

**[TRANSLATION]**

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# **15<sup>th</sup> Annual General Meeting of Shareholders**

**Shinsei Bank, Limited  
June 17, 2015**

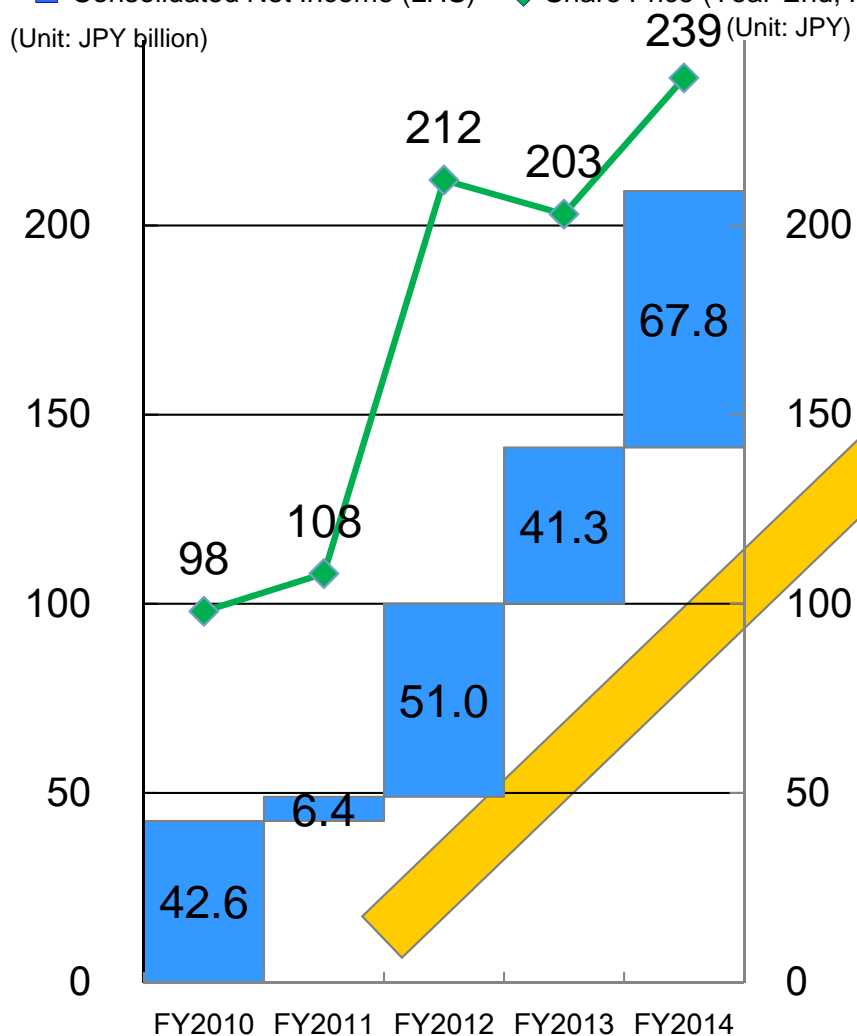
# **Fiscal Year 2014 Financial Results**

# Five-Year-History (FY2010 – FY2014)

## Consolidated Net Income and Share Price Trend

Over 200.0 billion yen in profit generated over the past 5 years  
Share price increased 2.5 times over the past 5 years

■ Consolidated Net Income (LHS) ◆ Share Price (Year-End; RHS)  
(Unit: JPY billion)



Growing Toward the Future

Achieve Targets of 2<sup>nd</sup> MTMP Final Year  
Further Expand Customer Base  
Strengthen Sustainable Business Model

### Major Progression in NPL Disposal

	NPL	NPL Ratio
FY2014:	JPY 60.9 billion	1.42%
FY2010:	JPY 279.6 billion	6.78%

Final Treatment of Grey Zone Repayment Undertaken  
Grey Zone Reserve as of Mar. 2015: JPY 170.2 billion  
→ Coverage Level: 4.3 Years

### Increased Net Interest Margin (NIM) due to Funding Cost Improvement

	Funding Cost	NIM
FY2014:	0.30%	2.25%
FY2010:	0.59%	2.19%

# Fiscal Year 2014 Consolidated Results :

(Unit: JPY billion; %)

