

For Immediate Release

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

Shinsei Bank to Raise New Capital, Deepens Ties with Key Investors

Tokyo (November 20, 2007) --- Shinsei Bank, Limited, a leading diversified financial group, today announced plans to raise new capital, enhance financial stability and deepen ties with key new and existing shareholders. The plan centers on a tender offer from a series of investment vehicles (the “Investors”) whose investors include affiliates of J.C. Flowers & Co. LLC (JCF & Co.) and a third-party allotment to the Investors. With the support of senior management and the Investors, the initiative will allow Shinsei Bank to deploy additional capital across its strategic pillars - institutional banking, consumer and commercial finance and retail banking – and renew its commitment to setting the standard for banking in Japan.

Shinsei has received a tender offer bid of 425 yen per share for up to 22.7% of its outstanding common shares from the Investors. Contingent upon the execution of the tender offer and its approval by Japan’s regulatory authorities, Shinsei Bank will issue 50 billion yen of new common shares by third-party allotment to the Investors. The issue price of the allotment will be 425 yen per common share, the same as the price for the tender offer bid. As a result of these transactions, the Investors and affiliates of JCF & Co. would hold up to 32.6% of Shinsei’s common shares on a fully diluted basis. Additionally, if the price for the tender offer bid were to be increased, the issue price would also be increased by the same degree.

“This is the right choice for Shinsei. It’s a strong vote of confidence in our bank and our vision of building a different kind of Japanese bank,” said Thierry Porté, President and CEO of Shinsei Bank. “With the backing of key shareholders aligned with the bank’s senior management, we receive additional resources to develop and expand our businesses going forward.”

The fresh capital will bolster the bank’s financial resources, improve its capital ratios and position its institutional banking arm to take advantage of investment and acquisition opportunities going forward. Shinsei also plans to build out its trendsetting retail banking network, enhancing services that have won numerous accolades for customer satisfaction. It will move ahead with the creation of a transparent, customer-friendly model for consumer and commercial finance in Japan, applying its financial and risk management expertise and cutting-edge technologies to a business with long-term growth prospects as well as opportunities for the first sales (cross-selling) of products and services. The application of Shinsei’s technological infrastructure, capital base and risk management capability across these businesses will provide opportunities to develop economies of scale along with new products and services.

J. Christopher Flowers, founder and CEO of JCF & Co., has taken a leading role as an investor and advisor to Shinsei since its creation. Under new management and new ownership, Shinsei emerged from temporary nationalization in March 2000 as the successor to The Long-Term Credit Bank of Japan, Limited, or LTCB, founded in 1952. Shinsei’s management team aggressively reduced levels of non-performing assets, refocused the business on higher-margin banking products and services, instituted sound corporate governance and risk

management processes and established an advanced information technology platform. In February 2004, Shinsei listed its common shares on the First Section of the Tokyo Stock Exchange and once again became a public company.

Shinsei believes it has established a strong foundation for future growth based on:

- our global-standard corporate governance structure
- the scope and synergies of our innovative, client-focused, three-pillar business model
- our high asset quality, strong capital base and enhanced revenue base
- our strong household name recognition, making us one of the best recognized brands among Japanese banks

While many Japanese financial institutions have talked about the need for wide-ranging changes to their corporate strategy, business model and operations, we believe our implementation of strategic and operational innovations sets us apart and places us in a strong competitive position. Our focus is on growing sustainable, customer-driven revenues by exceeding our customers' expectations. We are committed to achieving long-term growth and consistent profitability by offering differentiated and superior banking services.

Shinsei Bank is a leading diversified Japanese financial institution providing a full range of financial products and services to both institutional and retail customers based on a three-pillar strategic business model comprising institutional banking, consumer and commercial finance and retail banking. The Bank has total assets of US\$107 billion on a consolidated basis (as of September 2007) and a network of 43 outlets that includes 36 Shinsei Financial Centers, 2 Platinum Centers and 5 BankSpots 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>