

To Whom It May Concern:

Company Name: The Bank of Yokohama Ltd.

Representative: President Tadashi Ogawa

(Code No. 8332: Listed on the 1st Section of the Tokyo Stock Exchange)

Re: Notice of Execution of the Dividend Payment for the Term ended March 31, 2008

And Dividend Policy for FY2008

The Bank has adopted a resolution, at the Board of Directors' Meeting held as of this day (May 15, 2008), to execute the payment of the dividend out of its retained earning as of the record date, March 31, 2008 (End of the Term Dividend for the Term ended March 31, 2008), and to maintain its current Dividend Policy for FY2008, and we hereby inform you as follows;

1. Dividend Payment for the Term ended March 31, 2008

	Resolved	Latest Forecast (November 16, 2007)	Previous Term (Term ended March 2007)
Record Date	March 31, 2008	March 31, 2008	March 31, 2007
Dividend Per Share	6.50 yen per share	6.50 yen per share	6.50 yen per share
Total Amount of Dividend to be paid	8,905 million yen	—	9,049 million yen
Effective Date (Date of Payment)	June 2, 2008	—	June 4, 2007
Source of Dividend	Retained Earning	—	Retained Earnings

Consequently, the dividend payments for the FY2007 are as follows;

	Interim	End of the Term	Annual
Ordinary Dividends	5.00 yen (3.50 yen)	5.00 yen (3.50 yen)	10.00 yen (7.00 yen)
Special Dividends	— (—)	1.50 yen (3.00 yen)	1.50 yen (3.00 yen)
Total Dividends	5.00 yen (3.50 yen)	6.50 yen (6.50 yen)	11.50 yen (10.00 yen)

Note: The figures in brackets represent the dividend per share paid in FY 2006.

2. Dividend Policy for the FY2008

- (1) As a measure to reward shareholders, the Bank has introduced the performance-based dividend policy, focusing on Stable Dividend, in May 2005, and has made it a policy to make public the calculation method and the target level of its shareholder return ratio, including share buyback. The followings are the details of them;

Dividends	<p>(1) Ordinary Dividends 10 yen per share per annum is to be paid out stably regardless of business results. 5 yen is to be paid out as an Interim Dividend, and the other 5 yen is to be paid out as an End of the Term Dividend.</p> <p>(2) Special Dividends Around 35% of the amount exceeding 60 billion yen in Net Income is to be paid out as a portion linked to business results.</p>
Shareholder Return Ratio	Targeting at higher than 40%

- (2) The forecast for dividends per share per annum for the FY2008 is as follows;

	Interim	End of the Term	Annual
Ordinary Dividends	5.00 yen	5.00 yen	10.00 yen
Special Dividends	—	1.50 yen	1.50 yen
Total Dividends	5.00 yen	6.50 yen	11.50 yen

- (3) Payout Ratio and the level of Shareholder Return Ratio are as follows;

	FY2007 (Actual)	FY2008 (Forecast)
Payout Ratio (A)	23.7%	23.6%
Shareholder Return Ratio by repurchasing own shares (B)	26.9%	Higher than 16.4%
Shareholder Return Ratio (A+B)	50.6%	Higher than 40%

(Note 1) Payout Ratio is calculated as;

Total Dividends Paid divided by Net Income. (Non-consolidated)

(Note 2) Shareholder Return Ratio by repurchasing own shares is calculated as; Total amount of own shares repurchased from the market divided by Net Income. (Non-consolidated)

(Note 3) Shareholder Return Ratio is calculated as; The sum of the total dividends paid and the total amount of own shares repurchased divided by Net Income. (Non-consolidated)

(Note 4) The figures for FY2008 (Forecast) is calculated on condition that the Bank achieves its officially forecasted Net Income for FY2008. (Non-consolidated)