



# Financial Results for the Second Quarter (Interim Period) of the Fiscal Year Ending March 31, 2016 (Consolidated Data)

November 6, 2015

Company Name: Seven Bank, Ltd. Stock exchange listing: Tokyo Stock Exchange  
 Stock Code: 8410 URL: <http://www.sevenbank.co.jp/english/>  
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 Scheduled date for filing of quarterly financial report: November 17, 2015  
 Scheduled date for cash dividends: December 1, 2015  
 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 Second Quarter (Interim Period) of the Fiscal Year Ending March 31, 2016 (April 1, 2015 – September 30, 2015)

### (1) Consolidated Operating Results

(% represents 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, 2015	60,003	5.7	18,938	(3.9)	12,745	2.7
Six months ended September 30, 2014	56,757	8.6	19,708	2.0	12,409	6.2

Note: Comprehensive income: Six months ended September 30, 2015: 13,041 million yen (+10.8%);  
 Six months ended September 30, 2014: 11,764 million yen (-11.7%)

	Net income per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2015	10.70	10.68
Six months ended September 30, 2014	10.41	10.40

### (2) Consolidated Financial Position

	Total assets	Total net assets	Net assets to total assets ratio
	Million yen	Million yen	%
As of September 30, 2015	899,714	177,964	19.7
As of March 31, 2015	856,415	169,890	19.7

(Reference) Capital: September 30, 2015: 177,397 million yen March 31, 2015: 169,413 million yen

Note: "Net assets to total assets ratio" is calculated as: (Total net assets at the end of the period–Subscription rights to shares 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, 2015	—	3.75	—	4.25	8.00
Fiscal year ending March 31, 2016	—	4.00			
Fiscal year ending March 31, 2016 (Forecasts)			—	4.00	8.00

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

### 3. Performance Forecasts for the Fiscal Year Ending March 31, 2016 (April 1, 2015 – March 31, 2016)

(% 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
	Million yen	%	Million yen	%	Million yen	%	Yen
Full-year	120,300	5.4	37,700	1.7	25,100	8.0	21.07

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

#### Notes

(1) Changes in important subsidiaries during the interim period of the fiscal year ending March 31, 2016: None

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

Added – (company name) –

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.: Yes

(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, 2015 1,191,001,000 shares As of March 31, 2015 1,191,001,000 shares

(b) Number of treasury shares

As of September 30, 2015 128 shares As of March 31, 2015 128 shares

(c) Average number of shares for the period under review (interim period)

As of September 30, 2015 1,191,000,872 shares As of September 30, 2014 1,190,975,014 shares

## Overview of Non-Consolidated Performance

### 1. Non-Consolidated Financial Highlights for the Second Quarter (Interim Period) of the Fiscal Year Ending March 31, 2016 (April 1, 2015 – September 30, 2015)

#### (1) Non-Consolidated Operating Results

(% represents year-on-year change)

	Ordinary income		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2015	55,320	4.9	19,812	(2.2)	13,225	2.0
Six months ended September 30, 2014	52,699	5.4	20,271	2.7	12,961	6.9

	Net income per share
	Yen
Six months ended September 30, 2015	11.10
Six months ended September 30, 2014	10.88

#### (2) Non-Consolidated Financial Position

	Total assets	Total net assets	Net assets to total assets ratio
	Million yen	Million yen	%
As of September 30, 2015	894,175	175,095	19.5
As of March 31, 2015	850,369	166,814	19.5

(Reference) Capital: September 30, 2015: 174,549 million yen March 31, 2015: 166,364 million yen

Note: “Net assets to total assets ratio” is calculated as: (Total net assets at the end of the period–Subscription rights to shares 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, 2016 (April 1, 2015 – March 31, 2016)

(% 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	111,100	5.1	39,500	3.2	26,300	7.5	22.08

#### Disclosure concerning the implementation status of interim audit procedures

This quarterly report is exempt from interim audit procedures based on the Financial Instruments and Exchange Act of Japan. As of this interim report’s publication, audit procedures pertaining to interim consolidated and non-consolidated financial statements have not been completed.

