



Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2021 [JGAAP] (Consolidated Data)

February 5, 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: February 9, 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 Third Quarter of the Fiscal Year Ending March 31, 2021 (April 1, 2020–December 31, 2020)

(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	%
Nine months ended December 31, 2020	104,002	(7.4)	28,731	(8.9)	21,386	2.8
Nine months ended December 31, 2019	112,345	0.8	31,556	(1.8)	20,788	177.1

Note: Comprehensive income: Nine months ended December 31, 2020 20,781 million yen (+0.1%)
 Nine months ended December 31, 2019 20,759 million yen (+179.4%)

	net income per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2020	18.16		18.16	
Nine months ended December 31, 2019	17.57		17.55	

(2) Consolidated Financial Position

	Total assets		Total net assets		Net assets to total assets ratio	
	Million yen		Million yen		%	
As of December 31, 2020	1,221,815		229,852		18.6	
As of March 31, 2020	1,085,885		222,833		20.3	

(Reference)Capital: December 31, 2020 228,421 million yen
 March 31, 2020 221,212 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 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, 2020	-	5.50	-	5.50	11.00
Fiscal year ending March 31, 2021	-	5.50	-	-	-
Fiscal year ending March 31, 2021 (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, 2021 (April 1, 2020 - March 31, 2021)

(% 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	134,200	(9.6)	32,800	(17.6)	23,000	(12.0)	19.54

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

Notes

(1) Changes in important subsidiaries during the period under review (nine months ended December 31, 2020): None
(Changes in specific subsidiaries involving changes in the scope of consolidation)

Added: None

Excluded: None

(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.: 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 stock)

As of December 31, 2020	1,179,308,000 shares	As of March 31, 2020	1,179,129,000 shares
As of December 31, 2020	3,587,793 shares	As of March 31, 2020	798,656 shares
Nine months ended December 31, 2020	1,177,094,803 shares	Nine months ended December 31, 2019	1,182,690,987 shares

(b) Number of treasury shares

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

Note: The Company has introduced "Directors' Compensation BIP Trust" and "Stock Grant ESOP Trust" and the shares in the Company held by these trusts are included in the number of treasury stock to be subtracted upon calculating the number of treasury shares at the end of the period under review and the average number of shares for the period under review.

* 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, 2020	As of December 31, 2020
Assets		
Cash and due from banks	848,446	932,109
Securities	70,911	78,116
Loans	23,283	23,320
Foreign currency	0	0
ATM-related temporary payments	81,965	119,007
Other assets	16,365	17,135
Tangible fixed assets	13,985	17,465
Intangible fixed assets	29,665	33,593
Asset for retirement benefits	378	432
Deferred tax assets	909	684
Allowance for credit losses	(25)	(49)
Total assets	1,085,885	1,221,815
Liabilities		
Deposits	683,760	806,955
Negotiable certificates of deposits	800	750
Borrowed money	196	567
Bonds	105,000	105,000
ATM-related temporary advances	45,052	54,802
Other liabilities	27,288	22,943
Reserve for bonuses	573	239
Liability for retirement benefits	3	3
Reserve for directors' retirement benefits	4	-
Reserve for directors' benefit trust	236	599
Deferred tax liabilities	137	100
Total liabilities	863,051	991,962
Net assets		
Common stock	30,702	30,724
Capital surplus	30,757	30,724
Retained earnings	155,760	164,175
Treasury stock	(338)	(1,081)
Total shareholders' equity	216,882	224,543
Net unrealized gains on available-for-sale securities	499	347
Foreign currency translation adjustments	3,767	3,478
Accumulated adjustments for retirement benefit	62	52
Total accumulated other comprehensive income	4,329	3,878
Subscription rights to shares	274	-
Non-controlling interests	1,346	1,431
Total net assets	222,833	229,852
Total liabilities and net assets	1,085,885	1,221,815