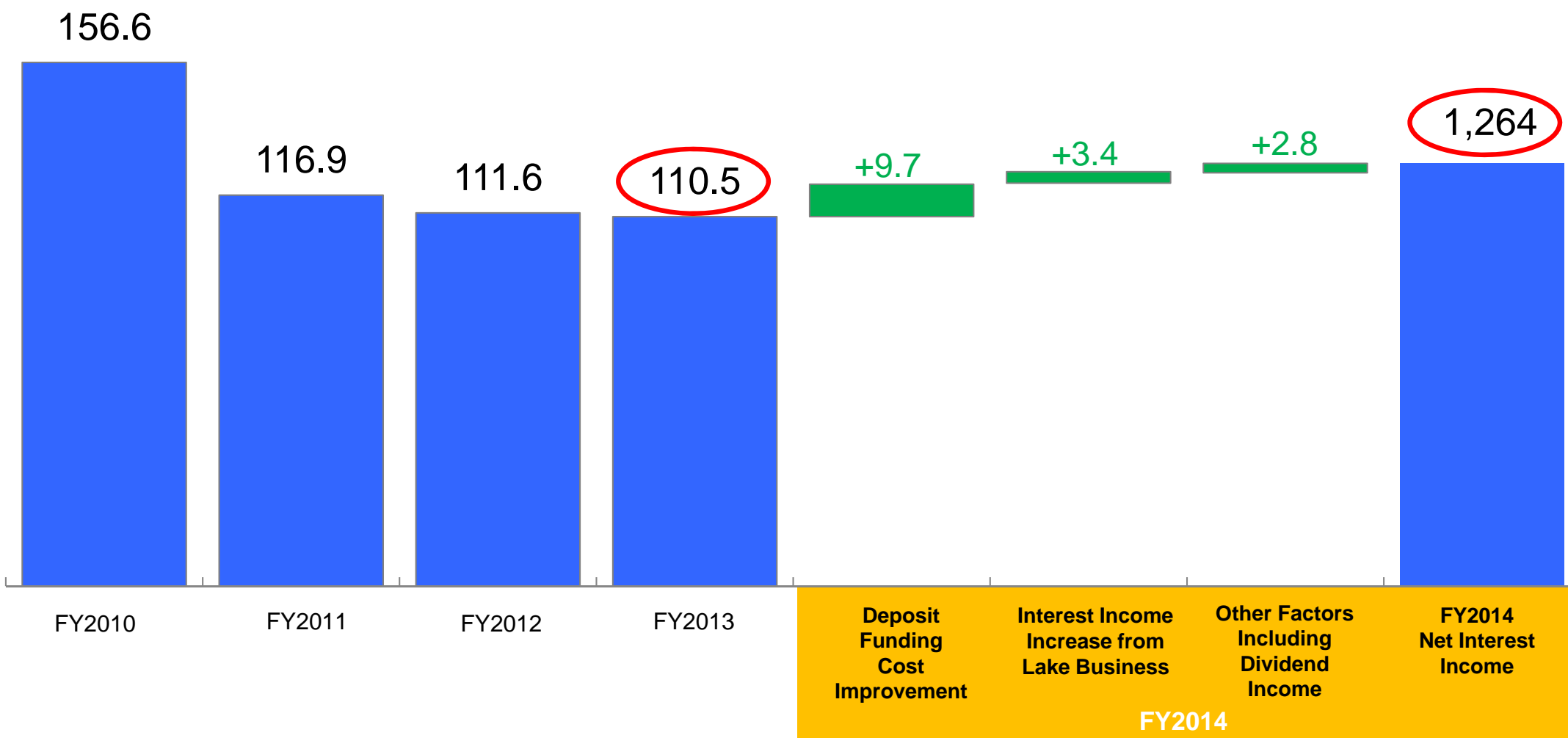
## Financial Summary

<b>【Consolidated】</b>	FY2013 〔 Year 1 2 <sup>nd</sup> MTMP 〕	FY2014 〔 Year 2 2 <sup>nd</sup> MTMP 〕	Change
Net Interest Income	110.5	<b>126.4</b>	+14%
Noninterest Income	92.5	<b>108.8</b>	+18%
Revenue	203.0	<b>235.3</b>	+16%
Expenses	-132.8	<b>-141.6</b>	-7%
Ordinary Business Profit	70.1	<b>93.6</b>	+34%
Net Credit Costs	-0.2	<b>-11.8</b>	
Provision for Reserve for Losses on Interest Repayment	-15.6	<b>-4.0</b>	+74%
Net Income	41.3	<b>67.8</b>	+64%

# Fiscal Year 2014 Consolidated Results:

(Unit: JPY billion)

