

October 9, 2012

Company name: Aozora Bank, Ltd.
Name of representative: Shinsuke Baba, President and CEO
Listed exchange: TSE, Code 8304
Enquiries: Tomomi Akutagawa
Financial Management Division (03 3263 1111)

**Re: Result of the Buyback of Own Shares (Common Shares) through
Off-Auction Own Share Repurchase Trading (the ToSTNeT-3)**

Aozora announced today that the Bank repurchased its own shares (common shares) in connection with the buyback of own shares previously announced on October 5, 2012.

1. Rationale for the buyback of own preferred shares

The repayment of public funds has been a corporate priority for Aozora, and the Bank has announced that it has finalized a Comprehensive Recapitalization Plan toward a full repayment of public funds over time (the "Recapitalization Plan") which will benefit all of its shareholders by its August 27, 2012 press release entitled: 'Re: Aozora Bank's Comprehensive Recapitalization Plan and Where Aozora Goes From Here'. This buyback of own shares (common shares) was implemented as part of the Comprehensive Recapitalization Plan.

Please refer to 'Re: Aozora Bank's Comprehensive Recapitalization Plan and Where Aozora Goes From Here' which was announced by the Bank on August 27, 2012 for details in the Recapitalization Plan including the Buyback.

2. The result of the buyback

(1) Type of shares repurchased	Common shares
(2) Total number of shares repurchased	180,000,000 shares
(3) Buyback amount	Total 44,460,000,000 yen
(4) Buyback date	October 9, 2012
(5) Buyback method	Buyback through the Off-Auction Own Share Repurchase Trading (the ToSTNeT-3) at the Tokyo Stock Exchange

(Reference)

1. Details in the Board resolution on the buyback of own shares (as publicly announced on September 27, 2012.)

(1) Type of shares to be repurchased	Common shares
(2) Upper limit for the total number of shares to be repurchased	330,000,000 shares
(3) Upper limit for the total buyback amount	100,000,000,000 yen
(4) Buyback period	From October 1, 2012 to September 30, 2013

2. Progress as of October 9, 2012

(1) Total number of shares repurchased	186,250,000 shares
(2) Total buyback amount	46,026,338,000 yen

End