

June 14, 2017

Company name: Aozora Bank, Ltd.
Name of representative: Shinsuke Baba, President and CEO
Listed exchange: TSE, Code 8304
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Finalization of Capital Adequacy Ratio as of March 31, 2017

Aozora Bank, Ltd. hereby announces its finalized capital adequacy ratio as of March 31, 2017, updating the preliminary figures announced on May 15, 2017 as shown below.

(million yen)

		Final	Preliminary	Change
Consolidated	Capital adequacy ratio	10.75%	10.75%	-
	Regulatory capital	439,757	439,757	-
	Risk-weighted assets	4,087,397	4,087,396	+1
Non-consolidated	Capital adequacy ratio	10.56%	10.56%	-
	Regulatory capital	432,082	432,082	-
	Risk-weighted assets	4,091,047	4,091,047	-

Therefore, the Bank has made necessary revisions to the 'Financial Results for FY2016', published on May 15, 2017.

1. Reason for the revisions

Capital adequacy ratios, disclosed as preliminary figures in the 'Financial Results for FY2016' on May 15, 2017, have now been finalized.

2. Revisions in detail

'Financial Results for FY2016'

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

(Before revision)

9. Capital Adequacy Ratio (under Japanese domestic standards)

■Basel III

(Consolidated)

(million yen)

	March 31, 2017 preliminary (A)			March 31, 2016 (B)	September 30, 2016 (C)
		(A) - (B)	(A) - (C)		
(1) Capital adequacy ratio (4)/(5)	10.75%	(0.28%)	(0.58%)	11.03%	11.33%
(2) Core capital: instruments and reserves	446,266	25,127	8,609	421,139	437,657
(3) Core capital: regulatory adjustments	6,508	2,494	2,566	4,014	3,942
(4) Regulatory capital (2)-(3)	439,757	22,632	6,042	417,125	433,715
(5) Risk-weighted assets	<u>4,087,396</u>	<u>309,055</u>	<u>261,405</u>	3,778,341	3,825,991
(6) Total required capital (5)*4%	163,495	12,362	10,456	151,133	153,039

(Non-consolidated)

(million yen)

	March 31, 2017 preliminary (A)			March 31, 2016 (B)	September 30, 2016 (C)
		(A) - (B)	(A) - (C)		
(1) Capital adequacy ratio (4)/(5)	10.56%	(0.27%)	(0.60%)	10.83%	11.16%
(2) Core capital: instruments and reserves	437,857	24,044	6,071	413,813	431,786
(3) Core capital: regulatory adjustments	5,775	2,251	2,158	3,524	3,617
(4) Regulatory capital (2)-(3)	432,082	21,794	3,914	410,288	428,168
(5) Risk-weighted assets	4,091,047	304,265	255,414	3,786,782	3,835,633
(6) Total required capital (5)*4%	163,641	12,170	10,216	151,471	153,425

(After revision)

9. Capital Adequacy Ratio (under Japanese domestic standards)

■Basel III

(Consolidated)

(million yen)

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(6) Total required capital (5)*4%	163,641	12,170	10,216	151,471	153,425