



Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2022 [JGAAP] (Consolidated Data)

August 6, 2021

Company Name: Seven Bank, Ltd. Stock exchange listing: Tokyo Stock Exchange
 Stock Code: 8410 URL <https://www.sevenbank.co.jp/>
 Representative: (title) President and Representative Director
 (name) Yasuaki Funatake
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Scheduled date for filing of quarterly financial report: August 11, 2021 Scheduled date for cash dividends: –

Trading accounts: Not established

Quarterly earnings supplementary explanatory documents: Yes

Quarterly earnings presentation: Yes (Analysts, institutional investors)

(Amounts of less than one million yen are rounded down and percentages are rounded to the first decimal place, etc.)

1. Financial Highlights for the First Quarter of the Fiscal Year Ending March 31, 2022 (April 1, 2021–June 30, 2021)

(1) Consolidated Operating Results (Accumulated) (% represents the year-on-year change from the same period of the previous fiscal year.)

	Ordinary income		Ordinary profit		Net income attributable to owners of the parent	
	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2021	33,437	1.1	7,626	(9.1)	5,448	(19.5)
Three months ended June 30, 2020	33,067	(10.3)	8,395	(24.4)	6,776	(11.0)

Note: Comprehensive income: Three months ended June 30, 2021 6,060 million yen (-7.7%)
 Three months ended June 30, 2020 6,569 million yen (-15.6%)

	Net income per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2021	4.63	—
Three months ended June 30, 2020	5.75	5.74

Note: “Diluted earnings per share” for the three months ended June 30, 2021, is not described because there were no dilutive shares.

(2) Consolidated Financial Position

	Total assets	Total net assets	Net assets to total assets ratio
	Million yen	Million yen	%
As of June 30, 2021	1,204,331	234,412	19.3
As of March 31, 2021	1,197,158	234,676	19.4

(Reference) Capital: As of June 30, 2021 232,867 Million yen
 As of March 31, 2021 233,269 Million yen

Note: “Net assets to total assets ratio” is calculated as: (Total net assets at the end of the period – Non-controlling interests at the end of the period) / Total assets at the end of the period. Please note that this “Net assets to total assets ratio” is not the capital adequacy ratio specified in the notification of capital adequacy ratio.

2. Dividends

	Dividend per share				
	First quarter	Semi-annual	Third quarter	Year end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2021	—	5.50	—	5.50	11.00
Fiscal year ending March 31, 2022	—	—	—	—	—
Fiscal year ending March 31, 2022 (Forecasts)	—	5.50	—	5.50	11.00

Note: Revisions to most recently announced dividend forecasts (Yes/No): No

3. Performance Forecasts for the Fiscal Year Ending March 31, 2022 (April 1, 2021 - March 31, 2022)

(% represents the year-on-year change from each respective corresponding period [full fiscal year and semi-annual] of the previous fiscal year.)

	Ordinary income		Ordinary Profit		Net income attributable to owners of the parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Semi-annual (Accumulated)	66,600	(2.5)	12,700	(32.4)	8,900	(37.4)	7.56
Full year	137,600	0.2	28,300	(20.5)	19,700	(23.9)	16.75

Note: Revisions to most recently announced performance forecasts (Yes/No): No

Notes

(1) Changes in important subsidiaries during the first quarter of the fiscal year ending March 31, 2022: None

(Changes in specific subsidiaries involving changes in the scope of consolidation)

Added -(company name)-

Excluded -(company name)-

(2) Application of accounting methods specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policy, changes in accounting estimates, and retrospective restatements

- (a) Changes in accounting policy arising from revision of accounting standards, etc. : Yes
- (b) Changes in accounting policy other than those noted in (a) above : None
- (c) Changes in accounting estimates : None
- (d) Retrospective restatements : None

(4) Number of shares (common stock)

(a) Number of shares in issue (including treasury stock)

(b) Number of treasury shares

(c) Average number of shares for the period under review (Three-month period)

As of June 30, 2021	1,179,308,000 shares	As of March 31, 2021	1,179,308,000 shares
As of June 30, 2021	3,587,793 shares	As of March 31, 2021	3,587,793 shares
Three months ended June 30, 2021	1,175,720,207 shares	Three months ended June 30, 2020	1,178,346,080 shares

Note: Number of treasury shares and average number of shares for the period under review include shares of the Company held by "Directors' Compensation BIP Trust" and "Stock Grant ESOP Trust."

* This quarterly earnings report is exempt from quarterly review procedures by a certified public accountant or audit corporation.

* Explanation of the appropriate use of earnings forecasts, and other special notes

This report contains earnings projections and other forward-looking statements which represent the judgement of Seven Bank based on currently available information. Various factors may cause actual results to be materially different from projections in these forward-looking statements.

