

March 26, 2004

TOKYU CORPORATION
Representative: Kiyofumi Kamijo,
President & Representative Director
(Code No.9005, Tokyo Stock Exchange First Section)
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Notice Regarding the Share Transfer of a Subsidiary

The Board of Directors of Tokyu Corporation (hereinafter referred to as “TOKYU”) at the meeting held on March 26, 2004 resolved to transfer a portion of shares of Tokyu Tourist Corporation (hereinafter referred to as “Tokyu Tourist”), our consolidated subsidiary as follows:

1. Reasons for the Transfer

We acquired Tokyu Tourist as our wholly owned subsidiary by means of a share exchange on January 1st this year. Since then we have worked out drastic management improvement plans for the subsidiary. Recently ACTIVE INVESTMENT PARTNERS proposed to obtain the shares of Tokyu Tourist and to develop it as a travel agency targeting on the demands of corporate clients. We concluded that it would be the best way that the company focuses on areas of strength to remain competitive in the tourism industry in the future. We resolved to transfer approximately 85% of its shares to pursue the policy of selection and concentration of businesses on the basis of our Group Management Policy formulated in April 2000. We will retain approximately 15% of its shares after the transfer and the company will continue to use “Tokyu Tourist” as its corporate name.

2. Outline of the Transferred Subsidiary

Corporate name:	Tokyu Tourist Corporation
Representative:	Norihiko Nomizo, President & Representative Director
Head office address:	3-8-1 Higashiyama, Miguro-ku, Tokyo
Date of establishment:	January 31, 1956
Line of business:	Tourism
Fiscal year end:	December
Number of employees:	1,363 (as of the end of December 2003)
Capital:	7,138 million yen
Number of outstanding shares:	107,190,910 (of which deferred shares constitute 16,700,000)
Major shareholder:	TOKYU 107,190,910 (100.00%)

* An annual meeting of shareholders and a meeting of the board of directors of Tokyu Tourist are scheduled today (March 26). The president Norihiko Nomizo will retire and current director Ieharu Kaneko will become the president.

Business performance for the recent fiscal years (consolidated) (Millions of yen)

	December 2002	December 2003
Operating revenue	29,455	25,728
Operating income	274	369
Recurring profit	242	373
Current net income (loss)	(234)	213

3. Outline of the Transferee Company

Corporate name: ACTIVE INVESTMENT PARTNERS
 Head office address: 2-2-1 Marunouchi, Chiyoda-ku, Tokyo
 Representative: Hideo Aomatsu, President & Representative Director
 Capital: 100 million yen
 Major shareholder and its share ownership rate:
 ACTIV Investment Partners, Ltd. 100%
 Main business: Investment
 Relationship with TOKYU: None

4. Number of Transferred Shares and Transfer Price, and Number of Owned Shares Before and After the Transfer

Number of owned shares before the transfer
 107,190,910 (ownership rate 100.00%)
 Common shares 90,490,910
 Deferred shares 16,700,000
 Number of transferred shares
 91,145,000 (ownership rate 85.03%)
 Common shares 76,950,000
 Deferred shares 14,195,000
 Number of owned shares after the transfer
 16,045,910 (ownership rate 14.97%)
 Common shares 13,540,910
 Deferred shares 2,505,000
 Transfer price:
 2,490 million yen

5. Schedule for Share Transfer

March 26, 2004 Approval of the share transfer agreement by the board of directors, and execution of the share transfer agreement
 March 31, 2004 (tentative) Transfer of shares

6. Future Prospects

We intend to post a subsidiary share sales loss of 6,620 million yen resulting from this transfer as an extraordinary loss in our non-consolidated account settlement for the fiscal year ending March 2004 and, a subsidiary share sales profit of 4,000 million yen as an extraordinary gain in the consolidated account settlement. There will be no significant change in the non-consolidated performance forecast released on October 27, 2003 and the consolidated performance forecast released on February 27, 2004.