

Stock Options (Stock Acquisition Rights)

Mitsubishi Corporation has announced that at a meeting of the Board of Directors today a resolution was passed to propose issuing acquisition rights to directors, executive officers and senior vice presidents (hereinafter “Eligible Persons”) for the purpose of granting stock options at the ordinary General Meeting of Shareholders scheduled for June 24, 2005.

1. Purpose of Issuing Acquisition Rights on Advantageous Terms

To provide further incentive and motivation for improving the company’s performance.

2. Matters Pertaining to the Issuance of Acquisition Rights

(1) Class and Number of Shares to Be Issued for the Purpose of Issuing Acquisition Rights

Up to 1,279,000 shares of Mitsubishi Corporation’s common stock

(2) Total Number of Acquisition Rights to Be Issued

Up to 12,790.

The number of shares to be issued per acquisition right (hereinafter “Number of Shares Granted”) shall be 100.

(3) Issue Price of Acquisition Rights

Issued gratis.

(4) Total Payment Due Upon Exercise of Acquisition Rights

The total payment due upon exercising acquisition rights shall be determined by multiplying the price paid per share issued or transferred due to the exercise of acquisition rights (hereinafter “Exercise Price”) by the Number of Shares Granted.

The Exercise Price shall be the average daily closing price, excluding non-trading days, of Mitsubishi Corporation’s common stock ordinarily traded on the Tokyo Stock Exchange during the month prior to the issue date of the acquisition rights (hereinafter “Issue Date”). Any fraction shall be rounded up to the nearest yen. If the Exercise Price is below the closing price quoted on the Issue Date (or the closing price on the immediately preceding day where there is no trading on the Issue Date), the latter shall be deemed the Exercise Price.

(5) Exercise Period

From June 25, 2007 through June 24, 2015

(6) Other Conditions for Exercise of Acquisition Rights

Acquisition rights may not be partially exercised.

(7) Reasons and Conditions for Canceling Acquisition Rights

Mitsubishi Corporation shall, at any time, be permitted to acquire, without compensation, and cancel acquisition rights.

(8) Limitations on Transfer of Acquisition Rights

The approval of the Board of Directors is required to transfer acquisition rights.

(9) Adjustments to the Number of Shares Granted and Exercise Price

- (1) In the event that Mitsubishi Corporation splits or consolidates its common stock, the Number of Shares Granted and the Exercise Price shall be adjusted proportionately based on the stock split or consolidation ratio. Fractions of a share resulting from this adjustment shall be discarded, and fractions of a yen shall be rounded up to the nearest yen.
- (2) When for unavoidable reasons it is necessary to adjust the Number of Shares Granted and the Exercise Price, such as in the event that Mitsubishi Corporation reduces its capital, merges or is split up, Mitsubishi Corporation reserves the right to adjust the Number of Shares Granted and Exercise Price within reasonable limits.
- (3) In the event that Mitsubishi Corporation issues new shares or redeems, retires or disposes of its own shares at a price below the market price (excluding acquisition rights or warrant stock options or the exercise of acquisition rights in accordance with the former Japanese Commercial Code and requests for the sale of fractional shares less than one Unit Stock), the Exercise Price shall be adjusted in accordance with the following formula. Fractions of a yen resulting from this adjustment shall be rounded up to the nearest yen.

$$\begin{array}{lcl} \text{Adjusted} & & \text{No. of newly} \\ \text{Exercise} & & \text{issued shares} \\ \text{price} & = & \text{Paid-in price} \\ & & \text{per new share} \\ & & \times \\ & & \text{No. of shares} \\ & & \text{already issued} \\ & + & \\ & & \text{Market price} \\ & & \text{No. of shares already issued} + \text{No. of newly issued shares} \end{array}$$

Note: In the above formula, “No. of Shares Already Issued” shall be defined as the number of shares of common stock issued and outstanding less the number of shares held in treasury. In the event that Mitsubishi Corporation redeems, retires or disposes of its own shares, “No. of Newly Issued Shares” shall be read as “Treasury Stock Retired.”

3. Acquisition Rights Agreement

The number of acquisition rights allotted to Eligible Persons, the Issue Date, conditions in the event that an Eligible Person loses his/her position or dies, and other conditions connected with the allotment of acquisition rights shall be stipulated in a acquisition rights agreement signed by Mitsubishi Corporation and Eligible Persons based on resolutions of the General Meeting of Shareholders and Board of Directors.

Note: Subject to approval at the fiscal 2005 (year ended March 2005) ordinary General Meeting of Shareholders scheduled for June 24, 2005, the specific details of the issue and allotment of acquisition rights shall be determined by a Board of Directors’ meeting after the General Meeting of Shareholders.

#