

May 12, 2014

For immediate release

Company Name: Mitsubishi UFJ Lease & Finance Company Limited
Representative: Tadashi Shiraishi, President & CEO
Stock Code: 8593
Stock Listing: Tokyo Stock Exchange, First Section
Nagoya Stock Exchange, First Section
For inquiries: Takashi Ota, General Manager
Corporate Communications Department

Notification Relating to Acquisition of a Subsidiary (Acquisition of Shares and Equity Interests)

Mitsubishi UFJ Lease & Finance Company Limited (“Company”) has resolved at its Board of Directors’ meeting held on May 12, 2014, to acquire all of the outstanding shares of Engine Lease Finance Corporation and all of the equity interests of Beacon Intermodal Leasing, LLC and has executed an equity purchase agreement. Details are as follows.

1. Reasons for Acquisition of Shares and Equity Interests

The Company demonstrates its flexibility and mobility as a non-bank to the maximum extent possible and provides financing in reliance on the business characteristics and potential value in assets, and engages in overall development of businesses, such as planning and management of business plans. With respect to one of its priority strategies, the business involving global asset, including aircraft, vessels and containers, in which high marketability and value on assets can be found and recognized in global markets, in addition to the reinforcing of the aircraft leasing business through the acquisition of all of the equity interests of JSA International Holdings, L.P., with its US based aircraft leasing subsidiary Jackson Square Aviation, LLC, in January 2013, the Company commenced full-scale development of the auto leasing business with the cooperation of PT. Takari Sumber Mulia, a major Indonesian automobile rental company, in November 2013, thereby establishing an optimal business platform suited to asset characteristics and business models.

In furtherance of these efforts, the Company has decided to acquire all of the outstanding shares of Engine Lease Finance Corporation (“ELF”), a leading aircraft engine leasing company engaged in the aircraft engine leasing business and the management of aircraft engines held by other companies, and to acquire all of the equity interests of Beacon Intermodal Leasing, LLC (“BIL”), a company engaged in the marine container leasing business on a global scale (the “Acquisition”). The Company will develop a system whereby the Company may establish itself globally as a main player in the business areas related to aircraft engines and containers by turning ELF and BIL into its group companies.

The Company will continue to utilize non-bank methods, to the maximum extent possible, and aim to enhance expertise and network expansion in the developing fields and to enhance customer satisfaction and the corporate value of the entire group in the future.

2. Strategic Significance of the Acquisition

The Company will primarily aim to realize the following through the Acquisition.

(1) Development of the Global Asset Business

By combining the knowledge and networks of ELF and BIL regarding their global assets, such as aircraft engines and containers, etc., and the Company’s flexible and mobile value-added services that were developed as a non-bank up to the present, the global asset business will be further developed.

(2) Enhancement of Provisioning Capabilities Not Limited to Finance

By reinforcing efforts regarding global assets, the Company will provide comprehensive support for the development of business infrastructure essential at every level of business, from the top to the bottom of the supply chain, not limited to fundraising and the individual business scopes of companies.

(3) Formation of a Good Portfolio

The Company will utilize, to the maximum extent possible, its estimation capabilities in the businesses and goods developed up to the present, improve risk management and build a high quality business portfolio that specifically meets the changes in the business environment.

(4) Enhancement of the Value of the Entire Mitsubishi UFJ Financial Group

As one of the core companies that constitutes the Mitsubishi UFJ Financial Group, through further development of the business in reliance on the “goods” utilizing the Company’s ideas, methods and expertise, the Company will aim towards diversification and sophistication of its products and services and enhancement of customer satisfaction and the corporate value of the entire group.

3. Overview of Newly Acquired Subsidiaries

(1)	Name	Engine Lease Finance Corporation	
(2)	Location	156, Shannon Free-Zone, Shannon, County Clare, Ireland	
(3)	Name and Title of Representative	Jonathan L. Sharp, President & CEO	
(4)	Description of Business	Aircraft Engine Leasing Business	
(5)	Capital	USD 1,000	
(6)	Date of Incorporation	October 14, 1993	
(7)	Major Shareholders and Percentage of Shares Held	BTMU Capital Corporation (“BTMUCC”): 100%	
(8)	Relationship between the Company and ELF	Equity Relationship	There is no equity relationship between the Company and ELF that is required to be disclosed. In addition, no significant equity relationship exists between (i) the Company or related persons and affiliates of the Company and (ii) ELF or related persons and affiliates of ELF, except the investments in Emerald Engine Leasing Limited disclosed in “Business Relationship” below.
		Personnel Relationship	There is no personnel relationship between the Company and ELF that is required to be disclosed. In addition, no significant personnel relationship exists between (i) the Company or related persons and affiliates of the Company and (ii) ELF or related persons and affiliates of ELF.

	Business Relationship	There is no business relationship between the Company and ELF that is required to be disclosed. The Company's subsidiary, Mitsubishi UFJ Lease & Finance (Ireland) Limited, and ELF respectively make contributions to, finance and jointly manage Emerald Engine Leasing Limited. ELF also sells aircraft engines to Emerald Engine Leasing Limited and is entrusted with asset management by Emerald Engine Leasing Limited.
	Applicability to Related Parties	ELF is an indirect subsidiary of Mitsubishi UFJ Financial Group, Inc. ("MUFG"), a major shareholder of the Company, through its subsidiary, the Bank of Tokyo-Mitsubishi UFJ, Ltd. ("BTMU") and BTMU's subsidiary, BTMUCC; therefore, ELF is a related party of the Company.

