market in Japan is rapidly evolving, supported by both the public and private sectors. MUFG believes that the issuance of the ST Bond will contribute to the further development of Japan's capital markets.

The sale of the upcoming ST Bond will be managed by MUMSS. For more details, please refer to the amended shelf registration statement submitted to the Director-General of the Kanto Local Finance Bureau today.

MUFG is committed to completing the entire process of product development, issuance, and sale of the ST Bond as a unified Group, contributing to the further development of Japan's digital financial market.

- [1] The representation of rights associated with securities such as stocks and corporate bonds as a tokenized form of property value, which can be transferred using electronic information processing systems.
- [2] For information regarding the Medium-term Business Plan (FY2024-FY2026), please refer to the link below.
<https://www.mufg.jp/english/profile/strategy/index.html>
- [3] For information regarding Progmatt Co., Ltd., please refer to the link below.
<https://progmatt.co.jp/en/>
- [4] For information regarding bonds issued by MUFG, please refer to the link below.
https://www.mufg.jp/english/ir/fixed_income/debt/index.html

Notice: This document is a press release intended for general public disclosure regarding the “Mitsubishi UFJ Financial Group, Inc. 1st series unsecured subordinated security token bond with optional-redemption clause, write-down upon the occurrence of a non-viability event clause and transfer restriction clause” (the ST Bond). It is not intended for the purpose of soliciting investments. When making investment decisions regarding the ST Bond, please ensure that you review the corrected registration statement submitted to the Kanto Local Finance Bureau today, as well as any supplementary registration documents that may be submitted in the future, or the relevant prospectuses. We encourage investors to make their own judgments based on this information. This press release is not intended to, and will not, constitute an offer to sell or the solicitation of an offer to buy securities in the United States. The bonds have not been and will not be registered under the U.S. Securities Act of 1933 (the “1933 Act”) and may not be offered or sold in the United States absent registration or an applicable exemption from the registration requirements under the 1933 Act.

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About MUFG

Mitsubishi UFJ Financial Group, Inc. (MUFG) is one of the world's leading financial groups. Headquartered in Tokyo and with over 360 years of history, MUFG has a global network with approximately 2,000 locations in more than 40 countries. The Group has about 150,000 employees and offers services including commercial banking, trust banking, securities, credit cards, consumer finance, asset management, and leasing. The Group aims to “be the world's most trusted financial group” through close collaboration among our operating companies and flexibly respond to all of the financial needs of our clients, serving society, and fostering shared and sustainable growth for a better world. MUFG's shares trade on the Tokyo, Nagoya, and New York stock exchanges. For more information, visit <https://www.mufg.jp/english>.