

NEWS RELEASE

Acquisition Price of Class C Series 5 Preferred Stock

Tokyo, September 7, 2007 --- Aozora Bank, Ltd. today announced that in accordance with the terms and conditions stipulated in Article 19 of the Articles of Incorporation, the Acquisition Price (formerly 'Conversion Price'), with respect to Class C Series 5 preferred stock has been determined as follows:

N.B. The Acquisition Price after the reset remained unchanged.

1. Acquisition Price: 450 yen

2. Effective Date: October 3, 2007

(Reference)

Class C Series 5 preferred stock

- (1) Number of outstanding shares:
258,799,500 shares (of 866,667,000 shares issued initially)
- (2) Subscription price per share:
600 yen following the 1 for 2 reverse stock split in September 2006
(Initially 300 yen)
- (3) Total amount of stock issued:
155,279,700,000 yen (Initially 260,000,100,000 yen)