

[TRANSLATION]

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Eleventh Annual General Meeting of Shareholders

Shinsei Bank, Limited
June 22, 2011





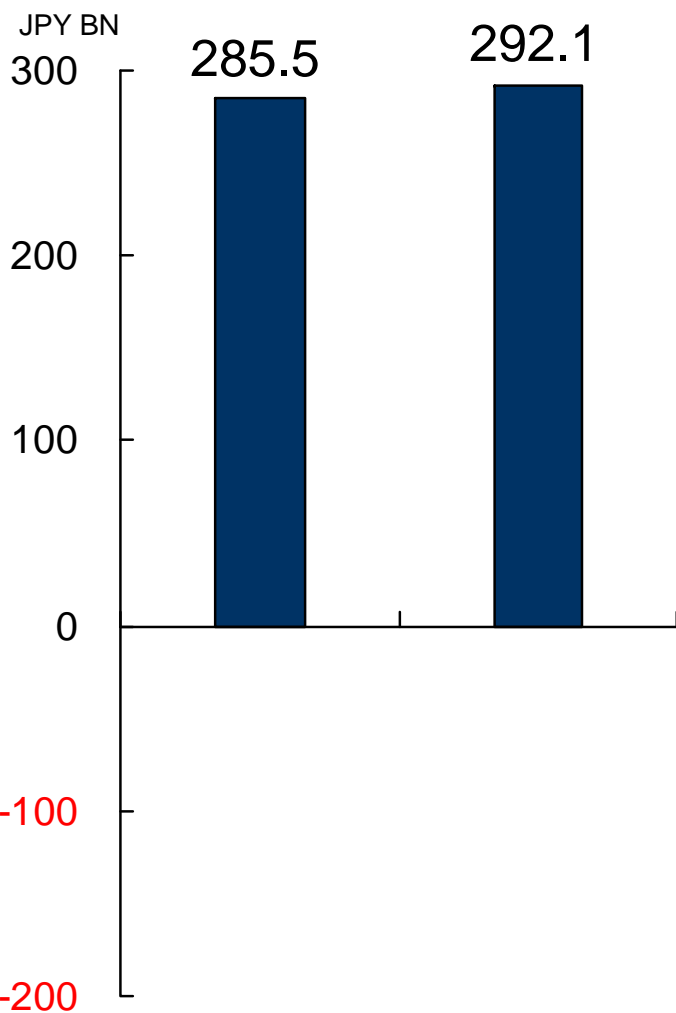
Fiscal Year 2010 Financial Results

Consolidated Financial Summary:

Higher revenues and lower expenses led to higher OBP

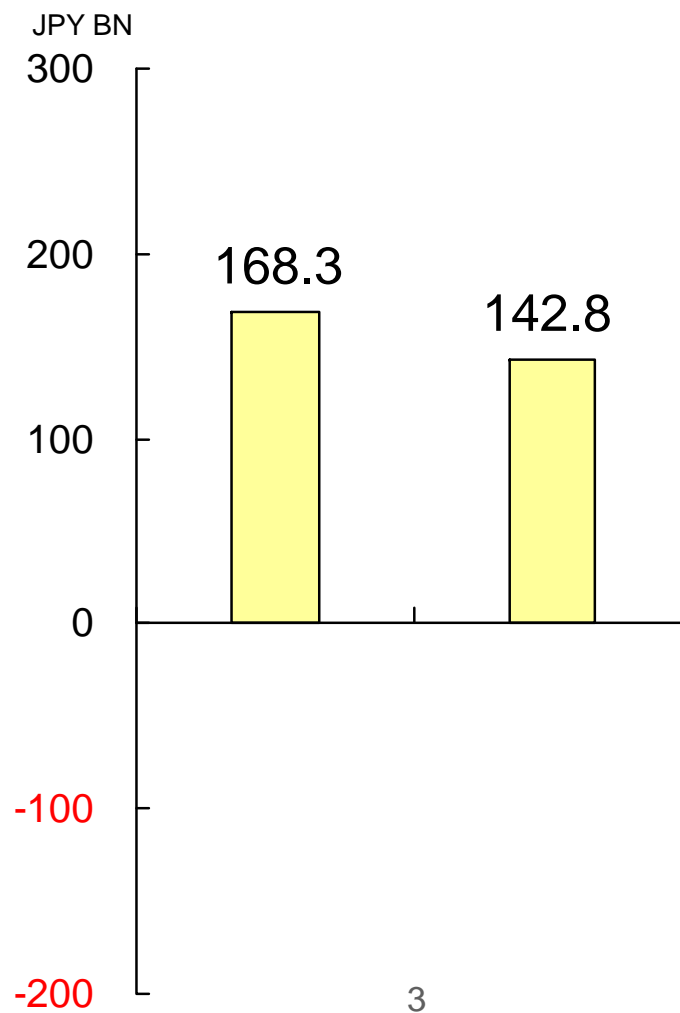
Revenue

FY2009 FY2010



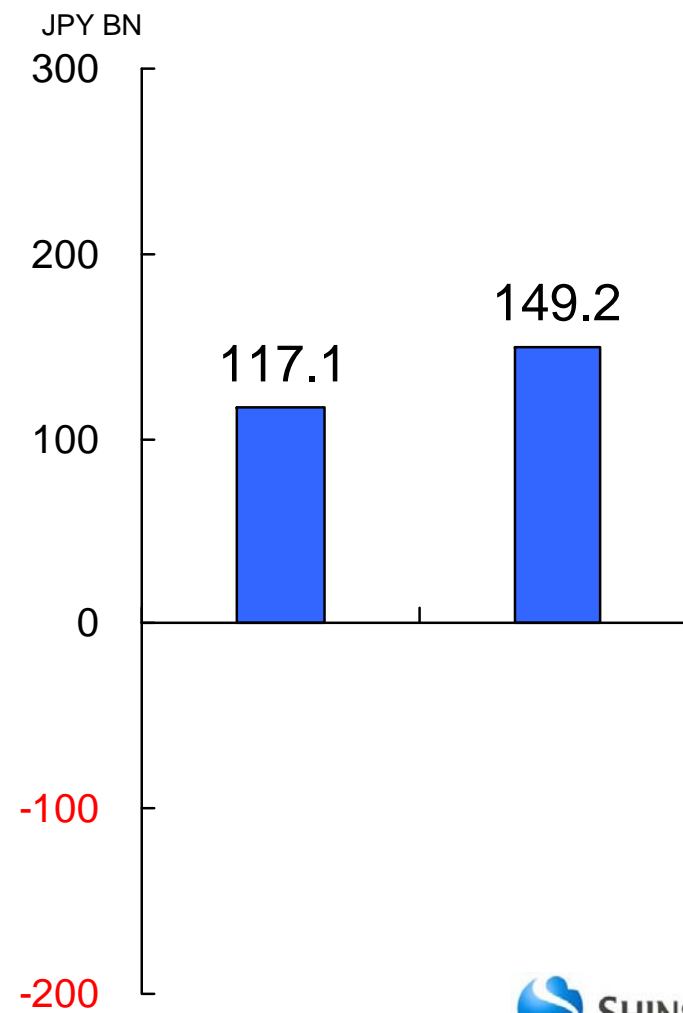
Expenses

FY2009 FY2010



OBP

FY2009 FY2010

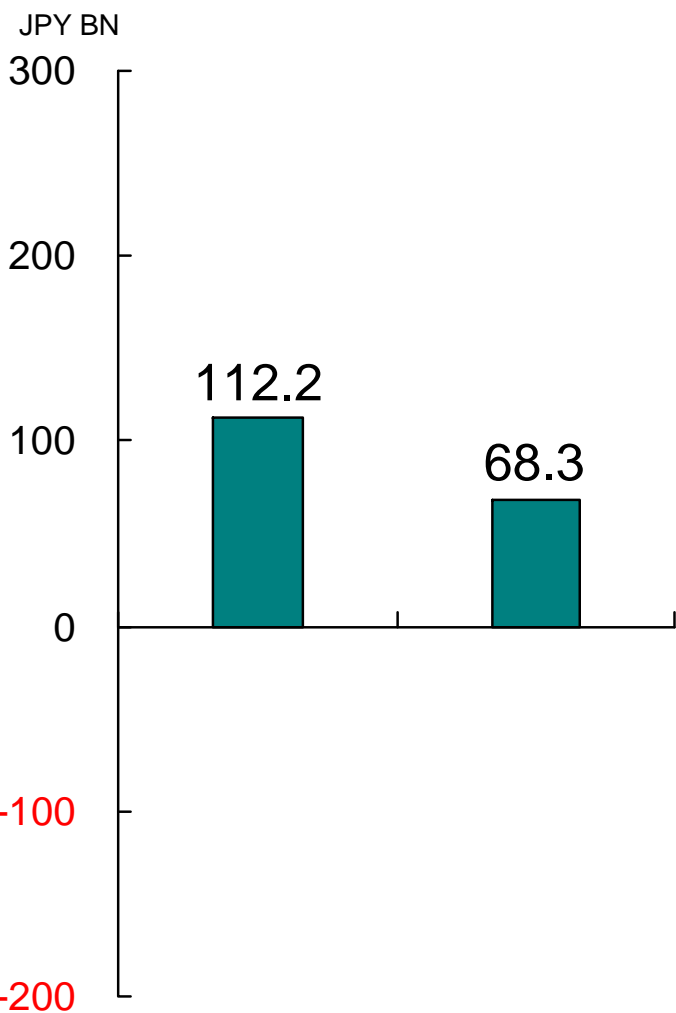


Consolidated Financial Summary:

