

[TRANSLATION]

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12th Annual General Meeting of Shareholders

Shinsei Bank, Limited
June 20, 2012



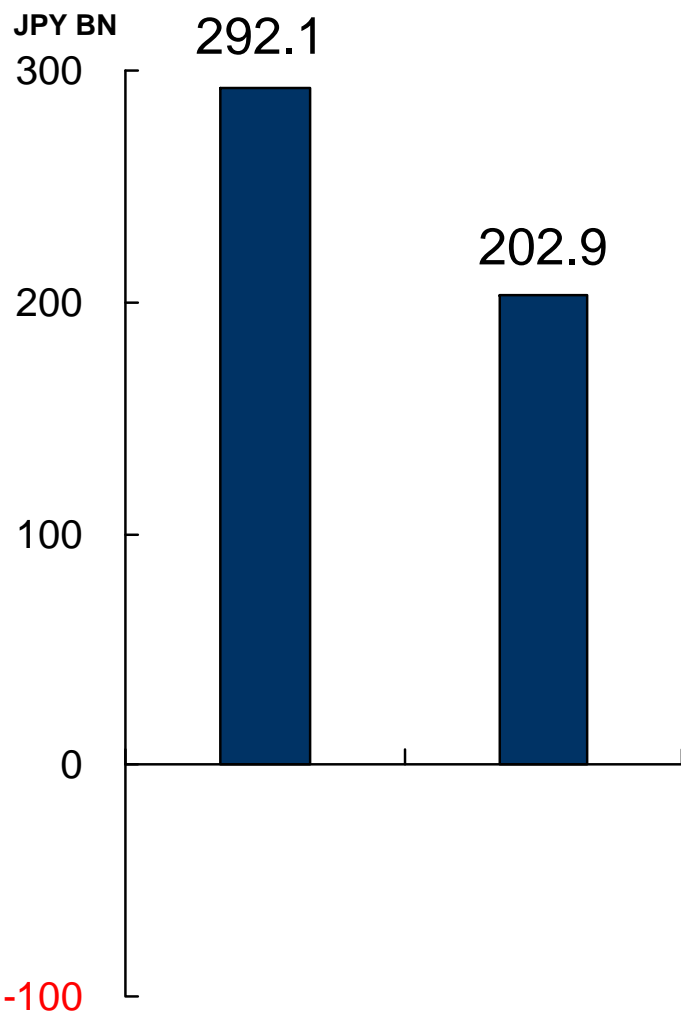
Fiscal Year 2011 Financial Results

FY2011 Consolidated Financial Summary:

Decreasing non-recurring items led to lower revenue and OBP

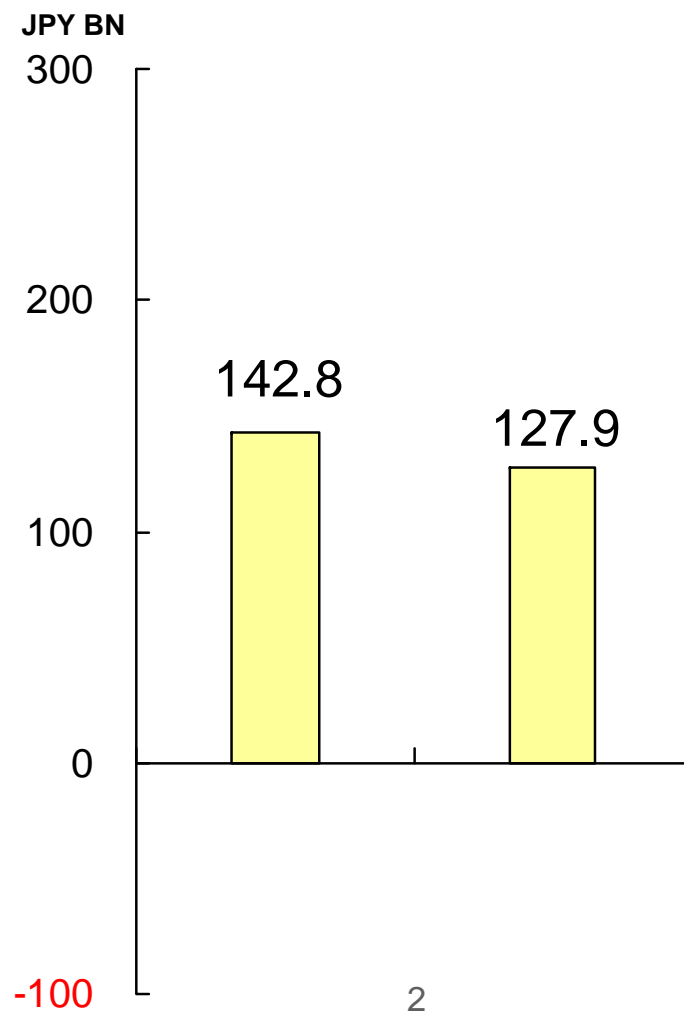
Revenue

FY2010 FY2011



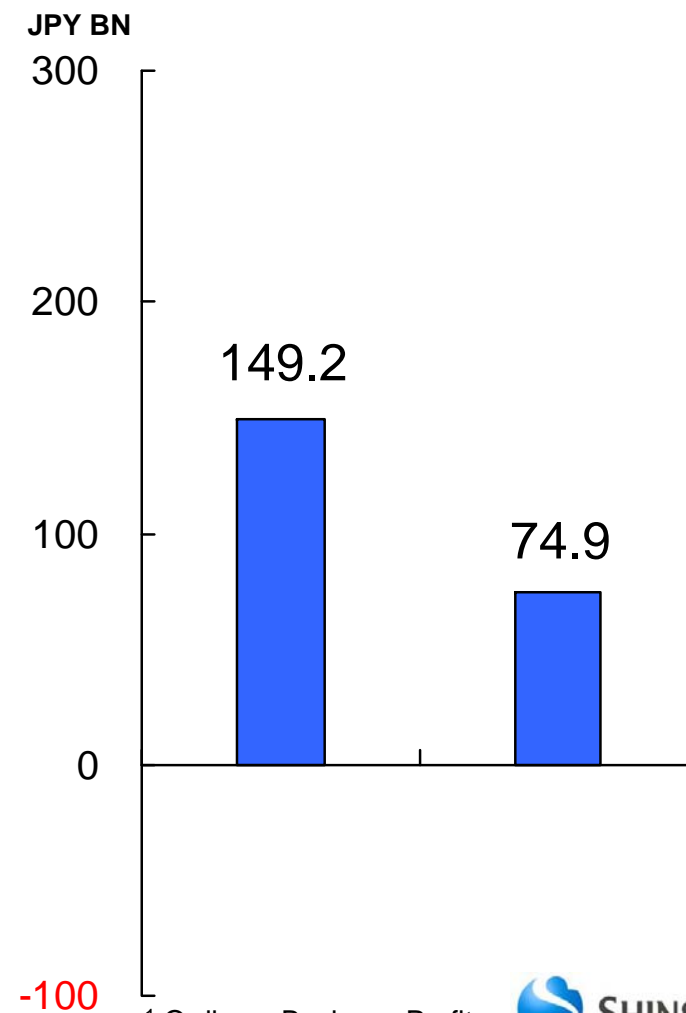
Expenses

FY2010 FY2011



OBP¹

FY2010 FY2011



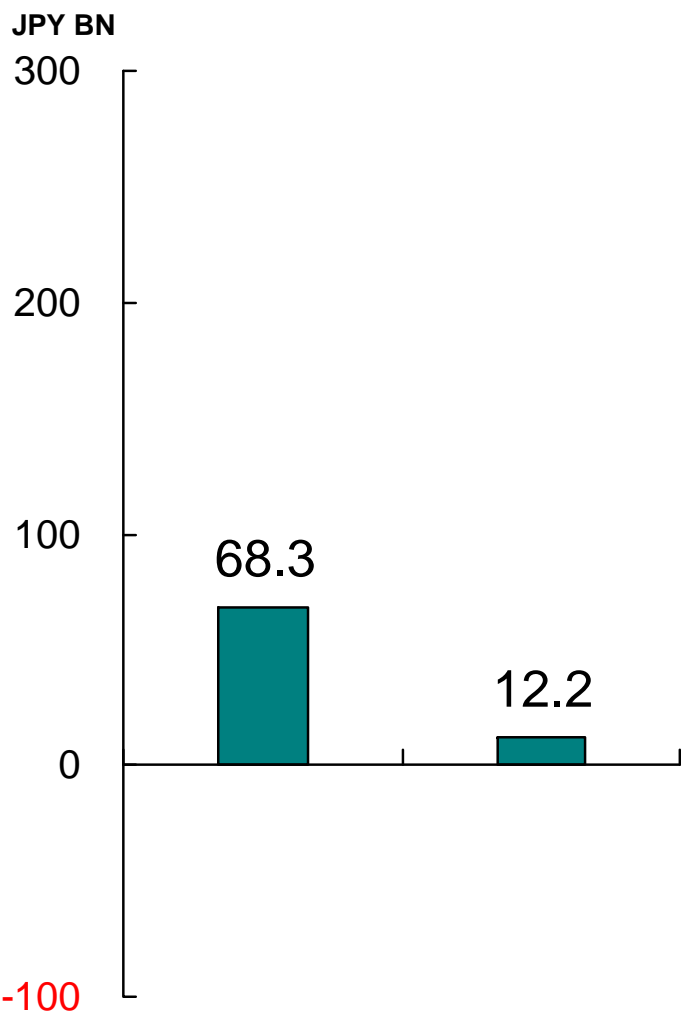
¹ Ordinary Business Profit

FY2011 Consolidated Financial Summary:

