

[TRANSLATION]

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Tenth Annual General Meeting of Shareholders

Shinsei Bank, Limited
June 23, 2010





Fiscal Year 2009 Financial Results

Consolidated Financial Summary:

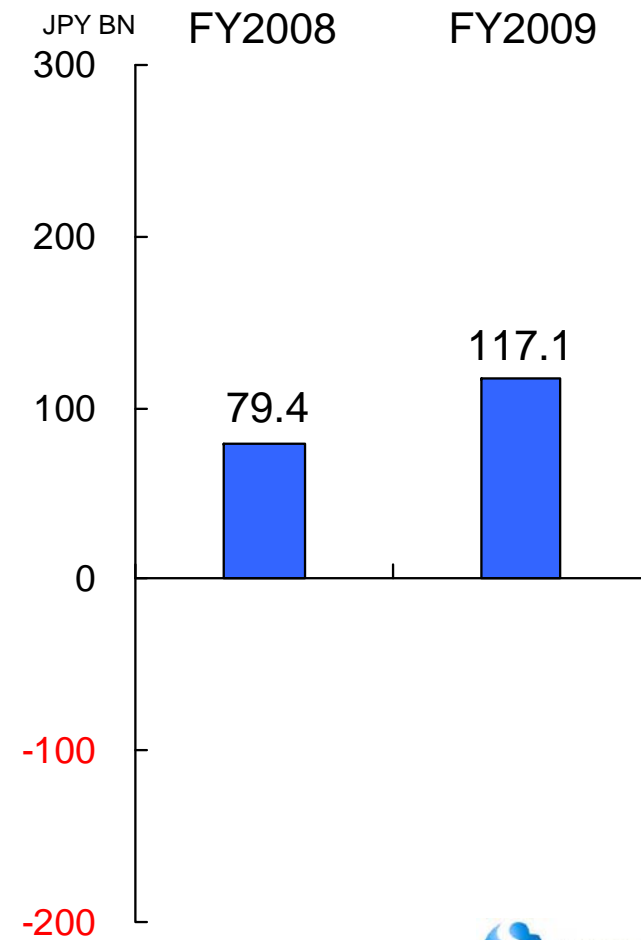
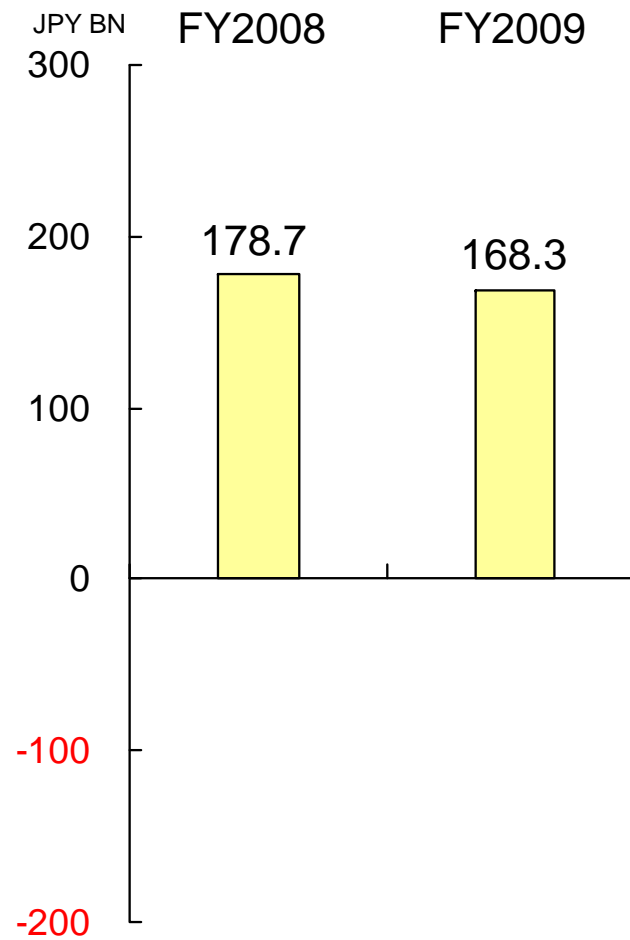
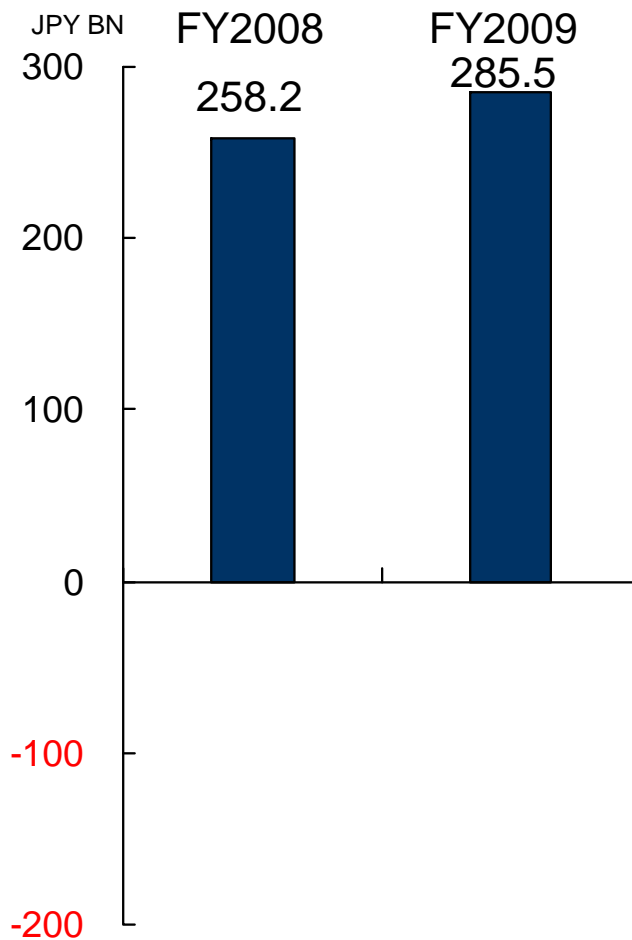
Revenue, Expenses and Ordinary Business Profit (OBP)

Higher revenues and lower expenses led to higher OBP...

Revenue

Expenses

OBP



Consolidated Financial Summary:

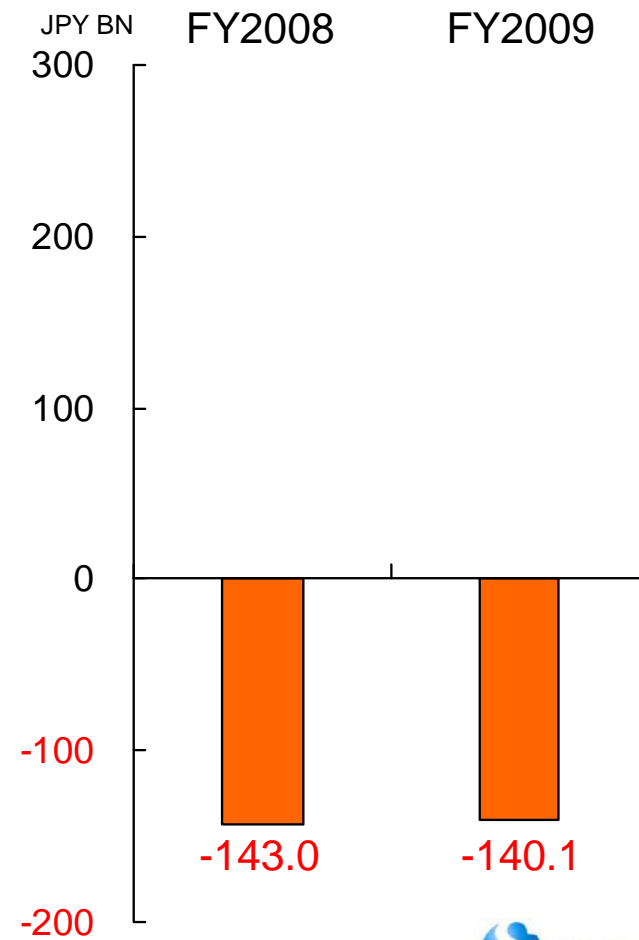
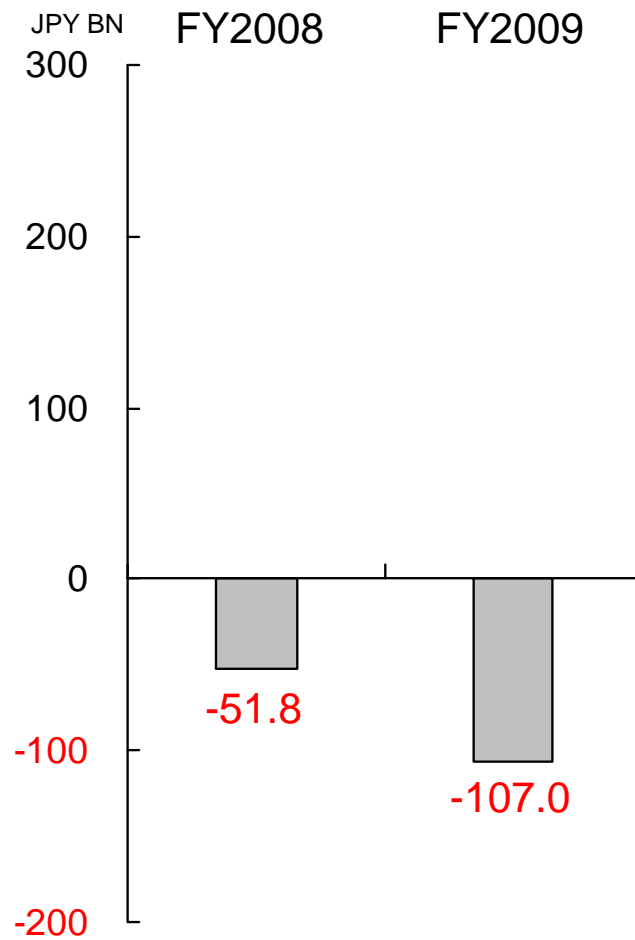
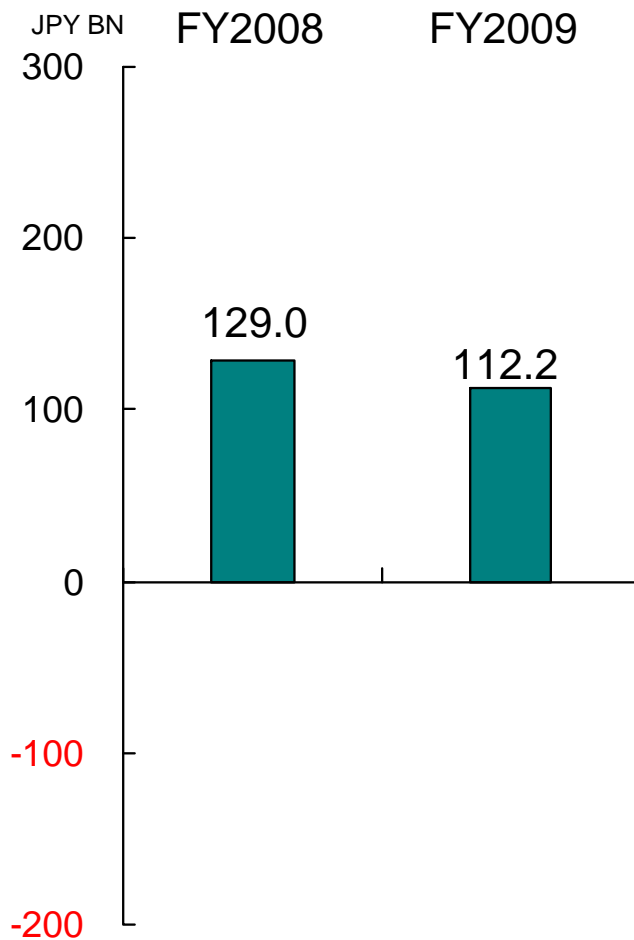
Credit Costs, Other Gains (Losses) and Net Income (Loss)

...However net loss recognized due largely to non-recurring items

Net Credit Costs

Other Gains / Losses

Net Loss

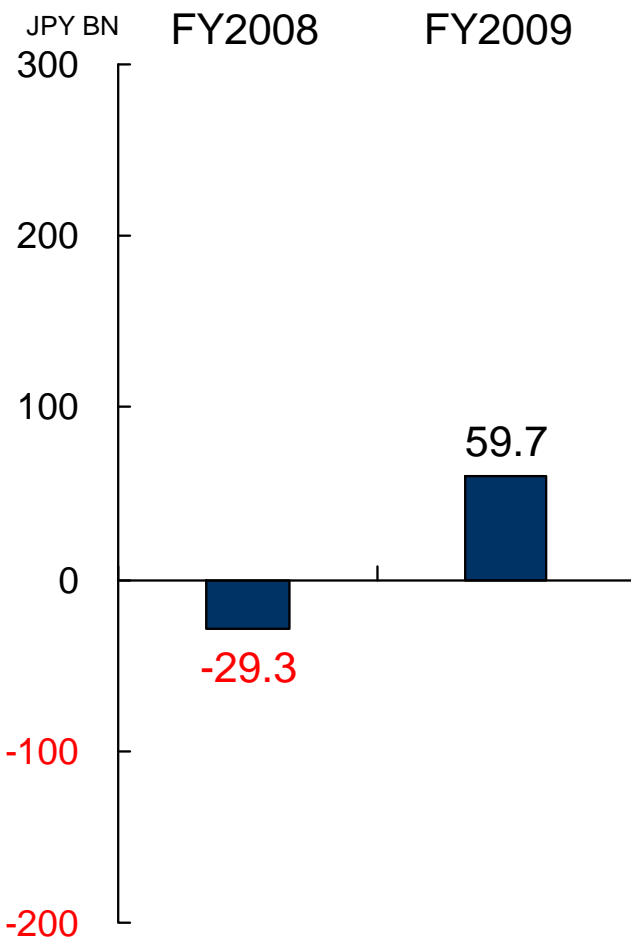


Overview of Business Groups:

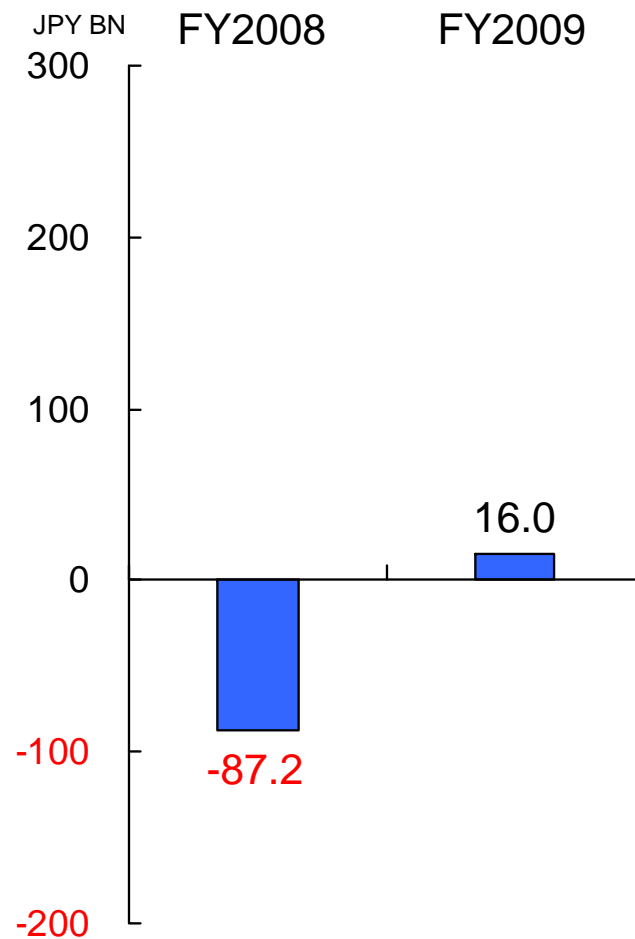
Institutional Group: Results

Institutional Group significantly impacted by non-recurring events

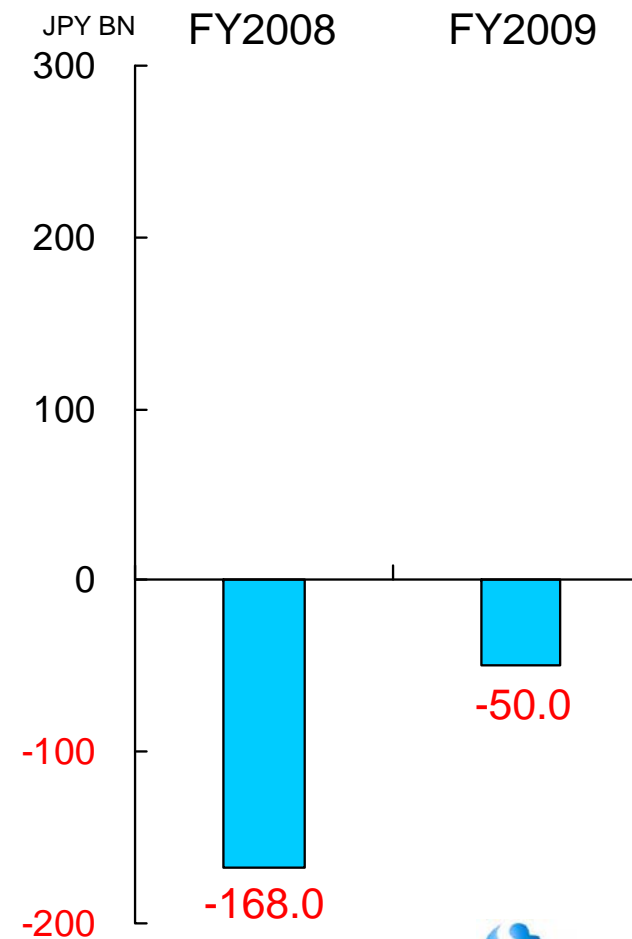
Revenue



OBP (OBL)



OBL after Net Credit Costs

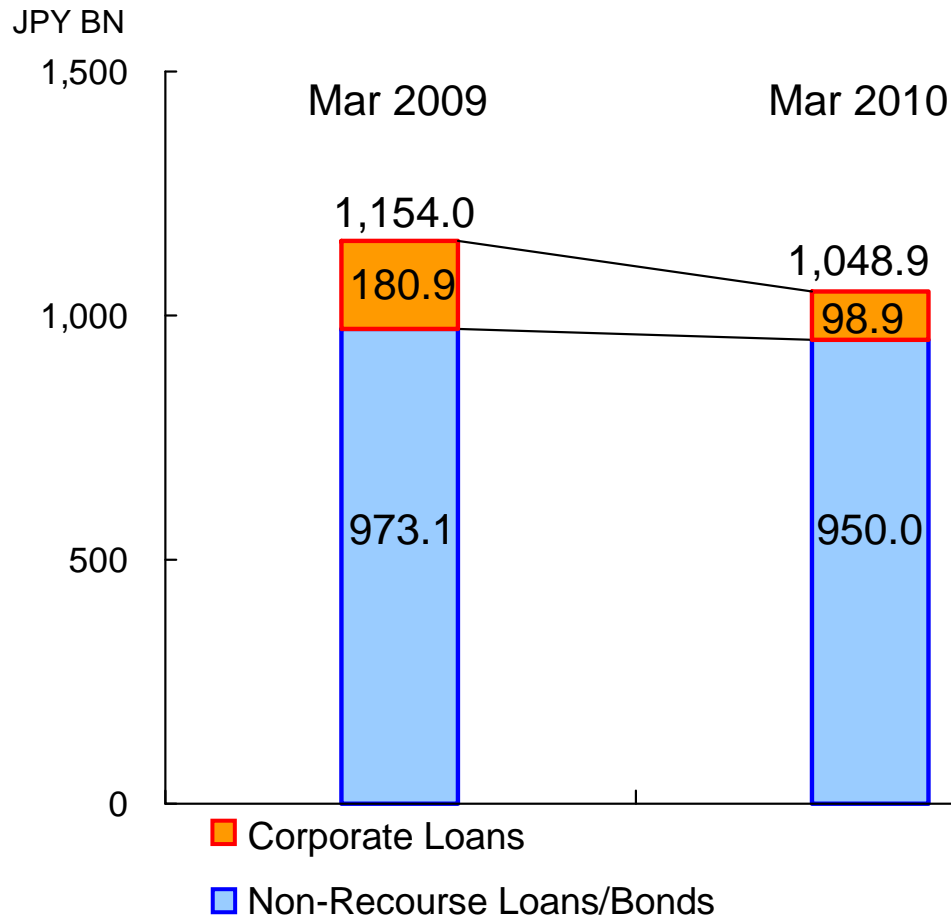


Overview of Business Groups:

Institutional Group: Real Estate Finance

Reduced real estate portfolio and coverage ratio high...

Real Estate Portfolio



Real Estate Lending by Credit Category

JPY BN	Book Balance
Normal	534.4
Need Caution	202.1
Performing Loans sub-total	736.5
Substandard/Possible Bankrupt	239.0
Virtually / Legally Bankrupt	73.5
Non-Performing Loans sub-total*	312.5
Total	1,048.9

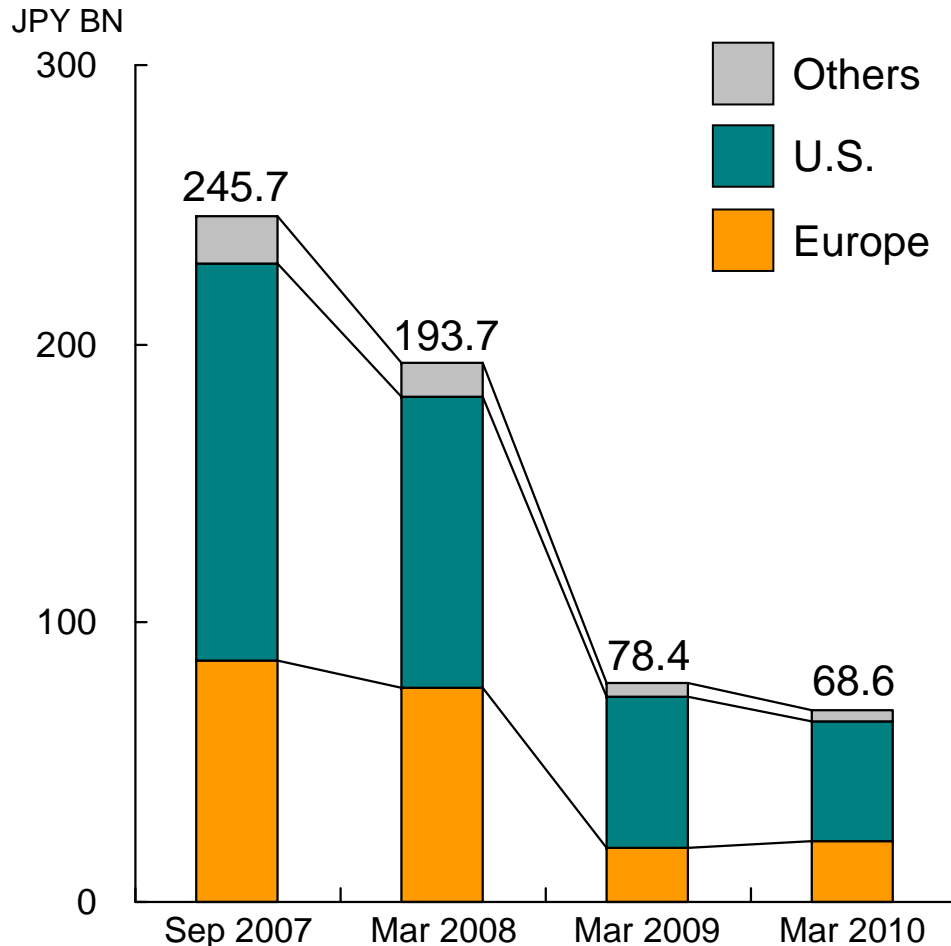
* NPL coverage ratio is about 98%

Overview of Business Groups:

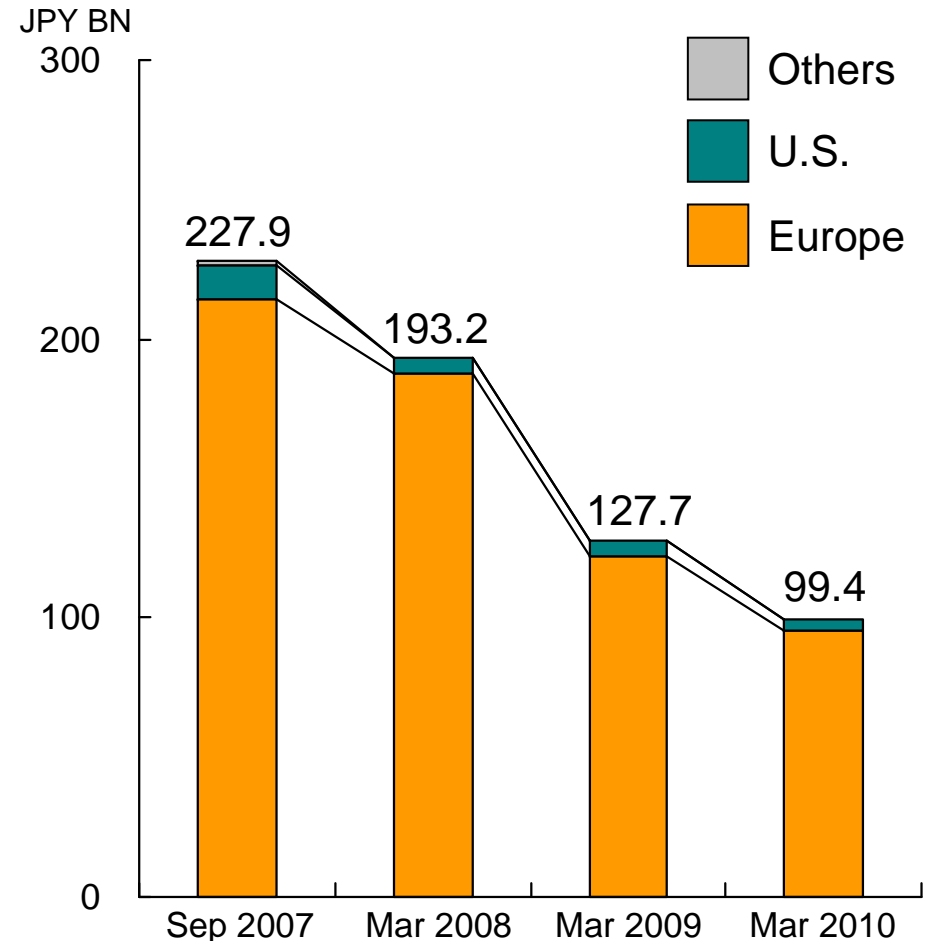
Institutional Group: Overseas Asset-Backed Securities and Investments

...While actively winding down our non-core overseas ABS and ABI

Overseas ABS (securitized products*)



Overseas ABI



* Securitized products disclosed in page 49 and page 50 of Financial Summary for the Fiscal Year Ended March 31, 2010

Overview of Business Groups:

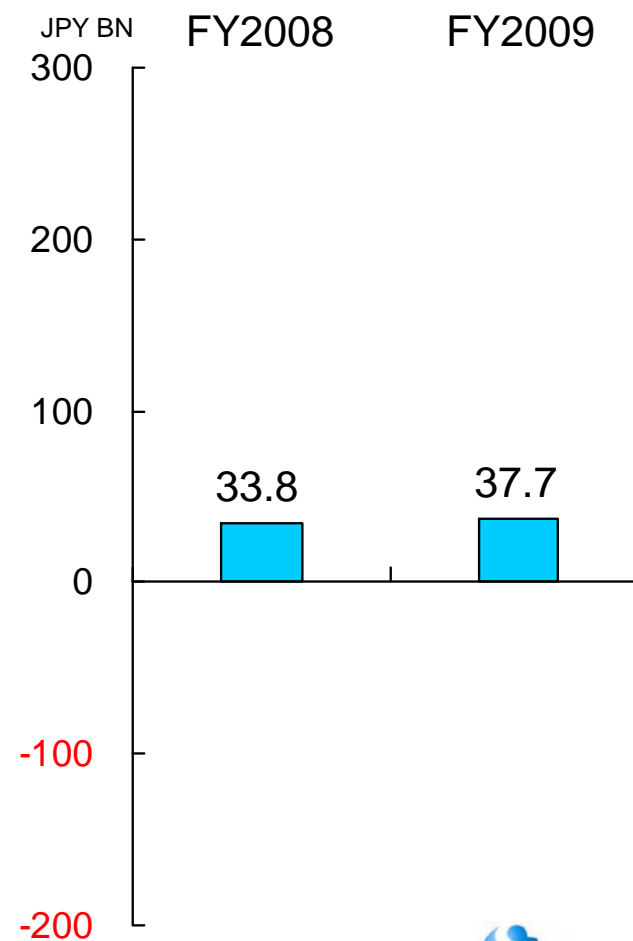
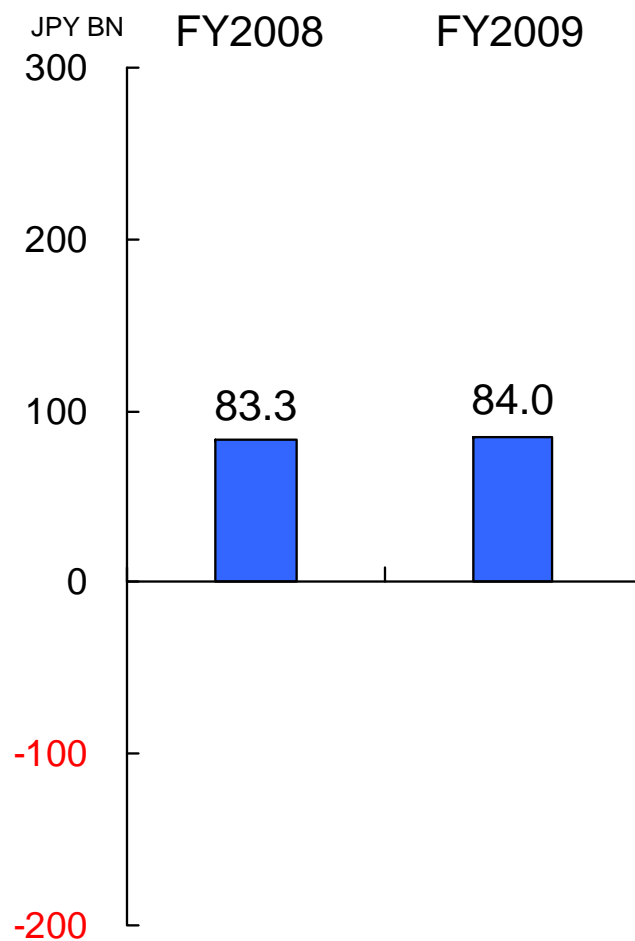
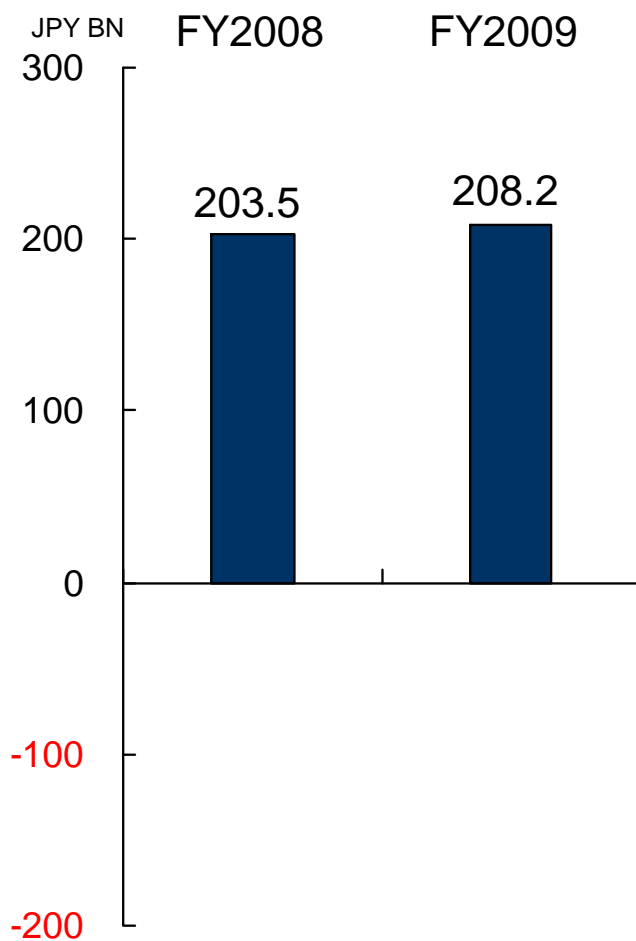
Individual Group: Results