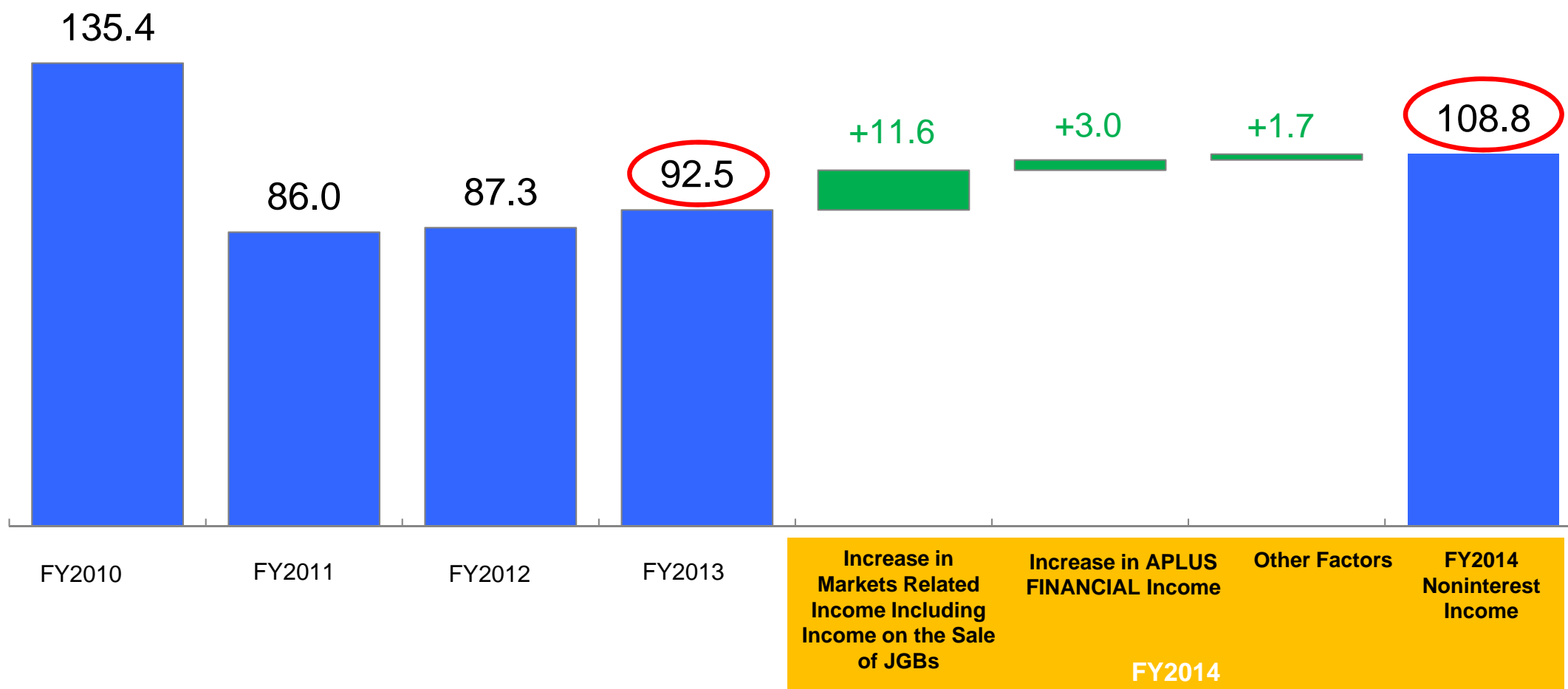
## Net Interest Income Trend



# Fiscal Year 2014 Consolidated Results:

(Unit: JPY billion)

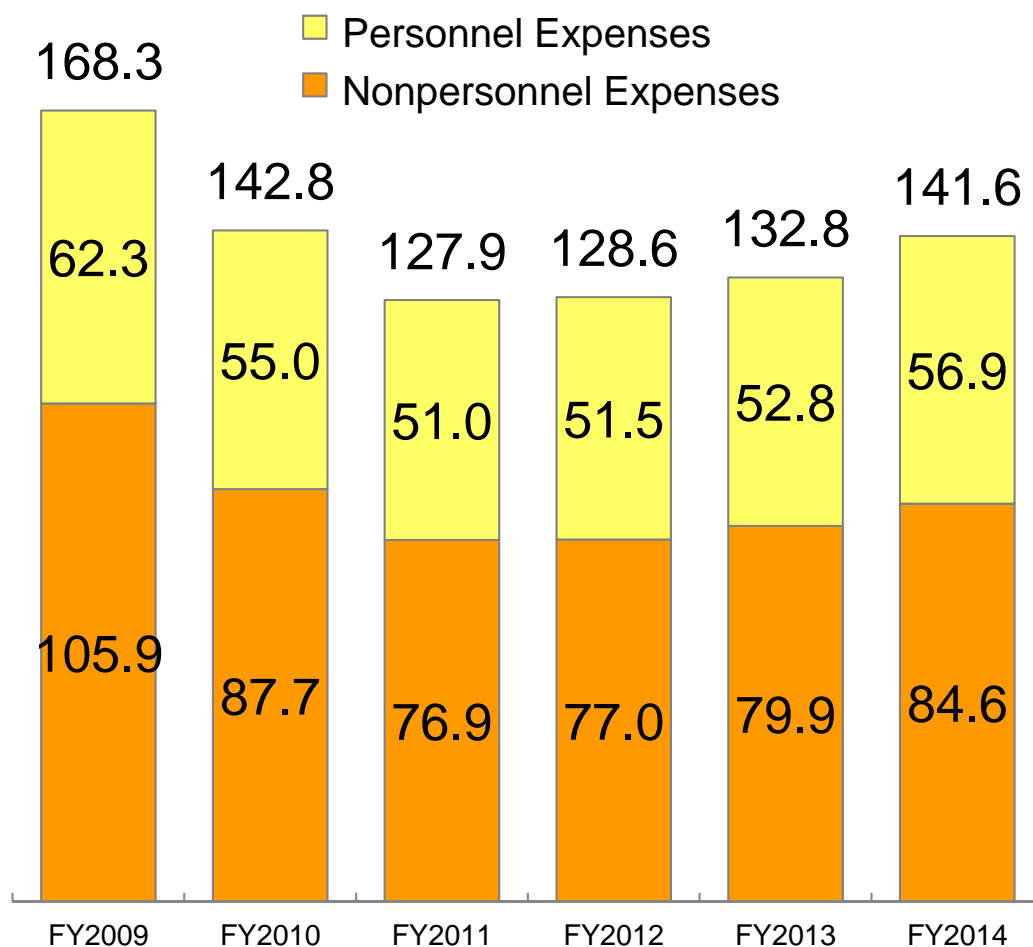
## Noninterest Income Trend



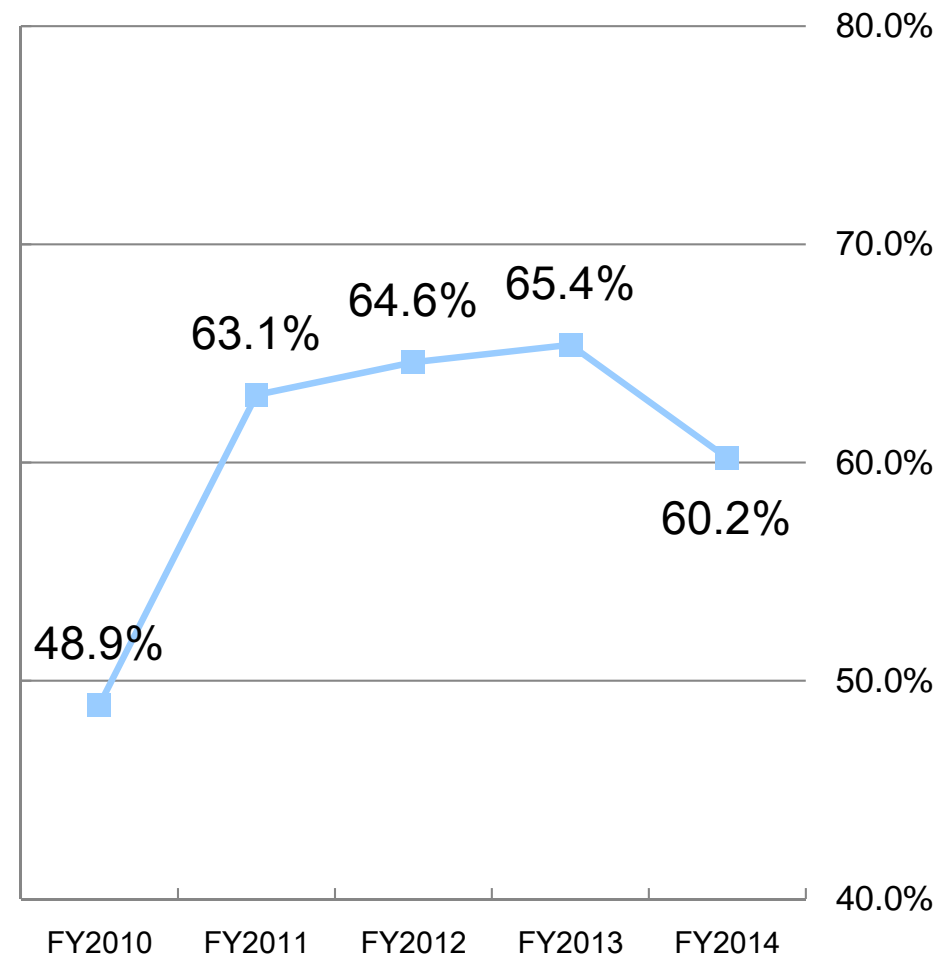
# Fiscal Year 2014 Consolidated Results:

(Unit: JPY billion; %)

## Expenses



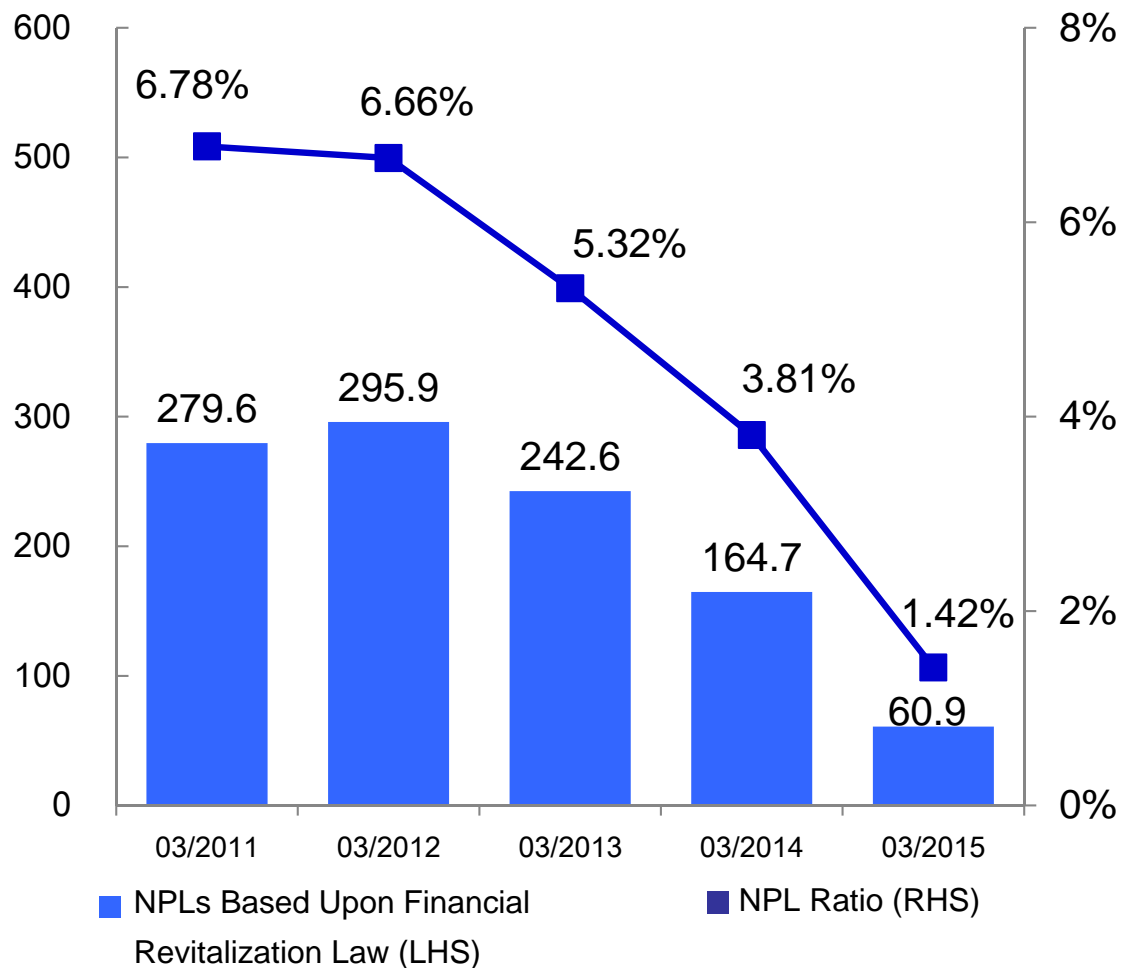
## Expense-to-Revenue Ratio



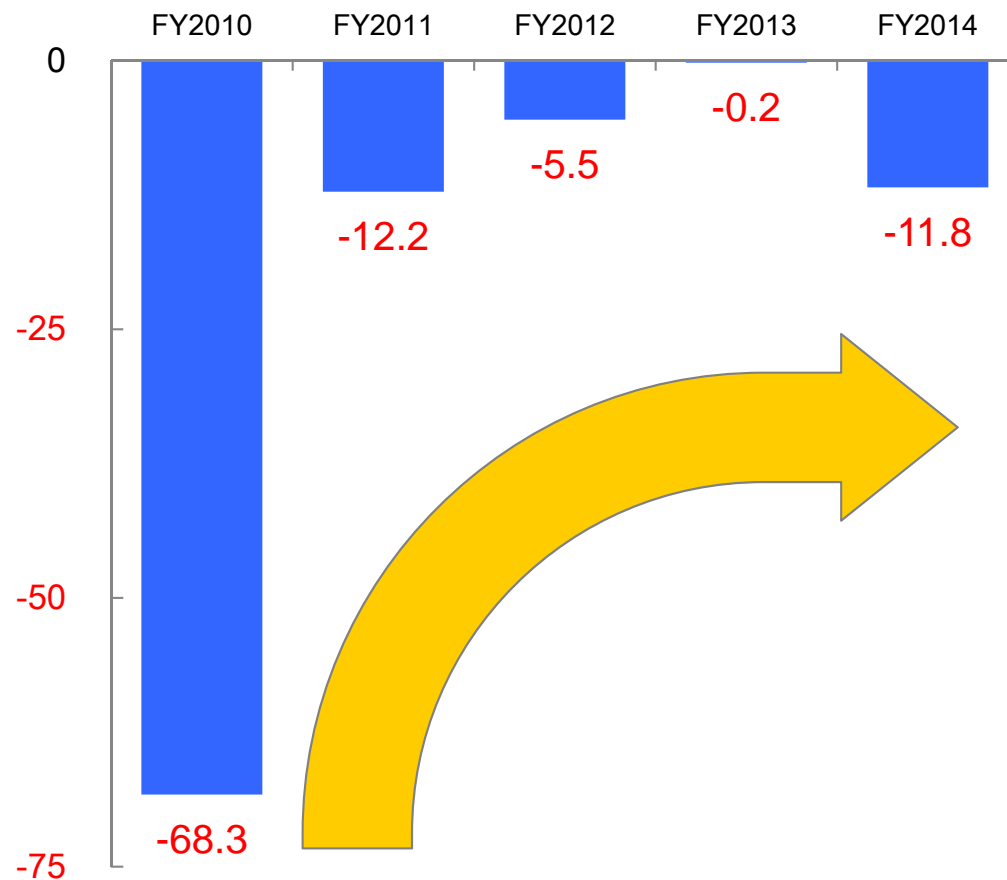
# Fiscal Year 2014 Consolidated Results:

(Unit: JPY billion; %)

