

Company Name: The Tokyo Star Bank, Limited

Name of Representative: Todd Budge

President & CEO

Exposure to US sub-prime loan related products

Tokyo (Friday, August 24, 2007) – Newspapers and other media are reporting concerns related to sub-prime loans (housing loans to individuals with less creditworthiness). Here, The Tokyo Star Bank, Limited (“Tokyo Star Bank”) reports its position in such investments.

1. The outstanding balance of CDOs having at least some exposure to US sub-prime loans amounts to 7.1 billion yen as of the end of July. Therefore, our sub-prime exposure is less than 0.5% of our total loans and securities on a consolidated basis.
2. All of these securities are rated single A and above by two major international rating agencies (approximately 60% are rated AAA) and none of the issues have been either downgraded or put on watch list.
3. Given the low exposure and high credit quality, the impact on our financial statements is immaterial.
4. We will continue to closely monitor the situation and disclose any material changes as it relates to these investments in a timely manner.