

● Capital Adequacy Ratios

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

		Millions of Yen		Millions of U.S. Dollars
		2011	2010	2011
Consolidated (Domestic standard)				
Tier I capital:	Common stock	¥ 24,658	¥ 24,658	\$ 296,548
	Capital surplus	7,842	7,843	94,311
	Retained earnings	248,183	280,905	2,984,762
	Minority interests	8,604	8,546	103,475
	Stock acquisition rights	251	110	3,018
	Treasury stock	(4,131)	(2,106)	(49,681)
	Subtotal (A)	285,409	319,958	3,432,459
Tier II capital:	General reserve for possible loan losses	77,073	26,212	926,915
	Subtotal	77,073	26,212	926,915
	Position included in stockholders' equity (B)	16,061	15,723	193,156
Deductions:	Deduction (C)	1,038	2,234	12,483
Total capital:	(A) + (B) – (C) = (D)	300,433	333,446	3,613,144
Risk-adjusted assets:	On-balance sheet	2,360,603	2,297,178	28,389,693
	Off-balance-sheet	44,301	50,142	532,784
	Operational risk equivalent amount	164,967	168,397	1,983,968
	Subtotal (E)	2,569,871	2,515,719	30,906,446
Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)		11.69	13.25	

		Millions of Yen		Millions of U.S. Dollars
		2011	2010	2011
Non-Consolidated (Domestic standard)				
Tier I capital:	Common stock	¥ 24,658	¥ 24,658	\$ 296,548
	Capital surplus	7,842	7,843	94,311
	Retained earnings	246,882	279,782	2,969,116
	Stock acquisition rights	251	110	3,018
	Treasury stock	(4,157)	(2,131)	(49,993)
	Subtotal (A)	275,479	310,263	3,313,036
Tier II capital:	General reserve for possible loan losses	72,068	22,664	866,722
	Subtotal	72,068	22,664	866,722
	Position included in stockholders' equity (B)	15,858	15,501	190,715
Deductions:	Deductions (C)	998	2,174	12,002
Total capital:	(A) + (B) – (C) = (D)	290,340	323,589	3,491,761
Risk-adjusted assets:	On-balance sheet	2,336,445	2,269,716	28,099,158
	Off-balance-sheet	44,301	50,142	532,784
	Operational risk equivalent amount	156,690	160,345	1,884,425
	Subtotal (E)	2,537,437	2,480,204	30,516,380
Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)		11.44	13.04	