## NPL Balance and NPL Ratio Based Upon Financial Revitalization Law (Nonconsolidated)



## Net Credit Costs

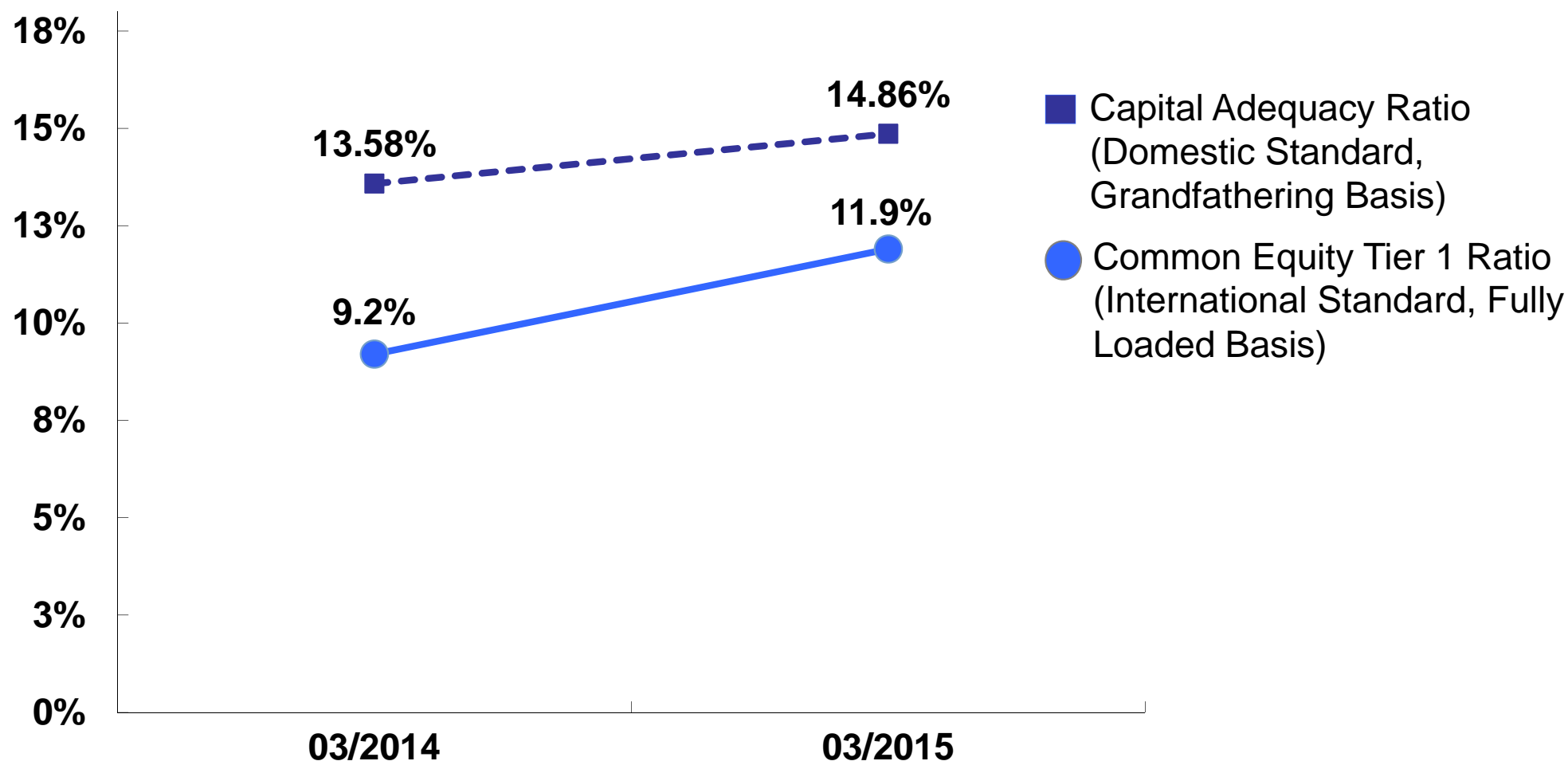




# Fiscal Year 2014 Consolidated Results :

(Unit: %)

