

## 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
<b>Income:</b>			
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
<b>Total income</b>	<b>102,331</b>	<b>102,766</b>	<b>968,221</b>
<b>Expenses:</b>			
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
<b>Total expenses</b>	<b>79,397</b>	<b>86,436</b>	<b>751,229</b>
<b>Income before income taxes</b>	<b>22,933</b>	<b>16,330</b>	<b>216,991</b>
<b>Income taxes:</b>			
Current	603	8,117	5,709
Deferred	10,197	347	96,489
<b>Total income taxes</b>	<b>10,801</b>	<b>8,464</b>	<b>102,199</b>
<b>Net income</b>	<b>¥ 12,132</b>	<b>¥ 7,865</b>	<b>\$114,792</b>
		Yen	U.S. Dollars
<b>Per share of common stock:</b>			
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
<b>Balance, beginning of year</b>	<b>¥226,413</b>	<b>¥220,846</b>	<b>\$2,142,237</b>
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)
<b>Balance, end of year</b>	<b>¥236,231</b>	<b>¥226,413</b>	<b>\$2,235,137</b>

# Loan Portfolio

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

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

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

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

# 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	/				/			
<b>Total</b>	<b>¥1,487</b>	<b>¥129</b>	<b>¥1,616</b>	<b>[100.0]%</b>	<b>¥1,182</b>	<b>¥105</b>	<b>¥1,287</b>	<b>[100.0]%</b>

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
<b>Total</b>	<b>¥66</b>	<b>¥50</b>	<b>\$633</b>

## 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
<b>Total</b>	<b>15</b>	<b>12</b>	<b>\$145</b>
Investment trusts	¥ 5	¥ 1	\$ 51

## Public Bonds Dealings (Trading Account Securities)

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

## 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
<b>Total</b>	<b>¥9</b>	<b>¥6</b>	<b>\$88</b>

# 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	<b>¥125</b>	¥130	<b>¥0</b>	¥0
Forward foreign exchange transactions	<b>106</b>	98	<b>2</b>	1
Other derivatives (caps) (currency option)		0		0
<b>Total</b>	<b>¥232</b>	¥229	<b>¥3</b>	¥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	<b>¥0</b>	¥2

## Credit-Related Financial Instruments

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

## International Operations

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

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

## Specific Overseas Loans

There are no applicable amounts.

# Non-Consolidated Capital Adequacy Ratio

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

		Millions of Yen		Millions of U.S. Dollars
		2004	2003	2004
<b>Domestic standard</b>				
<b>Tier I capital:</b>	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
<b>Tier II capital:</b>	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
<b>Deductions:</b>	Cross-holdings with other financial institutions (C)			
<b>Total capital:</b>	(A) + (B) - (C) = (D)	282,817	274,159	2,675
<b>Risk-adjusted assets:</b>	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
<b>Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)</b>		10.60	9.90	