

June 22, 2015

Company Name: Aozora Bank, Ltd.
Name of representative: Shinsuke Baba, President and CEO
Listed exchange: TSE, Code 8304
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Partial Repayment of Public Funds through Super Preferred Dividend; Approval of the Full Repayment of Public Funds

Tokyo June 22, 2015 – Aozora Bank, Ltd. ('Aozora' or 'the Bank') announced that it made a public funds repayment today by way of the third annual super preferred dividend payment on Class-C Series 5 preferred shares. As a result of today's payment, the remaining amount of public funds is 143.4 billion yen.

In addition, in accordance with our May 15, 2015 press release entitled 'Buyback and Cancellation of All Preferred Shares (Class-A Series 4 Preferred Shares and Class-C Series 5 Preferred Shares)', the Bank obtained approval today from the Deposit Insurance Corporation of Japan (DIC) to repurchase all Class-A Series 4 Preferred Shares and Class-C Series 5 Preferred Shares, towards the full repayment of public funds. The Bank intends to fully repay public funds on June 29, 2015, through a buyback of its preferred shares, which will be announced separately.

1. Buyback of Class-A Series 4 Preferred Shares

(1) Type of shares	Class-A Series 4 preferred shares
(2) Number of shares	24,072,000 shares
(3) Total buyback amount	86,720,000,000 yen
(4) Counterparty	Deposit Insurance Corporation of Japan (DIC)
(5) Date of buyback	June 29, 2015

2. Buyback of Class-C Series 5 Preferred Shares

(1) Type of shares	Class-C Series 5 preferred shares
(2) Number of shares	214,579,295 shares
(3) Total buyback amount	56,709,999,965 yen
(4) Counterparty	The Resolution and Collection Corporation (RCC)
(5) Date of buyback	June 29, 2015

End