

● Capital Adequacy Ratios

THE 77 BANK, LTD. AND SUBSIDIARIES
March 31, 2012

		Millions of Yen		Millions of U.S. Dollars
		2012	2011	2012
Consolidated (Domestic standard)				
Tier I capital:	Common stock	¥ 24,658	¥ 24,658	\$ 300,012
	Capital surplus	7,840	7,842	95,388
	Retained earnings	256,258	248,183	3,117,873
	Minority interests	8,496	8,604	103,370
	Stock acquisition rights	380	251	4,623
	Treasury stock	(4,613)	(4,131)	(56,126)
	Subtotal (A)	293,019	285,409	3,565,141
Tier II capital:	General reserve for possible loan losses	64,179	77,073	780,861
	Dated subordinated debt instruments	20,000	—	243,338
	Subtotal	84,179	77,073	1,024,200
	Position included in stockholders' equity (B)	36,321	16,061	441,915
Deductions:	Deduction (C)	998	1,038	12,142
Total capital:	(A) + (B) – (C) = (D)	328,343	300,433	3,994,926
Risk-adjusted assets:	On-balance sheet	2,406,663	2,360,603	29,281,700
	Off-balance-sheet	41,762	44,301	508,115
	Operational risk equivalent amount	163,077	164,967	1,984,146
	Subtotal (E)	2,611,503	2,569,871	31,773,974
Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)		12.57	11.69	

		Millions of Yen		Millions of U.S. Dollars
		2012	2011	2012
Non-Consolidated (Domestic standard)				
Tier I capital:	Common stock	¥ 24,658	¥ 24,658	\$ 300,012
	Capital surplus	7,840	7,842	95,388
	Retained earnings	254,863	246,882	3,100,900
	Stock acquisition rights	380	251	4,623
	Treasury stock	(4,639)	(4,157)	(56,442)
	Subtotal (A)	283,104	275,479	3,444,506
Tier II capital:	General reserve for possible loan losses	58,789	72,068	715,281
	Dated subordinated debt instruments	20,000	—	243,338
	Subtotal	78,789	72,068	958,620
	Position included in stockholders' equity (B)	36,123	15,858	439,506
Deductions:	Deductions (C)	998	998	12,142
Total capital:	(A) + (B) – (C) = (D)	318,229	290,340	3,871,870
Risk-adjusted assets:	On-balance sheet	2,383,797	2,336,445	29,003,491
	Off-balance-sheet	41,762	44,301	508,115
	Operational risk equivalent amount	154,216	156,690	1,876,335
	Subtotal (E)	2,579,776	2,537,437	31,387,954
Capital adequacy ratio (Domestic standard) = (D)/(E) x 100 (%)		12.33	11.44	