

August 18, 2011

Company name: Aozora Bank, Ltd.

Name of representative: Brian F. Prince, President and CEO

Listed exchange: TSE, Code 8304

Enquiries: Ichiro Mizuno, Joint General Manager

Financial Control Division (03 3263 1111)

Capital Adequacy Ratio as of June 30, 2011

TOKYO August 18, 2011 - Aozora Bank, Ltd. hereby announces its capital adequacy ratio as of June 30, 2011, based on the Basel II standards as stated below.

【Consolidated (domestic standard)】

(Unit: JPY millions)

	June 30, 2011	March 31, 2011	September 30, 2010
(1)Capital adequacy ratio	17.93%	16.93%	15.57%
(2)Tier I ratio	19.36%	18.43%	16.70%
(3)Tier I	566,849	556,148	542,564
(4)Tier II	18,290	18,852	20,299
(5)Deductions	60,267	64,080	57,020
(6)Regulatory capital (3)+(4)−(5)	524,872	510,920	505,843
(7)Risk-weighted assets	2,926,457	3,016,461	3,247,851
(8)Total required capital	117,058	120,658	129,914

【Non-consolidated (domestic standard)】

(Unit: JPY millions)

	June 30, 2011	March 31, 2011	September 30, 2010
(1)Capital adequacy ratio	18.06%	17.00%	15.66%
(2)Tier I ratio	19.25%	18.32%	16.62%
(3)Tier I	567,181	556,208	544,219
(4)Tier II	18,411	18,966	20,463
(5)Deductions	53,382	59,033	51,637
(6)Regulatory capital (3)+(4)−(5)	532,210	516,141	513,045
(7)Risk-weighted assets	2,945,899	3,034,588	3,274,122
(8)Total required capital	117,835	121,383	130,964

- (Note) 1. Consolidated and non-consolidated capital adequacy ratios are calculated using the formula stipulated in “Criteria for Judging Whether A Financial Institution’s Own Capital Is Sufficient in Light of the Assets Held, etc. under the Provision of Article 14-2 of the Banking Law” (Notification No. 19 of 2006, the Financial Services Agency).
2. Figures are also calculated in accordance with Notification No.79 of 2008, the Financial Services Agency (special treatment of Notification Number 19 of 2006, the Financial Services Agency).