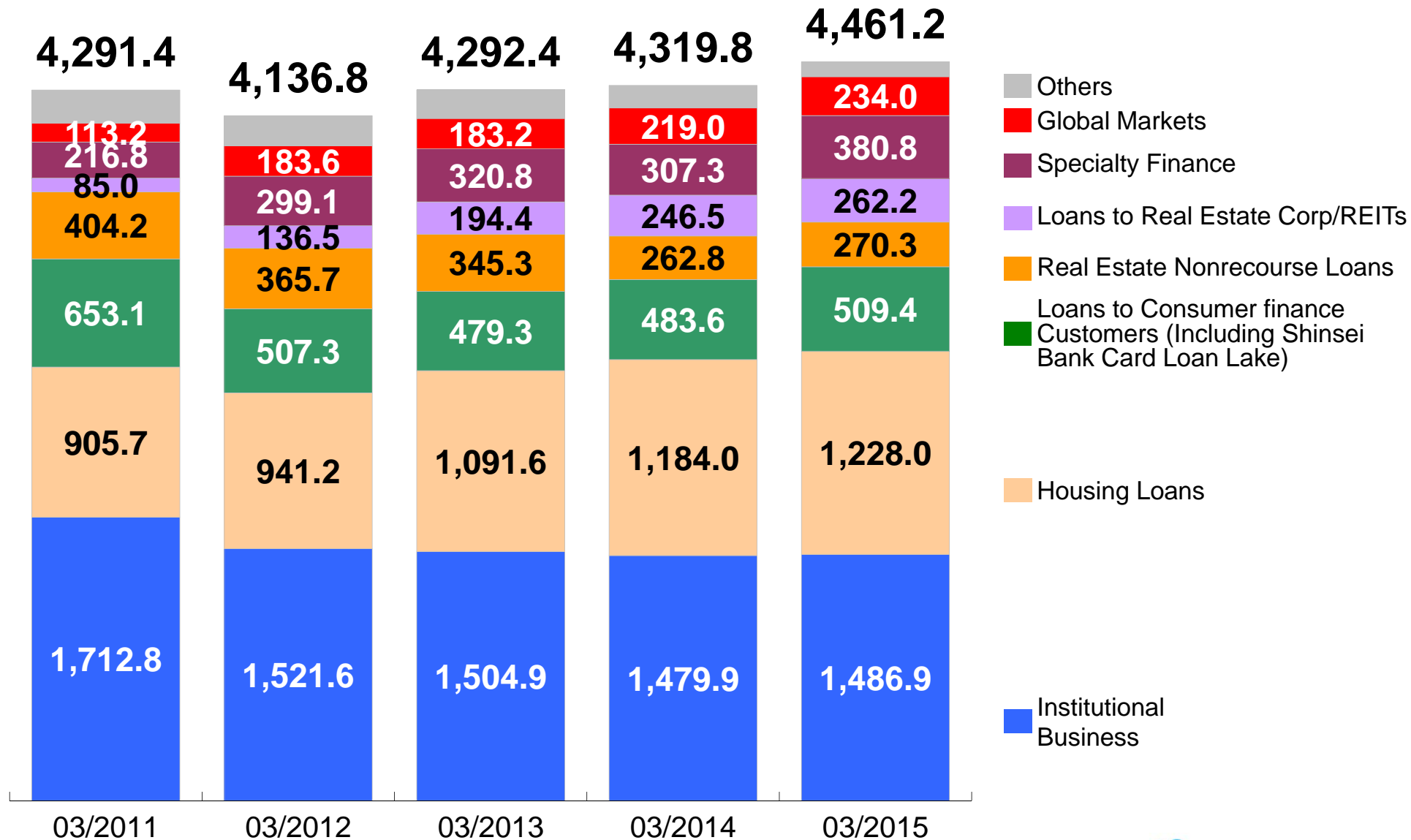
## Capital Adequacy Ratio



# Fiscal Year 2014 Consolidated Results :

(Unit: JPY billion)