(9) ELF's Consolidated Business Results and Consolidated Financial Condition for the Three Most Recent Fiscal Years (Unit: USD Thousand)

Fiscal Year	2011	2012	2013
Consolidated Net Assets	180,365	215,292	250,349
Consolidated Total Assets	1,194,041	1,391,259	1,389,819
Consolidated Total Assets per Share	72	86	100
Consolidated Sales	122,159	166,700	177,239
Consolidated Net Income	20,534	34,927	35,057
Consolidated Net Income per Share	8	14	14
Dividend per Share	0	0	0

(1) Name	Beacon Intermodal Leasing, LLC
(2) Location	111 Huntington Avenue, Suite #601, Boston, MA, USA
(3) Name and Title of Representative	Jeffrey S. Gannon, President
(4) Description of Business	Container Leasing Business
(5) Capital	USD 1,000
(6) Date of Incorporation	January 7, 2008
(7) Equity Holders and Percentage of Equity Held	BTMUCC: 100%

(8) Relationship between the Company and BIL	Equity Relationship	There is no equity relationship between the Company and BIL that is required to be disclosed. In addition, no significant equity relationship exists between (i) the Company or related persons and affiliates of the Company and (ii) BIL or related persons and affiliates of BIL.
	Personnel Relationship	There is no personnel relationship between the Company and BIL that is required to be disclosed. In addition, no significant personnel relationship exists between (i) the Company or related persons and affiliates of the Company and (ii) BIL or related persons and affiliates of BIL.
	Business Relationship	There is no business relationship between the Company and BIL that is required to be disclosed. The Company's subsidiary, Mitsubishi UFJ Lease & Finance (Ireland) Limited, and BIL respectively finance and jointly manage Beacon Container Leasing Limited. BIL also sells containers to Beacon Container Leasing Limited and is entrusted with asset management by Beacon Container Leasing Limited.
	Applicability to Related Parties	BIL is an indirect subsidiary of MUFG, a major shareholder of the Company, through its subsidiary, BTMU and BTMU's subsidiary, BTMUCC; therefore, BIL is a related party of the Company.

(9) BIL's Consolidated Business Results and Consolidated Financial Condition for the Three Most Recent Fiscal Years (Unit: USD Thousand)			
Fiscal Year	2011	2012	2013
Consolidated Net Assets	91,718	122,538	145,476
Consolidated Total Assets	832,579	989,257	1,057,968
Consolidated Sales	93,029	115,966	127,753
Consolidated Net Income	24,506	30,820	22,938

4. Overview of the Seller

(1) Name	BTMU Capital Corporation
(2) Location	111 Huntington Avenue, Suite #601, Boston, MA, USA
(3) Name and Title of Representative	Hideya Takaishi, President & CEO
(4) Description of Business	Leasing Business

(5)	Capital	USD 29,000	
(6)	Date of Incorporation	May 31, 1990	
(7)	Net Assets	USD 215,500,000	
(8)	Total Assets	USD 3,241,600,000	
(9)	Major Shareholders and Percentage of Shares Held	BTMU: 100%	
(10)	Relationship between the Company and BTMUCC	Equity Relationship	There is no equity relationship between the Company and BTMUCC that is required to be disclosed. In addition, no significant equity relationship exists between (i) the Company or related persons and affiliates of the Company and (ii) BTMUCC or related persons and affiliates of BTMUCC.
		Personnel Relationship	There is no personnel relationship between the Company and BTMUCC that is required to be disclosed. In addition, no significant personnel relationship exists between (i) the Company or related persons and affiliates of the Company and (ii) BTMUCC or related persons and affiliates of BTMUCC.
		Business Relationship	There is no business relationship between the Company and BTMUCC that is required to be disclosed. In addition, no significant business relationship exists between (i) the Company or the related persons and affiliates of the Company, and (ii) BTMUCC or the related persons and affiliates of BTMUCC.
		Applicability to Related Parties	BTMUCC is a subsidiary of BTMU, which is a subsidiary of MUFG, a major shareholder of the Company. Therefore, BTMUCC is a related party of the Company.

5. Number of Shares Acquired and the Shares Held or Percentage of Investment Before and After the Acquisition

1) ELF

(1)	Number of Shares Held Before the Acquisition or the Amount of Equity Held	- (Number of voting rights: -) (Percentage of voting rights held: -)
(2)	Number of Shares Acquired	1,000 (Class A Common Stock: 950 shares; Class B Common Stock: 50 shares) (Number of voting rights: 950)

(3) Number of Shares Held After the Acquisition	1,000 (Class A Common Stock: 950 shares; Class B Common Stock: 50 shares) (Number of voting rights: 950) (Percentage of voting rights held: 100%)
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2) BIL

(1) Percentage of Investment Before the Acquisition	- (Percentage of voting rights held: -)
(2) Percentage of Investment After the Acquisition	100% (Percentage of voting rights held: 100%)

6. Acquisition Price

The acquisition price (including the purchase price of the shares and equity interests, commissions, advisory fees or other costs, etc. to be paid pertaining to the Acquisition) is equivalent to approximately JPY 40 billion, subject to post-closing adjustments in accordance with the method provided for in the equity purchase agreement.

7. Schedule Going Forward

(1) Date of Resolution of the Board of Directors	May 12, 2014
(2) Date of Execution of the Equity Purchase Agreement	May 12, 2014
(3) Date of Closing of the Acquisition	To be determined

(Note) The closing of the Acquisition is subject to the satisfaction of certain conditions precedent, including regulatory filings required under applicable laws and regulations.

8. Forecast

The effects that the Acquisition may have on future consolidated business results are currently being closely evaluated. If there are any matters to be disclosed, such matters will be publicly announced promptly.

9. Contact regarding the Acquisition

Corporate Communications Department
Mitsubishi UFJ Lease & Finance Company Limited:
Telephone 03-6865-3002

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