

For Immediate Release

Shinsei Bank, Limited
Shinsei Corporate Investment Limited

The Shinsei Bank Group Establishes the “Child-care Support Fund” and Undertakes Its First Investment in mama square”

Tokyo (Monday, January 30, 2017) --- Shinsei Bank, Limited (Chuo-ku, Tokyo; President and CEO: Hideyuki Kudo; hereinafter, “Shinsei Bank” or “the Bank”) today announced that the Bank and Shinsei Corporate Investment Limited (Chiyoda-ku, Tokyo; President and CEO: Ippei Matsubara; hereinafter, “SCI”) have formed the “Japan Impact Investment I Limited Partnership (hereinafter, “Child-care Support Fund” or “the Fund”),” on January 5, 2017. The Fund undertakes impact investments in child-rearing-related businesses in Japan, and has underwritten the third party allotment executed by mama square Co., Ltd. (Minato-ku, Tokyo; President: Satoshi Fujishiro; hereinafter, “mama square”) on January 25, 2017, as its first investment.

The Child-care Support Fund is a 500 million yen fund invested in by Shinsei Bank as a Limited Partner and by SCI as a General Partner. The Fund provides approximately 50 million yen per investment to early-to-later stage companies engaging in businesses such as childcare, after-school care, education, household support, supporting families caring both children and elders in parallel, and supporting the work-life balance of working women. As an impact investment provider aiming to secure both economic and social returns, the Fund utilizes the experience and expertise in venture and buy-out investments of SCI to simultaneously pursue the economic returns as middle-risk middle-return private equity (PE) investments as well as measure and monitor progression toward the resolution of social challenges through its investments as a part of the Shinsei Bank Group’s CSR (Corporate Social Responsibility) related undertakings.

mama square, the Child-care Support Fund’s first investment destination, is a company established in December 2014 and as of December 31, 2016, operates 11 “mama square” locations, primarily in the Kanto region. “mama square” is a unique business model which combines the workplaces of mothers with kids’ spaces staffed with kids-support personnel aside. The company seeks to expand its business through collaborations with other companies and municipalities, and will primarily apply the 60 million yen third party allotment underwritten by Child-care Support Fund to future openings of additional “mama squares” locations.

The businesses targeted by Child-care Support Fund are expected to experience continuing need for private funds as a result of growth potential in addition to having high potential for management improvement as a result of hands-on investments. Shinsei Bank and SCI will strengthen their framework for offering the support needed by such target companies through the building of partnerships with various related companies and experts in order to further identify additional investment targets and aid in their development.

[Summary of Child-care Support Fund]

Name	: Japan Impact Investment I Limited Partnership (Child-care Support Fund)
Formation	: January 5, 2017
Fund size	: 500 million yen
Partners	: GP (General Partner): Shinsei Corporate Investment Limited LP (Limited Partner): Shinsei Bank, Limited
Fund term	: 10 years
Investment target	: Early-to-later stage companies engaged in childcare businesses

[Summary of mama square]

Name : mama square Co., Ltd.
Establishment : December 24, 2014
Representative : President: Satoshi Fujishiro
Headquarters : Tsubozaka Building, 9-12, Shiba 5-chome, Minato-ku, Tokyo
Business : Operation and development of work sharing spaces with childcare facilities, worker dispatch business and related engagement and entrustment, paid employment placement business based on the Employment Security Act, operation of education facilities, operation of nursing and childcare facilities and operation of restaurants, etc.
Capital : 311.14 million yen (Post-third party allotment, includes capital reserve)

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 a network of outlets throughout Japan and is committed in its pursuit of uncompromising levels of integrity and transparency in all of its activities in order to earn the trust of its 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/corporate/en/index.html>