

February 14, 2012

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 December 31, 2011

TOKYO February 14, 2012 - Aozora Bank, Ltd. hereby announces its capital adequacy ratio as of December 31, 2011, based on the Basel II standards as stated below.

【Consolidated (domestic standard)】

(Unit: JPY millions)

	December 31, 2011	September 30, 2011	March 31, 2011
(1)Capital adequacy ratio	18.09%	18.07%	16.93%
(2)Tier I ratio	19.84%	19.37%	18.43%
(3)Tier I	587,833	578,122	556,148
(4)Tier II	18,515	18,645	18,852
(5)Deductions	70,304	57,511	64,080
(6)Regulatory capital (3)+(4)−(5)	536,044	539,256	510,920
(7)Risk-weighted assets	2,962,490	2,983,219	3,016,461
(8)Total required capital	118,499	119,328	120,658

【Non-consolidated (domestic standard)】

(Unit: JPY millions)

	December 31, 2011	September 30, 2011	March 31, 2011
(1)Capital adequacy ratio	18.31%	18.24%	17.00%
(2)Tier I ratio	19.77%	19.34%	18.32%
(3)Tier I	587,370	578,814	556,208
(4)Tier II	18,562	18,702	18,966
(5)Deductions	62,124	51,652	59,033
(6)Regulatory capital (3)+(4)−(5)	543,808	545,865	516,141
(7)Risk-weighted assets	2,969,996	2,992,373	3,034,588
(8)Total required capital	118,799	119,694	121,383

- Note:
1. Consolidated and non-consolidated capital adequacy ratios are calculated using the formula stipulated in a ministerial notification based on Article 14-2 of the Banking Act (FSA Notification Number 19, issued in 2006).
 2. Figures are also calculated in accordance with FSA Notification Number 79, issued in 2008 (special treatment of FSA Notification Number 19, issued in 2006).