

## Shinsei Bank Announces Projections for Fiscal Year 2003 Results

Tokyo (Wednesday, April 28, 2004) --- Shinsei Bank, Limited ("Shinsei Bank") announced today its projected results for Fiscal Year 2003 ended March 31, 2004, as below.

### 1. Profit

|   | Results<br>for FY 2002 | Projections<br>of results for<br>FY2003 | (Reference)<br>Projections of results<br>for FY 2003<br>(previously announced<br>on February 19, 2004) |
|---|------------------------|---|--|
| Net Income(Consolidated)                            | 53.0 billion yen       | 66.0 billion yen                        | 65.0 billion yen   |
| Actual Net Business Profit *<br>(Non-consolidated ) | 45.2 billion yen       | 47.5 billion yen                        |  |
| Net Operating Income<br>(Non-consolidated )         | 38.0 billion yen       | 45.0 billion yen                        | 60.0 billion yen   |
| Net Income<br>(Non-consolidated)                    | 59.0 billion yen       | 65.5 billion yen                        | 65.0 billion yen   |

\* Actual Net Business Profit: Net Business Profit before General Reserve for Loan Losses based on the Revitalization Plan standard.

While we experienced a solid growth in non-interest income, interest income declined. Non-consolidated net operating income is now projected to be less than the previous projection, however, net income, both consolidated and non-consolidated basis is projected to be higher than the previous projection due to higher credit recovery. All figures for FY2003 are higher than those for FY2002.

Shinsei Bank expects its consolidated Capital Adequacy Ratio to be approximately 21% as of March 31, 2004.

### 2. Disclosure of Problem Claims

(in billions of Yen)

|                             | as of<br>March-<br>2003 | as of<br>Sep.-2003<br>(a) | as of<br>March-<br>2004 (b) | changes<br>(b-a) |
|-----------------------------|-------------------------|---------------------------|-----------------------------|------------------|
| Bankrupt and Quasi-Bankrupt | 35.7                    | 14.6                      | 11.1                        | -3.5             |
| Doubtful                    | 99.0                    | 94.5                      | 68.9                        | -25.6            |
| Substandard                 | 98.4                    | 45.2                      | 17.3                        | -27.9            |
| Total                       | 233.2                   | 154.2                     | 97.3                        | -56.9            |
| Problem Claims Ratio        | 5.7%                    | 4.1%                      | 2.8%                        | -1.3%            |