

Non-Consolidated Statements of Income (Parent Company)

THE 77 BANK, LTD.
Years ended March 31, 2004 and 2003

	Millions of Yen		Thousands of U.S. Dollars
	2004	2003	2004
Income:			
Interest on:			
Loans and discounts	¥ 57,879	¥ 60,786	\$547,630
Trading account and investment securities	19,893	23,827	188,226
Other	209	116	1,979
Fees and commissions	14,571	14,199	137,873
Other operating income	433	320	4,102
Other income	9,343	3,516	88,408
Total income	102,331	102,766	968,221
Expenses:			
Interest on:			
Deposits	1,841	2,578	17,424
Borrowings and rediscounts	242	390	2,292
Other	833	1,613	7,889
Fees and commissions	4,307	3,993	40,753
Other operating expenses	610	1,335	5,775
General and administrative expenses	59,676	59,268	564,641
Provision for possible loan losses	2,610	3,219	24,695
Other expenses	9,274	14,037	87,756
Total expenses	79,397	86,436	751,229
Income before income taxes	22,933	16,330	216,991
Income taxes:			
Current	603	8,117	5,709
Deferred	10,197	347	96,489
Total income taxes	10,801	8,464	102,199
Net income	¥ 12,132	¥ 7,865	\$114,792
		Yen	U.S. Dollars
Per share of common stock:			
Net income	¥31.79	¥20.48	\$0.300
Cash dividends applicable to the year	6.00	6.00	0.056

Non-Consolidated Statements of Retained Earnings (Parent Company)

THE 77 BANK, LTD.
Years ended March 31, 2004 and 2003

	Millions of Yen		Thousands of U.S. Dollars
	2004	2003	2004
Balance, beginning of year	¥226,413	¥220,846	\$2,142,237
Net income	12,132	7,865	114,792
Dividends paid, ¥6.00 (\$0.056) per share in 2004 and ¥6.00 per share in 2003	(2,284)	(2,299)	(21,618)
Bonuses to directors and corporate auditors	(29)		(274)
Balance, end of year	¥236,231	¥226,413	\$2,235,137

Loan Portfolio

Loan Portfolio by Industry	Billions of Yen		Millions of U.S. Dollars
	2004	2003	2004
Domestic offices <i>(Excluding Japan offshore banking accounts)</i>	¥3,135	¥3,152	\$29,667
Manufacturing	294	326	2,786
Agriculture	7	9	66
Forestry	0	0	4
Fishery	14	17	140
Mining	2	2	23
Construction companies	195	213	1,850
Utilities	90	95	852
Information and communications	30	32	289
Transportation	60	53	574
Wholesale and retail	380	411	3,599
Financial institutions	224	253	2,125
Real estate companies	358	373	3,387
Services	356	366	3,376
Municipalities	337	311	3,189
Other	782	684	7,400
Japan's offshore banking accounts			
Financial institutions			
Total	¥3,135	¥3,152	\$29,667

Loans by Collateral	Billions of Yen		Millions of U.S. Dollars
	2004	2003	2004
Securities	¥ 3	¥ 3	\$ 30
Commercial claims	65	71	621
Commercial goods	0	0	0
Real estate	776	840	7,344
Subtotal	845	915	7,996
Guaranteed	1,280	1,194	12,114
Unsecured	1,009	1,041	9,555
Total [Subordinated loans]	¥3,135 [6]	¥3,152 [6]	\$29,667 [56]

Reserve for Possible Loan Losses	Billions of Yen		Millions of U.S. Dollars
	2004	2003	2004
General reserve for possible loan losses	¥28	¥34	\$265
Specific reserve for estimated loan losses on certain doubtful loans	42	59	406
For non-resident loans			
Reserve for possible losses on specific overseas loans			
Total	¥71	¥93	\$672

Write-off of Loans	Billions of Yen		Millions of U.S. Dollars
	2004	2003	2004
Write-off of loans	¥2	¥0	\$21

Securities Portfolio

Investment Securities (Average Balance)

Billions of Yen/%

	2004				2003			
	Domestic	International	Total	Percentage	Domestic	International	Total	Percentage
National government bonds	¥ 902	¥	¥ 902	[55.8]%	¥ 645	¥	¥ 645	[50.2]%
Local government bonds	145		145	[9.0]	153		153	[11.9]
Corporate bonds	336		336	[20.8]	284		284	[22.1]
Stocks	64		64	[4.0]	70		70	[5.5]
Other securities	38	129	167	[10.4]	27	105	133	[10.3]
Foreign bonds	/	129	129	[8.0]	/	105	105	[8.1]
Foreign stocks	/				/			
Total	¥1,487	¥129	¥1,616	[100.0]%	¥1,182	¥105	¥1,287	[100.0]%

Notes: 1. Investment securities loaned are categorized into each item.