We are strongly committed to retail banking and consumer finance

Revenue

OBP

OBP after Net Credit Costs

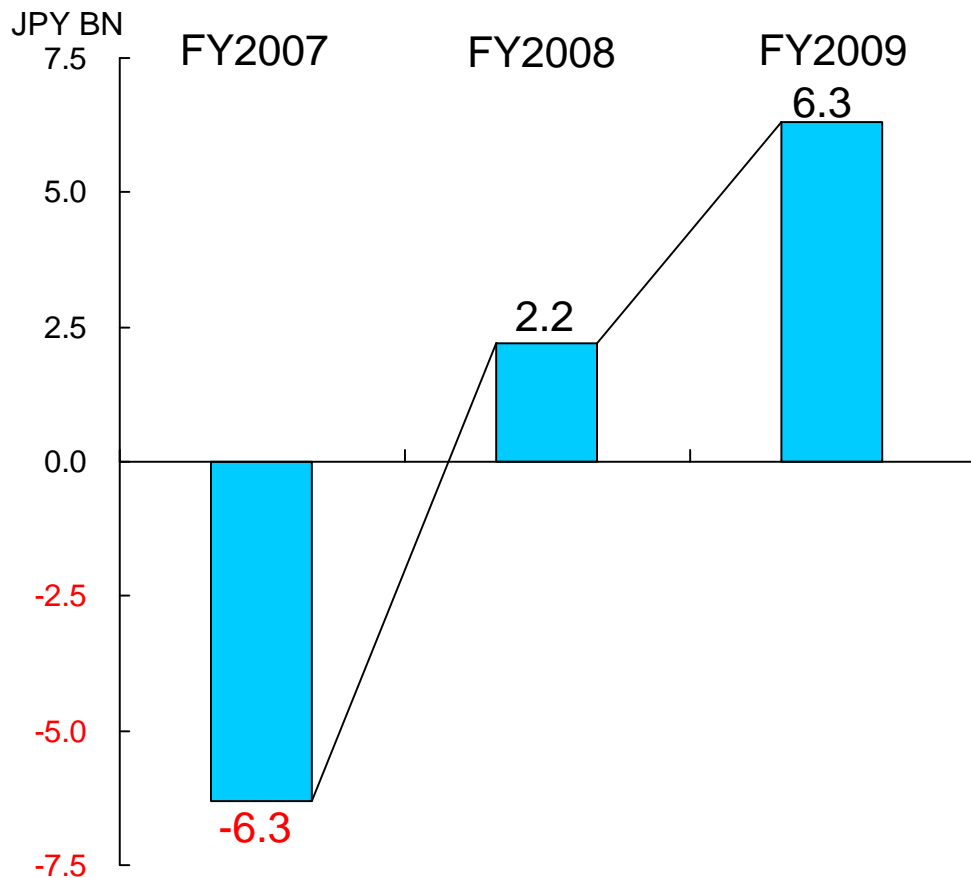


Individual Group:

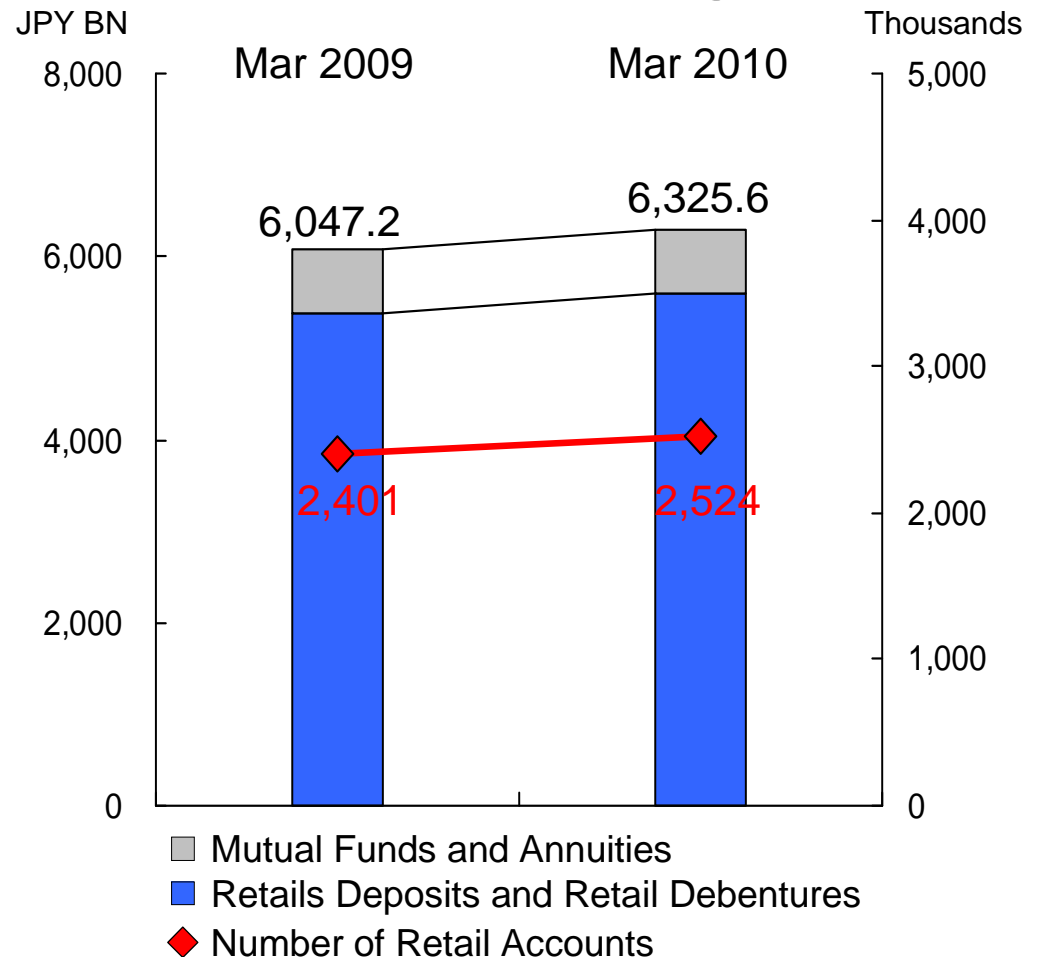
Retail Banking: OBP & Assets Under Management (AUM)

