

# NON-CONSOLIDATED STATEMENTS OF OPERATIONS (UNAUDITED)

Shinsei Bank, Limited

For the fiscal years ended March 31, 2008 and 2007

	Millions of yen		Thousands of U.S. dollars (Note)
	2008	2007	2008
Interest income:			
Interest on loans and bills	¥ 111,601	¥ 75,567	\$ 1,119,040
Interest and dividends on securities	76,969	40,427	771,777
Interest on deposits with banks	4,695	3,668	47,085
Other interest income	6,536	9,382	65,542
<b>Total interest income</b>	<b>199,803</b>	<b>129,046</b>	<b>2,003,444</b>
Interest expenses:			
Interest on deposits, including negotiable certificates of deposit	48,019	34,453	481,491
Interest and discounts on debentures	3,398	3,009	34,074
Interest on other borrowings	18,718	7,790	187,692
Interest on corporate bonds	24,564	20,776	246,309
Other interest expenses	6,293	11,503	63,103
<b>Total interest expenses</b>	<b>100,993</b>	<b>77,534</b>	<b>1,012,669</b>
<b>Net interest income</b>	<b>98,809</b>	<b>51,512</b>	<b>990,775</b>
Fees and commissions income	27,459	28,198	275,334
Fees and commissions expenses	15,960	13,164	160,039
<b>Net fees and commissions</b>	<b>11,498</b>	<b>15,033</b>	<b>115,295</b>
<b>Net trading income</b>	<b>6,990</b>	<b>14,903</b>	<b>70,095</b>
Other business income, net:			
Income on monetary assets held in trust, net	37,339	30,767	374,405
Net gain (loss) on foreign exchanges	(727)	9,171	(7,295)
Net gain (loss) on securities	(13,822)	13,274	(138,603)
Net gain on other monetary claims purchased	223	575	2,238
Other, net	956	(7,152)	9,595
<b>Net other business income</b>	<b>23,969</b>	<b>46,636</b>	<b>240,340</b>
<b>Total revenue</b>	<b>141,268</b>	<b>128,085</b>	<b>1,416,505</b>
General and administrative expenses:			
Personnel expenses	34,023	30,644	341,154
Premises expenses	11,708	11,281	117,401
Technology and data processing expenses	10,669	10,006	106,986
Advertising expenses	3,120	3,130	31,289
Consumption and property taxes	4,274	3,594	42,866
Deposit insurance premium	3,431	2,835	34,408
Other general and administrative expenses	18,452	16,373	185,027
<b>Total general and administrative expenses</b>	<b>85,681</b>	<b>77,865</b>	<b>859,131</b>
<b>Net business profit</b>	<b>55,586</b>	<b>50,220</b>	<b>557,374</b>
Net credit costs (recoveries)	20,552	(199)	206,080
Other gains (losses), net	23,282	(105,434)	233,456
<b>Income (loss) before income taxes</b>	<b>58,317</b>	<b>(55,015)</b>	<b>584,750</b>
Income taxes (benefit):			
Current	(7,666)	(2,779)	(76,876)
Deferred	12,780	(10,276)	128,146
<b>Net income (loss)</b>	<b>¥ 53,203</b>	<b>¥ (41,960)</b>	<b>\$ 533,480</b>
		Yen	U.S. dollars (Note)
Basic net income per common share	¥ 34.46	¥ (32.14)	\$ 0.35
Diluted net income per common share	28.72		0.29

Note: U.S. dollar amounts, presented solely for the readers' convenience, are translated at ¥99.73=U.S.\$1.00, the rate of exchange prevailing on the Tokyo Foreign Exchange Market on March 31, 2008.