

September 20, 2018

Mitsubishi UFJ Morgan Stanley Securities Co., Ltd.

Re: Decision by the Tokyo Stock Exchange and Osaka Exchange
to impose the penalty

In regard to an act by our Company that was the subject of a recommendation publicly notified on June 29, 2018, by the Securities and Exchange Surveillance Commission to the Prime Minister and Commissioner of the Financial Services Agency for an order to pay an administrative monetary penalty, we hereby notify you that, today, we were imposed penalty on by the Tokyo Stock Exchange and Osaka Exchange.

We ensure that we will implement remediation measures which we announced the other day in order to strengthen our internal control system, and strive to restore trust from clients and other stakeholders by our company-wide efforts.

We sincerely apologize to our customers and other stakeholders for the inconvenience and concern that we may have caused.