



Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2017 (Consolidated Data)

August 5, 2016

Company Name: Seven Bank, Ltd. Stock exchange listing: Tokyo Stock Exchange
 Stock Code: 8410 URL <http://www.sevenbank.co.jp/english/>
 Representative: Kensuke Futagoishi, President and Representative Director
 For inquiries: Hiroshi Takeuchi, Executive Officer, General Manager of the Planning Division
 Telephone: +81-3-3211-3041

Scheduled date for filing of quarterly financial report: August 9, 2016
 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, 2017 (April 1, 2016 – June 30, 2016)

(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	%
Three months ended June 30, 2016	30,427	2.8	9,415	(1.1)	6,396	1.9
Three months ended June 30, 2015	29,588	5.8	9,524	(1.2)	6,273	3.3

Note: Comprehensive income: Three months ended June 30, 2016: 5,111 million yen (-17.6%);

Three months ended June 30, 2015: 6,207 million yen (+9.2%)

	Net income per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2016	5.37	5.36
Three months ended June 30, 2015	5.26	5.25

(2) Consolidated Financial Position

	Total assets	Total net assets	Net assets to total assets ratio
	Million yen	Million yen	%
As of June 30, 2016	976,448	184,547	18.8
As of March 31, 2016	915,385	184,794	20.1

(Reference) Capital: June 30, 2016: 184,096 million yen; March 31, 2016: 184,225 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, 2016	—	4.00	—	4.50	8.50
Fiscal year ending March 31, 2017	—				
Fiscal year ending March 31, 2017 (Forecasts)		4.25	—	4.25	8.50

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

3. Performance Forecasts for the Fiscal Year Ending March 31, 2017 (April 1, 2016 – March 31, 2017)

(% represents the year-on year change from each respective corresponding period (full-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)	61,600	2.6	19,300	1.9	13,100	2.7	10.99
Full-year	123,100	2.6	37,600	1.1	25,600	3.5	21.48

Note: Revisions to the 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, 2017: None

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

Added – (company name) –

Excluded – (company name) –

(2) Adoption of particular accounting methods for 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.: None

(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 shares)

As of June 30, 2016 1,191,528,000 shares As of March 31, 2016 1,191,001,000 shares

(b) Number of treasury shares

As of June 30, 2016 128 shares As of March 31, 2016 128 shares

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

Three months ended June 30, 2016 1,191,140,773 shares Three months ended June 30, 2015 1,191,000,872 shares

● Quarterly review procedure status

This quarterly earnings report is exempt from quarterly review procedure based upon the Financial Instruments and Exchange Act. As of this report's publication, the review of the financial results had not been finished.

● 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.

4. Quarterly Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2016	As of June 30, 2016
Assets		
Cash and due from banks	645,838	686,169
Call loans	25,000	25,000
Securities	66,797	65,410
Loans	16,208	17,083
ATM-related temporary payments	83,407	104,469
Other assets	11,961	13,582
Tangible fixed assets	30,890	30,522
Intangible fixed assets	34,356	33,464
Asset for retirement benefits	68	81
Deferred tax assets	921	743
Allowance for credit losses	(65)	(79)
Total assets	915,385	976,448
Liabilities		
Deposits	546,981	569,625
Negotiable certificates of deposits	800	800
Call money	—	35,000
Borrowed money	15,022	15,016
Bonds	110,000	110,000
ATM-related temporary advances	37,830	46,010
Other liabilities	17,807	13,225
Reserve for bonuses	458	723
Liability for retirement benefits	0	0
Deferred tax liabilities	1,690	1,499
Total liabilities	730,590	791,900
Net assets		
Common stock	30,514	30,572
Capital surplus	30,496	30,554
Retained earnings	117,402	118,439
Treasury stock	(0)	(0)
Total shareholders' equity	178,412	179,567
Net unrealized gains on available-for-sale securities	343	185
Foreign currency translation adjustments	5,462	4,330
Accumulated adjustments for retirement benefit	6	12
Total accumulated other comprehensive income	5,812	4,528
Subscription rights to shares	545	427
Non-controlling interests	24	22
Total net assets	184,794	184,547
Total liabilities and net assets	915,385	976,448

