

For Immediate Release

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

**Shinsei Bank Jointly to Execute Non-Recourse Loans
with Regional Financial Institutions**

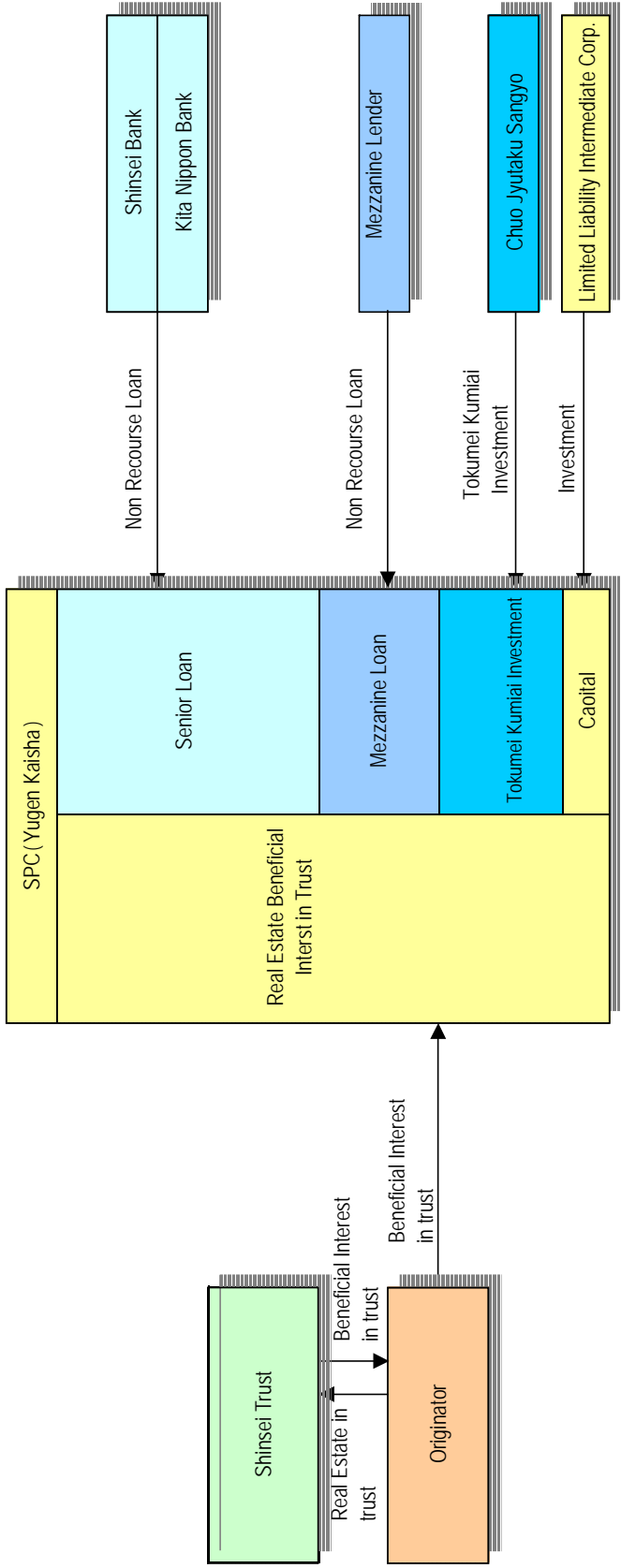
Tokyo (Friday, August 5, 2005) – Shinsei Bank Limited (“Shinsei Bank”) announced today that it has entered into a business tie-up with The Kita-Nippon Bank, Ltd. (“Kita Nippon Bank”, Morioka-shi, Iwate prefecture) for real-estate monetization operations utilizing non-recourse loans and has co-financed a non-recourse loan for a real-estate acquisition portfolio with them that makes Chuo Jyutaku Sangyo K.K. (Morioka-shi, Iwate prefecture), a client of the Kita-Nippon Bank, the investor.

This co-financing involved Shinsei Bank providing the know-how it has cultivated over the years in the real-estate non-recourse loan business to The Kita-Nippon Bank and The Kita-Nippon Bank nurturing local market customers seeking to procure real-estate non-recourse loans. The portfolio was jointly configured.

Real-estate non-recourse loans usually require a great amount of time to study schemes. However, utilizing Shinsei Bank’s skills in configuring portfolios and the Shinsei Bank Group functions that cover everything from promotion of the portfolio to management after execution enables regional banks to quickly respond to the needs of various customers and accumulate operational know-how. In addition, non-recourse loans for small-sized real estate that are generally said to be difficult to undertake will become executable for regional financial institutions by utilizing Shinsei Bank’s non-recourse loan conduit program (Multi-Asset Program).

By leveraging the relationships with leading regional financial institutions, Shinsei Bank will anticipate greater access to the real-estate non-recourse market, which is expected to expand in local markets, and continue to provide products to meet their needs.

Scheme



Shinsei Bank is a Japanese banking institution founded on global standards of governance and management. With over \$56 billion in assets and 29 branches throughout Japan (non-consolidated, as of June 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>.*