



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

November 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 November 11, 2021 Scheduled date for December 1, 2021
 quarterly financial report: 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 Second Quarter (Interim Period) of the Fiscal Year Ending March 31, 2022 (April 1, 2021 – September 30, 2021)

(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, 2021	67,425	(1.2)	15,079	(19.7)	10,897	(23.4)
Six months ended September 30, 2020	68,309	(8.3)	18,792	(6.7)	14,237	9.1

Note: Comprehensive income: Six months ended September 30, 2021 11,482 million yen (-16.6%)
 Six months ended September 30, 2020 13,779 million yen (+5.5%)

	Net income per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2021	9.26	-
Six months ended September 30, 2020	12.08	12.08

Note: "Diluted earnings per share" for the six months ended September 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 September 30, 2021	1,192,730	239,916	19.9
As of March 31, 2021	1,197,158	234,676	19.4

(Reference) Capital: As of September 30, 2021 238,312 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	-	5.50	-	-	-
Fiscal year ending March 31, 2022 (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, 2022 (April 1, 2021 - March 31, 2022)

(% 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	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 period under review (six months ended September 30, 2021) (changes in specific subsidiaries involving changes in the scope of consolidation): None

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, 2021	1,179,308,000 shares	As of March 31, 2021	1,179,308,000 shares
As of September 30, 2021	3,571,645 shares	As of March 31, 2021	3,587,793 shares
Six months ended September 30, 2021	1,175,725,854 shares	Six months ended September 30, 2020	1,177,785,856 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, 2022 (April 1, 2021 – September 30, 2021)

(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, 2021	54,652	(0.9)	14,726	(17.3)	10,078	(18.2)
Six months ended September 30, 2020	55,178	(8.3)	17,811	(23.2)	12,322	(13.7)
Net income per share						
	Yen					
Six months ended September 30, 2021	8.57					
Six months ended September 30, 2020	10.46					

(2) Non-Consolidated Financial Position

	Total assets	Total net assets	Net assets to total assets ratio
	Million yen	Million yen	%
As of September 30, 2021	1,186,092	235,209	19.8
As of March 31, 2021	1,192,358	231,687	19.4

(Reference) Capital: As of September 30, 2021 235,209 million yen
As of March 31, 2021 231,687 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, 2022 (April 1, 2021 - March 31, 2022)

(% 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	110,900	(0.6)	27,300	(21.0)	18,900	19.4	16.07

- * This earnings report is exempt from audit procedures.
- * Explanation of the appropriate use of earnings forecasts, and other special notes
 - Seven Bank prepares interim consolidated and non-consolidated financial statements for the second quarter ended September 30, 2021, as it falls under “specific business corporation” (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. Interim Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2021	As of September 30, 2021
Assets		
Cash and due from banks	937,945	934,420
Securities	78,154	72,902
Loans	24,329	25,864
Foreign currency	0	0
ATM-related temporary payments	83,681	84,616
Other assets	17,442	16,885
Tangible fixed assets	19,218	21,971
Intangible fixed assets	34,857	34,451
Asset for retirement benefits	909	973
Deferred tax assets	707	722
Allowance for credit losses	(88)	(77)
Total assets	1,197,158	1,192,730
Liabilities		
Deposits	782,658	772,368
Negotiable certificates of deposits	750	1,260
Borrowed money	591	1,532
Bonds	105,000	105,000
ATM-related temporary advances	47,046	47,388
Other liabilities	25,098	23,896
Reserve for bonuses	610	600
Liability for retirement benefits	6	6
Reserve for directors' benefit trust	634	690
Deferred tax liabilities	87	71
Total liabilities	962,482	952,813
Net assets		
Common stock	30,724	30,724
Capital surplus	30,724	30,712
Retained earnings	168,694	173,105
Treasury stock	(1,081)	(1,076)
Total shareholders' equity	229,061	233,465
Net unrealized gains on available-for-sale securities	440	365
Foreign currency translation adjustments	3,407	4,143
Accumulated adjustments for retirement benefit	359	337
Total accumulated other comprehensive income	4,207	4,847
Non-controlling interests	1,407	1,603
Total net assets	234,676	239,916
Total liabilities and net assets	1,197,158	1,192,730