1. Quarterly Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2021	As of June 30, 2021
Assets		
Cash and due from banks	937,945	924,041
Securities	78,154	75,958
Loans	24,329	25,196
Foreign currency	0	0
ATM-related temporary payments	83,681	104,524
Other assets	17,442	17,874
Tangible fixed assets	19,218	20,643
Intangible fixed assets	34,857	34,580
Asset for retirement benefits	909	940
Deferred tax assets	707	612
Allowance for credit losses	(88)	(39)
Total assets	1,197,158	1,204,331
Liabilities		
Deposits	782,658	782,097
Negotiable certificates of deposits	750	750
Borrowed money	591	609
Bonds	105,000	105,000
ATM-related temporary advances	47,046	57,806
Other liabilities	25,098	22,071
Reserve for bonuses	610	829
Liability for retirement benefits	6	6
Reserve for directors' benefit trust	634	665
Deferred tax liabilities	87	81
Total liabilities	962,482	969,919
Net assets		
Common stock	30,724	30,724
Capital surplus	30,724	30,717
Retained earnings	168,694	167,656
Treasury stock	(1,081)	(1,081)
Total shareholders' equity	229,061	228,016
Net unrealized gains on available-for-sale securities	440	421
Foreign currency translation adjustments	3,407	4,080
Accumulated adjustments for retirement benefit	359	348
Total accumulated other comprehensive income	4,207	4,850
Non-controlling interests	1,407	1,545
Total net assets	234,676	234,412
Total liabilities and net assets	1,197,158	1,204,331

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income
Consolidated Statement of Income

(Millions of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Ordinary income	33,067	33,437
Interest income	896	965
(Interest on loans)	865	928
(Interest and dividends on securities)	8	10
Fees and commissions income	31,906	32,141
(ATM-related fee income)	30,096	30,057
Other operating income	37	79
Other ordinary income	226	251
Ordinary expenses	24,671	25,810
Interest expenses	132	137
(Interest on deposits)	18	13
Fees and commissions expenses	8,987	8,740
(ATM placement fee expenses)	7,034	7,010
(ATM-related fee expenses)	858	530
General and administrative expenses	15,336	16,616
Other ordinary expenses	215	316
Ordinary profit	8,395	7,626
Extraordinary income	1	174
Gain on disposal of fixed assets	1	5
Gain on change in equity	—	168
Extraordinary losses	36	131
Loss on disposal of fixed assets	36	131
Income before income taxes	8,361	7,669
Income taxes-current	1,391	2,165
Income taxes-deferred	229	104
Total income taxes	1,620	2,269
Net income	6,740	5,399
Net loss attributable to non-controlling interests	(36)	(49)
Net Income Attributable to Owners of Parent	6,776	5,448

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Net income	6,740	5,399
Other comprehensive income	(170)	661
Net unrealized gains on available-for-sale securities	(18)	(19)
Foreign currency translation adjustments	(148)	691
Adjustments for retirement benefit	(3)	(10)
Comprehensive income	6,569	6,060
Comprehensive income attributable to:		
Owners of the parent	6,665	6,092
Non-controlling interests	(95)	(31)

2. Quarterly Non-Consolidated Financial Statements

(1) Non-Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2021	As of June 30, 2021
Assets		
Cash and due from banks	927,647	911,637
Securities	91,173	90,151
Loans	24,350	25,147
Foreign currency	0	0
ATM-related temporary payments	83,152	104,160
Other assets	14,587	15,163
Tangible fixed assets	17,194	17,913
Intangible fixed assets	32,518	32,235
Prepaid pension cost	369	415
Deferred tax assets	759	675
Customers' liabilities for acceptances and guarantees	769	1,953
Allowance for credit losses	(164)	(229)
Total assets	1,192,358	1,199,224
Liabilities		
Deposits	784,892	784,617
Negotiable certificates of deposits	750	750
Bonds	105,000	105,000
ATM-related temporary advances	47,046	57,806
Other liabilities	21,216	17,524
Reserve for bonuses	363	633
Reserve for directors' benefit trust	634	665
Acceptances and guarantees	769	1,953
Total liabilities	960,671	968,952
Net assets		
Common stock	30,724	30,724
Capital surplus	30,724	30,724
Retained earnings	170,879	169,483
Treasury stock	(1,081)	(1,081)
Total shareholders' equity	231,246	229,850
Net unrealized gains on available-for-sale securities	440	421
Total valuation and translation adjustments	440	421
Total net assets	231,687	230,272
Total liabilities and net assets	1,192,358	1,199,224

(2) Non-Consolidated Statements of Income

	(Millions of yen)	
	Three months ended June 30, 2020	Three months ended June 30, 2021
Ordinary income	26,524	27,307
Interest income	905	959
(Interest on loans)	875	926
(Interest and dividends on securities)	8	10
Fees and commissions income	25,484	26,067
(ATM-related fee income)	23,801	24,167
Other operating income	37	74
Other ordinary income	96	205
Ordinary expenses	18,403	19,845
Interest expenses	130	128
(Interest on deposits)	18	13
Fees and commissions expenses	4,856	5,242
(ATM placement fee expenses)	3,863	4,102
(ATM-related fee expenses)	131	181
General and administrative expenses	13,334	14,394
Other ordinary expenses	82	80
Ordinary profit	8,120	7,461
Extraordinary losses	25	129
Loss on disposal of fixed assets	25	129
Income before income taxes	8,094	7,332
Income taxes-current	1,368	2,149
Income taxes-deferred	1,116	92
Total income taxes	2,485	2,242
Net income	5,609	5,089

3. Capital Adequacy Ratio (Domestic Standard)

(1) Consolidated Capital Adequacy Ratio (Domestic Standard)

	As of June 30, 2021
Consolidated capital adequacy ratio (domestic standard)	49.39%

(Reference) As of March 31, 2021
47.93%

(2) Non-consolidated Capital Adequacy Ratio (Domestic Standard)

	As of June 30, 2021
Non-consolidated capital adequacy ratio (domestic standard)	53.84%

(Reference) As of March 31, 2021
54.59%