Lower credit costs and other losses for first positive net income in 3 terms

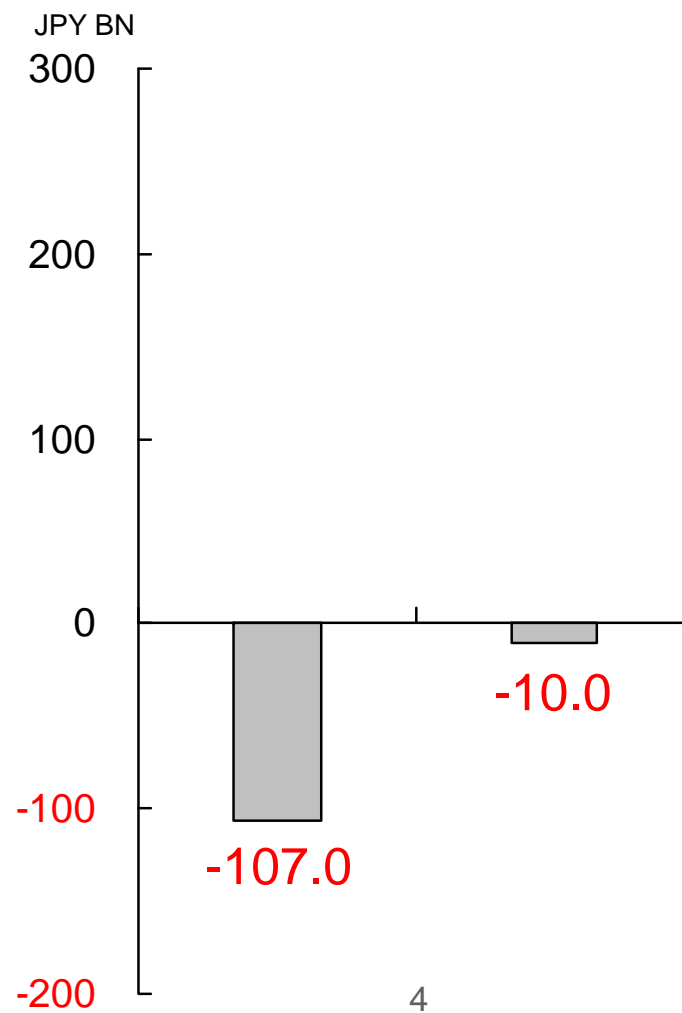
Net Credit Costs

FY2009 FY2010



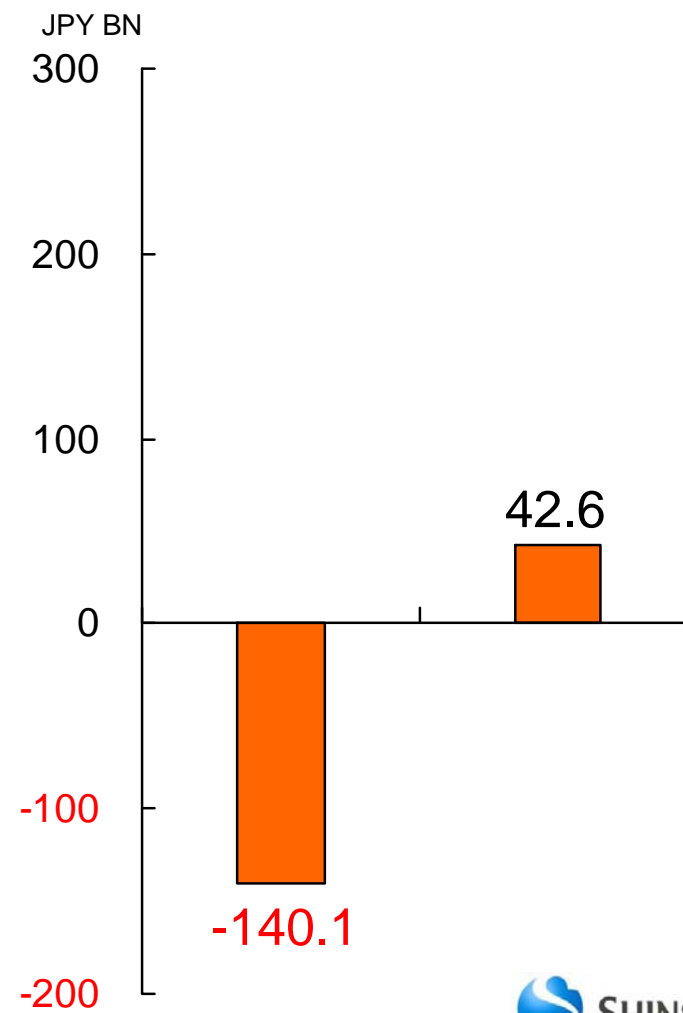
Other Gains / Losses

FY2009 FY2010



Net Income (Loss)

