

For Immediate Release

4-3, Nihonbashi-muromachi 2-chome, Chuo-ku, Tokyo 103-8303 Japan
TEL: 03-6880-7000

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

Shinsei Bank Arranges Project Finance for Mega Solar Business in Nasushiobara-shi, Tochigi Prefecture

*- Increasing project finance undertaking in local production-local consumption initiatives
 in cooperation with regional financial institutions -*

Tokyo (Wednesday, July 16, 2014) --- Shinsei Bank, Limited (“Shinsei Bank”, the “Bank”) today announced that it has arranged project finance for the construction of a large scale solar power generation (mega solar) plant capable of generating approximately 24.8 megawatts in Nasushiobara-shi, Tochigi Prefecture. The facility will be constructed by a limited liability company (*godo-kaisha*) invested in by Renova, Inc. (Chiyoda-ku, Tokyo; President and CEO: Yosuke Kiminami; hereinafter “Renova”) and one other company. The Bank concluded the related loan contract on May 28, 2014. Shinsei Bank has arranged a syndicated loan for this project finance initiative, in which the Bank, the Ashikaga Bank, Ltd (Utsunomiya-shi, Tochigi Prefecture; President and CEO Masanao Matsushita; hereinafter “Ashikaga Bank”), and Joyo Bank, Ltd. (Mito-shi, Ibaraki Prefecture; President: Kazuyoshi Terakado; hereinafter “Joyo Bank”) are participating in financing a total of 7.5 billion yen in construction costs.

Renova spearheaded the entire development process of this project from the development stage of the business plan and, together with another company, established the limited liability company which is the power generation business operator. The power plant on approximately 37 hectares of privately owned forests in Nasushiobara-shi, Tochigi Prefecture, is scheduled to commence operations in September 2015.

Renova is expanding its business in areas such as renewable energy and plastic recycling businesses, and has been involved in the construction and operation of four mega solar facilities which are located in Itako-shi, Ibaraki Prefecture, Futtu-shi, Chiba Prefecture, and Kikugawa-shi, Shizuoka Prefecture. This is the third project finance initiative that was arranged by Shinsei Bank and Renova. In this project, Shinsei Bank has arranged a syndicated loan as the arranger (lead manager) and agent (loan agent), leveraging its experience in arranging project finance for mega solar businesses.

Shinsei Bank is increasing its efforts in promoting and arranging project finance for renewable energy projects and has arranged financing for a number of projects since fiscal year 2012, having identified renewable energy businesses as a strategic priority business area for the institutional business in the Bank’s Second Medium-Term Management Plan.

Because the renewable energy business can lead to the enhancement of local production-local consumption energy initiatives, the Bank will continue actively promoting local revitalization projects through the enhancement of cooperation with regional financial institutions. Furthermore, the Bank will enhance support for growing companies entering into the new business areas by providing cash-flow based financing which evaluates the potential of businesses.

[Project Summary]

Business name:	Tochigi Prefecture Nasushiobara Mega Solar Business
Generation capacity:	Approximately 24.8 megawatts
Annual power generation (estimate):	Approximately 26.1 million kilowatt-hours (equivalent to the annual power usage of 7,000 households)
Business entity:	Godo Kaisha Nasushiobara Solar
Sponsors:	Renova, Inc. and another company
Commencement of operation:	September 2015 (scheduled)

*Power generated after commencement of full scale operation will be sold to Tokyo Electric Power Co., Inc. at a fixed price for a period of 20 years under the power receiving agreement concluded in accordance with the “Act on Special Measures

Concerning the Procurement of Renewable Electric Energy by Operators of Electric Utilities” which came into effect in July 2012.

[Renova, Inc. Summary]

Name: Renova, Inc.
Representative: President and CEO: Yosuke Kiminami
Headquarters: 18th Floor, Tokyo Sankei Building, 7-2 Otemachi 1-chome, Chiyoda-ku, Tokyo
Capital: 1.19 billion yen (As of May 30, 2014)

[Syndicated Loan Summary]

Borrower: Godo Kaisha Nasushiobara Mega Solar
Contracted amount: Approximately 7.5 billion yen in total
Agreement date: May 28, 2014
Arranger (lead manager)
and agent (loan agent): Shinsei Bank, Limited
Participating bank: The Ashikaga Bank, Ltd, Joyo Bank, Ltd.

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 9.3 trillion yen on a consolidated basis (as of March 31, 2014) 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>