

For Immediate Release

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

Shinsei Bank Concludes a Project Financing Agreement for a Mega Solar Project in Mito City and Shirosato Town in Ibaraki Prefecture

Tokyo (Monday, May 20, 2013) --- Shinsei Bank, Limited (“Shinsei Bank”; “the Bank”) today announced that it has concluded a project financing agreement for the construction of large-scale solar power plants. In terms of the project financing agreement, these mega solar power plants, with a total output of approximately 40 megawatts, will be operated on approximately 50 hectares of land in Mito city and Shirosato town in Ibaraki prefecture, by Japan Renewable Energy Co., Ltd. (Minato-ku, Tokyo, Representative Director and President: Shigeru Yasu and Takahisa Nakagawa, “JRE”), the developer and operator of a solar power generation business. A loan agreement for project financing was signed on May 15, 2013. The project financing agreement was arranged through a loan arrangement by Shinsei Bank in order to raise approximately 10 billion yen out of the total construction costs.

The sponsor, JRE, will start construction of the mega solar power plants in Mito city and Shirosato town in June 2013, and begin commercial operation of the plants from January 2015. After the full launch, the entire power generated by the plants will be sold to the Tokyo Electric Power Company, Incorporated at a fixed price for 20 years, based on the electricity supply contract in accordance with the “Act on Special Measures concerning the Procurement of Renewable Electric Energy by Operators of Electric Utilities” enforced in July 2012.

JRE was established by the Goldman Sachs Group in August 2012 in order to develop, construct and operate renewable energy businesses in Japan. This is JRE’s first project and is expected that it will be one of the largest scale mega solar business in Japan once the plant construction is completed. The source of repayment for this project financing agreement is limited to the cash flow from the project, and the Bank expects that this transaction will pave the way for new types of financing for mega solar development in Japan.

Shinsei Bank has enhanced its renewable energy business, as part of its focus on key industries within its corporate business strategy, as outlined in the Second Medium-Term Management Plan that was announced in March 2013. In order to actively work on the project financing business in Japan and overseas, the Bank has strengthened its framework for this business. The syndication of a project financing agreement for the construction of large-scale mega solar power plants in the Eastern part of Hokkaido in March 2013 was the first deal arranged by Shinsei. Shinsei is focusing on new business opportunities in the strategic area of the clean energy industry, including solar power generation. Shinsei will actively engage in project financing for this industry in order to alleviate stress of electricity supply caused by the Great East Japan Earthquake.

[Project Overview]

Project title:	Mito New Town Mega Solar Operation Project
Location:	Mito city and Shirosato town, Ibaraki prefecture
Total output:	Approximately 40 megawatts
Operators:	Mito New Town Mega Solar Park Godo Kaisha
Sponsor:	Japan Renewable Energy Co., Ltd.
Commencement of commercial operation:	January 2015

[Overview of Japan Renewable Energy Co., Ltd.]

Company name: Japan Renewable Energy Co., Ltd.
Representative: Representative Director and President, Shigeru Yasu and Takahisa Nakagawa
Headquarters: 8-6, Roppongi 4-chome, Minato-ku, Tokyo
Business: Preliminary survey, planning, operation, maintenance of renewable energy power plants and facilities, and electric power selling
Establishment: August 20, 2012
Capital: 2,736 million yen
Shareholder: GS Renewable Holdings (100% parent)

[Overview of the Loan Agreement]

Lender: Shinsei Bank, Limited (Arranger)
Loan amount: Approximately 10 billion yen
Contract date: May 15, 2013

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 9.0 trillion yen (US\$96.0 billion) on a consolidated basis (as of March 2013) 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>