

February 19, 2013

Company name: Aozora Bank, Ltd.

Name of representative: Shinsuke Baba, 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, 2012

TOKYO February 19, 2013 - Aozora Bank, Ltd. hereby announces its capital adequacy ratio as of December 31, 2012, based on the Basel II standards as stated below.

【Consolidated (domestic standard)】

(Unit: JPY millions)

	December 31, 2012	September 30, 2012	March 31, 2012
(1)Capital adequacy ratio	17.04%	19.16%	17.86%
(2)Tier I ratio	18.03%	20.43%	19.37%
(3)Tier I	534,867	607,657	587,298
(4)Tier II	18,534	18,589	18,943
(5)Deductions	47,885	56,115	64,863
(6)Regulatory capital (3)+(4)−(5)	505,516	570,131	541,379
(7)Risk-weighted assets	2,965,567	2,974,279	3,030,951
(8)Total required capital	118,622	118,971	121,238

【Non-consolidated (domestic standard)】

(Unit: JPY millions)

	December 31, 2012	September 30, 2012	March 31, 2012
(1)Capital adequacy ratio	17.04%	19.21%	17.96%
(2)Tier I ratio	17.93%	20.36%	19.32%
(3)Tier I	533,100	606,766	586,168
(4)Tier II	18,576	18,625	18,956
(5)Deductions	45,194	52,828	60,134
(6)Regulatory capital (3)+(4)−(5)	506,482	572,563	544,990
(7)Risk-weighted assets	2,972,184	2,980,083	3,033,068
(8)Total required capital	118,887	119,203	121,322

- Note:
1. Consolidated and non-consolidated capital adequacy ratios are calculated using the formula stipulated in a ministerial notice based on Article 14-2 of the Banking Act (FSA Notice Number 19, issued in 2006).
 2. Figures are also calculated in accordance with FSA Notice Number 56, issued in 2012 (special treatment of FSA Notice Number 19, issued in 2006).