



# Financial Results for the Second Quarter (Interim Period) of the Fiscal Year Ending March 31, 2024 [JGAAP] (Consolidated Data)

November 10, 2023

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) Masaaki Matsuhashi  
 For inquiries: (title) Executive Officer, General Manager of Planning Division  
 (name) Ken Shimizu  
 Telephone: +81-3-3211-3041

Scheduled date for filing of quarterly financial report: November 14, 2023

Scheduled date for cash dividends: December 1, 2023

Trading accounts: None

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 Second Quarter (Interim Period) of the Fiscal Year Ending March 31, 2024

(April 1, 2023–September 30, 2023)

### (1) Consolidated Operating Results (% represents the year-on-year change)

	Ordinary income		Ordinary profit		Net income attributable to owners of the parent	
	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2023	92,222	24.8	16,405	12.8	32,610	233.9
Six months ended September 30, 2022	73,856	9.5	14,536	(3.6)	9,764	(10.3)

Note: Comprehensive income: Six months ended September 30, 2023 35,985 million yen (171.1%)

Six months ended September 30, 2022 13,270 million yen (15.5%)

	Net income per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2023	27.76	—
Six months ended September 30, 2022	8.30	—

Note: “Diluted earnings per share” 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 September 30, 2023	1,789,070	284,251	15.6
As of March 31, 2023	1,312,273	254,242	19.0

(Reference) Capital: As of September 30, 2023 279,533 million yen

As of March 31, 2023 250,630 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, 2023	—	5.50	—	5.50	11.00
Fiscal year ending March 31, 2024	—	5.50			
Fiscal year ending March 31, 2024 (Forecasts)			—	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, 2024 (April 1, 2023–March 31, 2024)

(% represents the year-on-year change from the previous fiscal year.)

	Ordinary income		Ordinary profit		Net income attributable to owners of the parent		Net income per share
Full year	Million yen	%	Million yen	%	Million yen	%	Yen
	198,500	28.0	25,500	(11.8)	38,300	103.1	32.65

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

#### Notes

(1) Changes in important subsidiaries during the period under review (six months ended September 30, 2023) (changes in specific subsidiaries involving changes in the scope of consolidation) : Yes

Added 1 (Company name) Seven Card Service Co., Ltd. Excluded – (Company name) –

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

(a) Changes in accounting policy arising from revision of accounting standards, etc. : None

(b) Changes in accounting policy other than those noted in (a) above : None

(c) Changes in accounting estimates : None

(d) Retrospective restatements : None

(3) Number of shares (common stock)

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

As of September 30, 2023	1,179,308,000 shares	As of March 31, 2023	1,179,308,000 shares
As of September 30, 2023	5,568,062 shares	As of March 31, 2023	3,098,170 shares
Six months ended September 30, 2023	1,174,580,018 shares	Six months ended September 30, 2022	1,175,701,759 shares

(b) Number of treasury shares

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

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.”

#### (Overview of Non-Consolidated Performance)

1. Non-Consolidated Financial Highlights for the Second Quarter (Interim Period) of the Fiscal Year Ending March 31, 2024 (April 1, 2023 – September 30, 2023)

(1) Non-Consolidated Operating Results (% represents the year-on-year change)

	Ordinary income		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2023	64,089	9.2	16,921	11.0	11,465	14.4
Six months ended September 30, 2022	58,638	7.2	15,239	3.4	10,016	(0.6)

  

	Net income per share
	Yen
Six months ended September 30, 2023	9.76
Six months ended September 30, 2022	8.51

(2) Non-Consolidated Financial Position

	Total assets	Total net assets	Net assets to total assets ratio
	Million yen	Million yen	%
As of September 30, 2023	1,568,499	248,179	15.8
As of March 31, 2023	1,287,693	243,627	18.9

(Reference) Capital: As of September 30, 2023 248,179 million yen

As of March 31, 2023 243,627 million yen

Note: “Net assets to total assets ratio” is calculated as: Total net assets 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. Non-Consolidated Performance Forecasts for the Fiscal Year Ending March 31, 2024 (April 1, 2023–March 31, 2024)

(% represents the year-on-year change from the previous fiscal year.)

