

● Capital Adequacy Ratios

THE 77 BANK, LTD. AND SUBSIDIARIES
March 31, 2014

		Millions of Yen		Thousands of U.S. Dollars
Consolidated (Domestic standard)		2014	2013	2014
Tier I capital:	Common stock	¥ 24,658	¥ 24,658	\$ 239,584
	Capital surplus	7,835	7,835	76,127
	Retained earnings	278,303	266,082	2,704,071
	Minority interests	12,044	10,325	117,022
	Stock acquisition rights	521	482	5,062
	Treasury stock	(4,450)	(4,569)	(43,237)
	Subtotal (A)	318,911	304,815	3,098,630
Tier II capital:	General reserve for possible loan losses	35,028	58,471	340,342
	Dated subordinated debt instruments	20,000	20,000	194,325
	Subtotal	55,028	78,471	534,667
	Position included in stockholders' equity (B)	0	36,984	0
Deductions:	Deduction (C)	0	998	0
Total capital:	(A) + (B) – (C) = (D)	373,939	340,801	3,633,297
Risk-adjusted assets:	On-balance sheet	2,742,177	2,523,262	26,643,771
	Off-balance-sheet	55,696	43,079	541,158
	Operational risk equivalent amount	150,087	151,175	1,458,287
	Subtotal (E)	2,947,961	2,717,516	28,643,227
Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)		12.68	12.54	

		Millions of Yen		Thousands of U.S. Dollars
Non-Consolidated (Domestic standard)		2014	2013	2014
Tier I capital:	Common stock	¥ 24,658	¥ 24,658	\$ 239,584
	Capital surplus	7,835	7,835	76,127
	Retained earnings	276,313	264,404	2,684,735
	Stock acquisition rights	521	482	5,062
	Treasury stock	(4,476)	(4,595)	(43,490)
	Subtotal (A)	304,852	292,786	2,962,028
Tier II capital:	General reserve for possible loan losses	34,783	52,555	337,961
	Dated subordinated debt instruments	20,000	20,000	194,325
	Subtotal	54,783	72,555	532,287
	Position included in stockholders' equity (B)	0	36,794	0
Deductions:	Deductions (C)	0	998	0
Total capital:	(A) + (B) – (C) = (D)	359,636	328,582	3,494,325
Risk-adjusted assets:	On-balance sheet	2,718,215	2,500,805	26,410,950
	Off-balance-sheet	55,696	43,079	541,158
	Operational risk equivalent amount	142,209	143,211	1,381,743
	Subtotal (E)	2,916,122	2,687,096	28,333,870
Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)		12.33	12.22	