

For Immediate Release

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

### Regarding the discrepancy in bonus interest calculation for "Power Yokin"

Tokyo (Thursday, April 5, 2007) – Shinsei Bank, Limited ("Shinsei Bank") today announced that the calculation for the quarterly bonus interest payment at the end of March 2007 for "Power Yokin" in the PowerFlex account was incorrect.

We deeply apologize for any inconvenience caused to our customers, as a result of this oversight.

#### 1. Description of miscalculated bonus interest payment

"Power Yokin" in the PowerFlex account is designed to pay a quarterly and annual bonus interest besides the monthly interest. In calculating the quarterly bonus interest paid on April 1, 2007 (as of March 31, 2007), the base amount of the deposit was miscalculated. This caused the interest payment to be incorrect.

	Number of customers	Amount (before tax)	
Underpayment compared with the correct bonus interest	23,925	Total shortfall	JPY 2,774,332
Overpayment compared with the correct bonus interest	31,346	Total excess	JPY 1,686,645
Total	55,271	Gross total	JPY4,460,977

#### 2. Correspondence to our customers

To our customers who were underpaid, we credit the shortfall on April 3, 2007 (as of March 31, 2007.) We will not make any adjustments to our customers who were overpaid.

To our customers who were underpaid, we immediately release a written notification of this credit shortfall.

Shinsei Bank will take every precaution to prevent such oversight in the future and will take the appropriate measures to reinforce our internal control system to prevent such incidents.

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*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\$ 92 billion on a consolidated basis and a network of 29 Shinsei Bank branches in Japan (as of December 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 is available at <http://www.shinseibank.com/english/index.html>.