

Capital Adequacy Ratios

THE 77 BANK, LTD. AND SUBSIDIARIES
March 31, 2006 and 2005

| Consolidated (Domestic standard) | | Millions of Yen | | Millions of U.S. Dollars |
|---|--|-----------------|-----------|-----------------------------|
| | | 2006 | 2005 | 2006 |
| Tier I capital: | Common stock | ¥ 24,658 | ¥ 24,658 | \$ 209 |
| | Capital surplus | 7,841 | 7,838 | 66 |
| | Retained earnings | 249,561 | 242,462 | 2,124 |
| | Minority interests | 8,089 | 7,119 | 68 |
| | Treasury stock | (1,586) | (1,511) | (13) |
| | Subtotal (A) | 288,564 | 280,567 | 2,456 |
| Tier II capital: | General reserve for possible loan losses | 20,864 | 22,839 | 177 |
| | Subtotal | 20,864 | 22,839 | 177 |
| | Position included in stockholders' equity (B) | 16,094 | 16,523 | 137 |
| Deductions: | Cross-holdings with other financial institutions (C) | | | |
| Total capital: | (A) + (B) - (C) = (D) | 304,659 | 297,091 | 2,593 |
| Risk-adjusted assets: | On-balance-sheet | 2,530,301 | 2,598,152 | 21,539 |
| | Off-balance-sheet | 44,892 | 45,642 | 382 |
| | Subtotal (E) | 2,575,193 | 2,643,795 | 21,922 |
| Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%) | | 11.83 | 11.23 | 11.83 |

| Non-Consolidated (Domestic standard) | | Millions of Yen | | Millions of U.S. Dollars |
|---|--|-----------------|-----------|-----------------------------|
| | | 2006 | 2005 | 2006 |
| Tier I capital: | Common stock | ¥ 24,658 | ¥ 24,658 | \$ 209 |
| | Capital surplus | 7,841 | 7,838 | 66 |
| | Legal reserve | 24,658 | 24,658 | 209 |
| | Voluntary reserve | 221,649 | 214,674 | 1,886 |
| | Retained earnings carried forward | 2,294 | 2,341 | 19 |
| | Treasury stock | (1,556) | (1,481) | (13) |
| | Subtotal (A) | 279,547 | 272,690 | 2,379 |
| Tier II capital: | General reserve for possible loan losses | 19,340 | 21,500 | 164 |
| | Subtotal | 19,340 | 21,500 | 164 |
| | Position included in stockholders' equity (B) | 15,926 | 16,358 | 135 |
| Deductions: | Cross-holdings with other financial institutions (C) | | | |
| Total capital: | (A) + (B) - (C) = (D) | 295,474 | 289,049 | 2,515 |
| Risk-adjusted assets: | On-balance-sheet | 2,503,368 | 2,571,746 | 21,310 |
| | Off-balance-sheet | 44,892 | 45,642 | 382 |
| | Subtotal (E) | 2,548,260 | 2,617,389 | 21,692 |
| Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%) | | 11.59 | 11.04 | 11.59 |