

February 16, 2016

Company name: Aozora Bank, Ltd.
Name of representative: Shinsuke Baba, President and CEO
Listed exchange: TSE, Code 8304
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Capital Adequacy Ratio as of December 31, 2015

TOKYO February 16, 2016 - Aozora Bank, Ltd. hereby announces its capital adequacy ratio as of December 31, 2015, based on the Basel III standards as stated below.

Consolidated capital adequacy ratio (domestic standard) remained at an adequate level, 11.21% following the full repayment of public funds. For reference purposes, CET1 ratio was approximately 10.2%.

【Consolidated (domestic standard)】

(million yen)

	Dec. 31, 2015	Sep. 30, 2015	Mar. 31, 2015
(1) Capital adequacy ratio (4)÷(5)	11.21%	11.02%	14.45%
(2) Core capital: instruments and reserves	421,794	416,497	545,269
(3) Core capital: regulatory adjustments	2,719	2,841	2,360
(4) Regulatory capital (2)-(3)	419,075	413,655	542,909
(5) Risk-weighted assets	3,736,917	3,750,957	3,756,884
(6) Total required capital (5)×4%	149,476	150,038	150,275

【Non-consolidated (domestic standard)】

(million yen)

	Dec. 31, 2015	Sep. 30, 2015	Mar. 31, 2015
(1) Capital adequacy ratio (4)÷(5)	10.97%	10.79%	14.23%
(2) Core capital: instruments and reserves	412,190	407,340	536,464
(3) Core capital: regulatory adjustments	1,892	2,025	1,535
(4) Regulatory capital (2)-(3)	410,298	405,314	534,928
(5) Risk-weighted assets	3,740,087	3,755,780	3,758,784
(6) Total required capital (5)×4%	149,603	150,231	150,351

Note: Consolidated and non-consolidated capital adequacy ratios are calculated based on the FSA Notice Number 19, issued in 2006.

The 'Composition of Capital Disclosure' is available on our website at
<http://www.aozorabank.co.jp/english/ir/library/>.

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