

For immediate release

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

Shinsei Bank Announces Allocation of Stock Acquisition Rights as Stock Options

Tokyo (Friday June 24, 2005) --- Shinsei Bank, Limited (the "Bank") today announced that at a meeting held today, its Board of Directors approved the 5th, 6th, 7th and 8th issuance of Stock Acquisition Rights based on the resolution adopted in accordance with Articles 280-20 and 280-21 of the Commercial Code of Japan at the 5th annual general meeting of shareholders (the "Annual Shareholders' Meeting") held on June 24, 2005. The details are as follows:

		5th	6th	7th	8th
1	Issue date of Stock Acquisition Rights:	June 27, 2005			
2	Total number of Stock Acquisition Rights to be issued (Number of shares that can be purchased through the exercise of 1 Stock Acquisition Right: 1,000) :	5,145 Stock Acquisition Rights	3,145 Stock Acquisition Rights	1,390 Stock Acquisition Rights	603 Stock Acquisition Rights
		Each number is ceiling. The concrete number should be determined on June 27, 2005			
3	Class and number of shares that can be purchased through the exercise of Stock Acquisition Rights:	5,145,000 Common shares of the Bank	3,145,000 Common shares of the Bank	1,390,000 Common shares of the Bank	603,000 Common shares of the Bank
		Each number is ceiling. The concrete number should be determined on June 27, 2005			
4	Issue price of stock options:	Free of charge			
5	Amount payable per share when exercising Stock Acquisition Rights (Exercise Price):	To be determined on June 27, 2005			
6	Total value of shares to be issued or transferred through the exercise of Stock Acquisition Rights:	To be determined on June 27, 2005			
7	Amount capitalized from issue price:	An amount calculated by multiplying the Exercise Price (to be determined on June 27, 2005) by 0.5. If any amount less than 1 yen is created as a result of the above calculation, such amount shall be rounded up.			
8	Number of people to whom Stock Acquisition Rights are offered and their details:	Total 462 of directors, Statutory Executive Officers and employees of the Bank	Total 40 of directors, Statutory Executive Officers and employees of the Bank	Total 135 of Statutory Executive Officers and employees of the Bank	Total 35 of Statutory Executive Officers and employees of the Bank
9	Exercise Period of Stock Acquisition Rights	From July 1, 2007 to June 23, 2015	From July 1, 2005 to June 23, 2015	From July 1, 2007 to June 23, 2015	From July 1, 2005 to June 23, 2015
10	Conditions for Exercising Rights	Basically the Stock Acquisition Rights holders may exercise their rights between July 1, 2007 and June 30, 2008 with respect to only a half of the number of Stock Acquisition Rights granted to them. All the Stock Acquisition Rights, however, may be exercised from the inception date of the exercise period according to the condition of the "Agreement on the Grant of Stock Acquisition Rights"	Basically the Stock Acquisition Rights shall be exercised after July 1, 2007 and also the Stock Acquisition Rights holders may exercise their rights between July 1, 2007 and June 30, 2008 with respect to only a half of the number of Stock Acquisition Rights granted to them. All the Stock Acquisition Rights, however, may be exercised from the inception date of the exercise period according to the condition of the "Agreement on the Grant of Stock Acquisition Rights".	Basically the Stock Acquisition Rights shall be exercised after July 1, 2008 and also the Stock Acquisition Rights holders may exercise their rights between July 1, 2008 and June 30, 2010 with respect to only a half of the number of Stock Acquisition Rights granted to them. All the Stock Acquisition Rights, however, may be exercised from the inception date of the exercise period according to the condition of the "Agreement on the Grant of Stock Acquisition Rights".	Basically the Stock Acquisition Rights shall be exercised after July 1, 2008 and also the Stock Acquisition Rights holders may exercise their rights between July 1, 2008 and June 30, 2010 with respect to only a half of the number of Stock Acquisition Rights granted to them. All the Stock Acquisition Rights, however, may be exercised from the inception date of the exercise period according to the condition of the "Agreement on the Grant of Stock Acquisition Rights".

【Reference】

- (1) Resolution date of the Board of Directors meeting for the submission to the Annual Shareholders' Meeting: May 24, 2005
- (2) Resolution date of the Annual Shareholders' Meeting: June 24, 2005

Shinsei Bank is a Japanese banking institution founded on global standards of governance and management. With over \$59 billion in assets and 29 branches throughout Japan (non-consolidated, as of March 2005), Shinsei provides a broad range of value-added financial solutions to institutional and individual customers under the banner of "Better Banking." Our PowerFlex account, free ATM network and internet banking service along with our customer friendly financial centers have redefined the Japanese retail banking experience. Shinsei is committed to long-term growth and profitability by expanding its customer-focused business model.

News and other information about Shinsei Bank are available at <http://www.shinseibank.com/english/index.html>.