Lower net credit costs cushioned impact of other losses

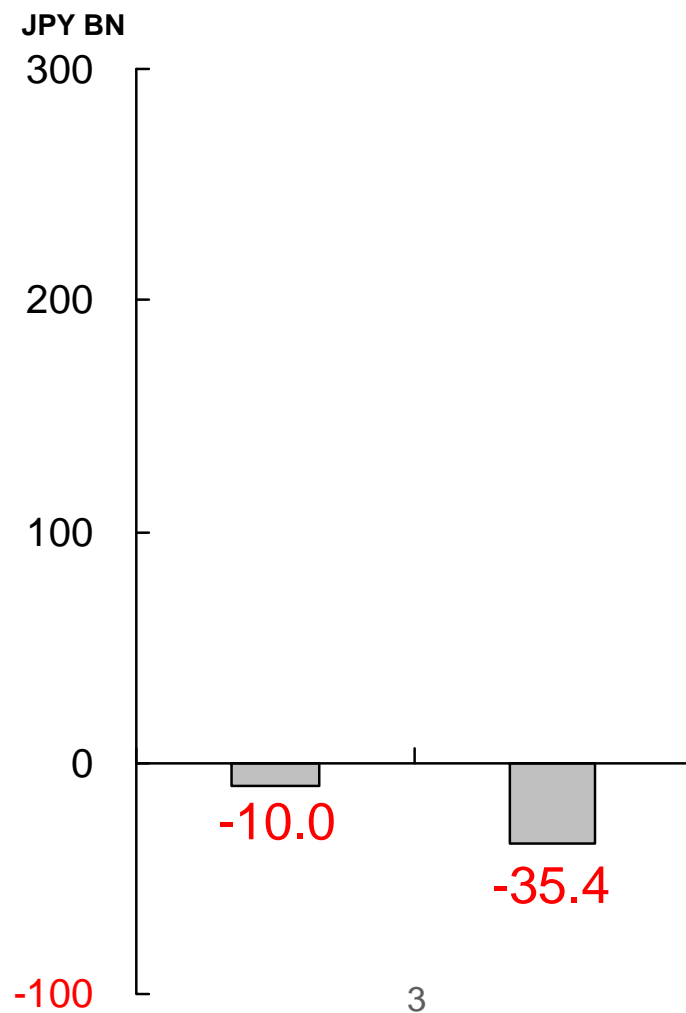
Net Credit Costs

FY2010 FY2011



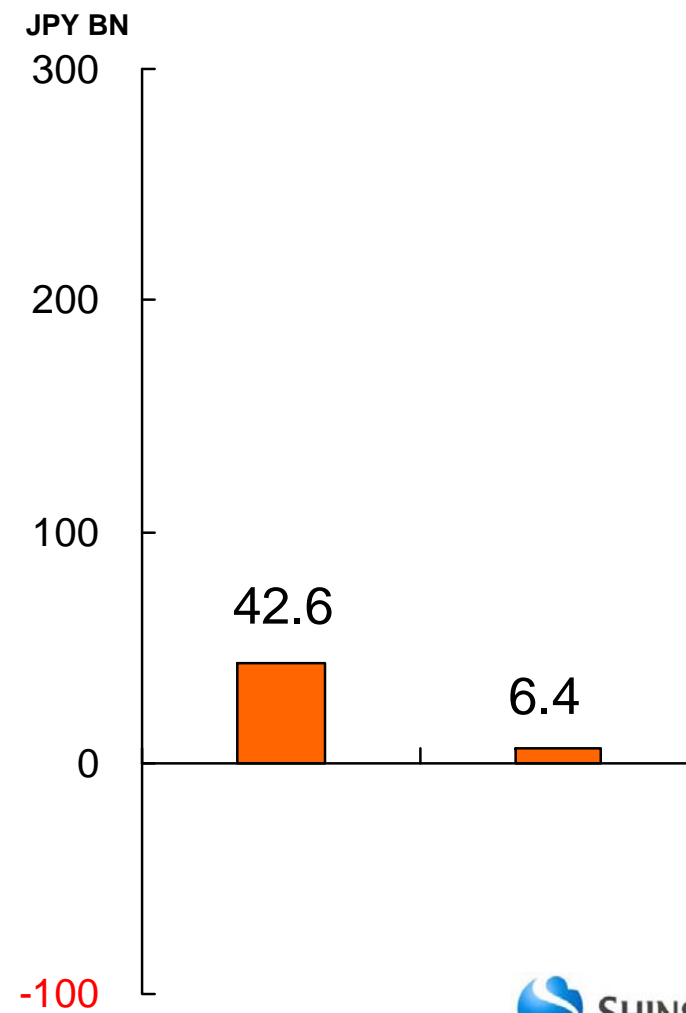
Other Losses

FY2010 FY2011



Net Income

FY2010 FY2011



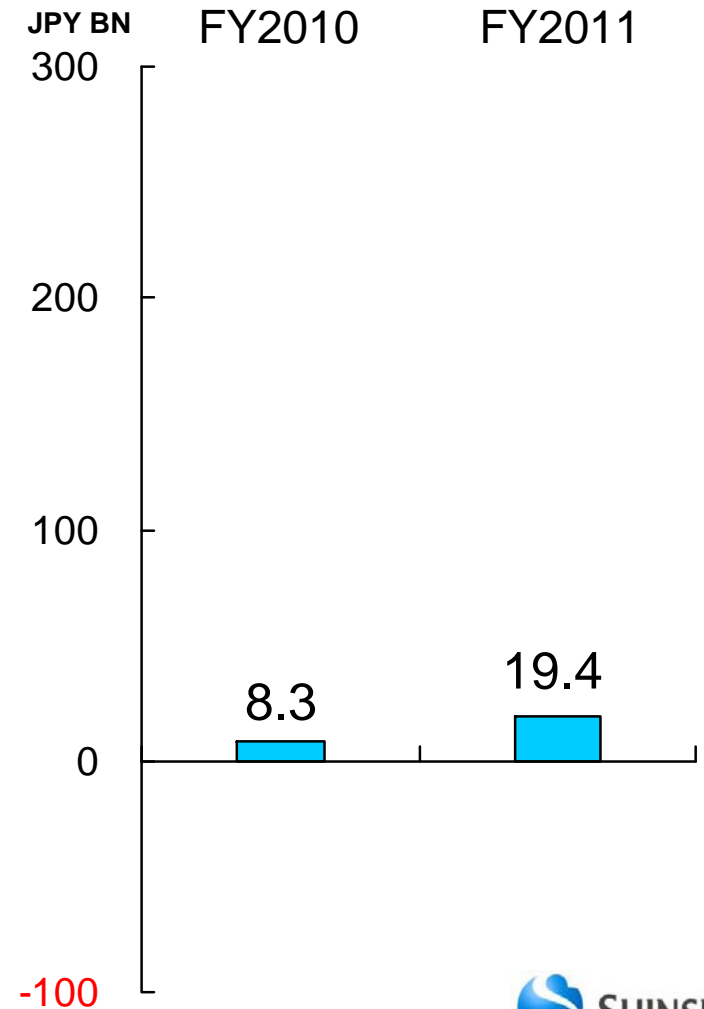
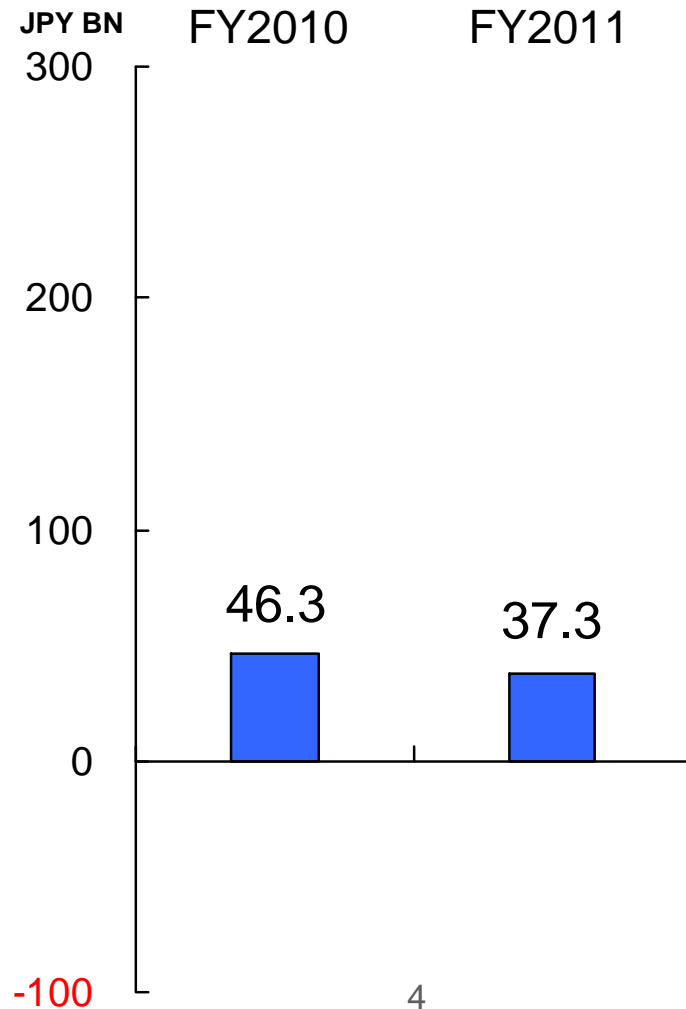
