

February 13, 2018

Company name: Aozora Bank, Ltd.
Name of representative: Shinsuke Baba, President and CEO
Listed exchange: TSE, Code 8304
Enquiries: Yoshinari Takasaki, Senior Manager
Financial Control Division (03 6752 1111)

Capital Adequacy Ratio as of December 31, 2017

TOKYO February 13, 2018 - Aozora Bank, Ltd. today announced its capital adequacy ratio as of December 31, 2017, based on the Basel III standards as stated below.

Consolidated capital adequacy ratio (domestic standard) remained at an adequate level, 10.74%.

【Consolidated (domestic standard)】

(million yen)

		Dec. 31, 2017	Sep. 30, 2017	Mar. 31, 2017
(1) Capital adequacy ratio	(4)÷(5)	10.74%	10.86%	10.75%
(2) Core capital: instruments and reserves		467,000	461,075	446,266
(3) Core capital: regulatory adjustments		7,682	7,326	6,508
(4) Regulatory capital	(2)-(3)	459,317	453,749	439,757
(5) Risk-weighted assets		4,275,450	4,174,924	4,087,397
(6) Total required capital	(5)×4%	171,018	166,996	163,495

【Non-consolidated (domestic standard)】

(million yen)

		Dec. 31, 2017	Sep. 30, 2017	Mar. 31, 2017
(1) Capital adequacy ratio	(4)÷(5)	10.57%	10.68%	10.56%
(2) Core capital: instruments and reserves		458,120	452,302	437,857
(3) Core capital: regulatory adjustments		6,182	6,081	5,775
(4) Regulatory capital	(2)-(3)	451,937	446,221	432,082
(5) Risk-weighted assets		4,275,287	4,175,021	4,091,047
(6) Total required capital	(5)×4%	171,011	167,000	163,641

Note: Consolidated and non-consolidated capital adequacy ratios are calculated based on the FSA Notice Number 19, issued in 2006.

The 'Composition of Capital Disclosure' is available on our website at

<http://www.aozorabank.co.jp/english/ir/library/>.

End