

November 14, 2014

Company name: Aozora Bank, Ltd.  
Name of representative: Shinsuke Baba, President and CEO  
Listed exchange: TSE, Code 8304  
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### Aozora Bank Announces Second Quarter Dividend Payment

The Bank's Board of Directors approved dividend payments from retained earnings for the second quarter of FY2014 at the Board of Directors Meeting held today. As this is not a year-end payment, the Bank has approved a quarterly dividend per share to common shareholders of 3 yen, which is slightly more conservative than 3.675 yen, or 25% of the 14.7 yen annual dividend forecast. This is the same dividend per share as in the first quarter.

The Bank will pay the quarterly preferred dividends as stipulated in its Articles of Incorporation. The super preferred dividend, distributed as an installment repayment of public funds, is paid once annually as a year-end dividend, and as such, no second quarter payment will be made.

Please refer to the tables below for details.

#### 1. Details of Common Stock Dividend Payments from Retained Earnings

	Amount	Most recent forecast	Previous (FY2013 second quarter)
Record date	September 30, 2014	September 30, 2014	September 30, 2013
Dividend per share	3 yen	—	3 yen
Total dividend amount	3,499 million yen	—	3,499 million yen
Payment date	December 15, 2014	—	December 16, 2013
Source of dividend payments	Other retained earnings	—	Other retained earnings

## 2. Details of Class A Series 4 Preferred Stock Dividend Payments from Retained Earnings

	Amount	Most recent forecast	Previous (FY2013 second quarter)
Record date	September 30, 2014	September 30, 2014	September 30, 2013
Dividend per share	2 yen	2 yen	2.25 yen
Total dividend amount	48 million yen	—	54 million yen
Payment date	December 15, 2014	—	December 16, 2013
Source of dividend payments	Other retained earnings	—	Other retained earnings

## 3. Details of Class C Series 5 Preferred Stock Dividend Payments from Retained Earnings

	Amount	Most recent forecast	Previous (FY2013 second quarter)
Record date	September 30, 2014	September 30, 2014	September 30, 2013
Dividend per share	1.488 yen	1.488 yen	1.674 yen
Total dividend amount	319 million yen	—	359 million yen
Payment date	December 15, 2014	—	December 16, 2013
Source of dividend payments	Other retained earnings	—	Other retained earnings

### Reference: Dividend Forecast

#### 1. Details of Common Stock Dividend Forecast

Record date	Dividend per share				
	1 <sup>st</sup> quarter	2 <sup>nd</sup> quarter	3 <sup>rd</sup> quarter	Year-end	Total
Dividend forecast	/	/	—	—	14.7 yen
Dividend in FY2014	3 yen	3 yen	/	/	/
Dividend in FY2013	3 yen	3 yen	4 yen	4.5 yen	14.5 yen

(Note1) The Bank will determine the quarterly dividend per share for the 3<sup>rd</sup> quarter of FY2014 onwards in consideration of quarterly financial results.

(Note2) No change will be made to the FY2014 full-year dividend forecast that was announced on May 15, 2014.

## 2. Details of Class A Series 4 Preferred Stock Dividend Forecast

	Dividend per share				
Record date	1 <sup>st</sup> quarter	2 <sup>nd</sup> quarter	3 <sup>rd</sup> quarter	Year-end	Total
Dividend forecast			2 yen	2 yen	8 yen
Dividend in FY2014	2 yen	2 yen			
Dividend in FY2013	2.25 yen	2.25 yen	2.25 yen	2.25 yen	9 yen

(Note1) The Bank will pay a quarterly preferred dividend to Series 4 preferred shareholders as stipulated in the Articles of Incorporation.

## 3. Details of Class C Series 5 Preferred Stock Dividend Forecast

	Dividend per share				
Record date	1 <sup>st</sup> quarter	2 <sup>nd</sup> quarter	3 <sup>rd</sup> quarter	Year-end	Total
Dividend forecast			1.488 yen	1.488 yen	5.952 yen
Dividend in FY2014	1.488 yen	1.488 yen			
Dividend in FY2013	1.674 yen	1.674 yen	1.674 yen	1.674 yen	6.696 yen

(Note1) The Bank will pay a quarterly preferred dividend to Series 5 preferred shareholders as stipulated in the Articles of Incorporation.

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