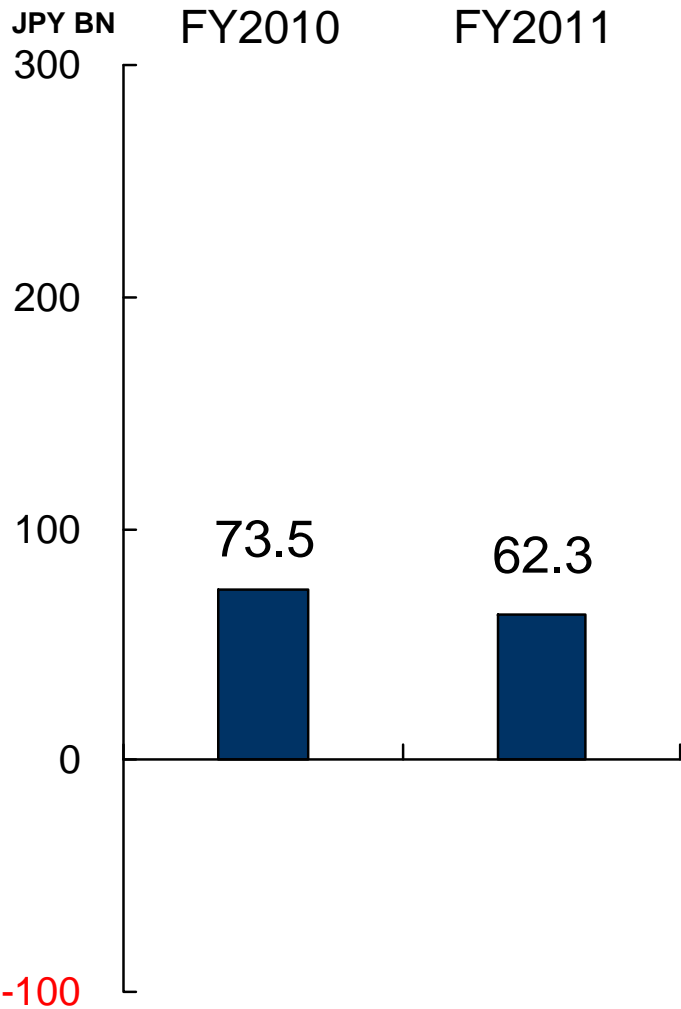
Institutional Group:

Stronger customer franchise and decrease in net credit costs

Revenue

OBP

OBP after Net Credit Costs



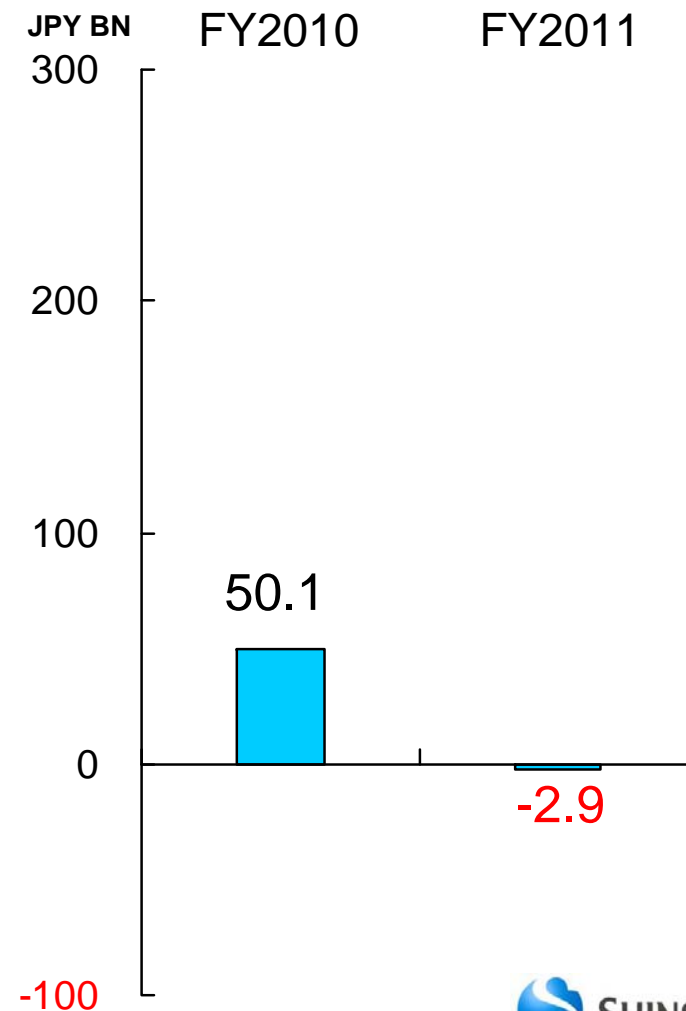
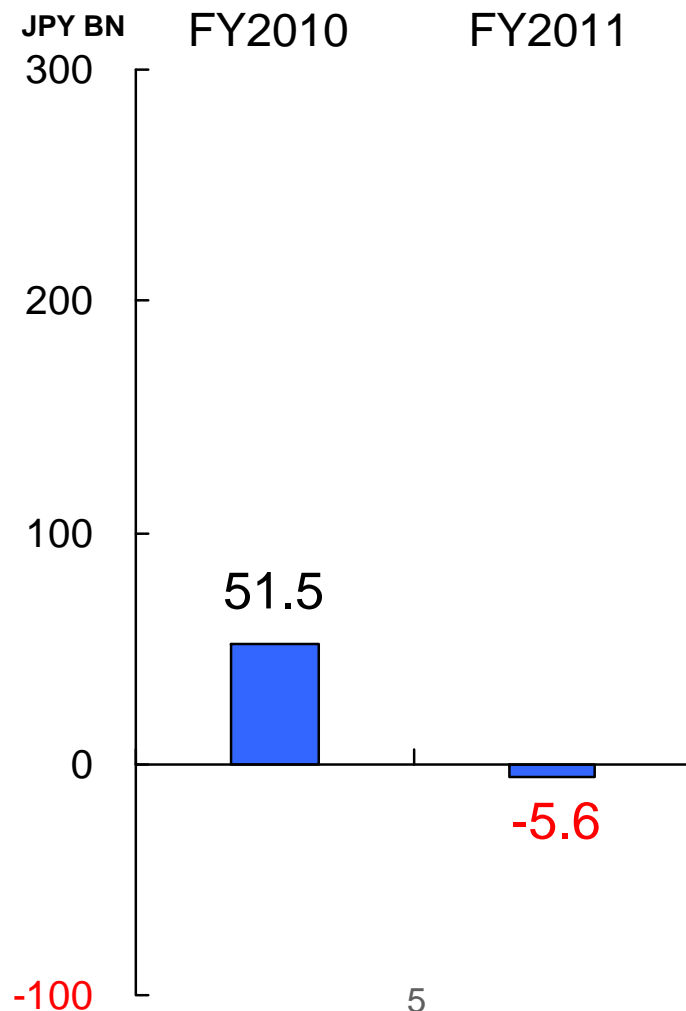
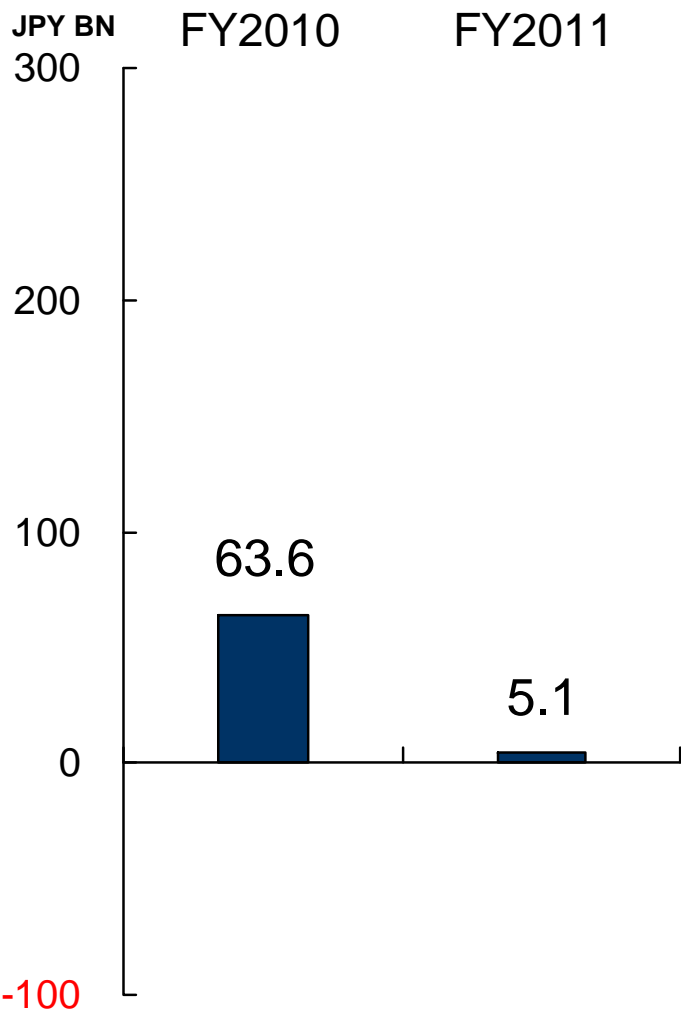
Global Markets Group:

Lower due to downturn in financial markets and decrease in non-recurring items

Revenue

OBP

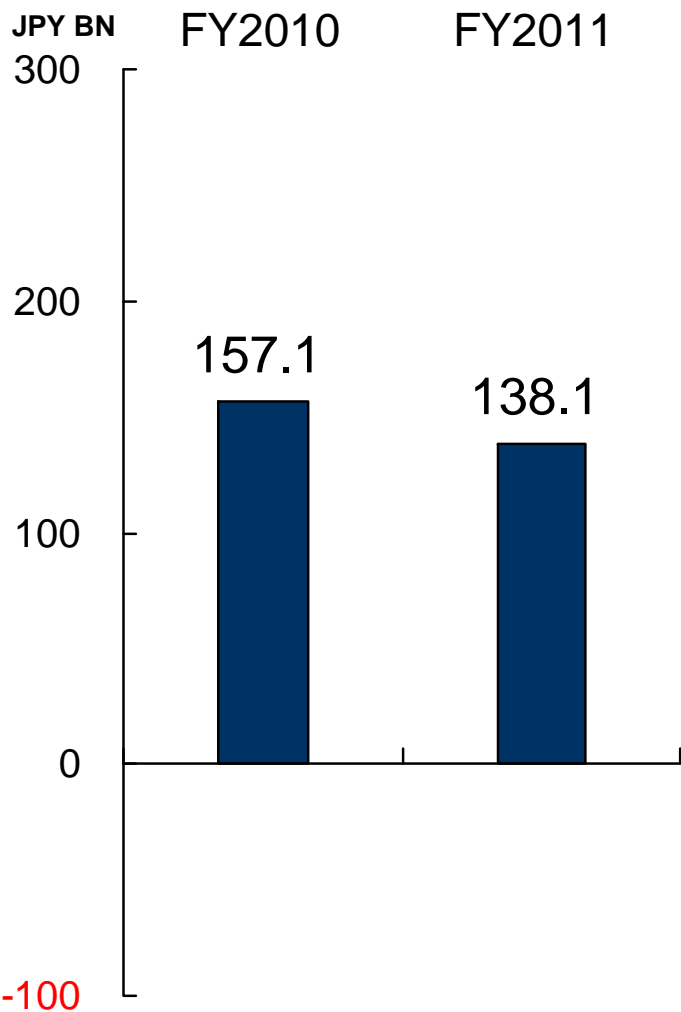
OBP (OBL) after Net Credit Costs



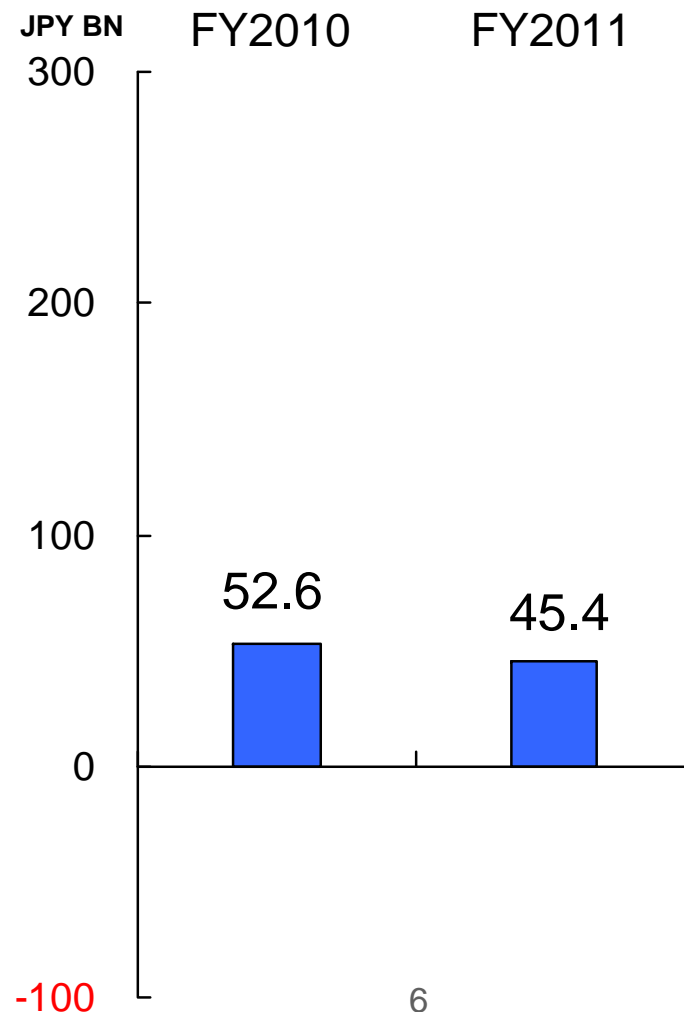
Individual Group:

Higher despite decline in revenues as lower credit costs contributed

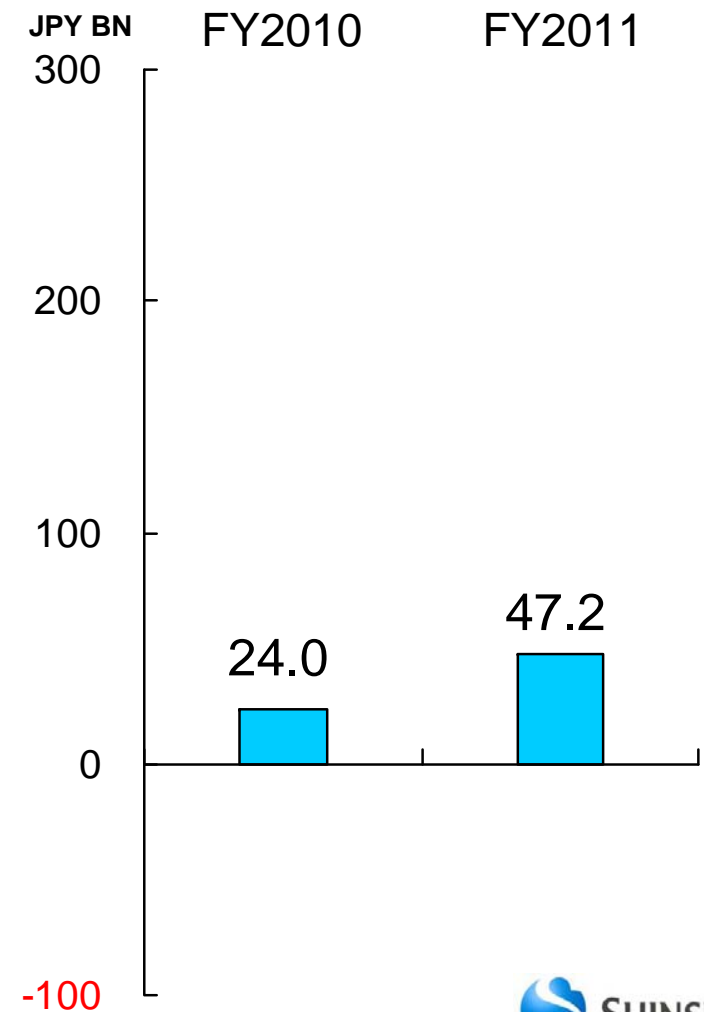
Revenue



OBP



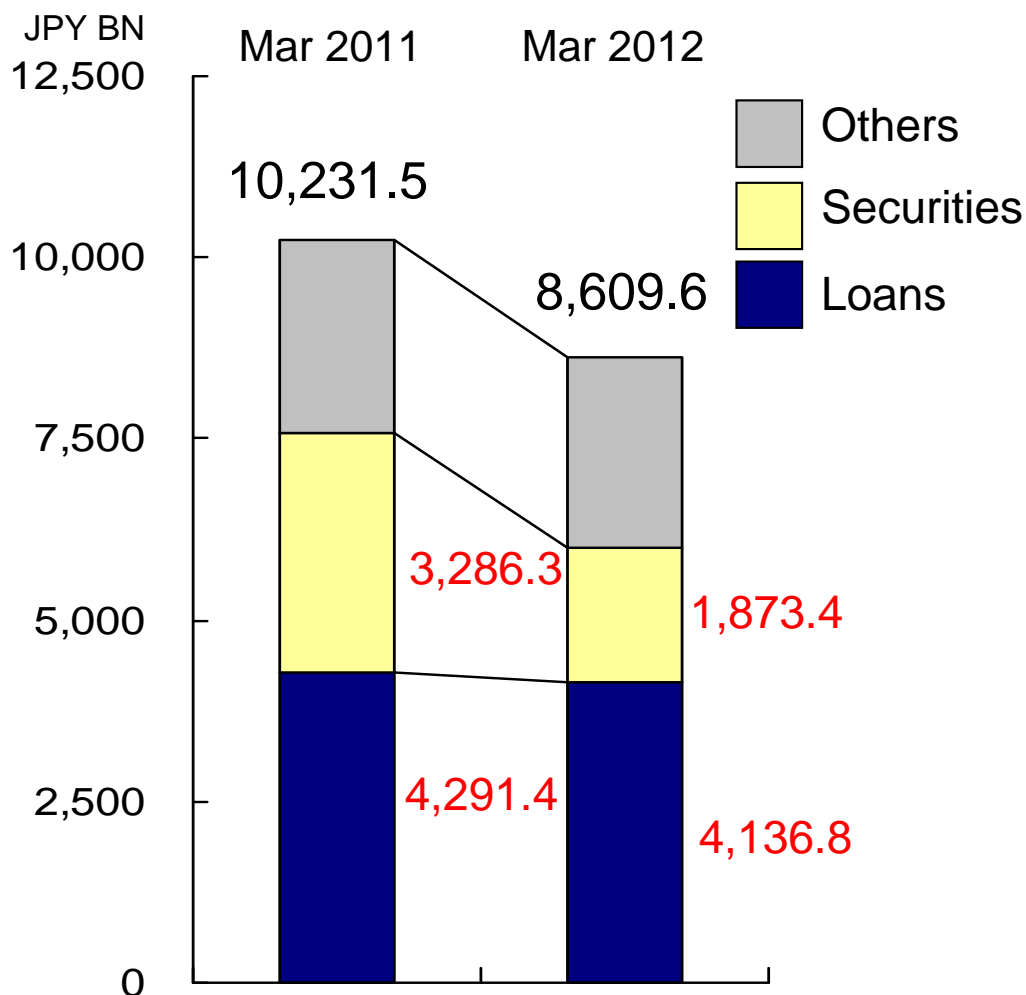
OBP after Net Credit Costs



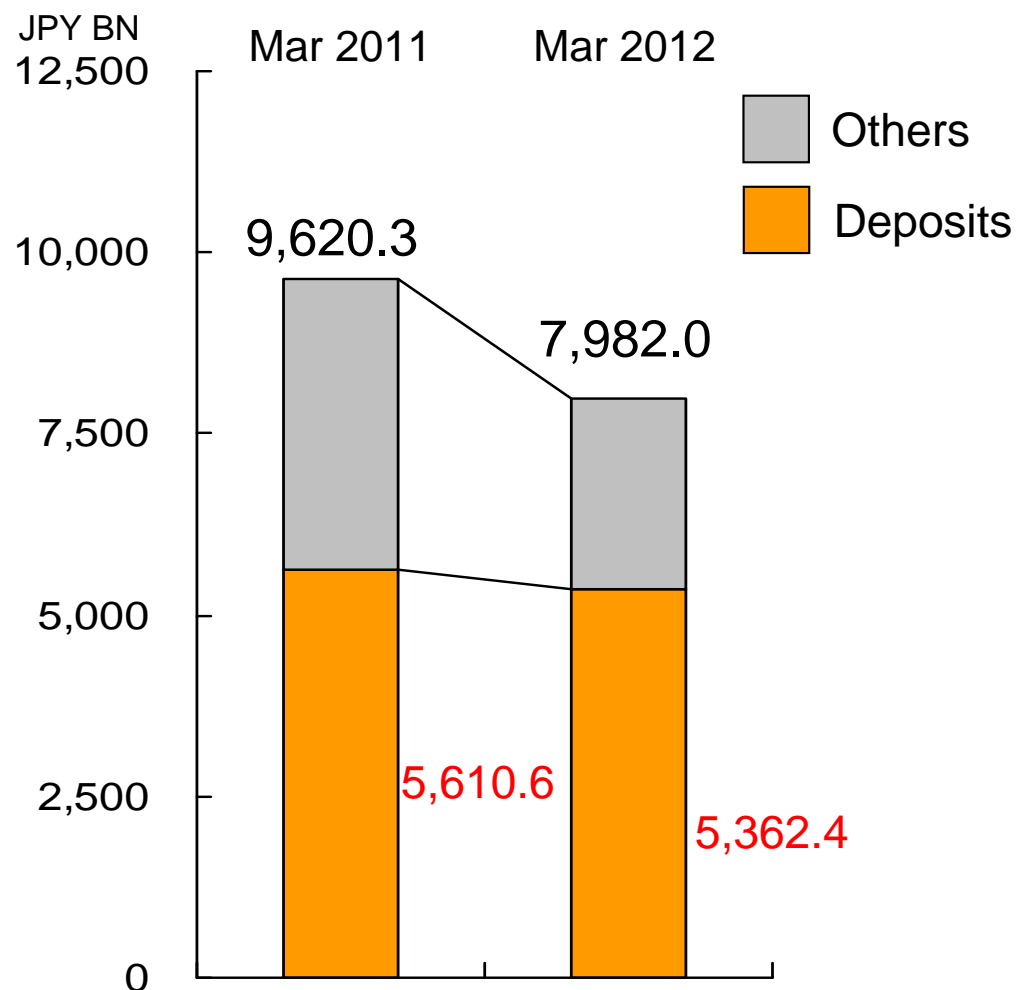
Assets and Liabilities:

Decline in loans due to reduction of non-core assets and impact of revised MLBL¹, while scaling back securities exposure