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

Consolidated Statement of Income

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Ordinary income	112,345	104,002
Interest income	2,678	2,692
(Interest on loans)	2,589	2,596
(Interest and dividends on securities)	21	24
Fees and commissions income	109,352	99,925
(ATM-related fee income)	103,510	93,927
Other operating income	196	128
Other ordinary income	117	1,255
Ordinary expenses	80,788	75,271
Interest expenses	519	410
(Interest on deposits)	80	53
Fees and commissions expenses	30,647	27,035
(ATM placement fee expenses)	23,487	21,606
(ATM-related fee expenses)	3,855	1,929
General and administrative expenses	46,017	47,288
Other ordinary expenses	3,604	536
Ordinary profit	31,556	28,731
Extraordinary income	56	200
Gain on disposal of fixed assets	56	200
Extraordinary losses	105	83
Loss on disposal of fixed assets	105	83
Income before income taxes	31,507	28,848
Income taxes-current	10,479	7,325
Income taxes-deferred	271	262
Total income taxes	10,750	7,587
Net income	20,756	21,261
Net loss attributable to non-controlling interests	(31)	(125)
Net income attributable to owners of the parent	20,788	21,386

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Net income	20,756	21,261
Other comprehensive income	2	(479)
Net unrealized gains on available-for-sale securities	173	(152)
Foreign currency translation adjustments	(153)	(317)
Adjustments for retirement benefit	(17)	(10)
Comprehensive income	20,759	20,781
Comprehensive income attributable to:		
Owners of the parent	20,818	20,935
Non-controlling interests	(59)	(153)

2. Quarterly Non-Consolidated Financial Statements

(1) Non-Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2020	As of December 31, 2020
Assets		
Cash and due from banks	842,606	920,952
Securities	80,826	90,925
Loans	23,528	23,359
Foreign currency	0	0
ATM-related temporary payments	81,885	118,847
Other assets	13,732	14,740
Tangible fixed assets	11,667	15,234
Intangible fixed assets	27,768	31,374
Prepaid pension cost	269	336
Deferred tax assets	9,053	7,960
Customers' liabilities for acceptances and guarantees	-	740
Allowance for credit losses	(50)	(123)
Total assets	1,091,287	1,224,348
Liabilities		
Deposits	686,633	809,529
Negotiable certificates of deposits	800	750
Bonds	105,000	105,000
ATM-related temporary advances	45,052	54,802
Other liabilities	23,336	18,076
Reserve for bonuses	361	98
Reserve for directors' benefit trust	236	599
Acceptances and guarantees	-	740
Total liabilities	861,421	989,597
Net assets		
Common stock	30,702	30,724
Capital surplus	30,702	30,724
Retained earnings	168,025	174,035
Treasury stock	(338)	(1,081)
Total shareholders' equity	229,091	234,403
Net unrealized gains on available-for-sale securities	499	347
Total valuation and translation adjustments	499	347
Subscription rights to shares	274	-
Total net assets	229,866	234,750
Total liabilities and net assets	1,091,287	1,224,348

(2) Non-Consolidated Statements of Income

(Millions of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Ordinary income	91,015	84,307
Interest income	2,681	2,699
(Interest on loans)	2,595	2,610
(Interest and dividends on securities)	21	24
Fees and commissions income	87,930	80,761
(ATM-related fee income)	82,417	75,194
Other operating income	225	130
Other ordinary income	176	714
Ordinary expenses	55,834	56,880
Interest expenses	516	396
(Interest on deposits)	80	53
Fees and commissions expenses	15,309	15,122
(ATM placement fee expenses)	11,930	11,924
(ATM-related fee expenses)	787	419
General and administrative expenses	39,915	41,182
Other ordinary expenses	92	179
Ordinary profit	35,181	27,426
Extraordinary losses	3,056	56
Loss on disposal of fixed assets	56	56
Loss on valuation of stocks of subsidiaries and affiliates	2,999	-
Income before income taxes	32,124	27,370
Income taxes-current	10,466	7,227
Income taxes-deferred	(616)	1,160
Total income taxes	9,850	8,388
Net income	22,274	18,981

3. Capital Adequacy Ratio (Domestic Standard)

(1) Consolidated Capital Adequacy Ratio (Domestic Standard)

	As of December 31, 2020
Consolidated capital adequacy ratio (domestic standard)	49.20%

(Reference) As of March 31, 2020
50.11%

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

	As of December 31, 2020
Non-consolidated capital adequacy ratio (domestic standard)	55.05%

(Reference) As of March 31, 2020
55.64%