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

- Seven Bank prepared interim consolidated and non-consolidated financial statements for the second quarter ended September 30, 2015, because it corresponds to a “specific business corporation” (as described in Article 17-15, paragraph 2 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.

### 3. Interim Consolidated Financial Statements

#### (1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2015	As of September 30, 2015
<b>Assets</b>		
Cash and due from banks	600,859	674,077
Call loans	13,000	8,000
Securities	71,853	39,263
Loans	10,406	14,030
ATM-related temporary payments	81,617	85,890
Other assets	10,411	10,345
Tangible fixed assets	31,673	32,209
Intangible fixed assets	35,625	34,927
Asset for retirement benefits	60	88
Deferred tax assets	951	915
Allowance for credit losses	(46)	(32)
<b>Total assets</b>	<b>856,415</b>	<b>899,714</b>
<b>Liabilities</b>		
Deposits	501,413	533,196
Negotiable certificates of deposit	760	990
Borrowed money	16,000	20,016
Bonds	110,000	110,000
ATM-related temporary advances	37,857	39,528
Other liabilities	17,890	15,831
Reserve for bonuses	449	431
Liability for retirement benefits	0	0
Deferred tax liabilities	2,154	1,755
<b>Total liabilities</b>	<b>686,525</b>	<b>721,750</b>
<b>Net assets</b>		
Common stock	30,514	30,514
Capital surplus	30,514	30,514
Retained earnings	102,511	110,195
Treasury stock	(0)	(0)
<b>Total shareholders' equity</b>	<b>163,539</b>	<b>171,223</b>
Net unrealized gains on available-for-sale securities	360	382
Foreign currency translation adjustments	5,500	5,766
Accumulated adjustments for retirement benefit	13	26
<b>Total accumulated other comprehensive income</b>	<b>5,874</b>	<b>6,174</b>
Subscription rights to shares	449	545
Non-controlling interests	26	21
<b>Total net assets</b>	<b>169,890</b>	<b>177,964</b>
<b>Total liabilities and net assets</b>	<b>856,415</b>	<b>899,714</b>

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

Consolidated Statements of Income

(Millions of yen)

	For the six months ended September 30, 2014	For the six months ended September 30, 2015
Ordinary income	56,757	60,003
Interest income	605	1,029
(Interest on loans)	500	924
(Interest and dividends on securities)	80	39
Fees and commissions income	55,975	58,744
(ATM-related fee income)	53,539	56,002
Other operating income	78	96
Other ordinary income	97	133
Ordinary expenses	37,048	41,065
Interest expenses	644	646
(Interest on deposits)	268	299
Fees and commissions expenses	9,339	10,624
(ATM placement fee expenses)	7,972	8,845
(ATM-related fee expenses)	592	699
General and administrative expenses	27,052	29,753
Other ordinary expenses	11	41
Ordinary profit	19,708	18,938
Extraordinary losses	129	84
Loss on disposal of fixed assets	129	84
Income before income taxes	19,579	18,853
Income taxes-current	7,234	6,514
Income taxes-deferred	(64)	(402)
Total income taxes	7,170	6,111
Net income	12,409	12,741
Net income (loss) attributable to non-controlling interests	0	(3)
Net income attributable to owners of the parent	12,409	12,745

# Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2014	For the six months ended September 30, 2015
Net income	12,409	12,741
Other comprehensive income	(645)	299
Net unrealized gains (losses) on available-for-sale securities	(104)	21
Foreign currency translation adjustments	(564)	264
Adjustments for retirement benefit	24	12
Comprehensive income	11,764	13,041
Comprehensive income attributable to:		
Owners of the parent	11,765	13,045
Non-controlling interests	(1)	(4)

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

For the six months ended September 30, 2014 (April 1, 2014 to September 30, 2014)

