

May 14, 2010

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 financial forecast for the New Medium Term Management Plan “New Horizon 2nd Stage”

The Bank of Yokohama, Ltd. (President: Tadashi Ogawa) has finalized the financial forecast for the new medium term management plan “New Horizon 2nd Stage” announced on April 1, 2010, with a 3 year term from April 2010 to March 2013, and we hereby inform you the detailed figures.

1. **Outline of the New Medium Term Management Plan**
2. **Financial Forecast**

1. Outline of the New Medium Term Management Plan (As announced on April 1, 2010)

• Outline of the New Medium Term Management Plan

Name	"New Horizon 2nd Stage"
Term	3 years (From April 2010 to March 2013)
Significance	3 years to build a "Solid business foundation" that prepares us for the future and to establish a "Strong management foundation" that can endure any environmental change, in order to realize the Long Term Vision (*). <i>(*) Long Term Vision : To become an attractive financial institution for customers, shareholders, employees, and communities</i>
Main Theme	(1) Improvement of corporate value by developing "Yokohama Brand" (2) Intensification of low-cost operation (3) Improvement of performance by reinforcing investment in human assets

• Direction of practical steps and contents of the important measures

<p>1. Direction of practical steps</p> <p>(1) Provision of high-value financial services for customers</p> <p>(2) Establishment of easy-to-use service channels for customers</p> <p>(3) Enhancement of stability and safety of the management to ensure customers feel secure</p> <p>2. Contents of the important Measures</p> <p>(1) Intensification in regional retail banking (2) Improvement of fund management</p> <p>(3) Strengthening of risk management (4) Intensification of low-cost operation</p> <p>(5) Improvement of performance by reinforcing investment in human assets</p>
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• Main Target Figures (in the final fiscal year)

<p>Core Tier 1 ratio (consolidated) More than 8%</p>	<p>ROE (consolidated) Around 7%</p>	<p>Credit costs ratio (non-consolidated) Around 0.30%</p>	<p>OHR (non-consolidated) Around 45%</p>
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Through achieving these targets, we aim to improve our presence.

2. Financial Forecast (Newly announced in this release)

(JPY Bn)

		FY09 Actual (A)	FY12 Forecast (B)	Changes (B) – (A)
Non-Consolidated	Gross Operating Income	211.9	221.0	About +9.0
	- Expenses	99.9	99.0	About (1.0)
	Net Business Profit	111.9	122.0	About +10.0
	- Credit Costs	55.8	26.0	About (30.0)
	Ordinary Profit	52.8	92.0	About +39.0
	Net Income	31.0	55.5	About +24.5
	OHR	47.1%	Around 45%	About -2%
	Credit Costs Ratio	0.63%	Around 0.30%	About -0.3%
Consolidated	Ordinary Profit	53.7	95.0	About +41.5
	Net Income	30.9	56.0	About +25.0
	ROE	4.7%	Around 7%	About +2%
	Core Tier1 Ratio	7.4%	More than 8.0%	About +0.6%
Retail Loans within Kanagawa Prefecture(Non-Consolidated)*1		5,868.1	6550.0	About +680.0
Individual Deposit Assets(Consolidated)		1,732.2	2200.0	About +470.0

*1 Retail Loans within Kanagawa Prefecture = Loans to small and medium-sized businesses in Kanagawa pref. + Loans to individuals in Kanagawa pref.

*2 Financial Forecast for the final year of the New Medium Term Management Plan is shown above. We might review the forecast, in case there are changes in the assumptions we made regarding the interest ratio.

*3 Figures projected in this material does not guarantee future financial results, and are exposed to risks and uncertainties. Future results may differ from those projected according to changes in economic environments.