

## ● Consolidated Statements of Operations

THE 77 BANK, LTD. AND SUBSIDIARIES  
Years Ended March 31, 2011 and 2010

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2011	2010	2011
<b>Income:</b>			
Interest income:			
Interest on loans and discounts	¥ 56,607	¥ 60,695	\$ 680,781
Interest and dividends on trading account and investment securities	23,024	20,235	276,897
Other	185	317	2,224
Fees and commissions	16,109	16,563	193,734
Other operating income (Note 19)	16,377	18,770	196,957
Gain on transfer of a substitutional portion of the government pension program fund (Note 15)	7,369		88,622
Other income (Note 20)	3,121	3,897	37,534
<b>Total income</b>	<b>122,796</b>	<b>120,479</b>	<b>1,476,800</b>
<b>Expenses:</b>			
Interest expense:			
Interest on deposits	5,287	8,268	63,583
Interest on borrowings and rediscounts	423	426	5,087
Other	622	468	7,480
Fees and commissions	5,257	5,312	63,223
Other operating expenses (Note 21)	13,127	19,677	157,871
General and administrative expenses	61,594	62,290	740,757
Provision of reserve for possible loan losses	8,613	540	103,583
Disaster losses (Note 22)	50,687		609,585
Other expenses (Note 23)	3,989	3,837	47,973
<b>Total expenses</b>	<b>149,605</b>	<b>100,822</b>	<b>1,799,218</b>
<b>(Loss) Income before income taxes and minority interests</b>	<b>(26,808)</b>	<b>19,657</b>	<b>(322,405)</b>
<b>Income taxes</b> (Note 24):			
Current	9,459	5,556	113,758
Deferred	(5,877)	2,547	(70,679)
<b>Total income taxes</b>	<b>3,582</b>	<b>8,104</b>	<b>43,078</b>
<b>Net loss before minority interests</b>	<b>(30,391)</b>		<b>(365,496)</b>
<b>Minority interests in net loss (income)</b>	<b>(66)</b>	<b>93</b>	<b>(793)</b>
<b>Net (loss) income</b>	<b>¥(30,458)</b>	<b>¥ 11,646</b>	<b>\$ (366,301)</b>
		Yen	U.S. Dollars
<b>Per share of common stock</b> (Note 31):			
Basic net (loss) income	¥(80.35)	¥30.70	\$(0.966)
Diluted net income		30.69	
Cash dividends applicable to the year	6.00	7.00	0.072

See notes to consolidated financial statements.

## ● Consolidated Statement of Comprehensive Income

THE 77 BANK, LTD. AND SUBSIDIARIES  
Year Ended March 31, 2011

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	2011	2011	2011
<b>Net loss before minority interests</b>	<b>¥(30,391)</b>	<b>\$(365,496)</b>	
<b>Other comprehensive income</b> (Note 25):			
Unrealized losses on available-for-sale securities	(14,978)	(180,132)	
Deferred gains on derivatives under hedge accounting	145	1,743	
<b>Total other comprehensive income</b>	<b>(14,832)</b>	<b>(178,376)</b>	
<b>Comprehensive income</b> (Note 25)	<b>¥(45,224)</b>	<b>\$(543,884)</b>	
<b>Total comprehensive income attributable to</b> (Note 25):			
Owners of the parent	¥(45,301)	\$(544,810)	
Minority interests	76	914	

See notes to consolidated financial statements.