Further improvement achieved on top of growth in AUM

OBP (OBL) after Net Credit Costs



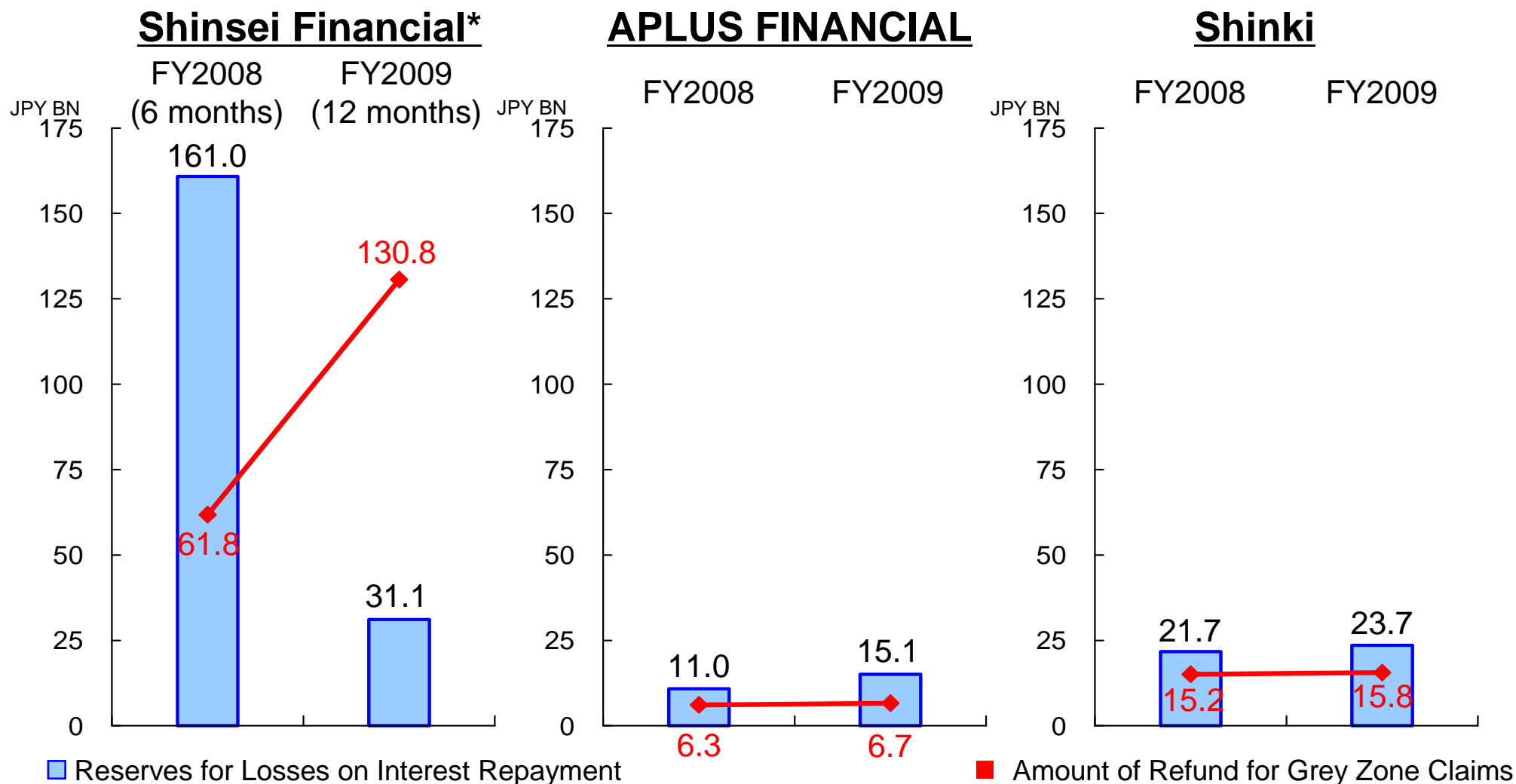
Assets Under Management



Individual Group:

Consumer Finance: Grey Zone Liabilities

Shinsei Financial largely covered by GE indemnity with industry level coverage for other consumer finance subsidiaries



* Substantial portion of Shinsei Financial's portfolio is indemnified by General Electric

Overview of Business Groups:

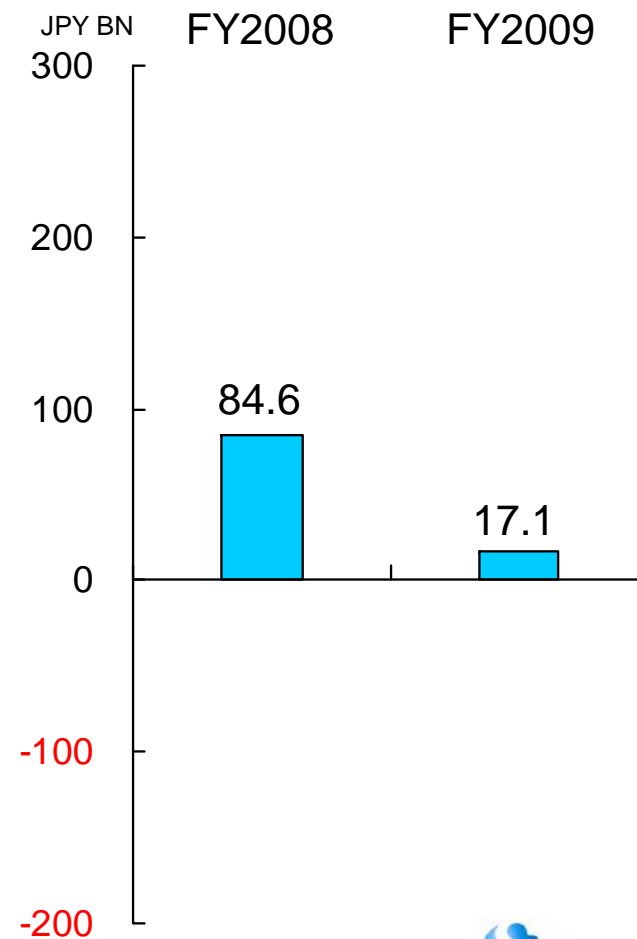
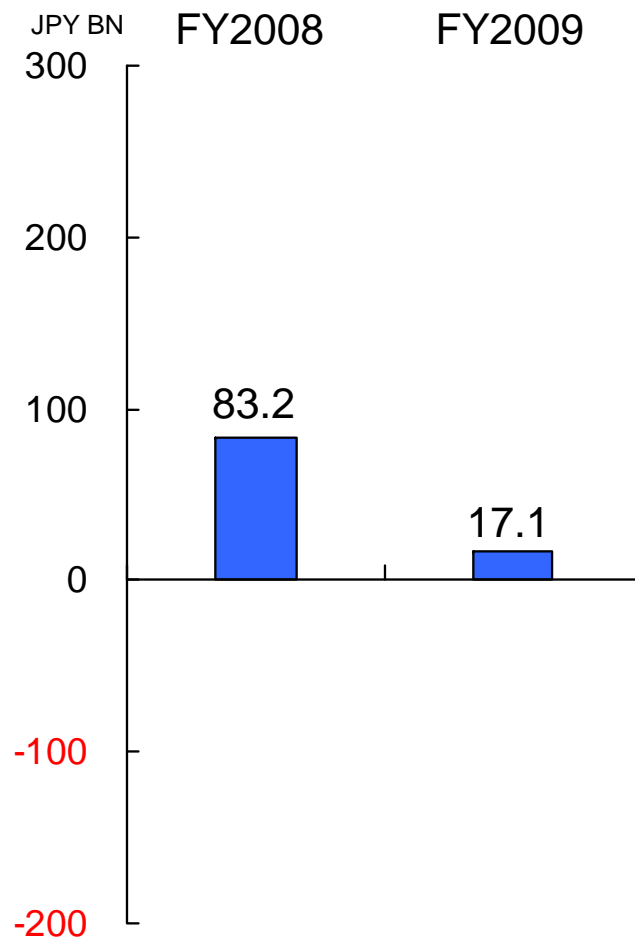
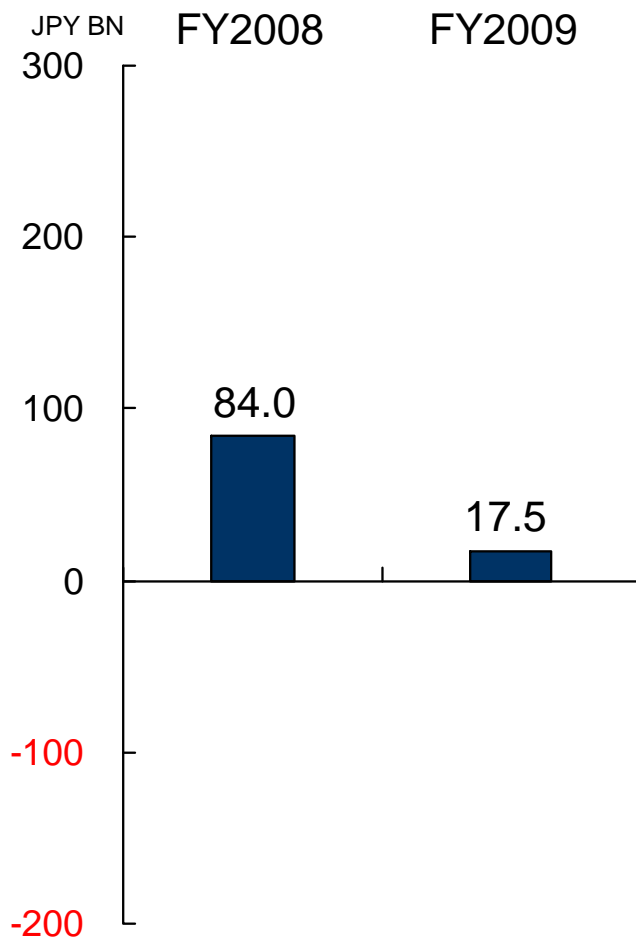
Corporate/Other: Results

