

**Product Description of Foreign Currency Deposits
to be confirmed prior to concluding
the Customer Agreement on Foreign Currency Savings Deposit for *PowerFlex* Account**
(This is the document to be delivered based on the laws and ordinances before concluding the
forementioned Agreement, and doubles as the product description of foreign currency deposits, etc.)

Please read this document carefully.

Characteristic of Foreign Currency Savings Deposit for *PowerFlex* Account :

- This deposit is a foreign currency savings deposit. Foreign currency savings deposit is defined as a deposit in foreign currency (currencies other than yen) whose term or maturity is not specified.
- For deposit currency, there is a choice among US dollar (USD), Euro (EUR), Canadian dollar (CAD), Sterling Pound (GBP), Australian dollar (AUD), New Zealand dollar (NZD), Hong Kong dollar (HKD), Singapore dollar (SGD), South-African Rand (ZAR) or Norwegian Krone (NOK) .
- No foreign currency cash is available for both deposit and withdrawal.

Matters to be noted:

- Foreign currency deposits entail the risk of foreign exchange rate fluctuation. When a customer places a deposit by exchanging yen into a foreign currency, the customer may incur exchange losses - in terms of yen - depending on the trends in the foreign exchange market, with the result that the funds to be repaid - when translated into yen using the exchange rate as of the repayment date - would be smaller than the yen amount initially deposited.

When a customer places a deposit in a foreign currency, and converts the deposit into another currency eligible for a direct non-JPY cross currency exchange, the customer may suffer exchange losses - in terms of the initially deposited currency - depending on the trends in the foreign exchange market, with the result that the funds to be repaid - when translated into the initially deposited currency using the exchange rate as of the repayment date - would be smaller than the initially-deposited-currency amount initially deposited.

Fees and charges:

- When you start a foreign currency deposit in yen, the Bank-designated telegraphic transfer selling rate (TTS rate) which includes foreign exchange fee will apply to exchange a yen original investment to a foreign currency deposit principal. Then, the Bank-designated telegraphic transfer buying rate (TTB rate) which includes foreign exchange fee will apply to exchange withdrawal or interest amount from a foreign currency to yen. Therefore, there is a risk of principal less than your original investment even if foreign exchange rates do not fluctuate.
- A customer is allowed to switch a foreign currency deposited with a foreign currency savings account to another foreign currency, however, provided that those foreign currencies shall be currencies eligible for a direct non-JPY cross currency exchange. The Bank-designated foreign exchange rate which includes foreign exchange fee will apply when switching a currency. Therefore, there is a risk of principal less than your original investment.
- Ratio to foreign exchange fee depends on a pair of currencies. For details, please refer to the after-mentioned "Fees and Charges relating to Foreign Currency Deposits".

Risk of principal less than your original investment due to exchange rate fluctuation:

- When a customer places a deposit by exchanging yen into a foreign currency, the customer may incur exchange losses - in terms of yen - depending on the trends in the foreign exchange market, with the result that the funds to be repaid - when translated into yen using the exchange rate as of the repayment date - would be smaller than the yen amount initially deposited.
- When a customer places a deposit in a foreign currency, and converts the deposit into another currency (provided, however, that such currency is limited to those handled by Shinsei Bank), the customer may suffer exchange losses - in terms of the initially deposited currency - depending on the trends in the foreign exchange market, with the result that the funds to be repaid - when translated into the initially deposited

currency using the exchange rate as of the repayment date - would be smaller than the initially-deposited-currency amount initially deposited.

Bank Name: Shinsei Bank, Limited.

Address: 4-3, Nihonbashi-muromachi 2-chome, Chuo-ku, Tokyo

Product description: Please read carefully and understand fully the following before your application