	Ordinary income		Ordinary profit		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	128,000	6.2	30,000	(4.7)	20,500	5.0	17.47

- \* This earnings report is exempt from audit procedures.
- \* Explanation of the appropriate use of earnings forecasts, and other special notes
  - Seven Bank prepared an interim consolidated and non-consolidated financial statements for the second quarter ended September 30, 2023, as it falls under a “company engaged in specific business” (as described in Paragraph 2, Article 17-15 of the Cabinet Office Ordinance for Disclosure of Business and Related Matters).
  - 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) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
<b>Assets</b>		
Cash and due from banks	952,027	1,103,607
Call loans	28,000	50,000
Securities	99,651	122,404
Loans	35,111	51,603
Foreign currency	0	0
ATM-related temporary payments	98,296	152,160
Accounts receivable - members	-	134,463
Other assets	30,273	90,832
Tangible fixed assets	30,256	34,925
Intangible fixed assets	34,350	41,726
Asset for retirement benefits	1,113	2,008
Deferred tax assets	4,712	10,384
Allowance for credit losses	(1,521)	(5,046)
<b>Total assets</b>	<b>1,312,273</b>	<b>1,789,070</b>
<b>Liabilities</b>		
Deposits	820,758	872,645
Negotiable certificates of deposits	750	1,260
Call money	50,000	210,500
Borrowed money	9,958	17,722
Bonds	85,000	85,000
ATM-related temporary advances	54,773	81,683
Accounts payable for credit card business	-	39,524
Deposits for electronic money	-	84,014
Other liabilities	35,282	110,818
Reserve for bonuses	826	857
Liability for retirement benefits	15	16
Provision for retirement benefits for directors	-	29
Reserve for directors' benefit trust	631	691
Deferred tax liabilities	34	54
<b>Total liabilities</b>	<b>1,058,031</b>	<b>1,504,819</b>
<b>Net assets</b>		
Common stock	30,724	30,724
Capital surplus	30,864	30,864
Retained earnings	182,431	208,962
Treasury stock	(900)	(1,590)
<b>Total shareholders' equity</b>	<b>243,120</b>	<b>268,960</b>
Net unrealized gains on available-for-sale securities	500	763
Foreign currency translation adjustments	6,783	9,438
Accumulated adjustments for retirement benefit	226	371
<b>Total accumulated other comprehensive income</b>	<b>7,510</b>	<b>10,572</b>
Non-controlling interests	3,611	4,717
<b>Total net assets</b>	<b>254,242</b>	<b>284,251</b>
<b>Total liabilities and net assets</b>	<b>1,312,273</b>	<b>1,789,070</b>

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

## Consolidated Statement of Income

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Ordinary income	73,856	92,222
Interest income	2,305	3,601
(Interest on loans)	2,216	3,305
(Interest and dividends on securities)	22	70
Fees and commissions income	71,058	87,593
(ATM-related fee income)	65,248	73,211
(Credit operating income)	-	3,426
(Electronic money operating income)	-	3,863
Other operating income	356	41
Other ordinary income	135	985
Ordinary expenses	59,319	75,816
Interest expenses	362	556
(Interest on deposits)	17	15
Fees and commissions expenses	19,469	25,183
(ATM placement fee expenses)	15,272	15,554
(ATM-related fee expenses)	1,676	4,875
(Credit operating expense)	-	1,192
(Electronic money operating expense)	-	475
General and administrative expenses	38,032	48,668
Other ordinary expenses	1,455	1,408
Ordinary profit	14,536	16,405
Extraordinary income	6	22,326
Gain on disposal of fixed assets	6	-
Gain on sale of stocks of subsidiaries and affiliates	-	785
Gain on bargain purchase	-	21,540
Extraordinary losses	138	640
Loss on disposal of fixed assets	138	161
Impairment loss	-	179
Other extraordinary losses	-	299
Income before income taxes	14,403	38,090
Income taxes-current	4,874	6,261
Income taxes-deferred	(187)	(835)
Total income taxes	4,687	5,425
Net income	9,716	32,665
Net income (loss) attributable to non-controlling interests	(48)	54
Net income attributable to owners of the parent	9,764	32,610

