

For Immediate Release

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

Announcement of Change in Offering Period and Payment Date In connection with Issuance of New Shares by Third Party Allotment

Tokyo (January 18, 2008) – Shinsei Bank, Limited (“Shinsei Bank” or “the Bank”) hereby announces that the Bank’s board of directors, at its meeting held on January 18, 2008, passed a resolution to cancel the issuance of new shares of common stock by third party allotment resolved at its meeting held on November 20, 2007 (the breakdown of shares to be allotted has been amended at its meeting held on December 21, 2007), and to issue new shares of common stock by third party allotment (the “Third Party Allotment”), in order to amend the Offering Period and Payment Date. There have been no substantial changes from the issuance of new shares of common stock by third party allotment resolved at its meeting held on November 20, 2007 (the breakdown of shares to be allotted has been amended at its meeting held on December 21, 2007) concerning the other conditions:

1. Amendment to Offering Period, Payment Date and Delivery Date of New Share Certificates

	Before Amendment	After Amendment
Offering Period	March 18, 2008	February 1, 2008
Payment Date	March 19, 2008	February 4, 2008
Delivery Date of New Share Certificates	March 19, 2008 (scheduled)	February 4, 2008 (scheduled)

2. Major Shareholders and Shareholding Percentage

The Bank’s major shareholders and shareholding percentage of each of such shareholders, reflecting the Third Party Allotment and the result of the Tender Offer for common shares of the Bank completed on January 17, 2008, are expected to be as follows:

Major Shareholders and Shareholding Percentage (Note 1)	
Saturn IV Sub LP (Note 2)	18.03%
The Resolution and Collection Corporation	11.16%
The Chase Manhattan Bank N.A. London (Standing Proxy: Mizuho Corporate Bank, Ltd., Kabutocho Securities Settlement & Clearing Services Division)	7.34%
Saturn Japan III Sub C.V. (Note 2)	6.16%
Shinsei Bank, Limited	5.38%

J. Christopher Flowers	5.17%
State Street Bank and Trust Company (Standing Proxy: Mizuho Corporate Bank, Ltd., Kabutocho Securities Settlement & Clearing Services Division)	4.70%
Santander Investment SA, C. Central Valores (Standing Proxy: The Bank of Tokyo-Mitsubishi UFJ, Ltd., Settlement & Clearing Services Division)	3.63%
The Master Trust Bank of Japan Ltd. (Trust Account)	2.32%
Morgan Stanley & Co. Inc	2.09%
Japan Trustee Services Bank, Ltd. (Trust Account)	1.96%

(Note 1)

The Shareholding Percentages are calculated based on the total number of outstanding Shares as of January 18, 2008 (1,673,570,944 shares (no changes have been made after September 30, 2007)) plus the number of Shares to be newly issued through the Third Party Allotment. The number of Shares held by each shareholder used for calculating such shareholder's Shareholding Percentage is the number as of September 30, 2007, unless otherwise indicated in (Note 2) below.

(Note 2)

The Shareholding Percentage of such shareholder is calculated based on the number of Shares such shareholder would acquire through the Tender Offer, depending on the number of tendered shares.

3. Recent Movement of the Share Price of Shinsei Bank

(i) Share Price for the Past Three Years

(yen)

	March 31, 2005	March 31, 2006	March 31, 2007
Opening Price	826	607	830
Highest Price	832	826	894
Lowest Price	580	511	543
Closing Price	610	824	565

(ii) Share Price for the Past Six Months

(yen)

	July 2007	August 2007	September 2007	October 2007	November 2007	December 2007
Opening Price	497	447	384	360	365	397
Highest Price	504	454	384	406	412	422
Lowest Price	406	351	301	310	311	379
Closing Price	448	387	362	370	396	408

(iii) Share Price on the Day Immediately Preceding the Resolution Date

(yen)

	January 17, 2008
Opening Price	393
Highest Price	411
Lowest Price	393
Closing Price	409

4. Reasonableness of Terms of Issuance, etc.

(1) Basis for the Calculation of Issue Price

Pursuant to the Transaction Agreement, the issuing price for the Third Party Allotment will be ¥425, the same as the price for the Tender Offer which took place concurrently, on the basis that Shinsei Bank expressed its support for the Tender Offer.

The price for the Tender Offer was proposed by the Tender Offerors. For details, please see the press release “Shinsei Bank Announces Support for Tender Offer” dated November 20, 2007.

(2) Reason for Having Decided that Issuance Volume and Dilution Effect are Reasonable

The Tender Offer price of ¥425 per share represents a premium of 12.5% over ¥378, the average closing price of the Bank’s common shares on the first section of the Tokyo Stock Exchange for the three month period ending January 17, 2008, a premium of 4.9% over ¥405, the one month average, and a premium of 3.9% over ¥409, the closing price of the day prior to the announcement.

(Attached) Terms of Issuance of Shares

(1)	Number of Common Shares to Be Issued	117,647,059 shares
(2)	Issue Price	¥425 per share
(3)	Aggregate Issue Price	¥50,000,000,075 (¥425 per share)
(4)	Amount to be Appropriated into Capital	¥25,000,000,038
(5)	Method of Offering or Allotment	Third party allotment to the Allottees listed in (9) below
(6)	Offering Period	February 1, 2008
(7)	Payment Date	February 4, 2008
(8)	Delivery Date of New Share Certificates	February 4, 2008 (scheduled)
(9)	Allottees and Allotted Shares	
	Saturn I Sub (Cayman) Exempt Limited	5,056,452 shares

Saturn Japan II Sub C.V.	5,492,190 shares
Saturn Japan III Sub C.V.	27,292,678 shares
Saturn IV Sub LP	79,805,739 shares

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>.