

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
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	