1. Product name	<i>PowerFlex</i> Foreign Currency Savings Deposit
2. Product outline	Foreign Currency Deposit (other than yen currency) without term or maturity
3. Eligibility	Individual Customers with <i>PowerFlex</i> account
4. Term	No term designated
5. Deposit method, Currency, Minimum deposit amount, Unit	<p>1) Deposit will be made anytime in the manner only described below.</p> <ul style="list-style-type: none"> • A foreign currency which is exchanged from a <i>PowerFlex</i> yen savings deposit is remitted to a <i>PowerFlex</i> foreign currency savings deposit in the same currency. • A currency of a <i>PowerFlex</i> foreign currency savings deposit is exchanged and remitted into a <i>PowerFlex</i> another foreign currency savings deposit, which is eligible for a direct non-JPY cross currency exchange. • A currency of a <i>PowerFlex</i> foreign currency deposit is remitted into a <i>PowerFlex</i> foreign currency savings deposit in the same foreign currency. • Inward remittance or check in a currency eligible for a direct non-JPY cross currency exchange is settled to remit into a <i>PowerFlex</i> foreign currency savings deposit in the same currency. (In case of check, currency and domicile are limited to USD and the U.S. respectively.) <p>2) Currency eligible for foreign currency savings deposit: USD, EUR, CAD, GBP, AUD, NZD, HKD, SGD, ZAR, and NOK</p> <p>3) Currency eligible for a direct non-JPY cross currency exchange transactions: USD, EUR, CAD, GBP, AUD, and NZD</p> <p>4) Minimum deposit amount At least 1 fractional currency</p> <p>5) Unit of deposit Unit of 1 fractional currency</p>
6. Withdrawal method	<p>Withdrawal will be made anytime in the manner only described below.</p> <ul style="list-style-type: none"> • A withdrawal currency will be exchanged to yen and remitted to a <i>PowerFlex</i> yen savings account. (After the remittance, fund transfer and cash withdrawal are available in yen.) • A withdrawal currency eligible for a direct non-JPY cross currency exchange is exchanged into another foreign currency eligible for a direct non-JPY cross currency exchange and remitted to a <i>PowerFlex</i> foreign currency savings deposit in the same currency. • A withdrawal currency is remitted into a <i>PowerFlex</i> foreign currency deposit in the same currency, or remitted to purchase an investment trust in the same currency. • A withdrawal currency is transferred or paid by check in the same currency.
7. Interest	<p>1) Applicable interest rate</p> <ul style="list-style-type: none"> • Variable interest rates which are posted daily at the bank counter will apply. • Variable interest rates quoted by 4 layers of final account balance on the end of every day will apply. (There may be the case where the same interest rate will apply for some or all layers.) From 1 fractional currency to less than 10,000 basic currency units From 10,000 basic currency units to less than 30,000 basic currency units From 30,000 basic currency units to less than 100,000 basic currency units 100,000 basic currency units or more

	<ul style="list-style-type: none"> • For accurate interest rates, please contact Shinsei <i>PowerCall</i> or bank counter. <p>2) Frequency of interest payment and Payment method of interest</p> <ul style="list-style-type: none"> • Interest shall be credited to a foreign currency savings account with the Bank designated date of every month. • For specific date of interest payment, please contact Shinsei <i>PowerCall</i> or bank counter. <p>3) Calculation method</p> <p>The interest unit shall be 1 fractional currency unit. The interest shall be calculated daily for the final account balance on a pro-rata basis based on a year of 365 days. The fractional figure shall be rounded off.</p>
8. Foreign-exchange rate fluctuation to be noted	<ul style="list-style-type: none"> • When a customer places a deposit by exchanging yen into a foreign currency, the customer may incur exchange losses - in terms of yen - depending on the trends in the foreign exchange market, with the result that the funds to be repaid - when translated into yen using the exchange rate as of the repayment date - would be smaller than the yen amount initially deposited. • When a customer places a deposit in a foreign currency, and converts the deposit into another currency (provided, however, that such currency is limited to those handled by Shinsei Bank), the customer may suffer exchange losses - in terms of the initially deposited currency - depending on the trends in the foreign exchange market, with the result that the funds to be repaid - when translated into the initially deposited currency using the exchange rate as of the repayment date - would be smaller than the initially-deposited-currency amount initially deposited.
9. Exchange fee and exchange rate	<ul style="list-style-type: none"> • When you start a foreign currency deposit with yen, the Bank-designated telegraphic transfer selling rate (TTS rate) which includes foreign exchange fee will apply to exchange a yen original investment to a foreign currency deposit principal. Then, the Bank-designated telegraphic transfer buying rate (TTB rate) which includes foreign exchange fee will apply to exchange withdrawal or interest amount from foreign currency to yen. Therefore, there is a risk of principal less than your original investment even if foreign exchange rates do not fluctuate. • Foreign currency deposited with a foreign currency savings account can be exchanged to another foreign currency which is eligible for a direct non-JPY cross currency exchange. The Bank-designated foreign exchange rate which includes foreign exchange fee will apply when switching a currency eligible for a direct non-JPY cross currency exchange to another currency eligible for a direct non-JPY cross currency exchange. Therefore, there is a risk of principal less than your original investment even if foreign exchange rates do not fluctuate. • Ratio to foreign exchange fee depends on a pair of currencies. For details, please refer to the after-mentioned "Fees and Charges relating to Foreign Currency Deposits", or contact Shinsei <i>PowerCall</i> or bank counter.
10. Other fees	Depending on deposit method and withdrawal method, other fees may be charged. For details, please refer to the after-mentioned "Fees and Charges relating to Foreign Currency Deposits", or please contact Shinsei <i>PowerCall</i> or bank counter.
11. Foreign exchange forward contracts	N/A
12. Overdraft service	N/A
13. Special contracts to be added	N/A
14. Tax	<ul style="list-style-type: none"> • Interest is subject to 20% withholding tax (National tax:15% and Local tax: 5%). • Foreign exchange gain is subject to aggregate taxation as miscellaneous income by filing an individual income tax return. • Foreign exchange loss is deductible from miscellaneous income. • <i>Maru-yu</i> (Tax exempt treatment on interest of small-size savings of certain people): N/A <p>For more details, please consult a certified public accountant or a certified tax accountant on your own.</p>
15. Deposit insurance	Not covered by deposit insurance

16. Designated dispute resolution body	Japanese Bankers Association Contact: Consumer Relations Office Phone numbers: 0570-017109, 03-5252-3772
17. Certified investor-protection association	N/A
18. Others	There are some limitations in services of foreign currency deposit and withdrawal. For details, please refer to the "Fees and Charges relating to Foreign Currency Deposits".
19. Contact	Please contact bank counter or Shinsei <i>PowerCall</i> at 0120-456-860.

