

For Immediate Release

Shinsei Bank, Limited
(Code: 8303 TSE First Section)**Shinsei Bank to Raise Interest Rate on Yen Savings Deposits
of Institutional Customers**

Tokyo (Thursday, July 20, 2006) --- Shinsei Bank, Limited ("Shinsei Bank") today announced that, in view of recent economic and financial conditions, it will raise the interest rate on the yen savings deposits of institutional customers as follows, effective July 21.

Yen Savings Deposits Interest Rate of Institutional Customers

| | After revision (effective July 21) | Before revision (reference) |
|--|---------------------------------------|--------------------------------|
| Interest rate on yen savings deposits | 0.1% p.a. | 0.001% p.a. |

Effective Date: Friday, July 21, 2006

Shinsei Bank already announced an increase in interest rates on the yen savings deposits of individual customers on July 10, 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 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>.