FY2009 FY2010



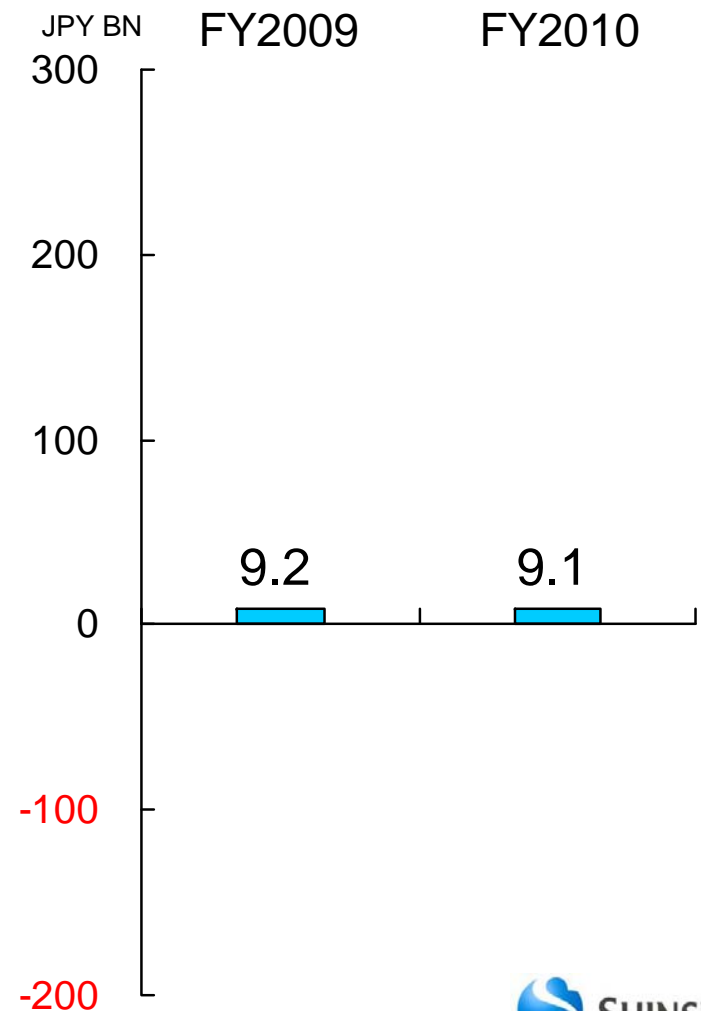
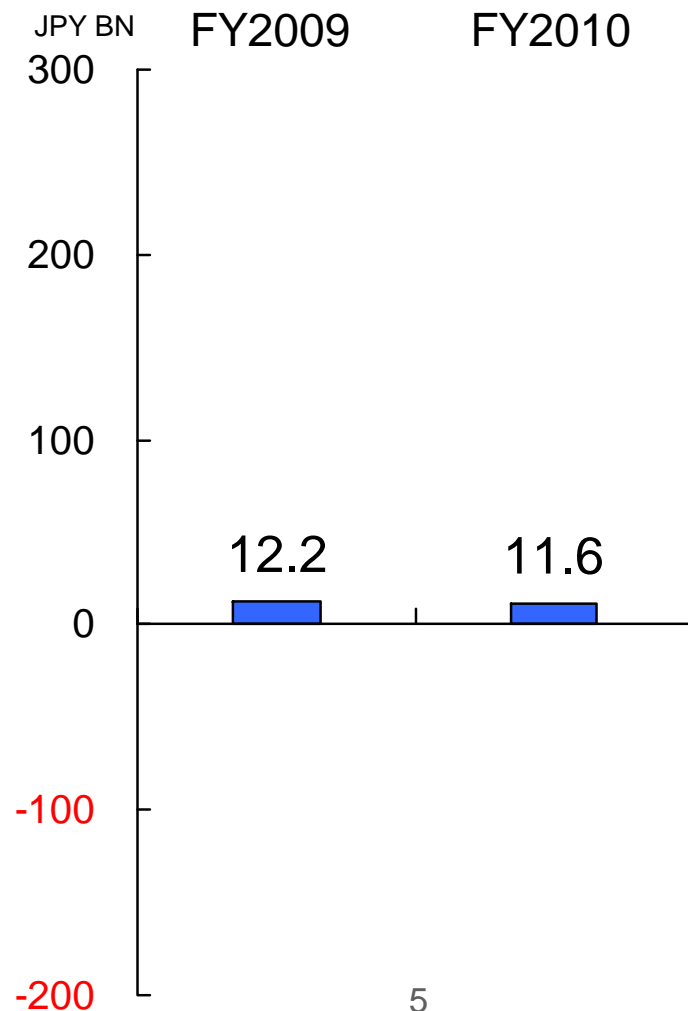
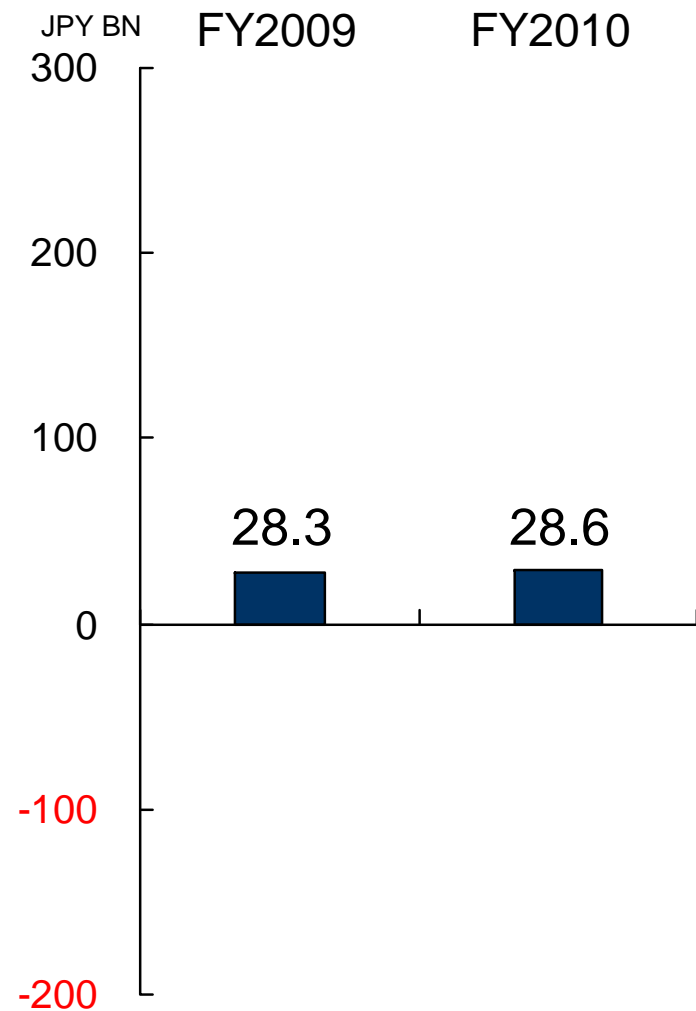
Institutional Group:

Strong performance despite weak economy

Revenue

OBP

OBP after Net Credit Costs



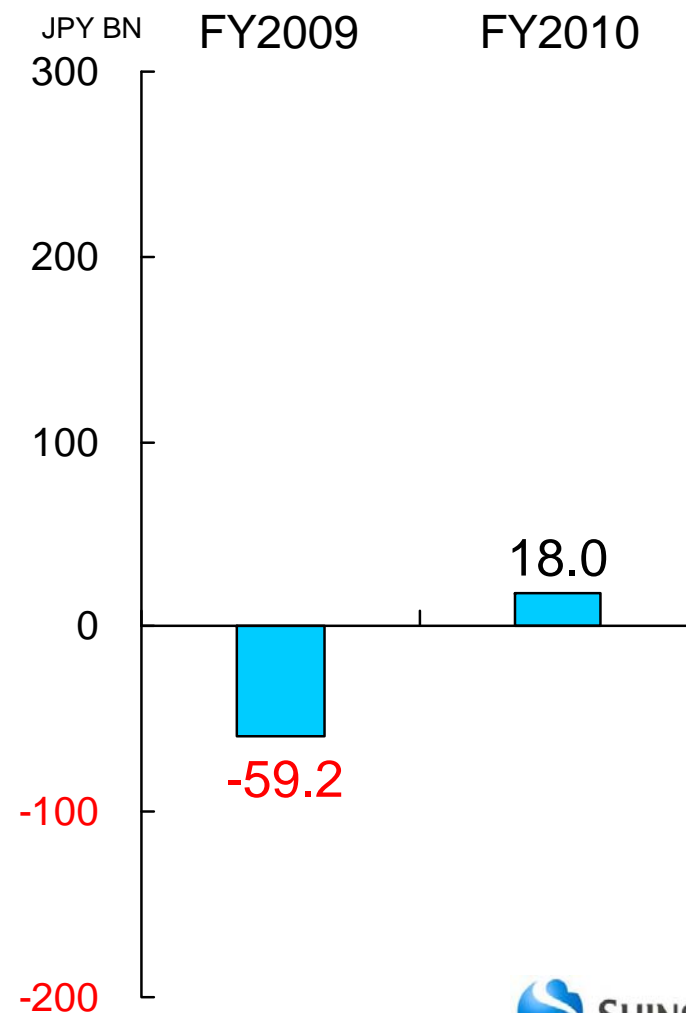
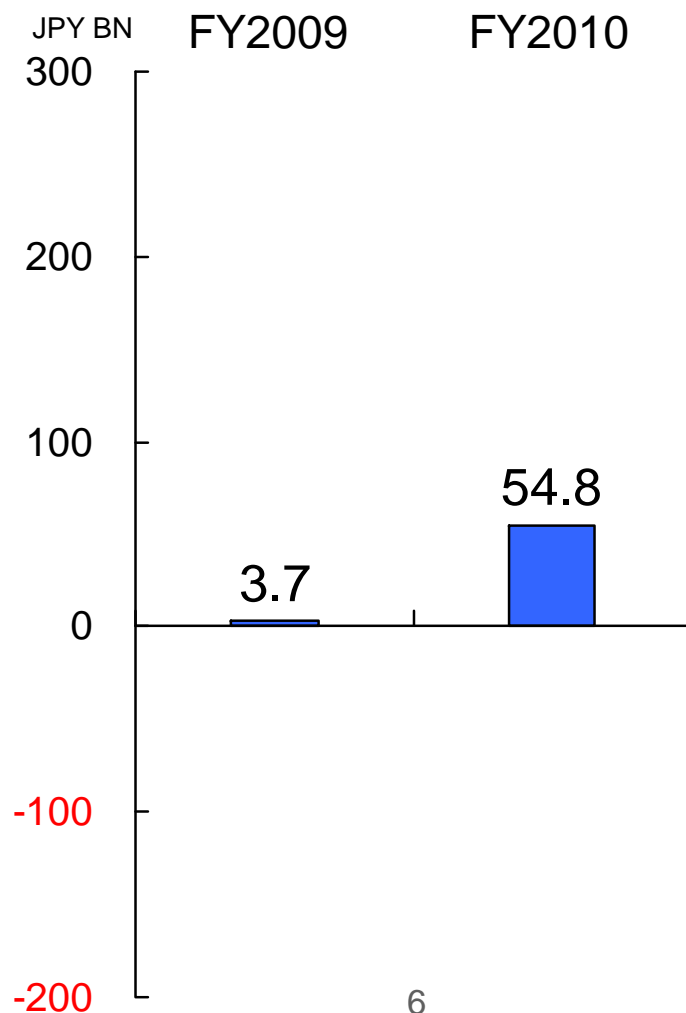
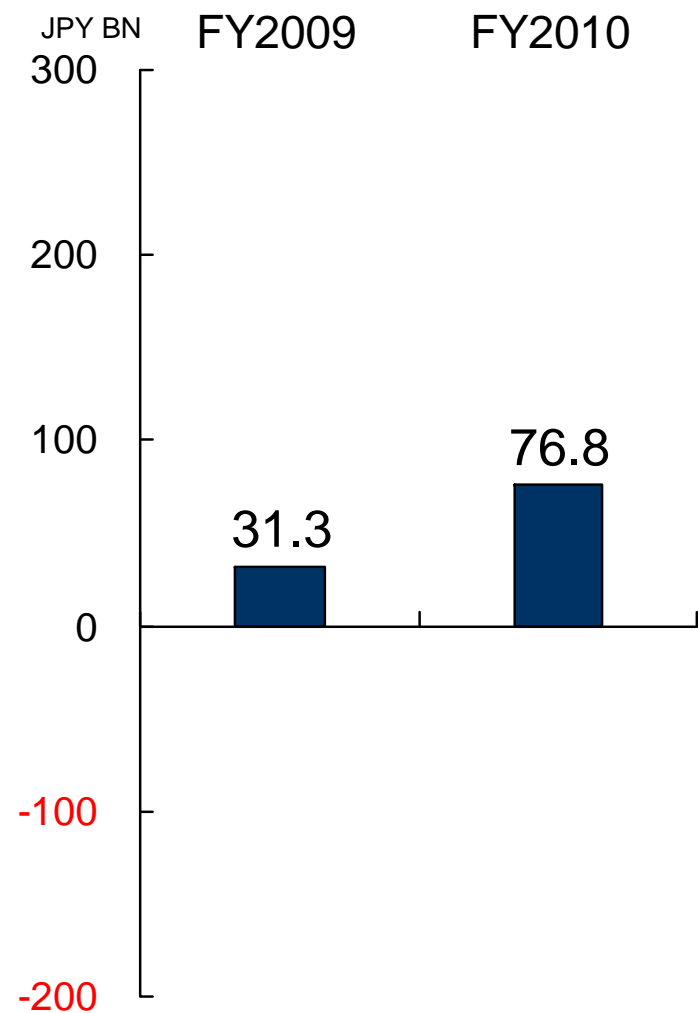
Markets and Investment Banking Group:

