

For Immediate Release

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

Shinsei Bank to Increase Interest Rates on the Yen Savings Deposit for Individual Customers

Tokyo (Monday, July 10, 2006) – Shinsei Bank, Limited (“Shinsei Bank”) today announced that, effective August 1, the Bank will increase *PowerFlex* Yen Savings Deposit interest rate up to 0.25% p.a. depending on the balance maintained.

The increase in interest rates reflects Shinsei Bank’s belief that the benefit of operating efficiencies should be passed onto the customers and that customers should also receive interest rates in line with market conditions. Thus, as the interest rate environment points to higher interest rates, Shinsei Bank has decided to offer the increased rates to its customers.

As mentioned above, those customers with higher balances will be able to get higher interest rates on their yen savings deposit, in addition to benefiting from the greater value offered by the Bank through the various investment opportunities available to customers.

PowerFlex Yen Savings Deposit Interest Rate

Balance maintained in Yen Savings Deposit	Interest rate after revision (effective August 1)	Interest rate before revision
JPY 10 million or more	0.25% p.a. (0.20% p.a. after tax)	0.001% p.a. (0.0008% p.a. after tax)
JPY 3 million or more but less than JPY 10 million	0.15% p.a. (0.12% p.a. after tax)	
JPY 1 million or more but less than JPY 3 million	0.10% p.a. (0.08% p.a. after tax)	
Less than JPY 1 million	0.01% p.a. (0.008% p.a. after tax)	

Shinsei Bank is aiming to bring the reality of a lifestyle abundant with color to our customers, through the branding concept “Color your life.” Shinsei Bank continues to strive to develop products and services which offer value and convenience to our customers.

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 US\$ 80 billion on a consolidated basis and a network of 29 Shinsei Bank branches in Japan (as of March 2006). 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 are available at <http://www.shinseibank.com/english/index.html>.