Assets



Liabilities



¹ Money Lending Business Law

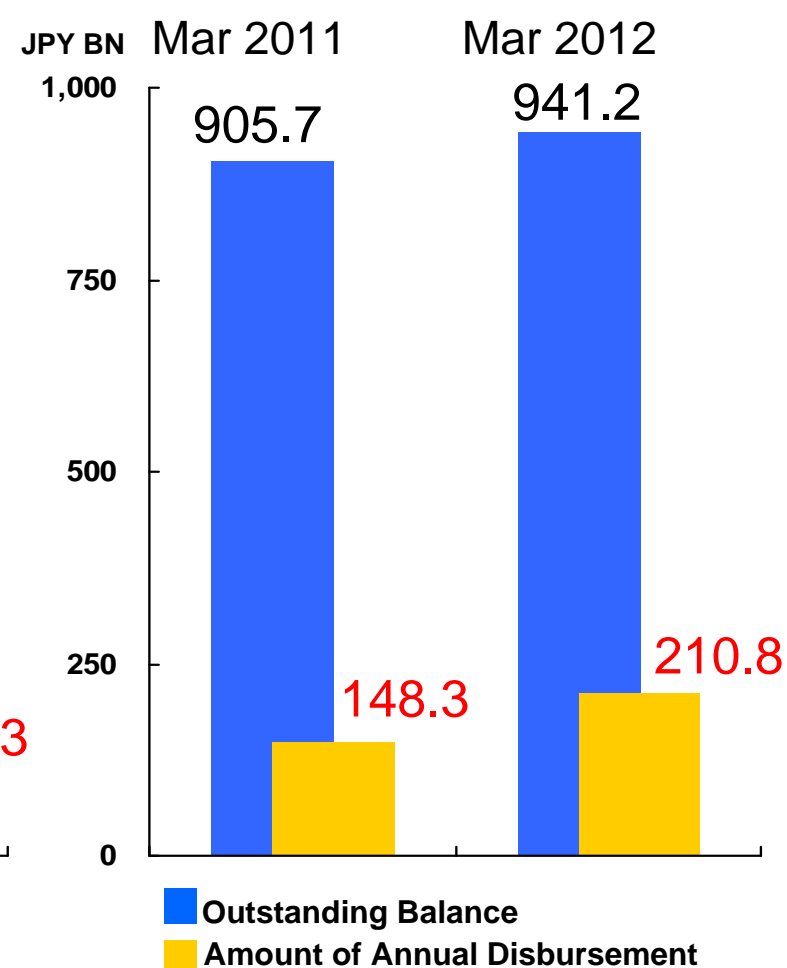
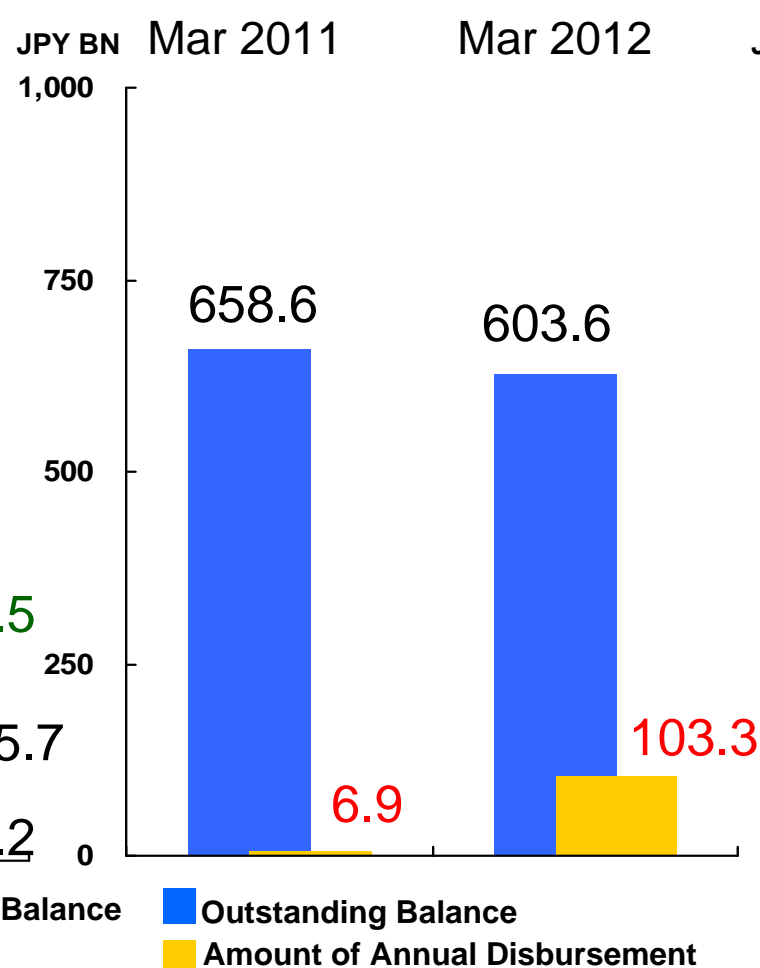
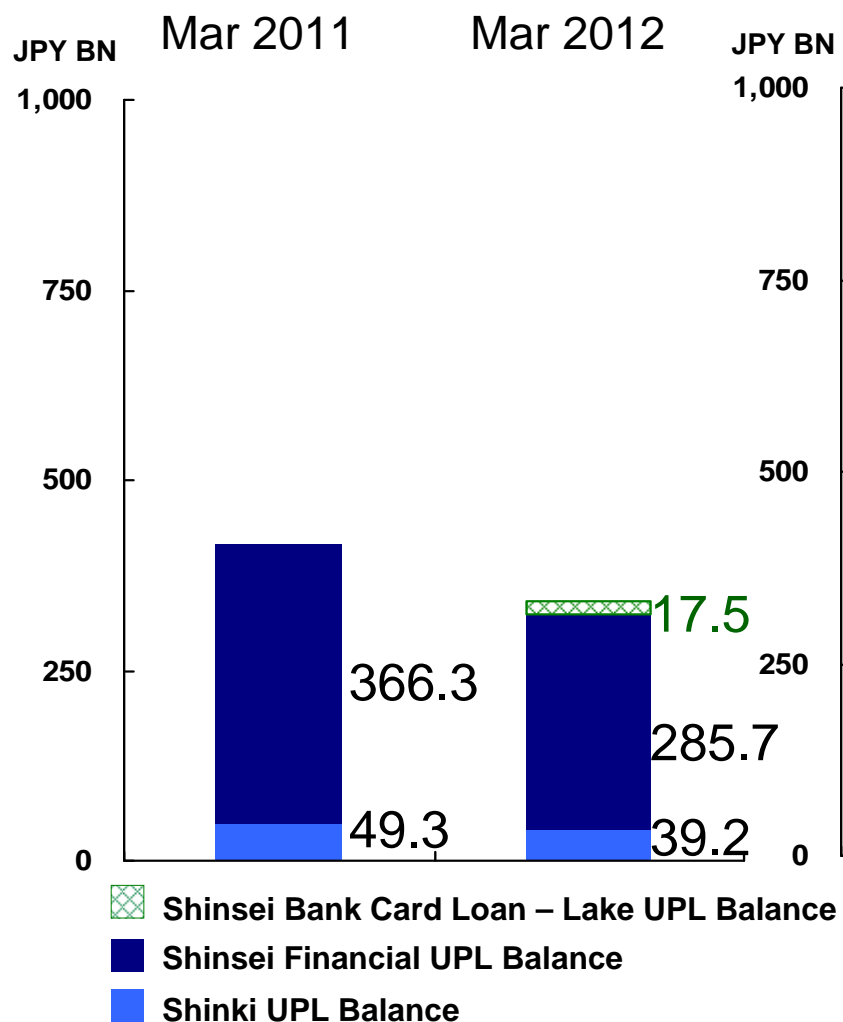
Major Operating Assets:

Increasing trend in new disbursements and good start in “Shinsei Bank Card Loan – Lake”

