

For Immediate Press Release

## Shinsei Bank announces Quarterly Information for the 3rd Quarter of Fiscal 2002

Tokyo (Wednesday, February 5, 2003)--Shinsei Bank, Limited ("Shinsei Bank") today announced its quarterly information for the third quarter of fiscal year 2002 (October 1 to December 31, 2002). The attached information was disclosed voluntarily by Shinsei Bank based on the "Front-Loaded Reform Program" of the Ministerial Meeting on Economic Measures and the "Program for Structural Reform of Securities Markets" of the Financial Services Agency. The information in this press release is unaudited.

### Information as of the end of December 2002

#### 1. Disclosure of Bad Assets ---to be classified in categories under the Financial Revitalization Law

<Non-consolidated>	(in billions of Yen)			(Reference)	
	as of Dec-02 <Result* (a)>	as of Sep-02 <Result (b)>	changes <(a)-(b)>	as of June-02	as of Mar-02
Bankrupt and Quasi-Bankrupt	219.0	274.7	-55.7	267.3	306.6
Doubtful	203.6	332.5	-128.9	429.1	440.1
Substandard	149.7	186.6	-36.9	261.2	367.0
Total	572.3	793.8	-221.5	957.6	1,113.6

\*Result: based on self-assessment as of the end of December 2002. Above figures are presented net of partial write-offs.

#### 2. Capital Adequacy Ratio (Domestic Criteria)

<Consolidated>	as of Mar-03 <Estimated*>	(Reference) as of Sep-02 <Result>
	Capital Ratio	about 19%
Tier 1 Ratio	about 13%	13.03%

\*1 The forecast is base on the assumption that Perpetual Subordinated Loan in the amount of 46.6 billion yen borrowed from public fund in 1998 is redeemed at March 2003 after the designated procedure with Authorities.

\*2 The actual ratios as of March 2003 are subject to change.

#### 3. Deposit & Debenture <Non-consolidated>

	(in billions of Yen)		
	as of Dec-02	as of Sep-02	Changes
Deposits & Debentures (including NCD)	4,748.6	4,842.5	-93.9
Deposit from individuals	1,399.9	1,263.9	+136.0
Term Deposits	1,091.2	995.5	+95.7

#### 4. Summary of Unrealized Gains or Losses on Securities & Derivatives

##### 4.1. Securities Available-for-Sale <Non-consolidated>

	(in billions of yen)				<Reference> (in billions of yen)			
	as of December 30, 2002 *				as of September 30, 2002			
	Market Value	Net Appraisal		Losses	Market Value	Net Appraisal		Losses
Gains			Gains					
Japanese Stocks	4.4	-0.7	0.2	0.8	8.1	-0.5	0.1	0.5
Japanese Bonds	1,780.3	12.6	13.0	0.4	1,767.4	9.7	10.1	0.4
Others	324.6	10.2	28.1	17.9	396.9	12.3	27.4	15.1
Total	2,109.3	22.1	41.3	19.2	2,172.4	21.5	37.5	16.0

\*1: Net Appraisals (Gains/Losses) as of the end of December 2002 are calculated by book value after amortization and before devaluation.

\*2: Shinsei Bank has no Securities Being Held to Maturity.

##### 4.2. Derivatives <Consolidated>

<Unaudited Base>	(a) Interest Rate-Related Transactions (in billions of Yen)				<Reference> (in billions of Yen)			
	as of December 30, 2002				as of September 30, 2002			
	Contractual Value or Notional Principal Amount	Market Value	Unrealized Gain(Loss)		Contractual Value or Notional Principal Amount	Market Value	Unrealized Gain(Loss)	
Interest Rate Futures (Listed)	92.0	77.5	0.0		572.0	0.1	0.1	
Interest Rate Options (Listed)	469.6	0.3	0.3		1,084.7	0.1	0.1	
Interest Rate Swaps (OTC)	6,118.8	23.1	23.1		6,256.5	28.8	28.8	
Interest Rate Options (OTC)	1,788.0	2.3	3.8		762.4	0.8	0.8	
Total			27.2				29.8	

\*1 Derivatives for which hedge accounting was adopted are excluded from the above table.

\*2 The market values (listed) represent the closing price on the Tokyo Financial Future Exchange and other exchange at the date. The market values of over-the-counter transactions are calculated mainly by using the discounted present value or an option pricing model.

