

For Immediate Release

SHINSEI BANK, LIMITED

4-3, Nihonbashi-muromachi 2-chome, Chuo-ku, Tokyo 1038303 Japan
TEL: 03-6880-7000Company Name: Shinsei Bank, Limited
Name of Representative: Shigeki Toma
President and CEO
(Code: 8303, TSE First Section)**Shinsei Bank to Take Over Ownership of a Majority of Lloyds Banking Group's Retail Banking Services in Japan**
Enhancing foreign currency services through take over of overseas remittance business

Tokyo (Tuesday, June 12, 2012) --- Shinsei Bank, Limited, ("Shinsei Bank"; "the Bank") today announced that it has reached an agreement with Lloyds TSB Bank plc ("Lloyds TSB") in which Lloyds TSB will transfer ownership of its overseas remittance business, a significant part of Lloyds Banking Group's retail banking services in Japan, to Shinsei Bank, subject to the approval of the Financial Services Agency of Japan. The agreement follows Lloyds Banking Group's decision to run down its retail banking services in Japan as part of initiatives to simplify its international presence. Through this business transfer, Shinsei Bank will take over the customer base and outstanding service offering built up by Lloyds TSB, and aim to commence provision of a new overseas remittance service within the year. Complementing Shinsei Bank's already well-established, customer-friendly foreign currency deposit services, the business transfer will further enhance the suite of foreign currency services for individual customers that Shinsei Bank has been developing.

One of the United Kingdom's leading banks, Lloyds TSB offers a highly convenient overseas remittance service in Japan under the "GoLloyds Overseas Remittance Service" (<https://www.golloyds.com/index/en>) brand through its Tokyo branch. The service boasts strong customer satisfaction among a broad customer base centered on foreign and Japanese individuals, and sole proprietors.

Lloyds TSB's Tokyo branch will continue to provide the overseas remittance service until transfer of the business to Shinsei Bank. After transfer of the business, Shinsei Bank will roll out the service as a new overseas remittance service from Shinsei Bank, while maintaining the highly convenient features of the current service, including international payments from bank ATMs and internet banking, and remittances to a wide range of over 170 countries world-wide. Details of the new overseas remittance service, including the launch date, will be announced when decided.

There is increasing demand for overseas remittance services in Japan, as the numbers of both foreign residents and overseas visitors to the country are expected to rise in the near future, alongside growing economic interaction with surrounding Asian nations. Against this backdrop, Shinsei Bank will leverage this business transfer to expand its overseas remittance offering and further enhance its foreign currency related services for customers.

Overview of Lloyds TSB Bank plc

Company Name	:	Lloyds TSB Bank plc
Established	:	1865
Headquarters Location	:	London, United Kingdom
Shareholding Structure	:	Lloyds Banking Group plc (100%) (as of March 31, 2012)
Total Assets	:	GBP966.8 billion (approx. JPY128 trillion; as of March 31, 2012)

Inquiries about "GoLloyds Overseas Remittance Service"Lloyds TSB Bank Tokyo Branch
Tel: (+81)-3-3589-7715

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 8.6 trillion yen (US\$105.0 billion) on a consolidated basis (as of March 2012) 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>