

January 30, 2015

Company name: Aozora Bank, Ltd.
Name of representative: Shinsuke Baba, President and CEO
Listed exchange: TSE, Code 8304
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Aozora Bank Announces Third Quarter Dividend Payment

The Bank's Board of Directors approved dividend payments from retained earnings for the third quarter of FY2014 at the Board of Directors Meeting held today. The Bank will pay a dividend of 4 yen per share to common shareholders, an increase of 1 yen per share from the first and second quarter dividend payments. This reflects the steady progress of consolidated net income for the first three quarters of FY2014 (34.2 billion yen) towards the full-year forecast of 43 billion yen. No changes will be made to the annual dividend forecast of 14.7 yen for FY2014.

The Bank will pay the quarterly preferred dividends as stipulated in its Articles of Incorporation. The super preferred dividend, distributed as an installment repayment of public funds, is paid once annually as a year-end dividend, and as such, no third quarter payment will be made.

Please refer to the tables below for details.

1. Details of Common Stock Dividend Payments from Retained Earnings

	Amount	Most recent forecast	Previous (FY2013 third quarter)
Record date	December 31, 2014	December 31, 2014	December 31, 2013
Dividend per share	4 yen	—	4 yen
Total dividend amount	4,666 million yen	—	4,666 million yen
Payment date	March 16, 2015	—	March 17, 2014
Source of dividend payments	Other retained earnings	—	Other retained earnings

2. Details of Class A Series 4 Preferred Stock Dividend Payments from Retained Earnings

	Amount	Most recent forecast	Previous (FY2013 third quarter)
Record date	December 31, 2014	December 31, 2014	December 31, 2013
Dividend per share	2 yen	2 yen	2.25 yen
Total dividend amount	48 million yen	—	54 million yen
Payment date	March 16, 2015	—	March 17, 2014
Source of dividend payments	Other retained earnings	—	Other retained earnings

3. Details of Class C Series 5 Preferred Stock Dividend Payments from Retained Earnings

	Amount	Most recent forecast	Previous (FY2013 third quarter)
Record date	December 31, 2014	December 31, 2014	December 31, 2013
Dividend per share	1.488 yen	1.488 yen	1.674 yen
Total dividend amount	319 million yen	—	359 million yen
Payment date	March 16, 2015	—	March 17, 2014
Source of dividend payments	Other retained earnings	—	Other retained earnings

Reference: Dividend Forecast

1. Details of Common Stock Dividend Forecast

Record date	Dividend per share				
	1 st quarter	2 nd quarter	3 rd quarter	Year-end	Total
Dividend forecast	/	/	/	4.7 yen	14.7 yen
Dividend in FY2014	3 yen	3 yen	4 yen	/	/
Dividend in FY2013	3 yen	3 yen	4 yen	4.5 yen	14.5 yen

(Note1) No change will be made to the FY2014 full-year dividend forecast that was announced on May 15, 2014. The annual dividend payment forecast for FY2014 is calculated by dividing the total dividend amount, which is set at 40% of consolidated net income (43 billion yen) forecast for

FY2014, by the total number of common shares issued, excluding treasury stock, as of December 31, 2014.

2. Details of Class A Series 4 Preferred Stock Dividend Forecast

	Dividend per share				
Record date	1 st quarter	2 nd quarter	3 rd quarter	Year-end	Total
Dividend forecast				2 yen	8 yen
Dividend in FY2014	2 yen	2 yen	2 yen		
Dividend in FY2013	2.25 yen	2.25 yen	2.25 yen	2.25 yen	9 yen

(Note1) The Bank will pay a quarterly preferred dividend to Series 4 preferred shareholders as stipulated in the Articles of Incorporation.

3. Details of Class C Series 5 Preferred Stock Dividend Forecast

	Dividend per share				
Record date	1 st quarter	2 nd quarter	3 rd quarter	Year-end	Total
Dividend forecast				1.488 yen	5.952 yen
Dividend in FY2014	1.488 yen	1.488 yen	1.488 yen		
Dividend in FY2013	1.674 yen	1.674 yen	1.674 yen	1.674 yen	6.696 yen

(Note1) The Bank will pay a quarterly preferred dividend to Series 5 preferred shareholders as stipulated in the Articles of Incorporation.

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