

August 27, 2008

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: Announcement of the Launch of Hamagin Tokai Tokyo Securities  
and Transfer of Securities Business in 6 Branches of Tokai Tokyo Securities  
within Kanagawa Prefecture to Hamagin Tokai Tokyo Securities**

The Bank of Yokohama Ltd. (President: Tadashi Ogawa; hereinafter “the Bank”) is pleased to announce that the Bank today has reached an agreement with Tokai Tokyo Securities Co., Ltd. (President and CEO: Tateaki Ishida; hereinafter “TTS”) about the transfer of securities business in 6 Branches of Tokai Tokyo Securities in Kanagawa Prefecture to Hamagin Tokai Tokyo Securities (hereinafter “HTTS”) and the launch of the business. The Bank and TTS have been negotiating on joint establishment of a securities subsidiary as released on January 31, 2008 and March 28, 2008.

1. Outline of Joint Securities Subsidiary (Previously announced details are underlined)

- (1)Name of company: Hamagin Tokai Tokyo Securities Co.,Ltd. (note 1)  
(Japanese: Hamagin TT Securities K.K.)
- (2)Address of head office: Bank of Yokohama Bldg., 4<sup>th</sup> Floor, 3-1-1 Minatomirai , Nishi-ku,  
Yokohama City, Kanagawa Prefecture
- (3)Capital: JPY 3,307,980,000 (At the opening of business) (*planned*)
- (4)Ownership ratio: The Bank 51%, TTS 49%
- (5)Representative: President/Representative Director Tetsunobu Ikeda  
(currently Adviser, The Bank)  
Vice President/Representative Director Masataka Noda  
(currently Adviser, TTS)
- (6)Number of employees: About 140 (Employees will be seconded from the Bank and TTS)
- (7)Branches: Starting business in 6 branches transferred from TTS (Konandai, Ofuna, Yokosuka, Chigasaki, Sagamihara, Futamatagawa), HTTS is planning to open 15 branches within about 5 years.
- (8)Commencement of operations: November 4, 2008 (*planned*)

(note 1) The company is already established as a preliminary company by TTS. The bank will invest in HTTS by JPY6.3bil. at November 4, 2008 to make it a consolidated subsidiary. The Bank has obtained an approval based on Banking Act Article 16-2(4) on August 11, 2008.

## 2. About the transfer of securities business in 6 branches of TTS within Kanagawa Prefecture

### (1) Purpose of the transfer

In order to respond to broad array of customer asset management needs, the Bank and TTS will jointly establish securities subsidiary that takes full advantage of both firms strengths, rich customer bases and dense branch network of the Bank, and cutting-edge skills and know-how of TTS.

6 branches of TTS will be transferred to HTTS at the start of business to strengthen management base by concentrating management resources of the Bank and TTS, and to provide better services and increased convenience. Consequently, scale of the branch network of HTTS will be next to major securities firms and large banking groups within Kanagawa Prefecture.

### (2) Scheme of the transfer

The securities business at 6 branches will be demerged from TTS, with TTS being the transferring company and HTTS being the acquiring company.

(note 2) For details of the transfer scheme, please refer to the press released by TTS at August 27, 2008.

### (3) Employees

Employees currently working at 6 branches will be seconded to HTTS from TTS.

### (4) Products and services

Products and services currently provided at 6 branches will be continuously be provided in principle.

## 3. Influence on our financial results

Influence on our performance as of March 31, 2009 will be negligible.

## 4. Others

To enhance capabilities in areas of corporate needs such as IPO, the Bank will start to introduce corporate customers with such needs to TTS. Currently the Bank is affiliated with Nomura Securities, Nikko Cordial Securities, Daiwa Securities, and Shinko Securities, in those areas.