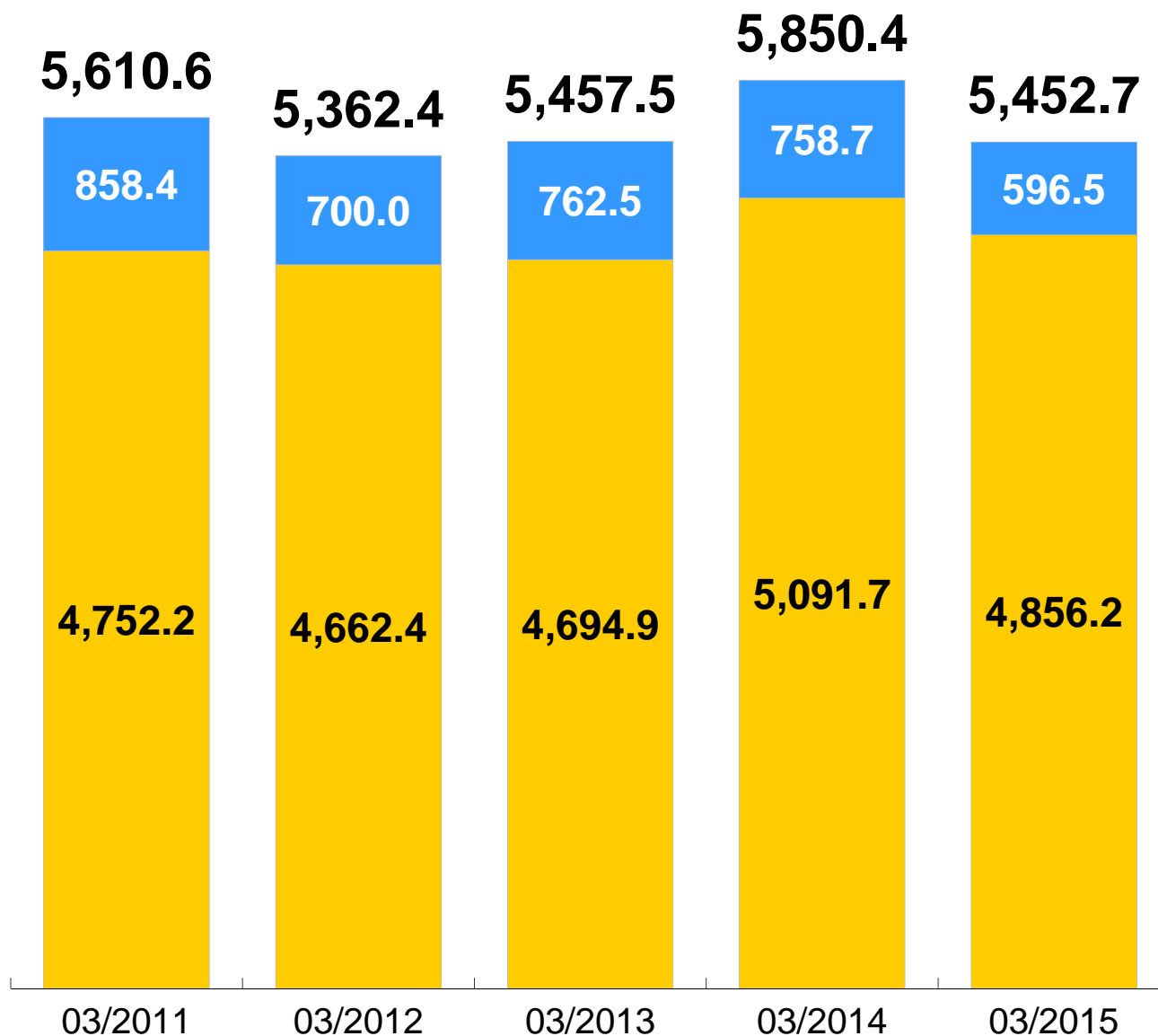
## Loans



# Fiscal Year 2014 Consolidated Results :

(Unit: JPY billion)

