

## Interim Non-Consolidated Statements of Changes in Equity (Unaudited)

Shinsei Bank, Limited  
For the six months ended September 30, 2007 and 2006, and the fiscal year ended March 31, 2007

	Millions of yen			Thousands of U.S. dollars (Note)
	Sept. 30, 2007 (6 months)	Sept. 30, 2006 (6 months)	Mar. 31, 2007 (1 year)	Sept. 30, 2007 (6 months)
<b>Common stock:</b>				
Balance at beginning of year	¥291,853	¥180,853	¥180,853	\$2,531,476
Conversion from preferred stock	111,000	111,000	111,000	962,789
Balance at end of year	402,853	291,853	291,853	3,494,265
<b>Preferred stock:</b>				
Balance at beginning of year	159,443	270,443	270,443	1,382,975
Conversion into common stock	(111,000)	(111,000)	(111,000)	(962,789)
Balance at end of year	48,443	159,443	159,443	420,186
<b>Capital surplus:</b>				
Balance at beginning of year	18,558	18,558	18,558	160,971
Balance at end of year	18,558	18,558	18,558	160,971
<b>Stock acquisition rights:</b>				
Balance at beginning of year	517	—	—	4,488
Net change during the year	359	260	517	3,121
Balance at end of year	877	260	517	7,609
<b>Retained earnings:</b>				
Legal reserve:				
Balance at beginning of year	9,266	7,777	7,777	80,376
Transfer from unappropriated retained earnings	517	790	1,489	4,488
Balance at end of year	9,784	8,567	9,266	84,864
Unappropriated retained earnings:				
Balance at beginning of year	257,878	372,749	372,749	2,236,777
Appropriation:				
Transfer to legal reserve	(517)	(790)	(1,489)	(4,489)
Dividends paid	(2,587)	(3,947)	(7,443)	(22,444)
Net income (loss)	(2,156)	41,584	(41,960)	(18,705)
Disposal of treasury stock	—	(13)	(15)	—
Retirement of treasury stock	—	—	(63,963)	—
Balance at end of year	252,616	409,583	257,878	2,191,139
<b>Unrealized gain (loss) on available-for-sale securities:</b>				
Balance at beginning of year	4,181	2,670	2,670	36,268
Net change during the year	(8,587)	(4,068)	1,510	(74,483)
Balance at end of year	(4,405)	(1,397)	4,181	(38,215)
<b>Deferred gain (loss) on derivatives under hedge accounting:</b>				
Balance at beginning of year	(10,275)	—	—	(89,131)
Net change during the year	(1,371)	(5,687)	(10,275)	(11,893)
Balance at end of year	(11,647)	(5,687)	(10,275)	(101,024)
<b>Treasury stock, at cost:</b>				
Balance at beginning of year	(72,555)	(6)	(6)	(629,333)
Purchase of treasury stock	(0)	(136,672)	(136,673)	(7)
Disposal of treasury stock	—	140	160	—
Retirement of treasury stock	—	—	63,963	—
Balance at end of year	(72,556)	(136,538)	(72,555)	(629,340)
<b>Total equity</b>	<b>¥644,523</b>	<b>¥744,643</b>	<b>¥658,866</b>	<b>\$5,590,455</b>

Note: U.S. dollar amounts, presented solely for the readers' convenience, are translated at ¥115.29=U.S.\$1.00, the rate of exchange prevailing on the Tokyo Foreign Exchange Market on September 30, 2007.