

For Immediate Release

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

Shinsei Bank Announces the approval of Stock Acquisition Rights Issuance as Stock Options

Tokyo (Wednesday, May 9, 2007) --- Shinsei Bank, Limited ("Shinsei Bank") announced today that the Board of Directors approved on May 9, 2007, the 17th and 18th issuance of Stock Acquisition Rights based on the resolution adopted in accordance with Articles 238 and 239 of the Corporation Act at the 6th annual general meeting of shareholders (the "Annual Shareholders' Meeting") held on June 27, 2006. The details are as follows:

		17th	18th
1	Issue date of Stock Acquisition Rights :	May 25, 2007	
2	Total number of Stock Acquisition Rights to be issued (Number of shares that can be purchased through the exercise of 1 Stock Acquisition Right:1,000) :	6,000 Stock Acquisition Rights (Maximum)	6,000 Stock Acquisition Rights (Maximum)
		(Cap total 6,000 stock Acquisition Rights)	
3	Class and number of shares that can be purchased through the exercise of 1 Stock Acquisition Rights :	6,000,000 Common shares of the Bank (Maximum)	6,000,000 Common shares of the Bank (Maximum)
		Cap total of 17th and 18th Stock Acquisition Rights is 6,000,000 Common shares of the Bank. The concrete number should be determined on May 25, 2007	
4	Payment amount for Stock Acquisition Rights :	Free of charge. Payment is not required.	
5	Value of property payable for exercise of stock acquisition rights (the "Exercise Price") :	To be determined on May 25, 2007	
6	The increase of capital and capital reserve in case of the issuance of shares for the exercise of Stock Acquisition Rights :	(1) In case of the issuance of shares for the exercise of stock option, a half of the amount of the maximum amount of increase of capital and the like which shall be calculated in accordance with Article 40, Paragraph 1 of the Regulations for the Corporation Accounting shall be capitalized (any amount less than 1 yen that arises by the calculation is rounded up and capitalized). (2) In case of the issuance of shares for the exercise of stock option, the amount of the increased capital reserve shall be the amount obtained by deducting the capitalized amount prescribed in (1) above from the maximum amount of increase of capital and the like prescribed in (1) above.	
7	Number of people to whom Stock Acquisition Rights are offered and their details :	Directors, Statutory Executive Officers and employees of the Bank	Statutory Executive Officers and employees of the Bank
		(The concrete number of people should be determined on May 25, 2007.)	
8	Exercise Period of Stock Acquisition Rights	From June 1, 2009 to May 8, 2017	From June 1, 2007 to May 8, 2017
9	Conditions for Exercising Stock Acquisition Rights :	Basically the Stock Acquisition Rights holders may exercise their rights between June 1, 2009 and May 31, 2011 with respect to only a half of the number of Stock Acquisition Rights granted to them. All the Stock Acquisition Rights , however, may be exercised from the inception date of the exercise period according to the condition of the "Agreement on the Grant of Stock Acquisition Rights".	Basically the Stock Acquisition Rights shall be exercised after June 1, 2009 and also the Stock Acquisition Rights holders may exercise their rights between June 1, 2009 and May 31, 2011 with respect to only a half of the number of Stock Acquisition Rights granted to them. All the Stock Acquisition Rights, however, may be exercised from the inception date of the exercise period according to the condition of the "Agreement on the Grant of Stock Acquisition Rights".

【Reference】

- (1) Resolution date of the Board of Directors meeting for the submission to the Annual Shareholders' Meeting: May 23, 2006
- (2) Resolution date of the Annual Shareholders' Meeting: June 27, 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\$ 92 billion on a consolidated basis and a network of 29 Shinsei Bank branches in Japan (as of March 2007). 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>.