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of year	30,509	30,509	88,520	(0)	149,539
Changes in items during the period					
Issuance of new shares	4	4			9
Cash dividends			(4,763)		(4,763)
Net income attributable to owners of the parent			12,409		12,409
Net change in items other than shareholders' equity during the period					
Net changes in items during the period	4	4	7,645	—	7,655
Balance at end of the period	30,514	30,514	96,166	(0)	157,194

	Accumulated other comprehensive income				Subscription rights to shares	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 beginning of year	3	3,613	(119)	3,497	371	—	153,408
Changes in items during the period							
Issuance of new shares							9
Cash dividends							(4,763)
Net income attributable to owners of the parent							12,409
Net change in items other than shareholders' equity during the period	(104)	(563)	24	(644)	78	25	(540)
Net changes in items during the period	(104)	(563)	24	(644)	78	25	7,115
Balance at end of the period	(101)	3,050	(94)	2,853	449	25	160,523

For the six months ended September 30, 2015 (April 1, 2015 to September 30, 2015)

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of year	30,514	30,514	102,511	(0)	163,539
Changes in items during the period					
Issuance of new shares					—
Cash dividends			(5,061)		(5,061)
Net income attributable to owners of the parent			12,745		12,745
Net change in items other than shareholders' equity during the period					
Net changes in items during the period	—	—	7,683	—	7,683
Balance at end of the period	30,514	30,514	110,195	(0)	171,223

	Accumulated other comprehensive income				Subscription rights to shares	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 beginning of year	360	5,500	13	5,874	449	26	169,890
Changes in items during the period							
Issuance of new shares							—
Cash dividends							(5,061)
Net income attributable to owners of the parent							12,745
Net change in items other than shareholders' equity during the period	21	266	12	300	95	(4)	391
Net changes in items during the period	21	266	12	300	95	(4)	8,074
Balance at end of the period	382	5,766	26	6,174	545	21	177,964



**(4) Notes to Interim Consolidated Financial Statements**

(Notes Regarding Assumption of Going Concern)

Not applicable.

#### 4. Interim Non-Consolidated Financial Statements

##### (1) Non-Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2015	As of September 30, 2015
<b>Assets</b>		
Cash and due from banks	599,620	668,725
Call loans	13,000	8,000
Securities	84,002	55,085
Loans	10,406	14,275
Accrued income	8,514	8,356
ATM-related temporary payments	81,617	85,890
Other assets	1,556	1,619
Other assets	1,556	1,619
Tangible fixed assets	30,506	31,150
Intangible fixed assets	20,191	20,138
Prepaid pension cost	41	50
Deferred tax assets	958	927
Allowance for credit losses	(46)	(42)
<b>Total assets</b>	<b>850,369</b>	<b>894,175</b>
<b>Liabilities</b>		
Deposits	501,525	533,293
Negotiable certificates of deposit	760	990
Borrowed money	16,000	20,000
Bonds	110,000	110,000
ATM-related temporary advances	37,857	39,528
Other liabilities	17,041	14,890
Income taxes payable	7,196	6,811
Asset retirement obligations	346	345
Other liabilities	9,498	7,733
Reserve for bonuses	370	377
<b>Total liabilities</b>	<b>683,554</b>	<b>719,080</b>
<b>Net assets</b>		
Common stock	30,514	30,514
Capital surplus	30,514	30,514
Capital reserve	30,514	30,514
Retained earnings	104,976	113,139
Legal reserve in retained earnings	0	0
Other retained earnings	104,976	113,139
Retained earnings brought forward	104,976	113,139
Treasury stock	(0)	(0)
<b>Total shareholders' equity</b>	<b>166,004</b>	<b>174,167</b>
Net unrealized gains on available-for-sale securities	360	382
<b>Total valuation and translation adjustments</b>	<b>360</b>	<b>382</b>
Subscription rights to shares	449	545
<b>Total net assets</b>	<b>166,814</b>	<b>175,095</b>
<b>Total liabilities and net assets</b>	<b>850,369</b>	<b>894,175</b>