Unsecured Personal Loan (UPL) Balance

Real Estate Non-recourse Finance

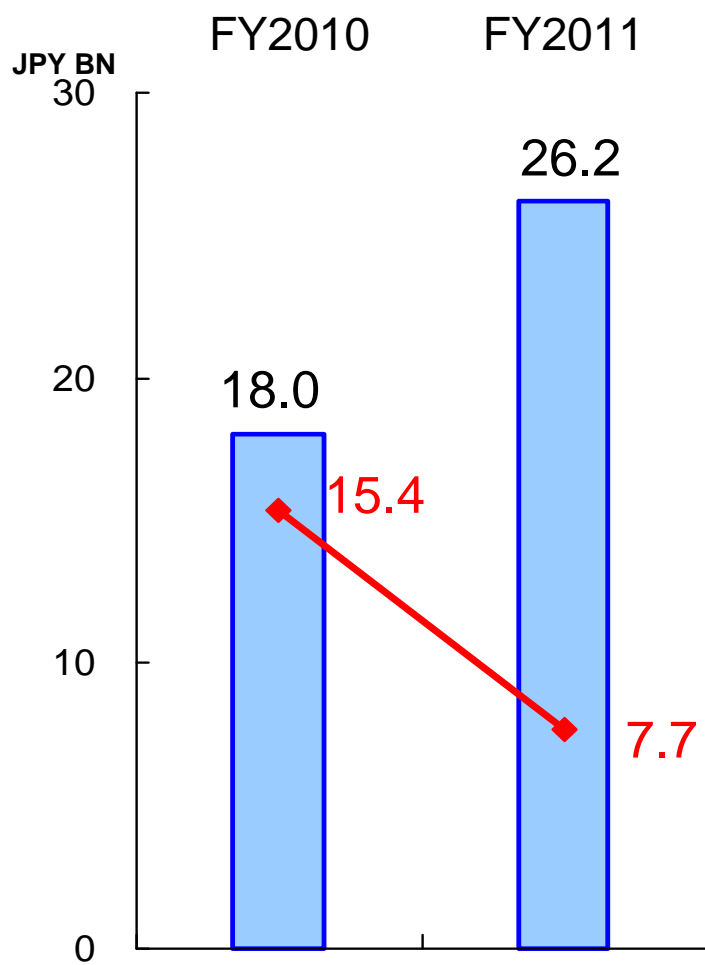
Retail Housing Loan



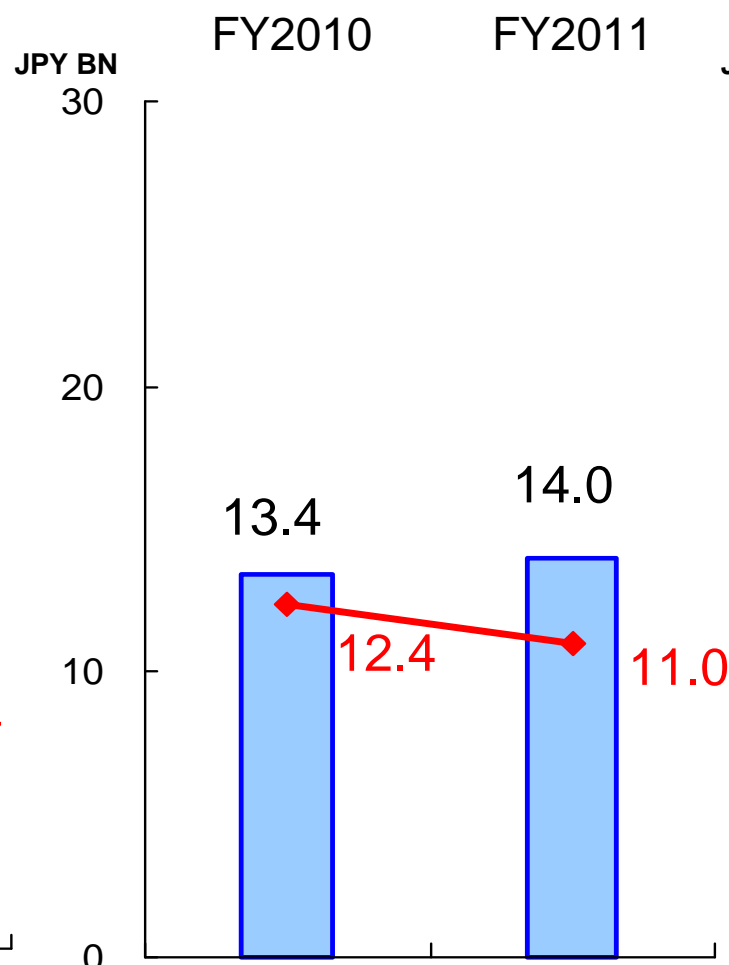
Grey Zone Interest Repayments:

Shinsei Financial and Shinki made lifetime provisioning to eliminate future grey zone risk

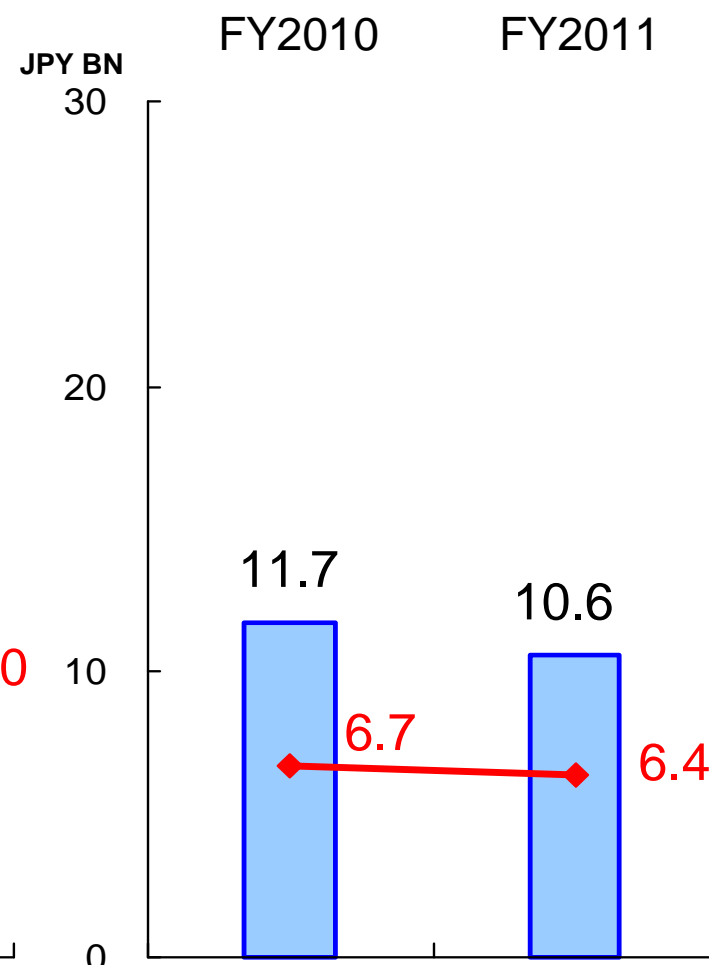
Shinsei Financial



Shinki



APLUS FINANCIAL

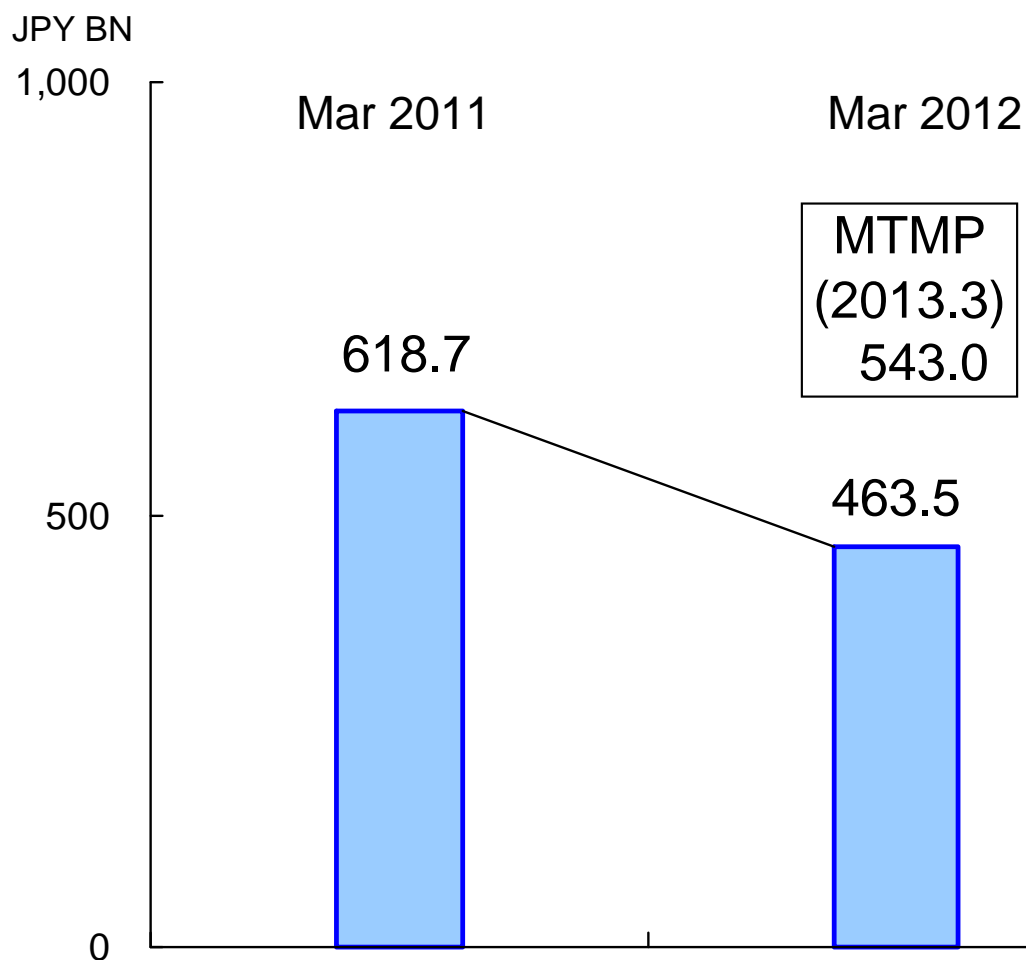


■ Reserves for Losses on Interest Repayment ◆ Usage of Reserve for Grey Zone Payments and Write-Offs