Capital buybacks have continued to contribute

Revenue

OBP

OBP after Net Credit Costs

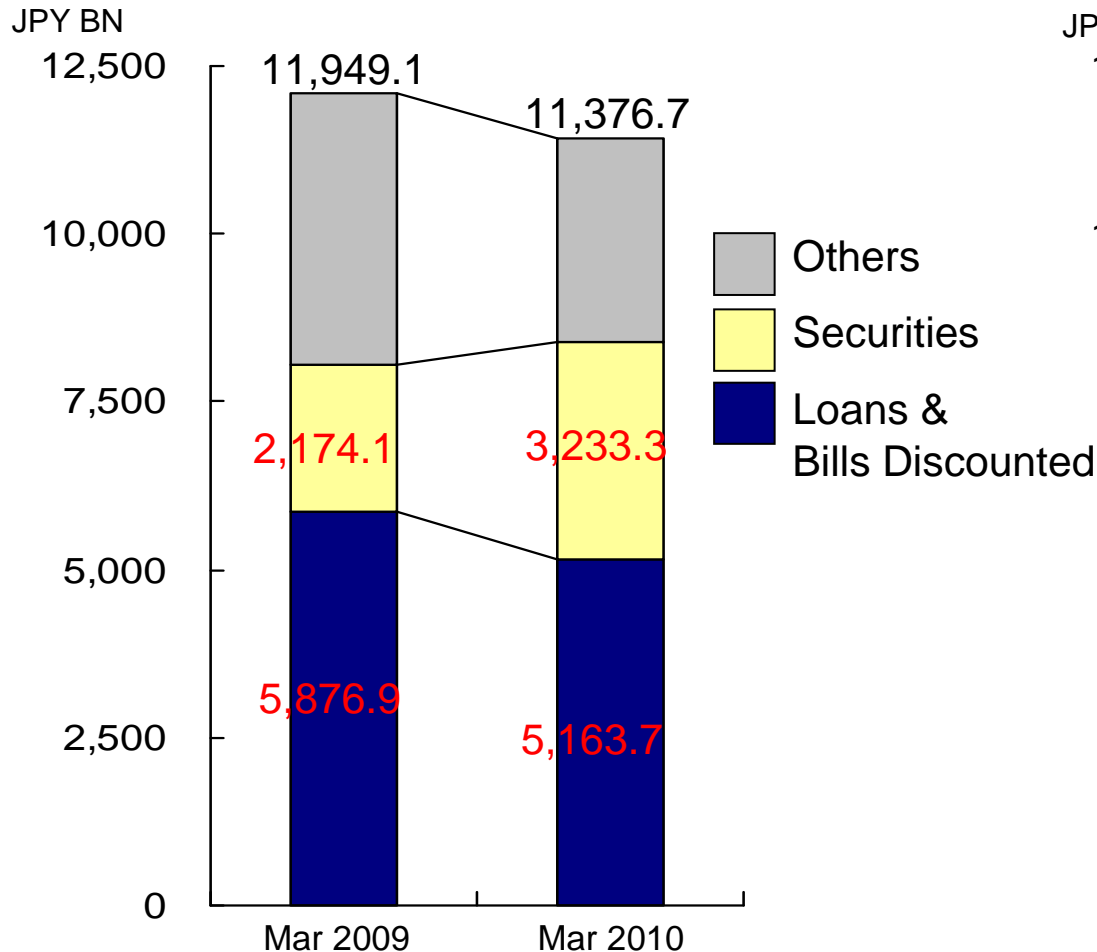


Asset Quality, Capital and Liquidity:

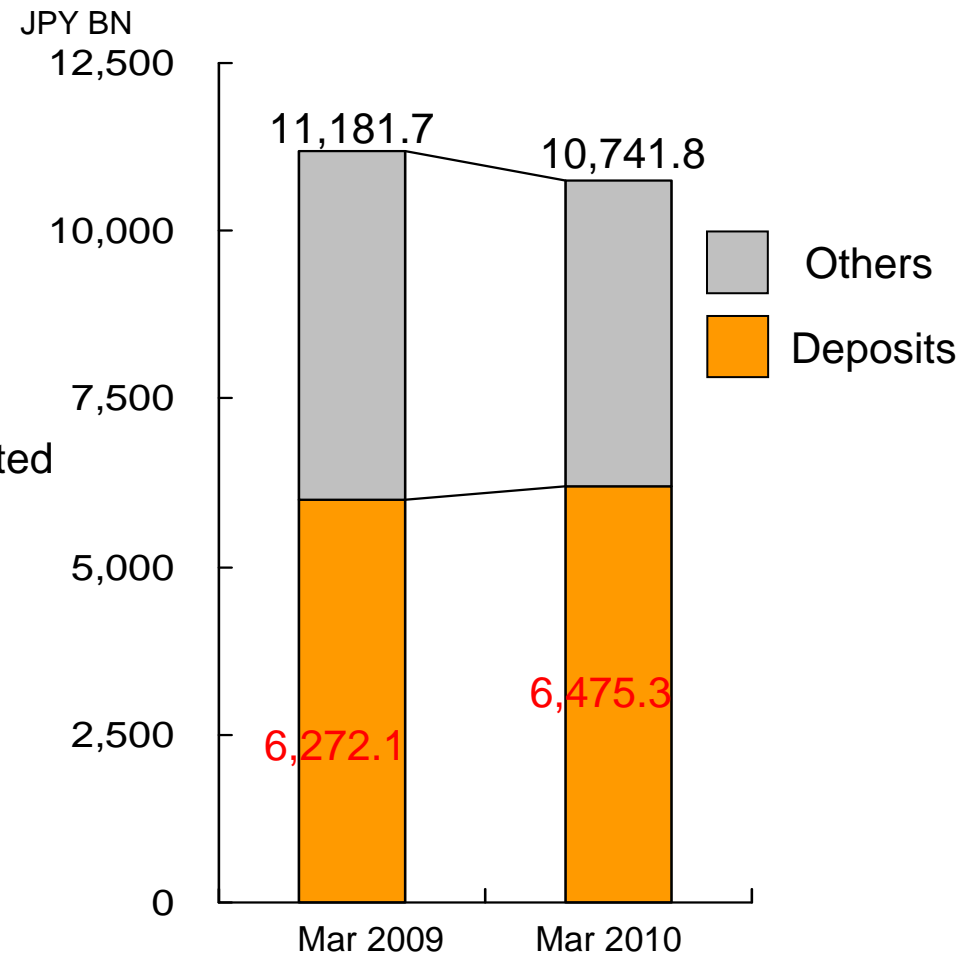
Assets & Liabilities

Assets down as we focus on core businesses, but maintaining liquidity through securities while deposits remain main source of funding