## Consolidated Statements of Comprehensive Income

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Net income	9,716	32,665
Other comprehensive income	3,553	3,320
Net unrealized gains on available-for-sale securities	7	262
Foreign currency translation adjustments	3,572	3,086
Adjustments for retirement benefit	(25)	(29)
Comprehensive income	13,270	35,985
Comprehensive income attributable to:		
Owners of the parent	13,208	35,499
Non-controlling interests	61	486

### (3) Consolidated Statements of Changes in Net Assets

For the six months ended September 30, 2022

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the year	30,724	30,764	176,549	(1,173)	236,864
Changes in items during the period					
Cash dividends			(6,486)		(6,486)
Net income attributable to owners of the parent			9,764		9,764
Acquisition of treasury stock				(0)	(0)
Disposal of treasury stock				270	270
Fluctuation resulting from exclusion of equity method affiliates					-
Net changes in items other than shareholders' equity					
Total changes in items during the period	-	-	3,278	270	3,549
Balance at end of period	30,724	30,764	179,827	(902)	240,414

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Net unrealized gains on available-for-sale securities	Foreign currency translation adjustments	Accumulated adjustments for retirement benefit	Total accumulated other comprehensive income		
Balance at the beginning of the year	606	4,714	320	5,641	1,606	244,113
Changes in items during the period						
Cash dividends						(6,486)
Net income attributable to owners of the parent						9,764
Acquisition of treasury stock						(0)
Disposal of treasury stock						270
Fluctuation resulting from exclusion of equity method affiliates						-
Net changes in items other than shareholders' equity	7	3,462	(25)	3,443	61	3,505
Total changes in items during the period	7	3,462	(25)	3,443	61	7,054
Balance at end of period	614	8,176	294	9,085	1,668	251,168

For the six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the year	30,724	30,864	182,431	(900)	243,120
Changes in items during the period					
Cash dividends			(6,486)		(6,486)
Net income attributable to owners of the parent			32,610		32,610
Acquisition of treasury stock				(717)	(717)
Disposal of treasury stock				26	26
Fluctuation resulting from exclusion of equity method affiliates			406		406
Net changes in items other than shareholders' equity					
Total changes in items during the period	-	-	26,530	(690)	25,840
Balance at end of period	30,724	30,864	208,962	(1,590)	268,960

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Net unrealized gains on available-for-sale securities	Foreign currency translation adjustments	Accumulated adjustments for retirement benefit	Total accumulated other comprehensive income		
Balance at the beginning of the year	500	6,783	226	7,510	3,611	254,242
Changes in items during the period						
Cash dividends						(6,486)
Net income attributable to owners of the parent						32,610
Acquisition of treasury stock						(717)
Disposal of treasury stock						26
Fluctuation resulting from exclusion of equity method affiliates						406
Net changes in items other than shareholders' equity	262	2,654	144	3,062	1,106	4,168
Total changes in items during the period	262	2,654	144	3,062	1,106	30,008
Balance at end of period	763	9,438	371	10,572	4,717	284,251

## 2. Interim Non-Consolidated Financial Statements

### (1) Non-Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
<b>Assets</b>		
Cash and due from banks	925,965	1,064,662
Call loans	28,000	50,000
Securities	122,324	176,269
Loans	35,571	39,900
Foreign currency	0	0
Accrued income	9,806	9,919
ATM-related temporary payments	96,541	150,397
Other assets	14,245	18,970
Other assets	14,245	18,970
Tangible fixed assets	22,317	24,519
Intangible fixed assets	32,441	33,978
Prepaid pension cost	728	819
Deferred tax assets	1,161	1,166
Allowance for credit losses	(1,409)	(2,104)
Total assets	1,287,693	1,568,499
<b>Liabilities</b>		
Deposits	824,778	912,842
Negotiable certificates of deposits	750	1,260
Call money	50,000	210,500
Bonds	85,000	85,000
ATM-related temporary advances	54,773	81,683
Other liabilities	27,603	27,881
Income taxes payable	6,192	5,837
Asset retirement obligations	405	420
Other liabilities	21,004	21,624
Reserve for bonuses	529	460
Reserve for directors' benefit trust	631	691
Total liabilities	1,044,066	1,320,320
<b>Net assets</b>		
Common stock	30,724	30,724
Capital surplus	30,724	30,724
Capital reserve	30,724	30,724
Retained earnings	182,578	187,557
Legal reserve in retained earnings	0	0
Other retained earnings	182,578	187,557
Retained earnings brought forward	182,578	187,557
Treasury stock	(900)	(1,590)
Total shareholders' equity	243,127	247,416
Net unrealized gains on available-for-sale securities	500	763
Total valuation and translation adjustments	500	763
Total net assets	243,627	248,179
Total liabilities and net assets	1,287,693	1,568,499