Fees and Charges relating to Foreign Currency Deposit

(1) Deposit / Withdrawal method and fees

• Deposit

Deposit method	Fees
Deposits of yen in cash	Yen cash is not acceptable. (Yen cash will be deposited to a <i>PowerFlex</i> yen savings account to be remitted to a <i>PowerFlex</i> foreign currency savings account.)
Remittance from <i>PowerFlex</i> yen savings deposit	<ul style="list-style-type: none"> The Bank-designated telegraphic transfer selling rate (TTS rate) which includes foreign exchange fee will apply when exchanging yen to foreign currency. Foreign exchange fees which are included in TTS rate are detailed below.
Deposits of foreign currency in cash or of traveler's checks	N/A
Deposits of foreign currency check	<ul style="list-style-type: none"> When a foreign currency check is US dollar denominated check and is supposed to be collected in the U.S., it can be accepted charging collection fee. Face value of US\$ 5,000 or less: 4,000 yen Face value of exceeding US\$ 5,000: 5,000 yen
Remittance from <i>PowerFlex</i> another foreign currency deposit	<ul style="list-style-type: none"> Currency is limited to a eligible currency for a direct non-JPY cross currency exchange. The Bank-designated foreign exchange rate which includes foreign exchange fee will apply when exchanging foreign currency to another foreign currency. Foreign exchange fees which are included in foreign exchange rate are detailed below.
Remittance from the <i>PowerFlex</i> foreign currency deposits with the same currency	• No fees and charges
Deposit of a overseas remittance you have received	• No fees are charges

• Withdrawal

Withdrawal method	Fees
Withdrawals of yen in cash Remittance to yen savings deposit	<ul style="list-style-type: none"> The Bank-designated telegraphic transfer buying rate (TTB rate) which includes foreign exchange fee will apply when exchanging foreign currency to yen. Foreign exchange fees which are included in TTB rate are detailed below.
Withdrawals of foreign currency in cash or of traveler's checks	N/A
Withdrawals of foreign currency check	Issuance fee of 4,000 yen

Remittance to a <i>PowerFlex</i> another foreign currency deposit	<ul style="list-style-type: none"> • Currency is limited to a eligible currency for a direct non-JPY cross currency exchange. • The Bank-designated foreign exchange rate which includes foreign exchange fee will apply when exchanging foreign currency to another foreign currency. Foreign exchange fees which are included in foreign exchange rate are detailed below.
Remittance to a <i>PowerFlex</i> foreign currency deposit in the same currency	No fees and charges
Remittance to purchase an investment trust in the same foreign currency	No fees and charges (Investment trust sales fee will be separately charged.)
Fund transfer in foreign currency ① Overseas transfer ② Domestic transfer	Fees and charges are as follows. ① Overseas fund transfer fee of 4,000 yen ② Domestic fund transfer fee of 4,000 yen

(2) Exchange fee

- Exchange of “Japanese yen to foreign currency” or “foreign currency to Japanese yen”

Currency	Exchange fee per transaction (buy or sell)
1 USD	1 yen
1 EUR	1 yen
1 CAD	1 yen
1 GBP	2 yen
1 AUD	1 yen
1 NZD	1 yen
1 HKD	0.5 yen
1 SGD	1 yen
1 ZAR	0.5 yen
1 NOK	0.25 yen

- Exchange between currencies eligible for a direct non-JPY cross currency exchange

Currency pair		Exchange fee per transaction	
EUR	GBP	1 EUR	0.01 GBP
EUR	AUD	1 EUR	0.02 AUD
EUR	NZD	1 EUR	0.02 NZD
EUR	USD	1 EUR	0.01 USD
EUR	CAD	1 EUR	0.02 CAD
GBP	AUD	1 GBP	0.02 AUD
GBP	NZD	1 GBP	0.02 NZD
GBP	USD	1 GBP	0.02 USD
GBP	CAD	1 GBP	0.02 CAD
AUD	NZD	1 AUD	0.01 NZD
AUD	USD	1 AUD	0.01 USD
AUD	CAD	1 AUD	0.01 CAD
NZD	USD	1 NZD	0.01 USD
NZD	CAD	1 NZD	0.01 CAD
USD	CAD	1 USD	0.01 CAD

- * Foreign exchange fees and charges different from ones listed above will apply in case of rapid movement of foreign exchange market.
- * Foreign exchange fees and charges are subject to change.
- * Consumption tax is not levied on the fees and charges above.

The English translation used in the product descriptions are intended solely for customer convenience, and shall be used as for reference only. Should there be any discrepancy between the Japanese and the English text, the Japanese text shall take precedence.