Assets



Liabilities

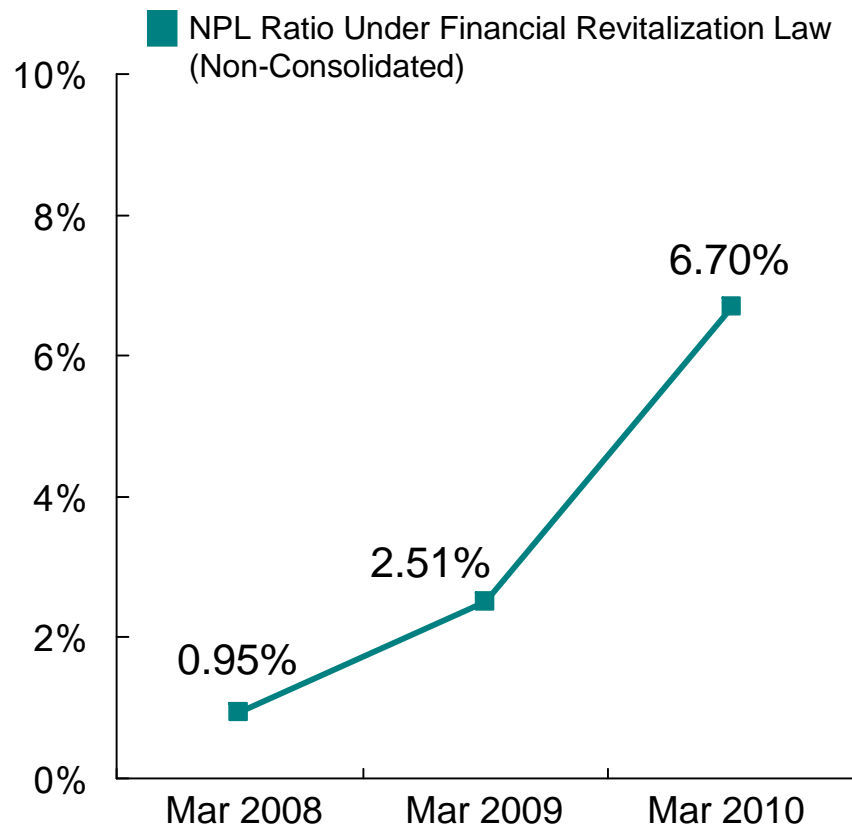


Asset Quality, Capital and Liquidity:

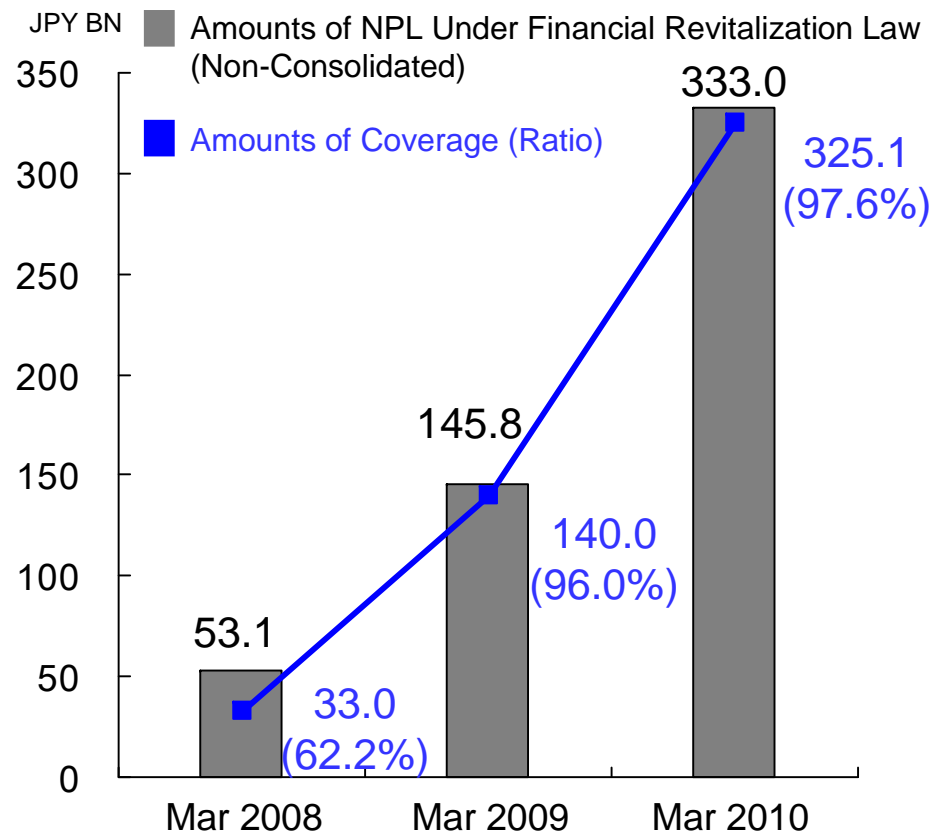
Asset Quality

NPL Ratio increased, but maintaining an industry high coverage ratio...

NPL Ratio



Amounts of NPL and Amounts of Coverage (Ratio)



Asset Quality, Capital and Liquidity:

Capital

We are also implementing strategies to strengthen our capital base...

Capital Adequacy Data

JPY BN	March 2009	March 2010
Basic Items (Tier I)	580.0	490.7
Supplementary Items (Tier II)	327.3	268.7
Deduction	(103.9)	(114.0)
Total Capital	803.4	645.4
Risk Assets	9,621.0	7,722.1
Total Capital Adequacy Ratio*	8.35%	8.35%
Tier I Capital Ratio**	6.02%	6.35%
Core Tier I Capital Ratio***	4.03%	4.05%
Tangible Common Equity Ratio****	3.00%	3.09%

*Total Capital Adequacy Ratio = Total Capital/Risk Assets

**Tier I Capital Ratio = Basic Items (Tier I)/Risk Assets

***Core Tier I Capital Ratio = (Tier I Capital – Preferred Securities – Preferred Stock – DTA (Net))/Risk Weighted Assets

****Tangible Common Equity Ratio = (Net Assets – Preferred Stock – Intangible Assets – Minority Interests)/ Total Assets (excluding Intangible Assets)

Asset Quality, Capital and Liquidity:

Liquidity

...While largely funding our core assets internally

Overall Funding Composition

JPY BN	March 2009	March 2010
Total Customer Based Funding	6,947.6	6,959.1
Institutional Deposits	1,249.0	1,170.3
Institutional Debentures	367.4	197.7
Retail Deposits	5,023.0	5,305.0
Retail Debentures	308.1	285.9
Call Money	281.5	310.4
Payables under Repurchase Agreements	53.8	8.4
Collateral Related Securities Lending Transactions	569.5	548.4
Commercial Paper	0.1	-
Borrowed Money	1,012.3	1,186.8
Corporate Bonds	277.9	205.9
Total	9,143.0	9,219.3

■ Interim and Year-end Dividend

JPY 0.00 per share



FY2010 Forecast: Earnings & Dividends

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

