

For Immediate Release

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

Shinsei Details Exposure to Lehman Brothers

Tokyo (Tuesday, September 16, 2008) – In light of the weekend's unprecedented events in the global financial services sector, Shinsei Bank, Limited, believes it is important to communicate to the market in a timely manner its exposure to entities of Lehman Brothers Holdings Inc., which filed for bankruptcy protection on September 15, 2008, in New York.

Shinsei believes it is well positioned to deal with the current challenging market conditions, given its liquidity and robust capital ratios.

Shinsei's maximum exposure to Lehman is approximately 38 billion yen, largely comprised of an unsecured loan of 25 billion yen to a Japanese entity guaranteed by Lehman Brothers Holdings Inc., 9 billion yen in bonds (notional amount), and market counterparty risk of 1 billion yen.

Shinsei is taking prompt action to manage its exposure and maximize recovery. In addition, the bank has International Swaps and Derivatives Association/CSA agreements in place.

Shinsei Bank is a leading diversified Japanese financial institution providing a full range of financial products and services to both institutional and individual customers. The Bank has total assets of 12.5 trillion yen (US\$118 billion) on a consolidated basis (as of June 2008) and a network of 36 outlets that includes 34 Shinsei Financial Centers and 2 Platinum Centers 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>.