

Capital Adequacy Ratios

THE 77 BANK, LTD. AND SUBSIDIARIES
March 31, 2005 and 2004

		Millions of Yen		Millions of U.S. Dollars
		2005	2004	2005
Consolidated (Domestic standard)				
Tier I capital:	Common stock	¥ 24,658	¥ 24,658	\$ 229
	Capital surplus	7,838	7,836	72
	Retained earnings	242,462	235,735	2,257
	Minority interests	7,119	6,449	66
	Treasury stock	(1,511)	(1,430)	(14)
	Subtotal (A)	280,567	273,249	2,612
Tier II capital:	General reserve for loan losses	22,839	29,221	212
	Debt funding instruments and others			
	Subtotal	22,839	29,221	212
	Position included in stockholders' equity (B)	16,523	16,814	153
Deductions:	Cross-holdings with other financial institutions (C)			
Total capital:	(A) + (B) - (C) = (D)	297,091	290,063	2,766
Risk-adjusted assets:	On-balance-sheet	2,598,152	2,653,080	24,193
	Off-balance-sheet	45,642	37,316	425
	Subtotal (E)	2,643,795	2,690,397	24,618
Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)		11.23	10.78	

		Millions of Yen		Millions of U.S. Dollars
		2005	2004	2005
Non-Consolidated (Domestic standard)				
Tier I capital:	Common stock	¥ 24,658	¥ 24,658	\$ 229
	Capital surplus	7,838	7,836	72
	Legal reserve	24,658	24,658	229
	Voluntary reserve	214,674	208,045	1,999
	Retained earnings carried forward	2,341	2,358	21
	Treasury stock	(1,481)	(1,400)	(13)
	Subtotal (A)	272,690	266,157	2,539
Tier II capital:	General reserve for loan losses	21,500	28,072	200
	Debt funding instruments and others			
	Subtotal	21,500	28,072	200
	Position included in stockholders' equity (B)	16,358	16,660	152
Deductions:	Cross-holdings with other financial institutions (C)			
Total capital:	(A) + (B) - (C) = (D)	289,049	282,817	2,691
Risk-adjusted assets:	On-balance-sheet	2,571,746	2,628,319	23,947
	Off-balance-sheet	45,642	37,316	425
	Subtotal (E)	2,617,389	2,665,636	24,372
Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)		11.04	10.60	