Absence of non-recurring losses drives recovery in performance

Revenue

OBP

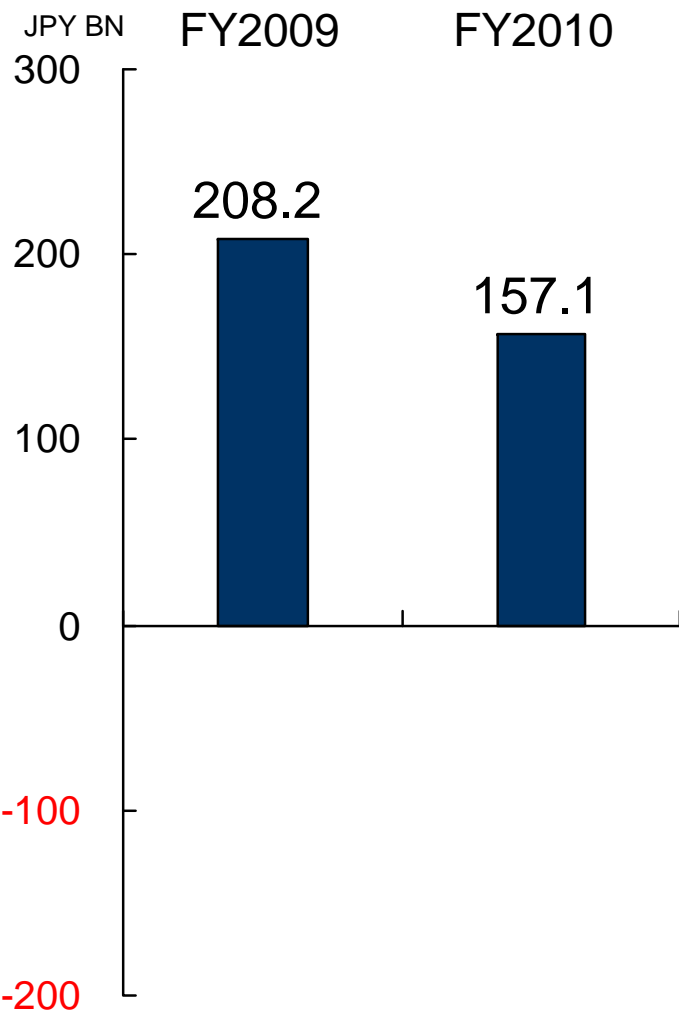
OBP (OBL) after Net Credit Costs



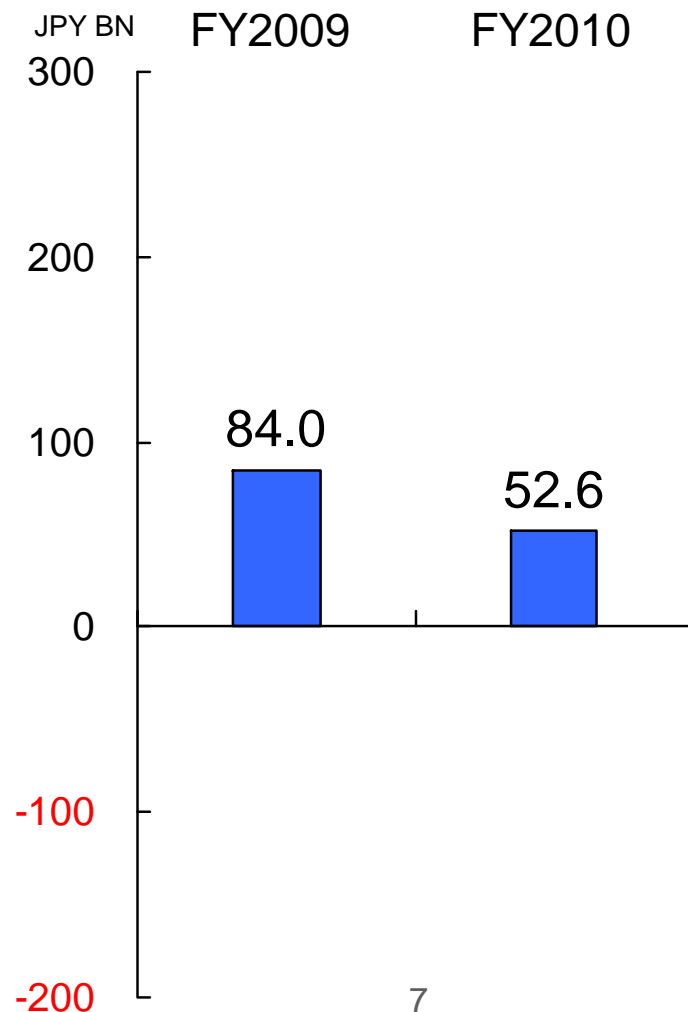
Individual Group:

Full-scale implementation of revised MLBL impacts performance in consumer finance

