



October 9, 2008
The Bank of Yokohama, Ltd.

**The Bank of Yokohama revises its earnings projections
for the 6 months ended September 30, 2008 and fiscal year ending March 31, 2009**

Company Name: The Bank of Yokohama, Ltd.
Representative: President Tadashi Ogawa
(Code No. 8332: Listed on the 1st Section of the Tokyo Stock Exchange)

Based on recent earnings trends, the Bank of Yokohama hereby announces a revision of its previous earnings projections for the 6 months ended September 30, 2008 and fiscal year ending March 31, 2009, which was published on May 15, 2008.

Revision of Earnings Projections (Consolidated)

(1) For the 6 months ended September 30, 2008 (from April 1, 2008 to September 30, 2008)

	(Millions of Yen) Ordinary Income 経常収益	(Millions of Yen) Ordinary Profit 経常利益	(Millions of Yen) Interim net Income 中間純利益	(Yen) Interim net Income per Share 1株当たり中間純利益
Previous Projections (A)	167,000	55,500	33,000	¥24.08
Revised Projections (B)	177,000	23,500	14,500	¥10.66
Difference (B)-(A)	10,000	△32,000	△18,500	—
Percentage Change (%)	6.0	△57.7	△56.1	—
(Ref.) 6 months ended September 30, 2007	144,001	56,174	34,645	¥24.97

(2) For the fiscal year ending March 31, 2009 (from April 1, 2008 to March 31, 2009)

	Ordinary Income 経常収益	Ordinary Profit 経常利益	Net Income 当期純利益	Net Income per Share 1株当たり当期純利益
Previous Projections (A)	345,000	113,000	68,000	¥49.63
Revised Projections (B)	350,000	68,000	42,500	¥31.25
Difference (B)-(A)	5,000	△45,000	△25,500	—
Percentage Change (%)	1.4	△39.8	△37.5	—
(Ref.) Fiscal year ended March 31, 2008	317,949	111,810	68,270	¥49.52

Revision of Earnings Projections (Non-consolidated)

(1) For the 6 months ended September 30, 2008 (from April 1, 2008 to September 30, 2008)

	Ordinary Income 経常収益	Ordinary Profit 経常利益	Interim net Income 中間純利益	Interim net Income per Share 1株当たり中間純利益
Previous Projections (A)	145,000	53,500	32,500	¥23.72
Revised Projections (B)	155,000	25,000	15,500	¥11.39
Difference (B)-(A)	10,000	△28,500	△17,000	—
Percentage Change (%)	6.9	△53.3	△52.3	—
(Ref.) 6 months ended September 30, 2007	141,865	55,814	34,092	¥24.57

(2) For the fiscal year ending March 31, 2009 (from April 1, 2008 to March 31, 2009)

	Ordinary Income 経常収益	Ordinary Profit 経常利益	Net Income 当期純利益	Net Income per Share 1株当たり当期純利益
Previous Projections (A)	300,000	109,000	66,500	¥48.53
Revised Projections (B)	305,000	68,500	43,000	¥31.62
Difference (B)-(A)	5,000	△40,500	△23,500	—
Percentage Change (%)	1.7	△37.2	△35.3	—
(Ref.) Fiscal year ended March 31, 2008	293,098	109,874	66,468	¥48.21

Background to the revision

Due to the greater sense of recession, centering on real estate and construction industries, the Bank expects increase in credit costs. Accordingly, ordinary income and interim net income for the 6 months ended September 30, 2008 are revised downward from the forecast in the previous announcement.

For the forecast of business results in the full-year of the fiscal year ending March 31, 2009, accrual of credit costs is conservatively estimated and ordinary income and net income are also adjusted downward from the forecast in the previous announcement.

<Reference> Summary of earnings projections (non-consolidated)

(Unit:Billions of Yen)

		For the 6 months ended September 30, 2008 第2四半期累計期間			Fiscal year ending March 31, 2009 通期		
		Previous Projections 前回発表 予想	Revised Projections 今回修正 予想	Difference 増減	Previous Projections 前回発表 予想	Revised Projections 今回修正 予想	Difference 増減
Gross operating income	業務粗利益	115.5	113.0	(2.5)	234.0	229.5	(4.5)
Expenses	経費	51.5	51.5	0.0	104.0	104.0	0.0
Core net business profit	実質業務純益	64.0	61.5	(2.5)	130.0	125.5	(4.5)
Transfer to general allowance for possible loan losses	一般貸倒引当金繰入額	0.0	9.0	9.0	0.0	13.0	13.0
Net business profit	業務純益	64.0	52.5	(11.5)	130.0	112.5	(17.5)
Extraordinary profits and losses	臨時損益	(10.5)	(27.5)	(17.0)	(21.0)	(44.0)	(23.0)
Of which, Disposal of bad debts	うち不良債権処理額	9.5	30.0	20.5	18.0	44.0	26.0
Of which, Gains and losses on securities	うち株式等関係損益	1.0	5.1	4.1	2.0	5.1	3.1
Ordinary profit	経常利益	53.5	25.0	(28.5)	109.0	68.5	(40.5)
Interim net income	当期(中間)純利益	32.5	15.5	(17.0)	66.5	43.0	(23.5)
Credit costs	与信費用	9.5	39.0	29.5	18.0	57.0	39.0

Reasons for the differences

(1)Gross operating income

Interest income has progressed favorably due to accumulation of housing loans, etc. On the other hand, sluggish sales of investment trust products and a decrease in derivative related income, etc., in connection with the deteriorating market, we expect gross operating income for the 6 months ended September 30, 2008 will decrease by ¥2.5 billion from the previous forecast. In this regard, they are expected to increase by ¥2.8 billion as compared to the same period in the previous year.

For full-year, we expect gross operating income will decrease by ¥4.5 billion from the previous forecast as we expect slowing growth of loans to cooperate and sluggish sales of investment trust products, resulting from sense of uncertainty for the future. In this regard, they are expected to increase by ¥5.4 billion as compared to the same period in the previous year.

(2)Credit costs

Taking into consideration bankruptcies and deterioration of business environment of our customers, mainly occurring in real estate and construction industries along with economic stagnation both in Japan and overseas, as we will conservatively increase provision of allowance for bad debts, we expect credit costs will increase by ¥29.5 billion from the previous forecast to ¥39 billion for the 6 months ended September 30, 2008.

In the 6 months ended September 30, 2008, bankruptcies were concentrated in the real estate and construction industries, but as we constrain credit costs by further bolstering collateral, we expect credit costs will be ¥18.0 billion (an increase of ¥9.5 billion from the previous forecast) in the third and fourth quarters, about a half of estimation for the 6 months ended September 30, 2008.

As stated above, we expect credit costs will be ¥57.0 billion for full-year, an increase of ¥39.0 billion from the previous forecast.