## Deposits

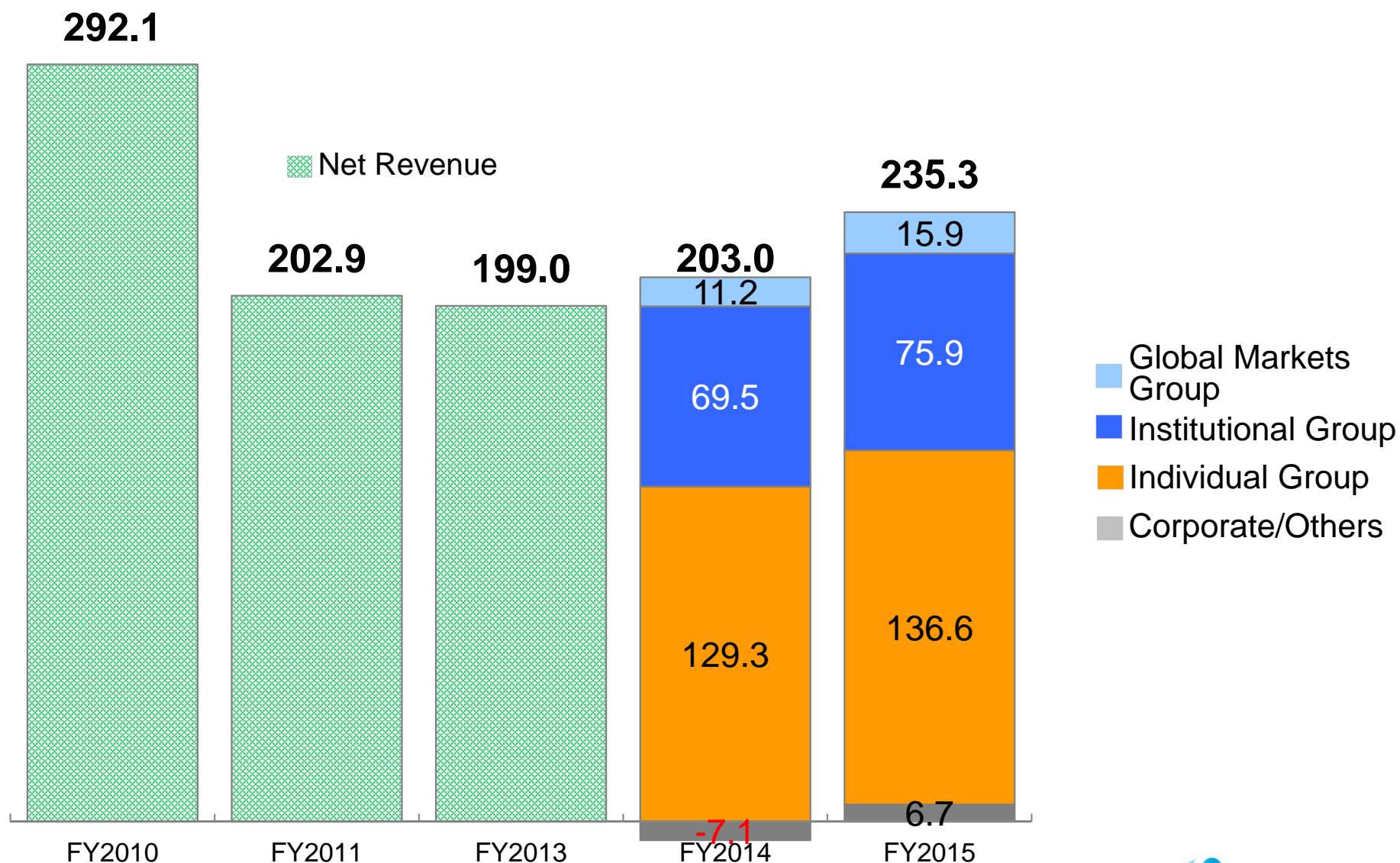


■ Corporate Deposits  
■ Retail Deposits

# Fiscal Year 2014 Consolidated Results :

(Unit: JPY billion)

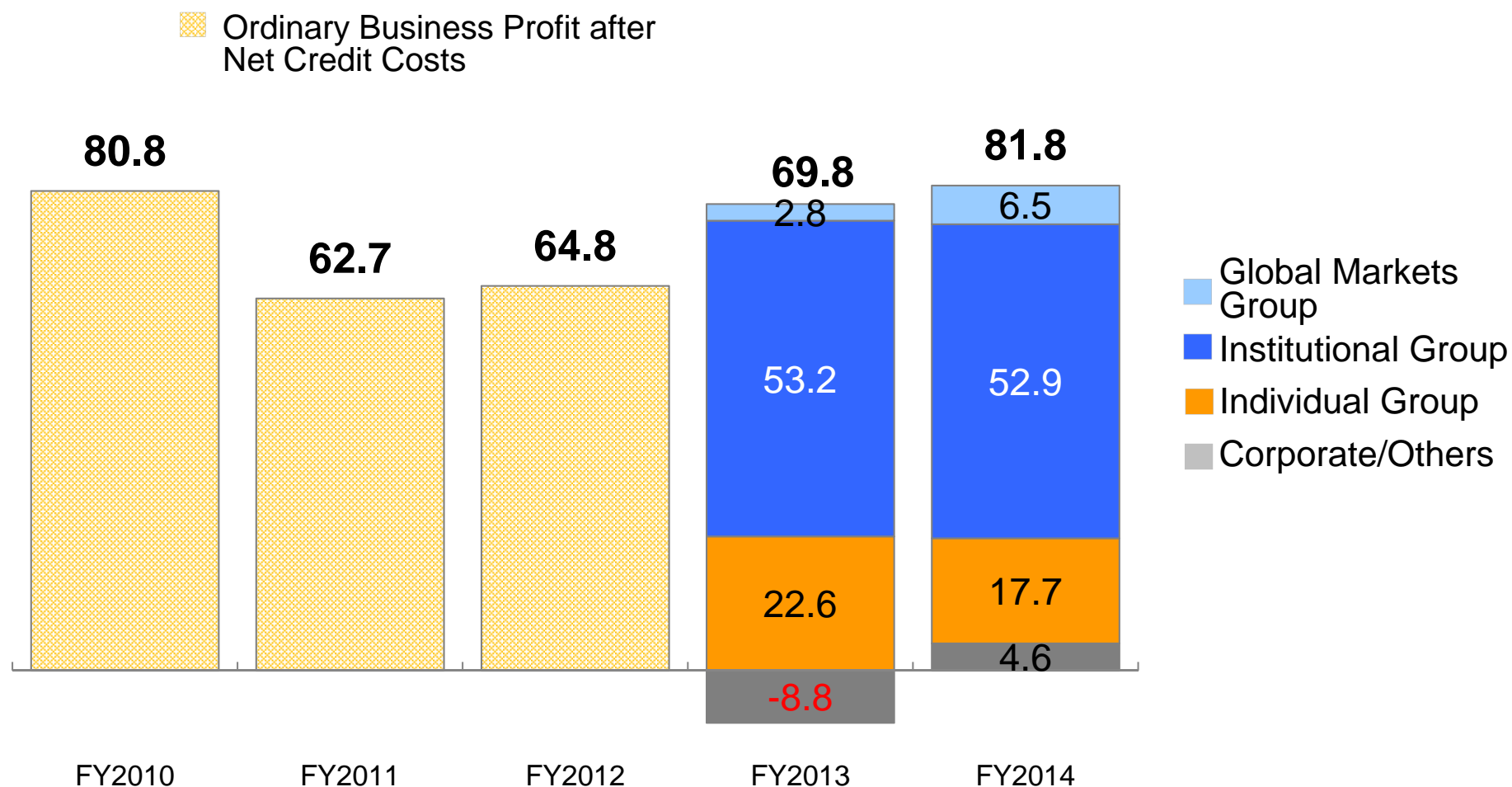
## Net Revenue by Business Group



# Fiscal Year 2014 Consolidated Results :

(Unit: JPY billion)

## OBP after Net Credit Costs by Business Group (Segment Profit)





# Dividend:

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- Year end dividend:  
1.00 yen per share



# Fiscal Year 2015 Projection:

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- Consolidated Net Income:  
70.0 billion yen
- Nonconsolidated Net Income:  
42.0 billion yen
- Year-end Dividend:  
1.00 yen per share