2. Average balances of foreign currency transactions by domestic branches, which are included in international operations, are calculated based on the daily current method.

Public Bonds Underwritten

	Billions of Yen		Millions of U.S. Dollars
	2004	2003	2004
National government bonds	¥17	¥17	\$160
Local government bonds and government-guaranteed bonds	49	32	472
Total	¥66	¥50	\$633

Sales Volume of Public Bonds and Investment Trusts

	Billions of Yen		Millions of U.S. Dollars
	2004	2003	2004
National government bonds	¥ 9	¥ 4	\$ 94
Local government bonds and government-guaranteed bonds	5	7	50
Total	15	12	\$145
Investment trusts	¥ 5	¥ 1	\$ 51

Public Bonds Dealings (Trading Account Securities)

	Billions of Yen		Millions of U.S. Dollars
	2004	2003	2004
Trading volume during the term			
National government bonds	¥284	¥255	\$2,694
Local government bonds	0	1	8
Total	¥285	¥256	\$2,703

Average Balances of Trading Account Securities

	Billions of Yen		Millions of U.S. Dollars
	2004	2003	2004
National government bonds	¥9	¥6	\$87
Local government bonds	0	0	1
Total	¥9	¥6	\$88

Off-Balance-Sheet Transactions

Derivatives and Foreign Exchange Forward Contracts

	Billions of Yen			
	Notional Amount/ Contract Value		Credit Risk/ Equivalent Amount	
	2004	2003	2004	2003
Interest rate swaps	¥125	¥130	¥0	¥0
Forward foreign exchange transactions	106	98	2	1
Other derivatives (caps) (currency option)		0		0
Total	¥232	¥229	¥3	¥2

- Notes: 1. The above figures are based on the Bank's capital adequacy ratio in compliance with domestic standards. The credit risk equivalent amounts were calculated using the current exposure method.
2. Netting is not applied in calculating the credit risk equivalent amount.
3. The contract value of forward foreign exchange transactions with a maturity of 14 days or less, which has been subtracted from the credit risk equivalent amount under the aforementioned guidelines, is as follows:

	Billions of Yen	
	Contract Value	
	2004	2003
Foreign exchange forward contracts	¥0	¥2

Credit-Related Financial Instruments

	Billions of Yen	
	Contract Value	
	2004	2003
Commitments	¥1,221	¥1,181
Guarantees	37	38
Total	¥1,258	¥1,220

International Operations

Foreign Exchange Transactions	Millions of U.S. Dollars	
	2004	2003
Foreign exchange transactions	\$2,893	\$3,275

Foreign Currency Assets	Millions of U.S. Dollars	
	2004	2003
Domestic offices	\$1,163	\$828

Specific Overseas Loans

There are no applicable amounts.

Non-Consolidated Capital Adequacy Ratio

THE 77 BANK, LTD.
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		Millions of Yen		Millions of U.S. Dollars
		2004	2003	2004
Domestic standard				
Tier I capital:	Common stock	¥ 24,658	¥ 24,658	\$ 233
	Capital surplus	7,836	7,835	74
	Legal reserve	24,658	24,658	233
	Voluntary reserve	208,045	198,201	1,968
	Retained earnings	2,358	2,380	22
	Treasury stock	(1,400)	(869)	(13)
	Subtotal (A)	266,157	256,864	2,518
Tier II capital:	General reserve for possible loan losses	28,072	34,091	265
	Debt funding instruments and others			
	Subtotal	28,072	34,091	265
	Position included in stockholders' equity (B)	16,660	17,294	157
Deductions:	Cross-holdings with other financial institutions (C)			
Total capital:	(A) + (B) - (C) = (D)	282,817	274,159	2,675
Risk-adjusted assets:	On-balance-sheet	2,628,319	2,728,408	24,868
	Off-balance-sheet	37,316	38,739	353
	Subtotal (E)	2,665,636	2,767,147	25,221
Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)		10.60	9.90	