

For Immediate Release

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

Shinsei Bank to Invest in “DCI Growth High-Technology Manufacturing Industry Development Fund”

Tokyo (Friday, December 28, 2012) --- Shinsei Bank, Limited (“Shinsei Bank”; “the Bank”), has today announced that it will join a consortium of investors that include The Organization for Small & Medium Enterprises and Regional Innovation, JAPAN (Minato-ku, Tokyo; Chairman & CEO: Hiroshi Takada) and four other business corporations to invest in DCI Growth High-Technology Manufacturing Industry Development Fund (“the Fund”), a limited liability investment business partnership (*toushi jigyou yugen sekinin kumiai*), which will be established on January 1, 2013 by Daiwa Corporate Investment Co., Ltd. (Chiyoda-ku, Tokyo, Representative Director and President: Teruaki Ueda). This investment aims to promote the creation and activation of innovations by unlisted companies including manufacturers.

The Fund will focus on providing growth funding (equity investment) to internationally competitive unlisted manufacturing companies and improving their corporate value. These companies are making efforts to create new technologies and markets in areas related to energy, medical equipment, semiconductor/electronic components, and the environment. In addition to investing in the Fund, Shinsei Bank intends to provide multifaceted support to middle-market companies and Small and Medium Enterprises (SMEs) which have latent growth potential in these areas by offering practical support to these investee companies in collaboration with Daiwa Corporate Investment Co., Ltd. and other investors in the Fund. The Fund is planning to make investments in cooperation with “Tokyo Metropolitan Venture Company Development Fund,” a limited liability investment business partnership (*toushi jigyou sekinin kumiai*), which will be established by Daiwa Corporate Investment Co., Ltd on January 1, 2013 with investment by the Tokyo Metropolitan Government. The total size of these two funds is expected to be 5.5 billion yen.

In March 2012, Shinsei Bank established a Venture Banking Initiative (VBI) Promotion Division as part of a new strategy for its institutional business, and is now actively providing business incubation services (development of new business domains and regional revitalization). In this business, the Bank offers multi-faceted management solutions, focusing on companies whose technologies or business models possess a latent growth potential, development of new business domains and businesses that will lead to regional revitalization, in order to support and nurture growth industries. Through this investment, Shinsei Bank will provide proactive support for the development of new business domains and the creation of innovations by investing in the Fund, because its purpose is in line with the institutional business strategy of the Bank.

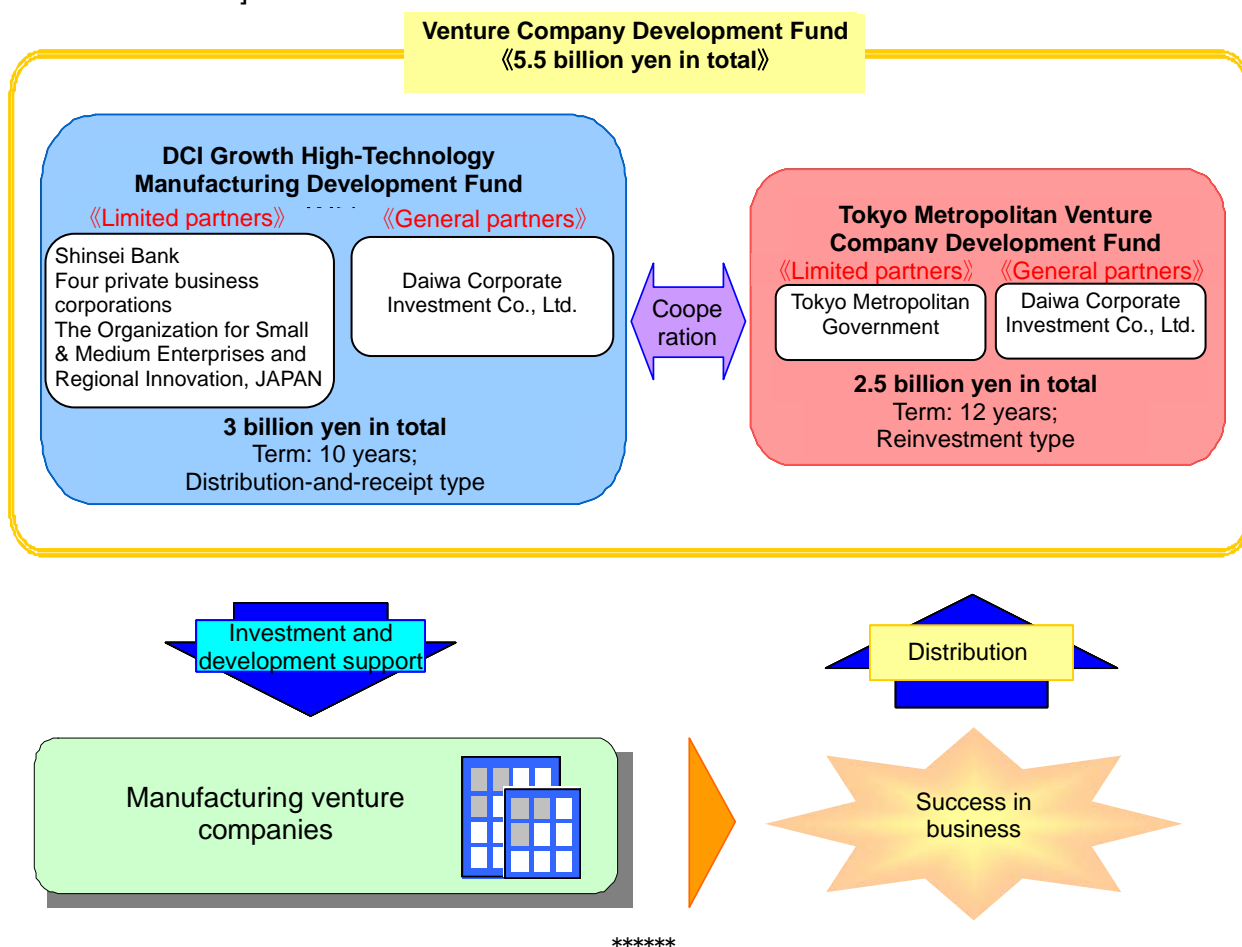
[Overview of the Fund]

Name: Limited Liability Investment Business Partnership - DCI Growth High-Technology Manufacturing Industry Development Fund
 Size: 3 billion yen
 Investors: General partner (GP): Daiwa Corporate Investment Co., Ltd.
 Limited partners (LP): The Organization for Small & Medium Enterprises and Regional Innovation, JAPAN
 Shinsei Bank, Limited, and four other business corporations
 Term: 10 years

[Overview of the Fund Manager]

Name: Daiwa Corporate Investment Co., Ltd.
 Representative: Teruaki Ueda, President
 Business: Private equity investment
 Established: August 1982
 Paid-in capital: 18,767 million yen
 Shareholder: Daiwa Securities Group Inc.
 Locations:
 Headquarters: 9-1, Marunouchi 1-chome, Chiyoda-ku, Tokyo
 Kansai Branch: 13-20, Sonezaki-shinchi 1-chome, Kita-ku, Osaka-shi, Osaka
 Tohoku Branch: 8-13, Chuo 2-chome, Aoba-ku, Sendai-shi, Miyagi
 Overseas: Hong Kong, Ho Chi Minh

[Scheme of the Fund]



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 8.8 trillion yen (US\$114.6 billion) on a consolidated basis (as of September 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>