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Name of Representative: Shigeki Toma
President and CEO
(Code: 8303, TSE First Section)

Shinsei Bank Revises Earnings Forecasts Upwards for Fiscal Year 2011 Interim Period

Tokyo (Monday, October 3, 2011) --- Shinsei Bank, Limited ("Shinsei Bank") today announced an upward revision to its forecasts for consolidated (cash* and reported basis) and non-consolidated (reported basis) earnings for the interim period ended September 30, 2011 as follows:

- Consolidated reported basis net income revised from 10 billion yen to 18.5 billion yen
- Consolidated cash basis* net income of 23.5 billion yen
- Non-consolidated reported basis net income of 2.5 billion yen

The forecast for consolidated net income has been revised from 10 billion yen to 18.5 billion yen as a result of steady overall business performance which offset losses on the valuation of certain securities incurred at the second quarter of fiscal year 2011 (described in 2. below) due to the downturn in financial markets reflecting the European debt crisis and sluggish economic conditions both domestically and internationally. Consolidated cash basis net income is forecast at 23.5 billion yen, while non-consolidated reported basis net income is forecast at 2.5 billion yen. Shinsei Bank will provide full details of its fiscal year 2011 interim financial results on November 10, 2011.

*Cash-basis figures are calculated by excluding amortization and impairment losses of goodwill and other intangible assets, net of tax benefit.

1. Revision of Forecasts for the Fiscal Year 2011 Interim Period ended September 30, 2011

(Billions of yen)

(Consolidated)	Cash Basis Net Income*	Reported Basis Net Income
Previous forecast as of May 12, 2011 (A)	-	10.0
Revised forecast as of October 3, 2011 (B)	23.5	18.5
Difference (B-A)	-	8.5
Difference (%)	-	85.0%
Results for the interim period ended September 30, 2010	22.7	16.8

(Billions of yen)

(Non-Consolidated)	Reported Basis Net Income
Previous forecast as of May 12, 2011 (A)	-
Revised forecast as of October 3, 2011 (B)	2.5
Difference (B-A)	-
Difference (%)	-
Results for the interim period ended September 30, 2010	9.3

Note: Forecasts are based on information available as of October 3, 2011, and actual figures may differ due to various factors.

2. Losses on Valuation of Securities in the Second Quarter of Fiscal Year 2011

Shinsei Bank will recognize losses on valuation of "available for sale" securities for which there has been a decline in fair value that is judged to be other than temporary.

(Billions of yen)

Total amount of losses on valuation of securities for the second quarter of fiscal year 2011 (July 1, 2011 – September 30, 2011) (=A-B)	6.6
(A) Total amount of losses on valuation of securities for the fiscal year 2011 interim period (April 1, 2011 – September 30, 2011)	8.1
(B) Total amount of losses on valuation of securities for the first quarter of fiscal year 2011 (April 1, 2011 – June 30, 2011)	1.5

* The above are figures that aggregate the value of securities for which fair values are available from the market and other sources as of September 30, 2011.

* The valuation of securities at the interim and fiscal-year-end periods is calculated on a lower of cost or market (LCM) basis with no upward revaluation (*kirihanashi-ho*), while the reversal LCM method (*araigae-ho*) is applied for valuation of securities at the first and third quarters (allows for upward revaluation).

* The fiscal year ends on March 31.

Shinsei Bank is a leading diversified Japanese financial institution providing a full range of financial products and services to both institutional and individual customers. The Bank has total assets of 9.4 trillion yen (US\$117.7 billion) on a consolidated basis (as of June 2011) and a network of outlets throughout Japan. Shinsei Bank demands uncompromising levels of integrity and transparency in all its activities to earn the trust of customers, staff and shareholders. The Bank is committed to delivering long-term profit growth and increasing value for all its stakeholders.

News and other information about Shinsei Bank is available at <http://www.shinseibank.com/english/index.html>