Capital Adequacy Ratios

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

Consolidated (Domestic standard)		Millions of Yen 2007	Millions of Yen 2006	Millions of U.S. Dollars 2007
Tier I capital:	Common stock	¥ 24,658	¥ 24,658	$ 208
	Capital surplus	7,845	7,841	66
	Retained earnings	257,179	249,561	2,178
	Minority interests	8,854	8,089	75
	Treasury stock	(1,971)	(1,586)	(16)
	Subtotal (A)	296,567	288,564	2,512
Tier II capital:	General reserve for possible loan losses	23,097	20,864	195
	Subtotal	23,097	20,864	195
	Position included in stockholders' equity (B)	14,768	16,094	125
Deductions:	Deductions (C)	893		7
Total capital:	(A) + (B) − (C) = (D)	310,442	304,659	2,629
Risk-adjusted assets:	On-balance sheet	2,144,711	2,530,301	18,167
	Off-balance-sheet	49,084	44,892	415
	Operational risk equivalent amount	169,120		1,432
	Subtotal (E)	2,362,915	2,575,193	20,016
Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)		13.13	11.83	

Non-Consolidated (Domestic standard)		Millions of Yen 2007	Millions of Yen 2006	Millions of U.S. Dollars 2007
Tier I capital:	Common stock	¥ 24,658	¥ 24,658	$ 208
	Capital surplus	7,845	7,841	66
	Retained earnings	256,107	248,603	2,169
	Treasury stock	(1,997)	(1,556)	(16)
	Subtotal (A)	286,614	279,547	2,427
Tier II capital:	General reserve for possible loan losses	21,615	19,340	183
	Subtotal	21,615	19,340	183
	Position included in stockholders' equity (B)	14,526	15,926	123
Deductions:	Deductions (C)	893		7
Total capital:	(A) + (B) − (C) = (D)	300,247	295,474	2,543
Risk-adjusted assets:	On-balance sheet	2,115,611	2,503,368	17,921
	Off-balance-sheet	49,084	44,892	415
	Operational risk equivalent amount	159,513		1,351
	Subtotal (E)	2,324,209	2,548,260	19,688
Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)		12.91	11.59	