

June 17, 2016

Company name: Aozora Bank, Ltd.

Name of representative: Shinsuke Baba, President and CEO

Listed exchange: TSE, Code 8304

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Financial Control Division (03) 3263-1111

### Finalization of Capital Adequacy Ratio as of March 31, 2016

Aozora Bank, Ltd. hereby announces its finalized capital adequacy ratio as of March 31, 2016, updating the preliminary figures announced on May 16, 2016 as shown below.

(million yen)

|                  |                        | Final     | Preliminary | Change |
|------------------|------------------------|-----------|-------------|--------|
| Consolidated     | Capital adequacy ratio | 11.03%    | 11.03%      | -      |
|                  | Regulatory capital     | 417,125   | 417,123     | +2     |
|                  | Risk-weighted assets   | 3,778,341 | 3,778,341   | -      |
| Non-consolidated | Capital adequacy ratio | 10.83%    | 10.83%      | -      |
|                  | Regulatory capital     | 410,288   | 410,288     | -      |
|                  | Risk-weighted assets   | 3,786,782 | 3,786,782   | -      |

Therefore, the Bank has made necessary revisions to the 'Financial Results for FY2015', published on May 16, 2016.

#### 1. Reason for the revisions

Capital adequacy ratios, disclosed as preliminary figures in the 'Financial Results for FY2015' on May 16, 2016, have now been finalized.

#### 2. Revisions in detail

'Financial Results for FY2015'

Page 7 '9. Capital Adequacy Ratio (under Japanese domestic standards)'

Please see the attachment for the revisions in detail (the revised sections are underlined).

End

## 'Financial Results for FY2015'

## Page 7 '9. Capital Adequacy Ratio (under Japanese domestic standards)'

**(Before revision)**

## 9. Capital Adequacy Ratio (under Japanese domestic standards)

## ■Basel III

(Consolidated)

(million yen)

|  |         | March 31, 2016  |           | March 31, 2015 | September 30, 2015 |           |
|--|---------|-----------------|-----------|----------------|--------------------|-----------|
|  |         | preliminary (A) | (A) - (B) |                |                    | (A) - (C) |
| (1) Capital adequacy ratio                 | (4)/(5) | 11.03%          | (3.42%)   | 0.01%          | 14.45%             | 11.02%    |
| (2) Core capital: instruments and reserves |         | 421,137         | (124,132) | 4,640          | 545,269            | 416,497   |
| (3) Core capital: regulatory adjustments   |         | 4,014           | 1,654     | 1,173          | 2,360              | 2,841     |
| (4) Regulatory capital                     | (2)-(3) | 417,123         | (125,786) | 3,468          | 542,909            | 413,655   |
| (5) Risk-weighted assets                   |         | 3,778,341       | 21,457    | 27,384         | 3,756,884          | 3,750,957 |
| (6) Total required capital                 | (5)*4%  | 151,133         | 858       | 1,095          | 150,275            | 150,038   |

(Non-consolidated)

(million yen)

|  |         | March 31, 2016  |           | March 31, 2015 | September 30, 2015 |           |
|--|---------|-----------------|-----------|----------------|--------------------|-----------|
|  |         | preliminary (A) | (A) - (B) |                |                    | (A) - (C) |
| (1) Capital adequacy ratio                 | (4)/(5) | 10.83%          | (3.40%)   | 0.04%          | 14.23%             | 10.79%    |
| (2) Core capital: instruments and reserves |         | 413,813         | (122,651) | 6,473          | 536,464            | 407,340   |
| (3) Core capital: regulatory adjustments   |         | 3,524           | 1,989     | 1,499          | 1,535              | 2,025     |
| (4) Regulatory capital                     | (2)-(3) | 410,288         | (124,640) | 4,974          | 534,928            | 405,314   |
| (5) Risk-weighted assets                   |         | 3,786,782       | 27,998    | 31,002         | 3,758,784          | 3,755,780 |
| (6) Total required capital                 | (5)*4%  | 151,471         | 1,120     | 1,240          | 150,351            | 150,231   |

**(After revision)**

## 9. Capital Adequacy Ratio (under Japanese domestic standards)

## ■Basel III

(Consolidated)

(million yen)

|  |         | March 31, 2016 |           | March 31, 2015 | September 30, 2015 |           |
|--|---------|----------------|-----------|----------------|--------------------|-----------|
|  |         | (A)            | (A) - (B) |                |                    | (A) - (C) |
| (1) Capital adequacy ratio                 | (4)/(5) | 11.03%         | (3.42%)   | 0.01%          | 14.45%             | 11.02%    |
| (2) Core capital: instruments and reserves |         | 421,139        | (124,130) | 4,642          | 545,269            | 416,497   |
| (3) Core capital: regulatory adjustments   |         | 4,014          | 1,654     | 1,173          | 2,360              | 2,841     |
| (4) Regulatory capital                     | (2)-(3) | 417,125        | (125,784) | 3,470          | 542,909            | 413,655   |
| (5) Risk-weighted assets                   |         | 3,778,341      | 21,457    | 27,384         | 3,756,884          | 3,750,957 |
| (6) Total required capital                 | (5)*4%  | 151,133        | 858       | 1,095          | 150,275            | 150,038   |

(Non-consolidated)

(million yen)

|  |         | March 31, 2016 |           | March 31, 2015 | September 30, 2015 |           |
|--|---------|----------------|-----------|----------------|--------------------|-----------|
|  |         | (A)            | (A) - (B) |                |                    | (A) - (C) |
| (1) Capital adequacy ratio                 | (4)/(5) | 10.83%         | (3.40%)   | 0.04%          | 14.23%             | 10.79%    |
| (2) Core capital: instruments and reserves |         | 413,813        | (122,651) | 6,473          | 536,464            | 407,340   |
| (3) Core capital: regulatory adjustments   |         | 3,524          | 1,989     | 1,499          | 1,535              | 2,025     |
| (4) Regulatory capital                     | (2)-(3) | 410,288        | (124,640) | 4,974          | 534,928            | 405,314   |
| (5) Risk-weighted assets                   |         | 3,786,782      | 27,998    | 31,002         | 3,758,784          | 3,755,780 |
| (6) Total required capital                 | (5)*4%  | 151,471        | 1,120     | 1,240          | 150,351            | 150,231   |