

# Capital Adequacy Ratios

THE 77 BANK, LTD. AND SUBSIDIARIES  
March 31, 2008 and 2007

		Millions of Yen		Millions of U.S. Dollars
		2008	2007	2008
<b>Consolidated (Domestic standard)</b>				
<b>Tier I capital:</b>	Common stock	¥ 24,658	¥ 24,658	\$ 246
	Capital surplus	7,848	7,845	78
	Retained earnings	266,845	257,179	2,663
	Minority interests	8,969	8,854	89
	Treasury stock	(2,051)	(1,971)	(20)
	Subtotal (A)	306,270	296,567	3,056
<b>Tier II capital:</b>	General reserve for possible loan losses	21,357	23,097	213
	Subtotal	21,357	23,097	213
	Position included in stockholders' equity (B)	15,000	14,768	149
<b>Deductions:</b>	Deductions (C)	1,408	893	14
<b>Total capital:</b>	(A) + (B) - (C) = (D)	319,862	310,442	3,192
<b>Risk-adjusted assets:</b>	On-balance sheet	2,178,112	2,144,711	21,739
	Off-balance-sheet	50,645	49,084	505
	Operational risk equivalent amount	171,327	169,120	1,710
	Subtotal (E)	2,400,084	2,362,915	23,955
<b>Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)</b>		13.32	13.13	

		Millions of Yen		Millions of U.S. Dollars
		2008	2007	2008
<b>Non-Consolidated (Domestic standard)</b>				
<b>Tier I capital:</b>	Common stock	¥ 24,658	¥ 24,658	\$ 246
	Capital surplus	7,848	7,845	78
	Retained earnings	265,678	256,107	2,651
	Treasury stock	(2,076)	(1,997)	(20)
	Subtotal (A)	296,109	286,614	2,955
<b>Tier II capital:</b>	General reserve for possible loan losses	19,820	21,615	197
	Subtotal	19,820	21,615	197
	Position included in stockholders' equity (B)	14,757	14,526	147
<b>Deductions:</b>	Deductions (C)	1,408	893	14
<b>Total capital:</b>	(A) + (B) - (C) = (D)	309,457	300,247	3,088
<b>Risk-adjusted assets:</b>	On-balance sheet	2,148,206	2,115,611	21,441
	Off-balance-sheet	50,645	49,084	505
	Operational risk equivalent amount	162,308	159,513	1,620
	Subtotal (E)	2,361,160	2,324,209	23,566
<b>Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)</b>		13.10	12.91	