## (2) Non-Consolidated Statement of Income

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Ordinary income	58,638	64,089
Interest income	2,282	2,918
(Interest on loans)	2,209	2,779
(Interest and dividends on securities)	22	70
Fees and commissions income	56,151	60,708
(ATM-related fee income)	51,292	55,436
Other operating income	108	51
Other ordinary income	95	411
Ordinary expenses	43,398	47,167
Interest expenses	243	127
(Interest on deposits)	17	15
Fees and commissions expenses	11,034	12,518
(ATM placement fee expenses)	8,530	8,765
(ATM-related fee expenses)	498	1,309
General and administrative expenses	30,959	33,802
Other ordinary expenses	1,160	718
Ordinary profit	15,239	16,921
Extraordinary income	-	200
Gain on sale of stocks of subsidiaries and affiliates	-	200
Extraordinary losses	451	443
Loss on disposal of fixed assets	113	143
Loss on valuation of stocks of subsidiaries and affiliates	337	-
Other extraordinary losses	-	299
Income before income taxes	14,788	16,677
Income taxes-current	4,839	5,334
Income taxes-deferred	(66)	(121)
Total income taxes	4,772	5,212
Net income	10,016	11,465

### (3) Non-Consolidated Statements of Changes in Net Assets

For the six months ended September 30, 2022

(Millions of yen)

	Shareholders' equity							
	Common stock	Capital surplus		Retained earnings			Treasury stock	Total shareholders' equity
		Capital reserve	Total capital surplus	Legal reserve in retained earnings	Other retained earnings Retained earnings brought forward	Total retained earnings		
Balance at the beginning of the year	30,724	30,724	30,724	0	176,042	176,042	(1,173)	236,318
Changes in items during the period								
Cash dividends					(6,486)	(6,486)		(6,486)
Net income					10,016	10,016		10,016
Acquisition of treasury stock							(0)	(0)
Disposal of treasury stock							270	270
Net changes in items other than shareholders' equity								
Total changes in items during the period	-	-	-	-	3,529	3,529	270	3,800
Balance at end of period	30,724	30,724	30,724	0	179,572	179,572	(902)	240,119

	Valuation and translation adjustments		Total net assets
	Net unrealized gains on available-for-sale securities	Total valuation and translation adjustments	
Balance at the beginning of the year	606	606	236,925
Changes in items during the period			
Cash dividends			(6,486)
Net income			10,016
Acquisition of treasury stock			(0)
Disposal of treasury stock			270
Net changes in items other than shareholders' equity	7	7	7
Total changes in items during the period	7	7	3,808
Balance at end of period	614	614	240,733

For the six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity							
	Common stock	Capital surplus		Retained earnings			Treasury stock	Total shareholders' equity
		Capital reserve	Total capital surplus	Legal reserve in retained earnings	Other retained earnings Retained earnings brought forward	Total retained earnings		
Balance at the beginning of the year	30,724	30,724	30,724	0	182,578	182,578	(900)	243,127
Changes in items during the period								
Cash dividends					(6,486)	(6,486)		(6,486)
Net income					11,465	11,465		11,465
Acquisition of treasury stock							(717)	(717)
Disposal of treasury stock							26	26
Net changes in items other than shareholders' equity								
Total changes in items during the period	-	-	-	-	4,979	4,979	(690)	4,288
Balance at end of period	30,724	30,724	30,724	0	187,557	187,557	(1,590)	247,416

	Valuation and translation adjustments		Total net assets
	Net unrealized gains on available-for-sale securities	Total valuation and translation adjustments	
Balance at the beginning of the year	500	500	243,627
Changes in items during the period			
Cash dividends			(6,486)
Net income			11,465
Acquisition of treasury stock			(717)
Disposal of treasury stock			26
Net changes in items other than shareholders' equity	262	262	262
Total changes in items during the period	262	262	4,551
Balance at end of period	763	763	248,179