

For Immediate Release

Company Name: Shinsei Bank, Limited
Name of Representative: Shigeki Toma
President and CEO
(Code: 8303, TSE First Section)**Shinsei Bank Announces Organizational Changes**

Tokyo (Tuesday, September 21, 2010) --- Shinsei Bank, Limited (“Shinsei Bank”; “the Bank”) today announced the following organizational changes.

- (1) Corporate Staff Group
 - i The Operations Management Division will be established within the Corporate Staff Group. It will take over a part of the administrative operations currently carried out by Operations Planning and Administration Division in the Banking Infrastructure Group, and will provide guidance in relation to streamlining and improving the efficiency of administrative operations.
 - ii The Group Investor Relations & Corporate Communications Division will be renamed the Investor Relations & Corporate Communications Division.

- (2) Institutional Group
 - i Corporate Banking Business Divisions I - VIII will be consolidated into three divisions (Corporate Banking Business Division I – III) based on the industries and sectors for which they are responsible, and will further increase their efforts to promote transactions with mid-level companies and small- and medium-sized enterprises (SMEs). Corporate Banking Business Division IX, which is dedicated to new business development with small- and medium-sized enterprises (SMEs), will become Corporate Banking Business Division IV.
 - ii Financial Institutions Business Divisions I and II, and the Institutional Banking Business Division, currently in the Institutional Business Sub-Group, will be consolidated and renamed the Financial Institutions Business Division.
 - iii The Osaka Corporate Banking Business Divisions I and II, currently in the Institutional Business Sub-Group, will be consolidated as the Osaka Corporate Banking Business Division.
 - iv The Healthcare Finance Division, which is currently an independent division, will be incorporated into the Institutional Business Sub-Group.

- (3) Markets and Investment Banking Group
 - i The Institutional Group Management Division will be renamed the MIG Management Division.
 - ii A newly established Asset Backed Investments Division, created by spinning of the asset-backed investment unit currently in the Capital Markets Division, and the International Principal Finance Division currently in the Principal Transactions Sub-Group will be positioned as two independent divisions in the Markets and Investment Banking Group. The Real Estate Principal Investment Division currently in the Principal Transactions Sub-Group will be abolished. Going forward, its real estate equity investment operations will be limited to investment recovery only and will be incorporated into the Real Estate Finance Division of the Real Estate Finance Sub-Group.
 - iii The Cash Collateral Management Unit currently in the Capital Markets Division, and the bond issuing administration operations currently handled by the Group Treasury Division in the Finance Group will be transferred to a newly established Treasury Sub-Group. Further, the Capital Markets Division will be reorganized into the Markets Sub-Group.

- (4) Individual Group
 - i The Marketing Division will be renamed the Customer Development Division.
 - ii The Retail Technology Division in the Retail Services Sub-Group will be abolished.

- (5) Risk Management Group
 - i The Credit Risk Division will be divided into the Institutional Credit Management Division and the Structured Risk Management Division, while some functions of the Credit Risk Division will be transferred to the Risk Management Planning and Policy Division, in order to enhance and expedite credit screening functions for the respective Groups in line with the reorganization of the Institutional Group.

- (6) Finance Group
 - i The Group Regulatory Accounting and Tax Division and Group Financial Accounting Division will be consolidated in the Financial and Regulatory Accounting Division. The Office of IFRS will also become a department of the Financial and Regulatory Accounting Division.
 - ii The Group Treasury Division will be renamed the Treasury Division.
 - iii The Group Corporate Analytics Division will be renamed the Financial Planning Division.
 - iv The Group Business Controlling Division will be renamed the Business Controlling Division.
 - v The Office of CFO will be abolished.

- (7) Banking Infrastructure Group
 - i The three sub-group system based on the Control Sub-Group, Information Technology Sub-Group and Operations Sub-Group, will be abolished.
 - ii The Technology Support Division and Operation Support Division will be abolished.

- (8) An Asset Optimization Project Team, reporting directly to the president, will be launched to promote further reconstruction of Shinsei Bank's risk assets centering on reduction of non-core operating assets.

2. Effective Date

October 1, 2010