

For immediate release

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

Announcement of Exchange Price for Mandatory Acquisition of Series 2 Class-A Preferred Shares

Tokyo (Friday, March 7, 2008) – Shinsei Bank, Limited (“Shinsei Bank”), today announced that the exchange price for the mandatory acquisition of Series 2 Class-A preferred shares issued by Shinsei Bank (Note: Please refer “Reference Series 2 Class-A preferred shares” for the general description of the shares) has been determined as follows.

Each Series 2 Class-A preferred share for which no request for acquisition has been made by March 31, 2008, will be acquired by Shinsei Bank on the mandatory acquisition date, in exchange for a number of common shares. The number of common shares will be calculated by dividing the subscription price per share of the preferred shares by the exchange price for mandatory acquisition.

1. Exchange price for mandatory acquisition: 650 yen

2: Mandatory acquisition date: April 1, 2008

3: Basis for determination:

As per the conditions for the acquisition of these preferred shares stipulated in Shinsei Bank’s Articles of Incorporation

(Although the exchange price calculated using the designated calculation method would be 442.0 yen, the Articles of Incorporation place an upper limit of two (2) common shares for the mandatory acquisition of one (1) preferred share.)

(Reference)

In the event requests for acquisition are made for all shares by March 31, 2008, the exchange would be made at the current exchange price of 360 yen, and the number of common shares exchanged would be 269,128,888 shares and the total outstanding common shares after the exchange would be 2,060,346,891 shares. In the event no further requests for acquisition are made, the number of common shares exchanged for the mandatory acquisition would be 149,056,000 shares and the total outstanding common shares after the exchange would be 1,940,274,003 shares.

Series 2 Class-A preferred shares

Series 2 Class-A preferred shares is subscribed by the Deposit Insurance Corporation of Japan (“DIC”) and they are convertible into common shares at the option of the holder at a conversion price of 360 yen per share. They are mandatorily convertible on April 1, 2008, into the common shares with the condition determined above.

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| (1) Number of shares issued: | 74,528,000 shares |
| (2) Subscription price per share: | 1,300 yen |
| (3) Total amount of issue: | 96,886,400,000 yen |

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\$104 billion on a consolidated basis (as of December 2007) and a network of 42 outlets that includes 36 Shinsei Financial Centers, 2 Platinum Centers and 4 BankSpots(as of February 2008) 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>.