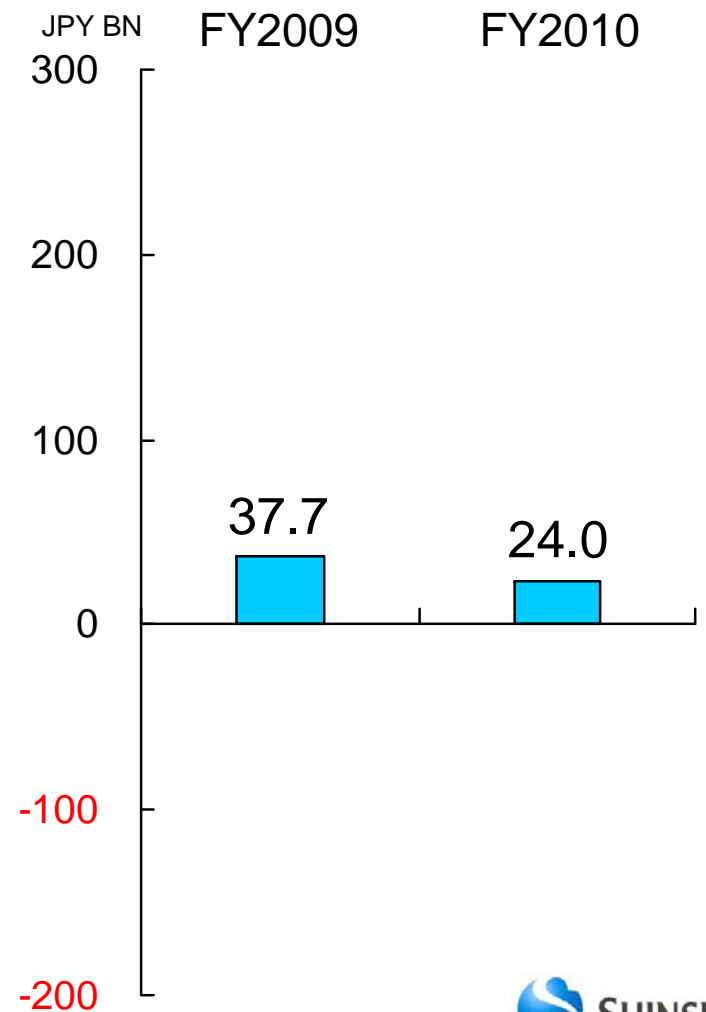
Revenue



OBP



OBP after Net Credit Costs



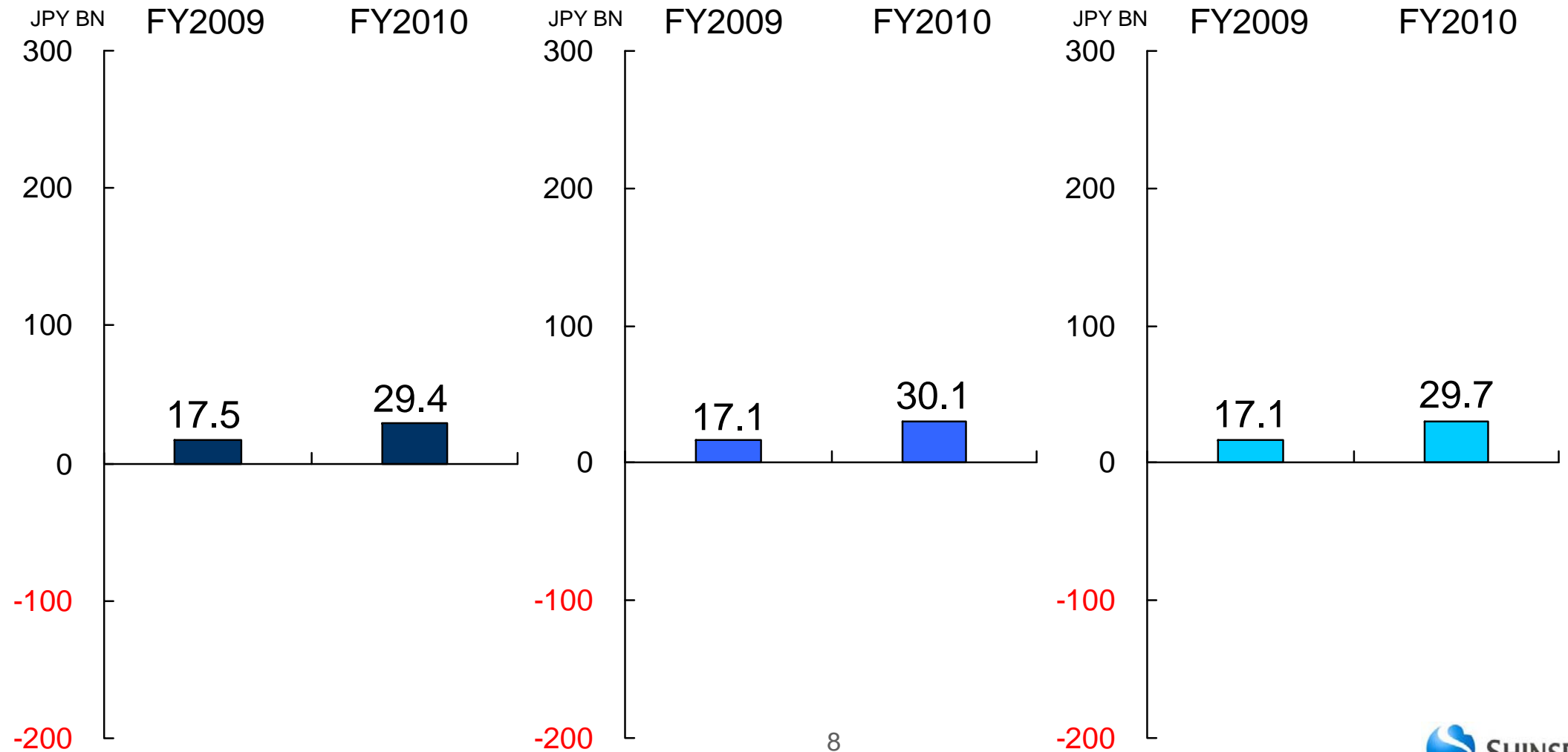
Corporate/Other:

Corporate/Other has continued to contribute

Revenue

OBP

OBP after Net Credit Costs

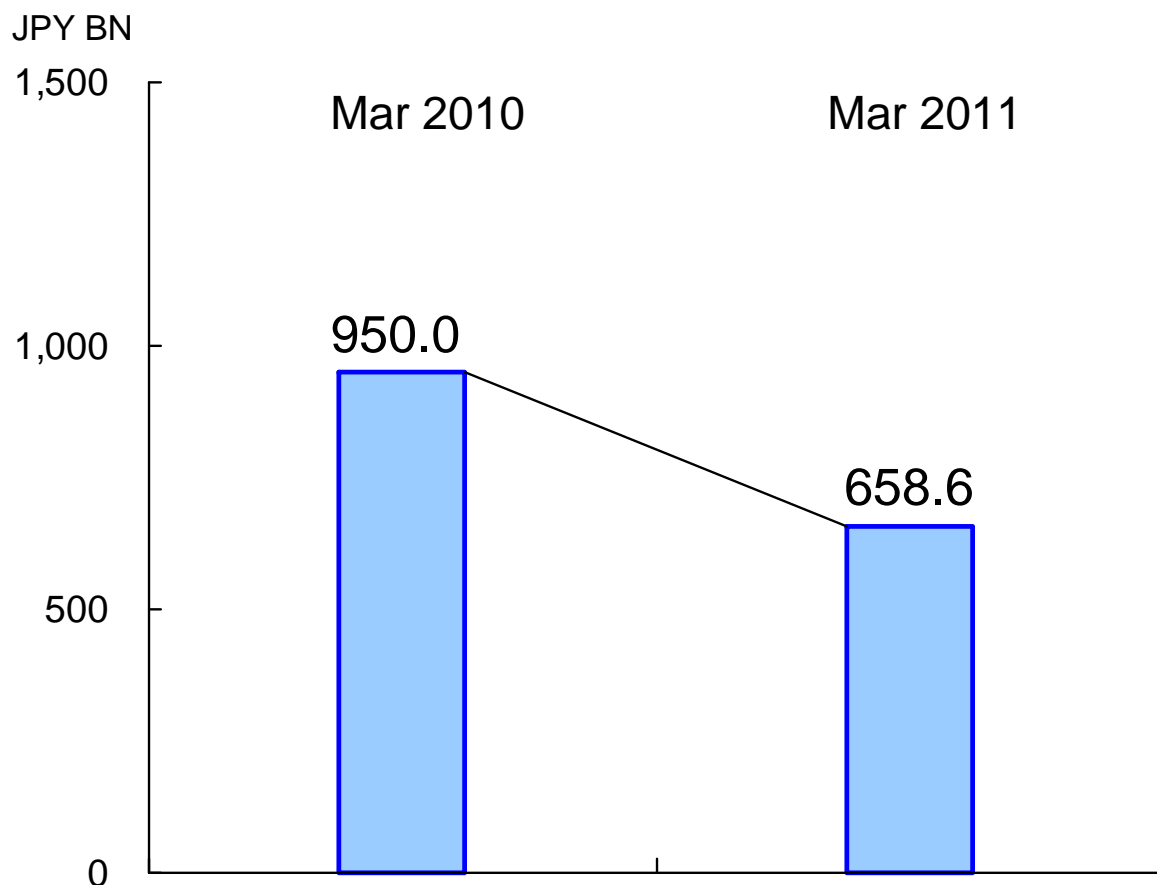


Real Estate Portfolio:

Reduced real estate portfolio and coverage ratio high

Real Estate Non-Recourse Finance

Real Estate Non-Recourse Finance by Credit Category

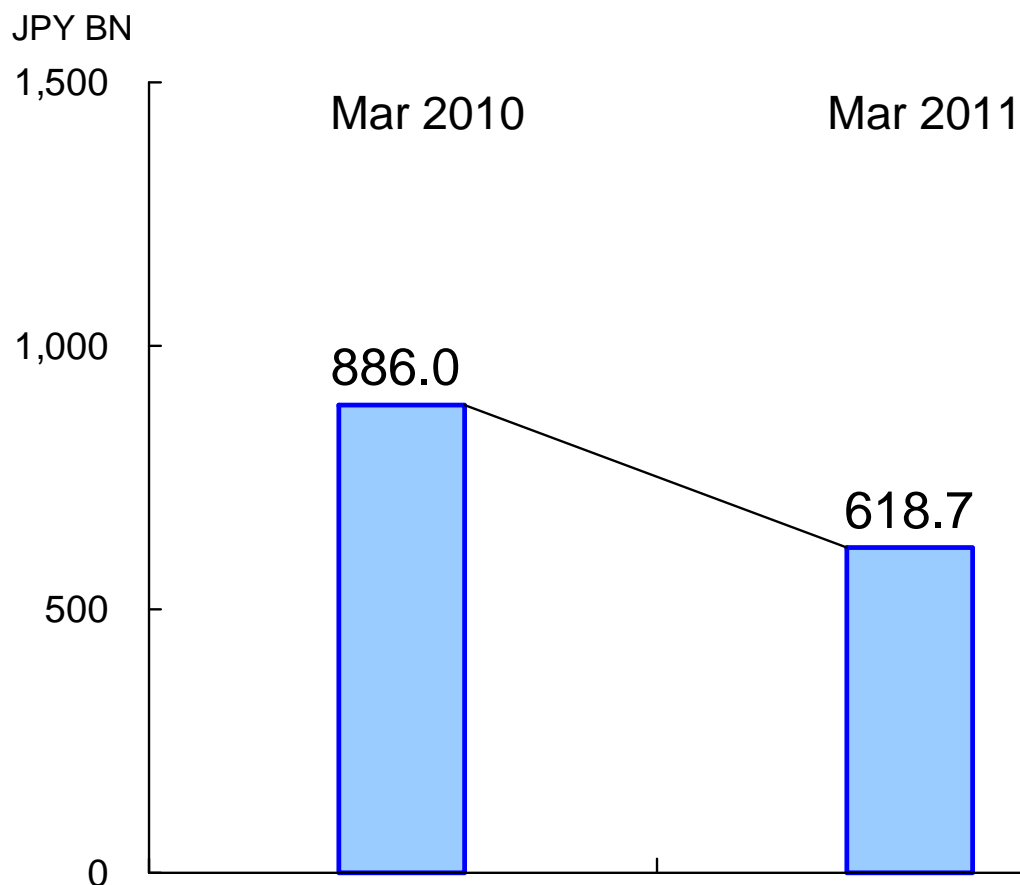


| JPY BN | Book Balance | Coverage Ratio |
|---------------------------------------|--------------|----------------|
| Normal | 158.6 | |
| Need Caution | 264.9 | |
| Performing Loans Sub-total | 423.6 | |
| Substandard Possible Bankrupt | 194.5 | 96.2% |
| Virtually Legally Bankrupt | 40.4 | 100% |
| Non-Performing Loans Sub-total | 234.9 | 96.9% |
| Total | 658.6 | |

Non-Core Assets:

Divestiture moving forward more rapidly than outlined in our Medium-Term Management Plan

Non-Core Assets



Non-Core Assets:

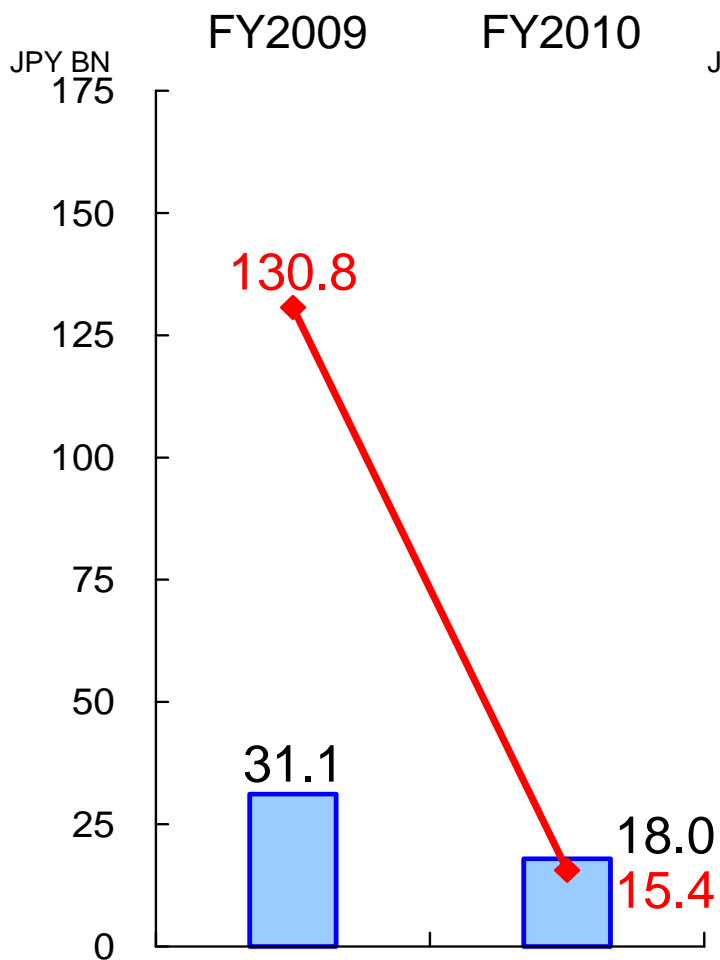
*Volatile Business
Businesses where we are in a comparatively disadvantageous position to acquire proprietary knowledge or information*

- Real Estate Equity Investment
- Private Equity
- Housing Loans Warehousing
- CLO / ACPM / CFI
- Asset-backed Investment
- Others

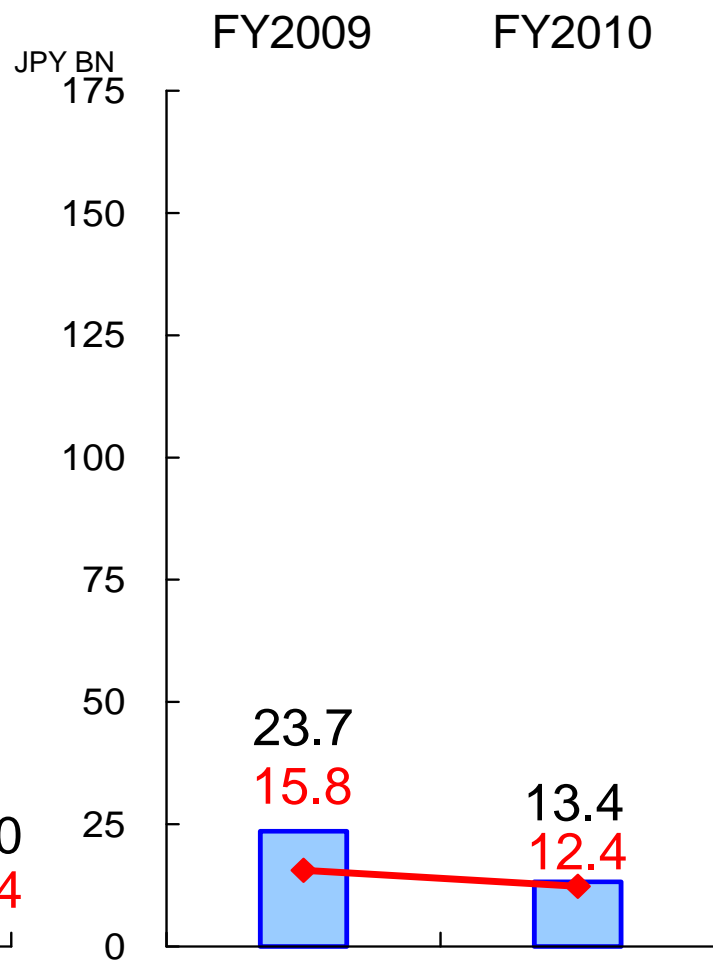
Grey Zone Liabilities:

Shinsei Financial largely covered by GE indemnity with industry level coverage for other consumer finance subsidiaries

