

For Immediate Release

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

Shinsei Bank Launches *PowerSmart* Home Mortgage Loan <Long-Term Fixed Rate Type>

Tokyo (Thursday, March 16, 2006) – Shinsei Bank, Limited (“Shinsei Bank”) today announced the launch of “*PowerSmart* Home Mortgage Loan <Long-Term Fixed Rate Type>” as of March 17, 2006. With this long-term loan, customers can choose a fixed interest rate for a term of 20 years, 25 years, 30 years or 35 years. The fixed rate until maturity empowers customers to make stable long-term financial planning with the same monthly installment payment, even if there is a change in the Home Mortgage Standard Rate.

In addition to Shinsei Bank’s existing lineup of *PowerSmart* Home Mortgage Loans, such as 10-Year Convertible Floating Rate, Variable Floating Rate (reviewed every 6 months) and Initial Fixed Rate of 1, 3, 5, 7 and 10-Year Terms, the launch of <Long-Term Fixed Rate Type> will add 20 to 35-year long-term fixed rate loans in the lineup, enabling customers to select the one that best suits their life planning from among an extensive range of products.

As same as the existing *PowerSmart* Home Mortgage Loans, “guarantee fees” or “prepayment fees” will be free of charge. Furthermore, the “SmartPayment” service, which automatically sweeps the excess amount over the designated balance in customer’s ordinary deposit account for the prepayment of the loan without penalty, will also be available. This service will give the customers flexibility to reduce their loan principal and shorten the repayment period.

Under the brand concept “Color your life,” Shinsei Bank aims to color and enrich customers’ lives by providing convenient and high-value added products and services to meet customers’ needs.

< Applicable interest rates on Long-Term Fixed Rate Type Loans >

Term	Applicable Interest Rate
20 years	2.75% p.a.
Over 20 years up to 25 years	2.88% p.a.
Over 25 years up to 30 years	2.99% p.a.
Over 30 years up to 35 years	3.10% p.a.

Applicable interest rates for loan agreements concluded on or before Friday, March 31, 2006.

Shinsei Bank is a Japanese financial institution providing a full range of financial products and services to both institutional and retail customers based on a three pillar business model comprising Institutional Banking, Consumer and Commercial Finance and Retail Banking. The Bank has total assets of USD 81 billion on a consolidated basis and a network of 29 Shinsei Bank branches in Japan. Shinsei Bank demands uncompromising levels of integrity and transparency in all its activities to earn the trust of customers, staff and shareholders. The Bank is committed to delivering long-term profit growth and increasing value for all its stakeholders.

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