**(2) Non-Consolidated Statements of Income**

(Millions of yen)

	For the six months ended September 30, 2014	For the six months ended September 30, 2015
Ordinary income	52,699	55,320
Interest income	605	1,028
(Interest on loans)	500	925
(Interest and dividends on securities)	80	39
Fees and commissions income	51,979	54,139
(ATM-related fee income)	49,543	51,403
Other operating income	78	96
Other ordinary income	36	56
Ordinary expenses	32,427	35,508
Interest expenses	644	645
(Interest on deposits)	268	299
Fees and commissions expenses	6,959	7,724
(ATM placement fee expenses)	5,959	6,319
(ATM-related fee expenses)	316	409
General and administrative expenses	24,814	27,096
Other ordinary expenses	9	41
Ordinary profit	20,271	19,812
Extraordinary losses	110	57
Loss on disposal of fixed assets	110	57
Income before income taxes	20,161	19,754
Income taxes-current	7,226	6,508
Income taxes-deferred	(26)	20
Total income taxes	7,199	6,529
Net income	12,961	13,225

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

For the six months ended September 30, 2014 (April 1, 2014 to September 30, 2014)

(Millions of yen)

	Shareholders' equity							
	Common stock	Capital surplus		Legal reserve	Retained earnings		Treasury stock	Total shareholders' equity
		Capital reserve	Total capital surplus		Other retained earnings Retained earnings brought forward	Total retained earnings		
Balance at beginning of year	30,509	30,509	30,509	0	89,749	89,749	(0)	150,767
Changes in items during the period								
Issuance of new shares	4	4	4					9
Cash dividends					(4,763)	(4,763)		(4,763)
Net income					12,961	12,961		12,961
Net change in items other than shareholders' equity during the period								
Net changes in items during the period	4	4	4	—	8,197	8,197	—	8,207
Balance at end of the period	30,514	30,514	30,514	0	97,946	97,946	(0)	158,974

	Valuation and translation adjustments		Subscription rights to shares	Total net assets
	Net unrealized gains on available-for-sale securities	Total valuation and translation adjustments		
Balance at beginning of year	3	3	371	151,142
Changes in items during the period				
Issuance of new shares				9
Cash dividends				(4,763)
Net income				12,961
Net change in items other than shareholders' equity during the period	(104)	(104)	78	(26)
Net changes in items during the period	(104)	(104)	78	8,180
Balance at end of the period	(101)	(101)	449	159,323

For the six months ended September 30, 2015 (April 1, 2015 to September 30, 2015)

(Millions of yen)

	Shareholders' equity							
	Common stock	Capital surplus		Retained earnings			Treasury stock	Total shareholders' equity
		Capital reserve	Total capital surplus	Legal reserve	Other retained earnings Retained earnings brought forward	Total retained earnings		
Balance at beginning of year	30,514	30,514	30,514	0	104,976	104,976	(0)	166,004
Changes in items during the period								
Issuance of new shares								—
Cash dividends					(5,061)	(5,061)		(5,061)
Net income					13,225	13,225		13,225
Net change in items other than shareholders' equity during the period								
Net changes in items during the period	—	—	—	—	8,163	8,163	—	8,163
Balance at end of the period	30,514	30,514	30,514	0	113,139	113,139	(0)	174,167

	Valuation and translation adjustments		Subscription rights to shares	Total net assets
	Net unrealized gains on available-for-sale securities	Total valuation and translation adjustments		
Balance at beginning of year	360	360	449	166,814
Changes in items during the period				
Issuance of new shares				—
Cash dividends				(5,061)
Net income				13,225
Net change in items other than shareholders' equity during the period	21	21	95	116
Net changes in items during the period	21	21	95	8,280
Balance at end of the period	382	382	545	175,095

#### (4) Notes to Interim Non-Consolidated Financial Statements

(Notes Regarding Assumption of Going Concern)

Not applicable.