

Consolidated Capital Adequacy Ratio

THE 77 BANK, LTD. AND SUBSIDIARIES
March 31, 2004 and 2003

		Millions of Yen		Millions of U.S. Dollars
Domestic standard		2004	2003	2004
Tier I capital:	Common stock	¥ 24,658	¥ 24,658	\$ 233
	Capital surplus	7,836	7,835	74
	Retained earnings	235,735	225,713	2,230
	Minority interests	6,449	5,654	61
	Treasury stock	(1,430)	(900)	(13)
	Subtotal (A)	273,249	262,961	2,585
Tier II capital:	General reserve for possible loan losses	29,221	35,333	276
	Debt funding instruments and others			
	Subtotal	29,221	35,333	276
	Position included in stockholders' equity (B)	16,814	17,437	159
Deductions:	Cross-holdings with other financial institutions (C)			
Total capital:	(A) + (B) - (C) = (D)	290,063	280,399	2,744
Risk-adjusted assets:	On-balance-sheet	2,653,080	2,751,275	25,102
	Off-balance-sheet	37,316	38,739	353
	Subtotal (E)	2,690,397	2,790,014	25,455
Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)		10.78	10.05	