Non-Core Assets:

Medium-Term Management Plan (MTMP) Targets Already Achieved

Non-Core Assets



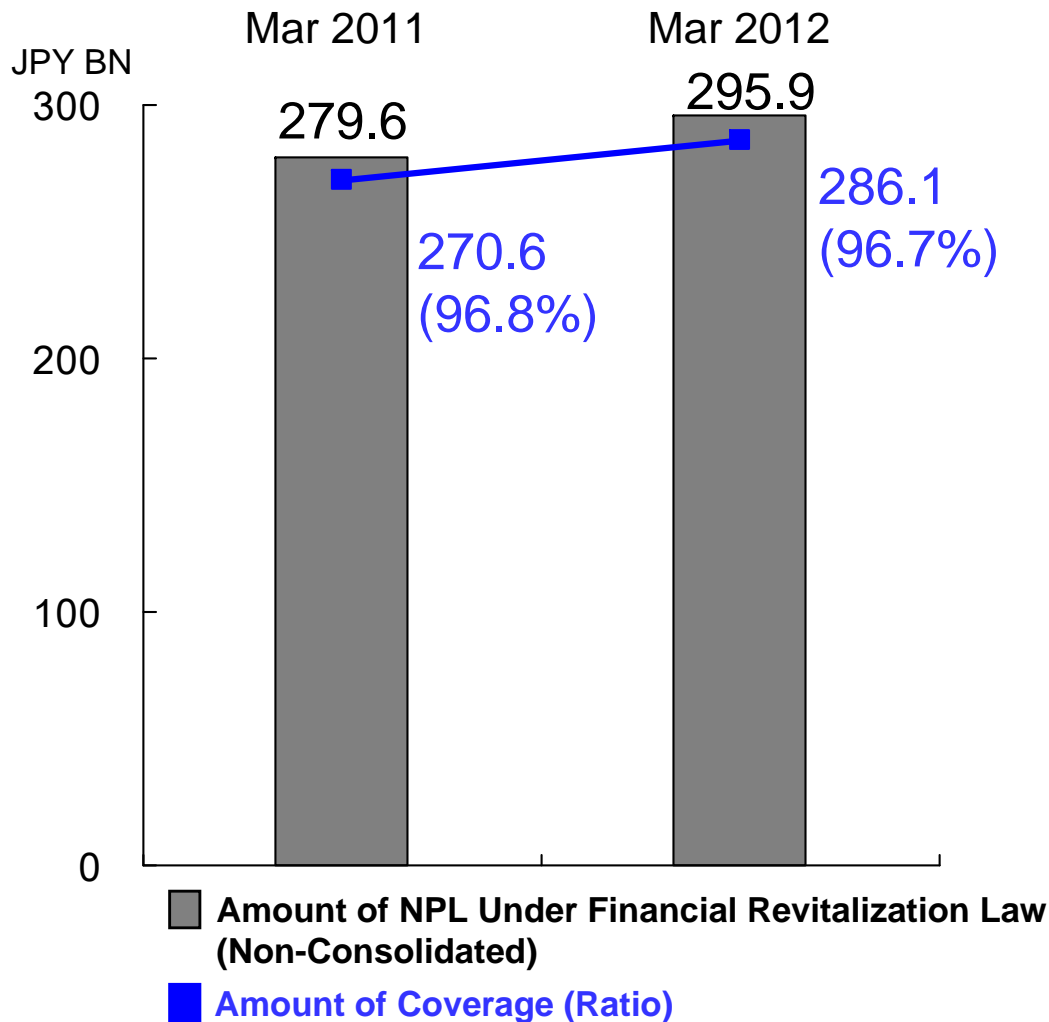
Non-Core Assets:

- Investment Grade Corporate Bonds
- Asset-backed Investment (ABI)
- Wealth Management
- PE Fund Investment
- Real Estate Investment
- Housing Loan Warehousing
- CLO
- Others

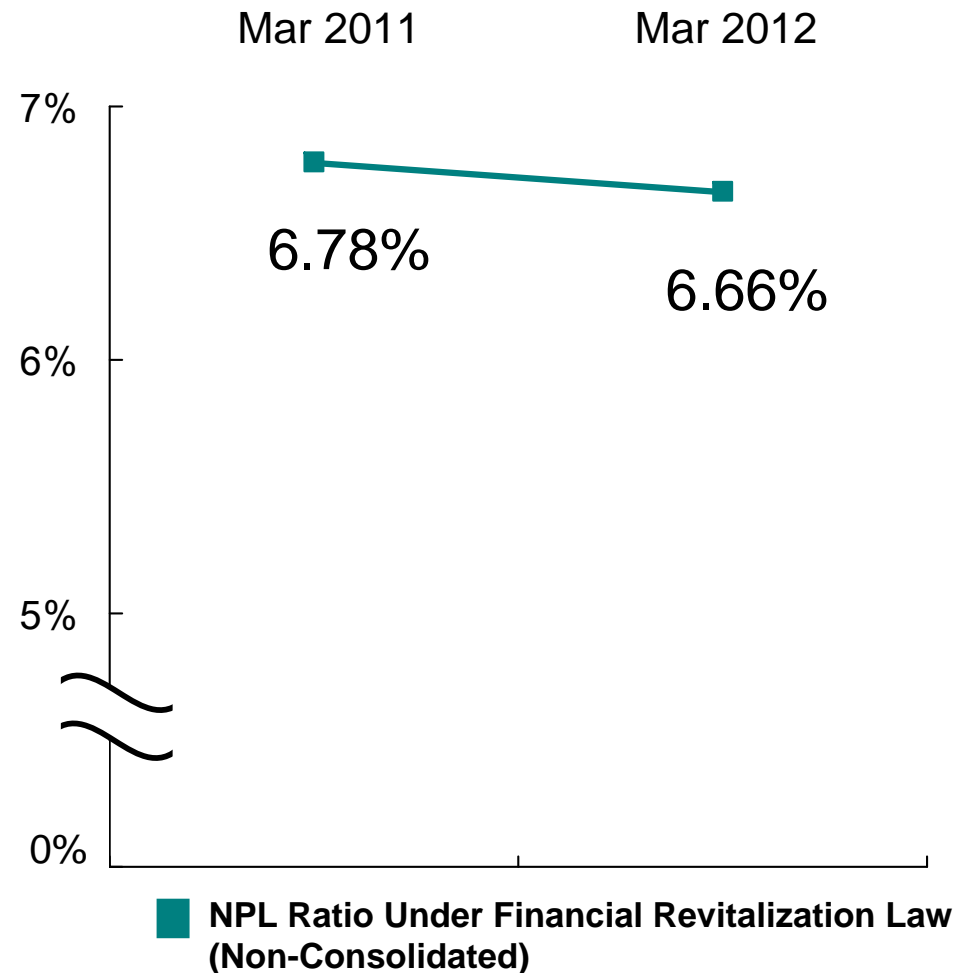
Asset Quality:

Improved NPL ratio while maintaining high coverage ratio

Non-Performing Loans (NPL) Balance and Coverage (Ratio)



NPL Ratio



Capital:

Capital Ratios at Adequate Levels

Capital Adequacy Data

JPY BN	March 2011	March 2012
Basic Items (Tier I)	516.7	537.1
Supplementary Items (Tier II)	231.8	197.0
Deduction	(98.6)	(107.2)
Total Capital	649.9	626.9
Risk Weighted Assets	6,653.7	6,102.5
Total Capital Adequacy Ratio	9.76%	10.27%
Tier I Capital Ratio	7.76%	8.80%

■ Year-end Dividend

JPY 1.00 per share

FY2012 Forecast: Earnings & Dividends:

- Consolidated Net Income:
51.0 billion yen
- Non-consolidated Net Income:
22.0 billion yen
- Year-end Dividend:
JPY 1.00 per share

