

For Immediate Release

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

Possible Receipt of Notice of Correction from Tokyo Regional Taxation Bureau

Tokyo (Wednesday, January 31, 2018) --- Shinsei Bank, Limited (hereinafter, “Shinsei Bank” or “the Bank”) today announced that it may receive a notice of reassessment of corporate income tax from the Tokyo Regional Taxation Bureau (hereinafter, the “Bureau”) regarding a specific transaction involving the Bank in the fiscal year ended March 31, 2014. The Bureau may provide such notice in the course of an audit that it has conducted since August 2016 as there is a difference of opinion on the amount of corporate income and tax payable on the corporate income between the Bank and the Bureau regarding the transaction. We estimate that the amount of any additional tax payment including corporate income tax and others would not exceed approximately 16 billion yen.

Shinsei Bank believes that it has appropriately filed and paid corporate income tax so far. We will promptly file an objection with the tax authorities should we receive such notice of reassessment.

Should we receive such notice, we will have to record the estimated corporate income tax expense at that point in time, and will make timely disclosures including revising our earnings forecast.

Shinsei Bank is a leading diversified Japanese financial institution providing a various 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>