Currency Swaps (OTC)	(b) Currency-Related Transactions (in billions of Yen)				<Reference> (in billions of Yen)			
	as of December 30, 2002				as of September 30, 2002			
	Contractual Value or Notional Principal Amount	Market Value	Unrealized Gain(Loss)		Contractual Value or Notional Principal Amount	Market Value	Unrealized Gain(Loss)	
	309.3	-3.2	-3.2		409.9	-3.4	-3.4	

\*1 Swaps for which hedge accounting was adopted and mentioned in \*3 below were excluded from the table above.

\*2 Market values are calculated by using the present value of estimated cash flows.

\*3 Contract value or notional principal of the currency swap which were accounted for an accrual basis were as follows:

	(in billions of Yen)			<Reference> (in billions of Yen)		
Currency Swaps (accrued)	101.4	-2.0	-2.0	109.8	-3.2	-3.2

And contractual values of the forward foreign exchange contracts and currency options that were marked to market were as follows:

	(in billions of Yen)		<Reference> (in billions of yen)	
	as of December 30, 2002		as of September 30, 2002	
	Contractual Value or Notional Principal Amount		Contract Value or Notional Principal Amount	
Forward Foreign Exchange	466.7		409.6	
Currency Options	141.8		106.9	

4.2. Derivatives <Consolidated> --continued--

(c) Equity-Related Transactions

(in billions of Yen)

	as of December 30, 2002		
	Contractual Value or Notional Principal Amount	Market Value	Unrealized Gain(Loss)
Equity Price Index Futures (Listed)	0.2	0.2	0.0
Equity Price Index Options (Listed)	—	—	—
Equity Options (Listed)	0.0	0.0	0.0

<Reference>

(in billions of Yen)

as of September 30, 2002		
Contractual Value or Notional Principal Amount	Market Value	Unrealized Gain(Loss)
2.4	0.0	0.0
0.0	0.0	0.0
—	—	—

\*1 Derivatives mentioned above were marked to market.

\*2 The market values represent the closing price on the Tokyo Stock Exchange and other exchange at the time.

(d) Bond-Related Transactions

(in billions of Yen)

<Unaudited Base>	as of December 30, 2002		
	Contractual Value or Notional Principal Amount	Market Value	Unrealized Gain(Loss)
Bond Futures (Listed)	14.8	14.8	0.0
Bond Future Options (Listed)	126.3	0.0	-0.1

<Reference>

(in billions of Yen)

as of September 30, 2002		
Contractual Value or Notional Principal Amount	Market Value	Unrealized Gain(Loss)
1.9	0.0	0.0
43.1	0.0	0.0

\*1 Derivatives mentioned above were marked to market.

\*2 The market values represent the closing price on the Tokyo Stock Exchange and other exchange at the time.

(e) Commodity-Related Transactions ... No outstanding positions

(f) Credit-Related Transactions

(in billions of Yen)

	as of December 30, 2002		
	Contractual Value or Notional Principal Amount	Market Value	Unrealized Gain(Loss)
Credit Default Options (OTC)	63.5	-0.1	-0.1

<Reference>

(in billions of Yen)

as of September 30, 2002		
Contractual Value or Notional Principal Amount	Market Value	Unrealized Gain(Loss)
50.9	-0.5	-0.5

\*1 Derivatives mentioned above were marked to market.

\*2 The market values are calculated by using the present value of estimated cash flows.

4.3. Derivatives for which hedge accounting was adopted <Consolidated>

[Contract amount of interest rate swaps (to which deferred hedge accounting is applied), classified by maturity.]

(in billions of yen)

	as of December 30, 2002			
	1 year or less	1 to 5 years	Over 5 years	Total
Interest Rate Swaps / Total contract amount	361.5	481.2	384.4	1,227.2
Receivable fixed rate / Payable floating rate	303.6	266.5	19.0	589.3
Receivable floating rate / Payable fixed rate	55.8	214.6	365.4	635.9
Receivable floating rate/Payable floating rate	2.0	—	—	2.0
Currency Swaps / Total contract amount	71.2	355.9	118.3	545.5

<Reference>

(in billions of yen)

as of September 30, 2002			
1 year or less	1 to 5 years	Over 5 years	Total
491.8	519.6	456.3	1,467.8
466.5	268.1	23.8	758.5
25.2	249.5	432.5	707.3
—	2.0	—	2.0
10.4	434.7	155.8	601.0