

For Immediate Release

Shinsei Bank, Limited
(Code: 8303 TSE First Section)

Shinsei Bank to Stop Issuing Discount and Interest-Bearing Long-Term Credit Debentures to Retail Customers

Tokyo (Friday, August 27, 2004) – Shinsei Bank, Limited (“Shinsei Bank”) today announced that it will stop issuing discount long-term credit debentures (*Waricho*) and interest-bearing long-term credit debentures (*Riccho*) to retail customers as of October 27, 2004.

Accordingly, the automated rollover of *Waricho* and *Riccho* in the debenture-safekeeping account will also terminate on October 27, 2004, and proceeds of matured debentures will be credited to attached savings accounts after October 28, 2004.

Shinsei Bank will continue to issue *Riccho Wide*, *Zaikei Riccho Wide*, *Zaikei Riccho* and market-offering-issue debentures.

Since establishing its retail banking business in June, 2001, Shinsei Bank has focused on developing and providing financial products that meet customers’ changing needs, including various types of yen and foreign-currency deposits and mutual funds. As customer interest has shifted to those new products, the volume of *Waricho* and *Riccho* has gradually declined. Shinsei Bank has, therefore, decided to stop issuing these debentures, confident that it is able to satisfy its customers’ needs with other products.