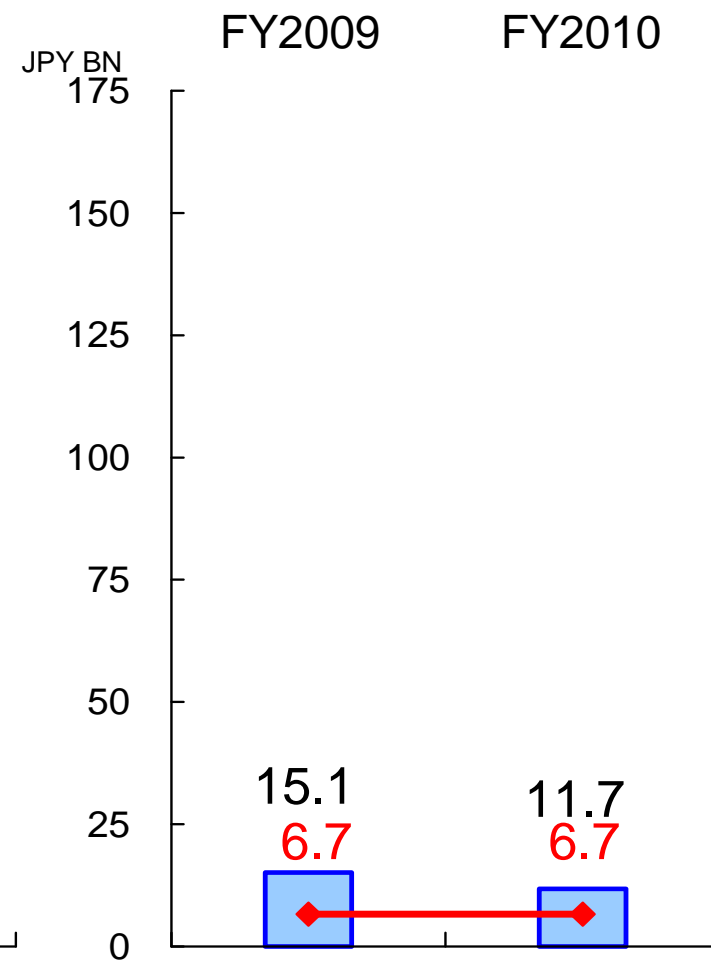
Shinsei Financial



Shinki



APLUS FINANCIAL



■ Reserves for Losses on Interest Repayment ◆ Usage of Reserve for Grey Zone Payments and Write-Offs

Impact of Great East Japan Earthquake:

Overall impact is negligible, but made necessary provisions in 4Q

Breakdown of earthquake-related credit costs

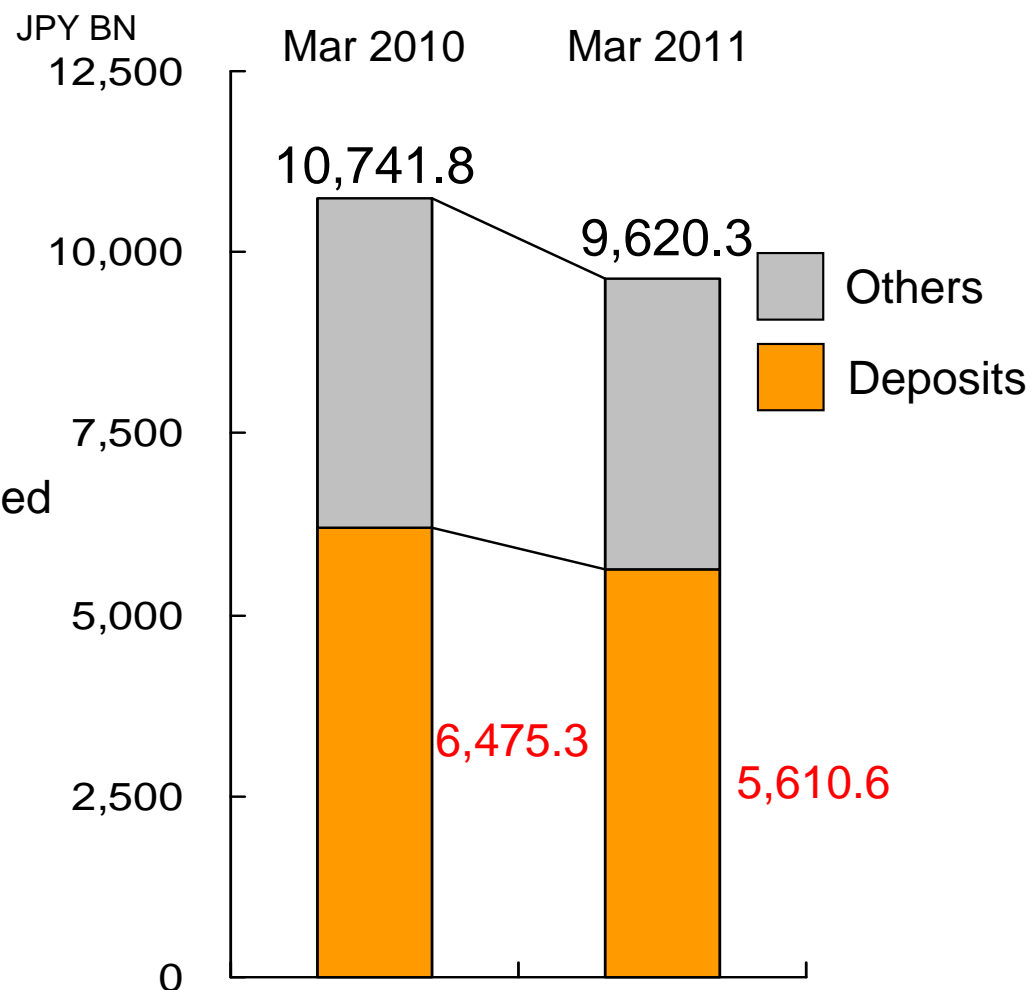
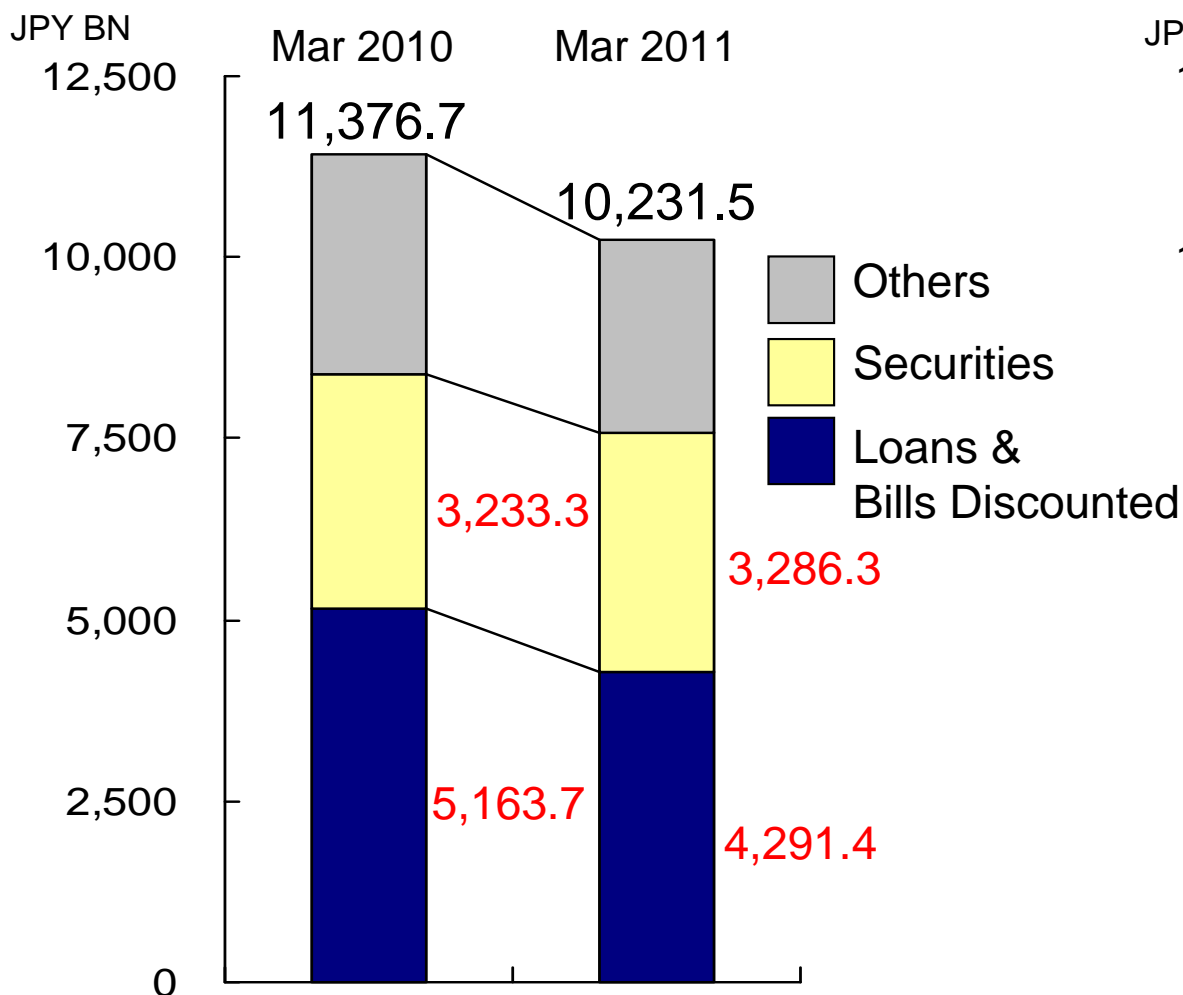
| JPY BN | Credit Costs |
|---|--------------|
| Institutional Banking | 0 |
| Domestic real estate non-recourse finance | 0 |
| Showa Leasing | 1.6 |
| Housing Loans | 0.5 |
| Shinsei Financial | 1.8 |
| Shinki | 0.4 |
| APLUS FINANCIAL | 1.6 |
| Total | 6.1 |