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

(Millions of yen)

	Three months ended June 30, 2015	Three months ended June 30, 2016
Ordinary income	29,588	30,427
Interest income	483	668
(Interest on loans)	429	627
(Interest and dividends on securities)	26	12
Fees and commissions income	28,987	29,617
(ATM-related fee income)	27,640	28,132
Other operating income	46	55
Other ordinary income	69	86
Ordinary expenses	20,063	21,012
Interest expenses	321	258
(Interest on deposits)	149	93
Fees and commissions expenses	5,198	5,787
(ATM placement fee expenses)	4,333	4,698
(ATM-related fee expenses)	344	394
General and administrative expenses	14,521	14,918
Other ordinary expenses	22	48
Ordinary profit	9,524	9,415
Extraordinary losses	32	35
Loss on disposal of fixed assets	32	35
Income before income taxes	9,492	9,380
Income taxes-current	3,068	2,821
Income taxes-deferred	150	162
Total income taxes	3,219	2,984
Net income	6,272	6,395
Net loss attributable to non-controlling interests	(0)	(0)
Net income attributable to owners of the parent	6,273	6,396

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2015	Three months ended June 30, 2016
Net income	6,272	6,395
Other comprehensive income	(65)	(1,284)
Net unrealized gains (losses) on available-for-sale securities	(17)	(157)
Foreign currency translation adjustments	(54)	(1,132)
Adjustments for retirement benefit	6	6
Comprehensive income	6,207	5,111
Comprehensive income attributable to:		
Owners of the parent	6,209	5,113
Non-controlling interests	(1)	(1)

Quarterly Non-Consolidated Financial Statements

(1) Non-Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2016	As of June 30, 2016
Assets		
Cash and due from banks	641,558	682,793
Call loans	25,000	25,000
Securities	83,332	81,945
Loans	16,208	17,083
ATM-related temporary payments	83,399	104,457
Other assets	10,101	11,236
Tangible fixed assets	29,606	29,304
Intangible fixed assets	20,685	21,094
Prepaid pension cost	59	63
Deferred tax assets	914	743
Allowance for credit losses	(65)	(79)
Total assets	910,801	973,642
Liabilities		
Deposits	547,065	569,727
Negotiable certificates of deposits	800	800
Call money	—	35,000
Borrowed money	15,000	15,000
Bonds	110,000	110,000
ATM-related temporary advances	37,830	46,010
Other liabilities	16,551	11,955
Reserve for bonuses	379	657
Total liabilities	727,627	789,150
Net assets		
Common stock	30,514	30,572
Capital surplus	30,514	30,572
Retained earnings	121,258	122,732
Treasury stock	(0)	(0)
Total shareholders' equity	182,286	183,878
Net unrealized gains on available-for-sale securities	343	185
Total valuation and translation adjustments	343	185
Subscription rights to shares	545	427
Total net assets	183,174	184,491
Total liabilities and net assets	910,801	973,642

(2) Non-Consolidated Statements of Income

(Millions of yen)

	Three months ended June 30, 2015	Three months ended June 30, 2016
Ordinary income	27,331	28,207
Interest income	482	663
(Interest on loans)	429	627
(Interest and dividends on securities)	26	12
Fees and commissions income	26,781	27,470
(ATM-related fee income)	25,434	25,991
Other operating income	46	53
Other ordinary income	21	20
Ordinary expenses	17,419	18,292
Interest expenses	321	249
(Interest on deposits)	149	93
Fees and commissions expenses	3,803	4,300
(ATM placement fee expenses)	3,128	3,454
(ATM-related fee expenses)	203	224
General and administrative expenses	13,271	13,702
Other ordinary expenses	23	39
Ordinary profit	9,912	9,914
Extraordinary losses	30	30
Loss on disposal of fixed assets	30	30
Income before income taxes	9,882	9,884
Income taxes-current	3,058	2,809
Income taxes-deferred	208	240
Total income taxes	3,267	3,049
Net income	6,614	6,834