

# Consolidated Statements of Income

THE 77 BANK, LTD. AND SUBSIDIARIES  
Years Ended March 31, 2007 and 2006

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2007	2006	2007
<b>Income:</b>			
Interest income:			
Interest on loans and discounts	¥ 58,079	¥ 55,674	\$ 491,991
Interest and dividends on trading account and investment securities	29,563	24,683	250,428
Other	265	117	2,248
Fees and commissions	17,664	16,798	149,635
Other operating income (Note 20)	18,737	17,822	158,726
Other income (Note 21)	5,041	3,657	42,703
<b>Total income</b>	<b>129,351</b>	<b>118,753</b>	<b>1,095,735</b>
<b>Expenses:</b>			
Interest expense:			
Interest on deposits	5,003	1,370	42,386
Interest on borrowings and rediscounts	3,618	1,388	30,650
Other	656	1,682	5,561
Fees and commissions	4,777	4,537	40,466
Other operating expenses (Note 22)	18,894	17,443	160,057
General and administrative expenses	61,912	61,169	524,459
Provision of reserve for possible loan losses	9,991	8,933	84,638
Other expenses (Note 23)	6,267	4,617	53,090
<b>Total expenses</b>	<b>111,121</b>	<b>101,143</b>	<b>941,310</b>
<b>Income before income taxes and minority interests</b>	<b>18,229</b>	<b>17,610</b>	<b>154,424</b>
<b>Income taxes (Note 24):</b>			
Current	5,315	5,262	45,031
Deferred	2,161	1,940	18,311
<b>Total income taxes</b>	<b>7,477</b>	<b>7,203</b>	<b>63,342</b>
<b>Minority interests in net income</b>	<b>490</b>	<b>990</b>	<b>4,154</b>
<b>Net income</b>	<b>¥ 10,261</b>	<b>¥ 9,415</b>	<b>\$ 86,927</b>
		Yen	U.S. Dollars
<b>Per share of common stock (Note 2.o):</b>			
Basic net income	¥27.01	¥24.63	\$0.228
Cash dividends applicable to the year	7.00	6.00	0.059

See notes to consolidated financial statements.