Asset Quality:

Decline in loans & bills discounted due to reduction of risk-weighted assets and impact of revised MLBL

Assets

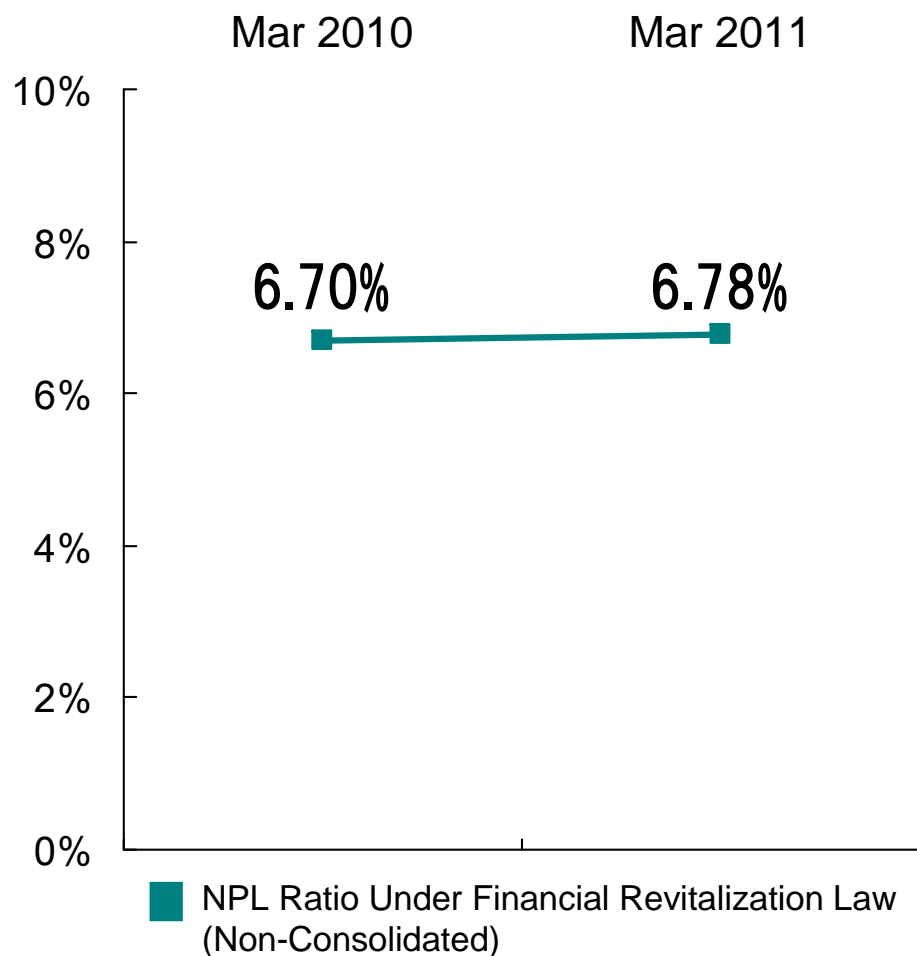
Liabilities



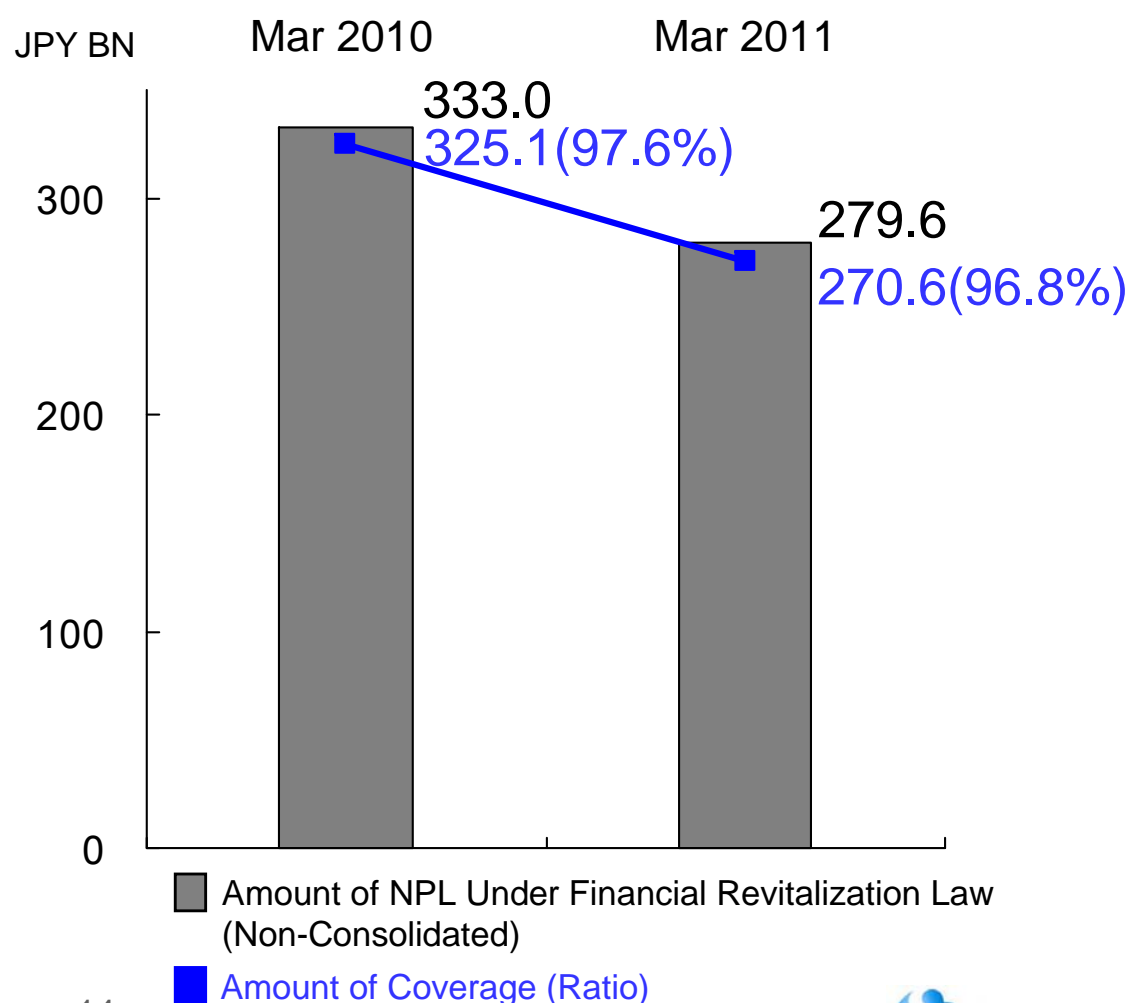
Asset Quality:

NPL remains elevated, but maintaining high coverage ratio

Non-Performing Loan (NPL) Ratio



Amount of NPL and Amount of Coverage (Ratio)



Capital:

We are also implementing strategies to strengthen our capital base

Capital Adequacy Data

| JPY BN | March 2010 | March 2011 |
|--------------------------------------|-----------------------|-----------------------|
| Basic Items (Tier I) | 490.7 | 516.7 |
| Supplementary Items (Tier II) | 268.7 | 231.8 |
| Deduction | (114.0) | (96.8) |
| Total Capital | 645.4 | 649.9 |
| Risk Assets | 7,722.1 | 6,653.7 |
| Total Capital Adequacy Ratio | 8.35% | 9.76% |
| Tier I Capital Ratio | 6.35% | 7.76% |

■ Year-end Dividend

JPY 1.00 per share



FY2011 Forecast: Earnings & Dividends:

- **Consolidated Net Income:
22.0 billion yen**
- **Non-consolidated Net Income:
15.0 billion yen**
- **Year-end Dividend:
JPY 1.00 per share**

