

For Immediate Release

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

### Terms and Conditions of Preferred Securities Outside Japan

Tokyo (Friday, February 17, 2006) --- Shinsei Bank, Limited (“Shinsei Bank”) hereby announces that its wholly owned subsidiary in the Cayman Islands named Shinsei Finance (Cayman) Limited has decided on February 16, 2006, the following terms and conditions for its issue outside Japan of U.S. dollar-denominated step-up non-cumulative perpetual preferred securities (the “Preferred Securities”).

1. Issuer : Shinsei Finance (Cayman) Limited  
(a special purpose company established under the laws of the Cayman Islands which is wholly owned by Shinsei Bank)
2. Type of security : U.S. dollar-denominated step-up non-cumulative perpetual preferred securities  
(no right to convert into common stock of Shinsei Bank)
3. Issue amount : USD 775 million
4. Dividends : Dividend rate 6.418% per annum until July 2016  
Floating rate per annum after July 2016
5. Issue price : USD 1,000 per preferred security
6. Ranking : The Preferred Securities are intended to rank, effectively *pari passu* with preferred shares directly issued by Shinsei Bank in a liquidation of Shinsei Bank
7. Method of offering : Offered inside the United States pursuant to an exemption from registration under Rule 144A under the U.S. Securities Act of 1933 and outside the United States (except in Japan) in reliance on Regulation S under the U.S. Securities Act of 1933
8. Closing date : February 23, 2006 (scheduled)

*Attention: This document is a press release regarding the above securities issuance and not for solicitation whether inside or outside Japan.  
This document is not, and is not intended to be, an offer of securities for sale in the United States. The securities have not been registered under the U.S. Securities Act of 1933, as amended (the “Securities Act”) and may not be offered or sold in the United States absent registration or an exemption from registration under the Securities Act. There will not be any public offering of the securities in the United States.*