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

Consolidated Statement of Income

(Millions of yen)

	Six months ended September 30, 2020	Six months ended September 30, 2021
Ordinary income	68,309	67,425
Interest income	1,777	1,956
(Interest on loans)	1,718	1,887
(Interest and dividends on securities)	14	15
Fees and commissions income	65,352	64,704
(ATM-related fee income)	61,503	60,372
Other operating income	136	164
Other ordinary income	1,042	600
Ordinary expenses	49,517	52,345
Interest expenses	269	291
(Interest on deposits)	36	25
Fees and commissions expenses	17,776	17,807
(ATM placement fee expenses)	14,145	14,147
(ATM-related fee expenses)	1,400	1,180
General and administrative expenses	31,097	33,670
Other ordinary expenses	373	576
Ordinary profit	18,792	15,079
Extraordinary income	12	423
Gain on disposal of fixed assets	12	7
Gain on change in equity	-	415
Extraordinary losses	50	195
Loss on disposal of fixed assets	50	195
Income before income taxes	18,754	15,307
Income taxes-current	4,463	4,475
Income taxes-deferred	121	11
Total income taxes	4,585	4,487
Net income	14,169	10,820
Net loss attributable to non-controlling interests	(68)	(77)
Net income attributable to owners of the parent	14,237	10,897

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Six months ended September 30, 2020	Six months ended September 30, 2021
Net income	14,169	10,820
Other comprehensive income	(389)	662
Net unrealized gains on available-for-sale securities	(274)	(74)
Foreign currency translation adjustments	(108)	759
Adjustments for retirement benefit	(6)	(21)
Comprehensive income	13,779	11,482
Comprehensive income attributable to:		
Owners of the parent	13,863	11,537
Non-controlling interests	(83)	(54)

(3) Consolidated Statements of Changes in Net Assets

For the six months ended September 30, 2020

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the year	30,702	30,757	155,760	(338)	216,882
Changes in items during the period					
Issuance of new shares	21	21			43
Cash dividends			(6,485)		(6,485)
Net income attributable to owners of the parent			14,237		14,237
Acquisition of treasury stock				(770)	(770)
Disposal of treasury stock				27	27
Change in capital surplus due to change in equity of consolidated subsidiaries		(54)			(54)
Net changes in items other than shareholders' equity					
Total changes in items during the period	21	(33)	7,752	(742)	6,998
Balance at end of period	30,724	30,724	163,512	(1,081)	223,880

	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 the beginning of the year	499	3,767	62	4,329	274	1,346	222,833
Changes in items during the period							
Issuance of new shares							43
Cash dividends							(6,485)
Net income attributable to owners of the parent							14,237
Acquisition of treasury stock							(770)
Disposal of treasury stock							27
Change in capital surplus due to change in equity of consolidated subsidiaries							(54)
Net changes in items other than shareholders' equity	(274)	(93)	(6)	(374)	(274)	154	(494)
Total changes in items during the period	(274)	(93)	(6)	(374)	(274)	154	6,503
Balance at end of period	225	3,674	55	3,955	-	1,501	229,337

For the six months ended September 30, 2021

(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	30,724	168,694	(1,081)	229,061
Changes in items during the period					
Issuance of new shares					-
Cash dividends			(6,486)		(6,486)
Net income attributable to owners of the parent			10,897		10,897
Acquisition of treasury stock					-
Disposal of treasury stock				4	4
Change in capital surplus due to change in equity of consolidated subsidiaries		(12)			(12)
Net changes in items other than shareholders' equity					
Total changes in items during the period	-	(12)	4,411	4	4,403
Balance at end of period	30,724	30,712	173,105	(1,076)	233,465

	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 the beginning of the year	440	3,407	359	4,207	-	1,407	234,676
Changes in items during the period							
Issuance of new shares							-
Cash dividends							(6,486)
Net income attributable to owners of the parent							10,897
Acquisition of treasury stock							-
Disposal of treasury stock							4
Change in capital surplus due to change in equity of consolidated subsidiaries							(12)
Net changes in items other than shareholders' equity	(74)	736	(21)	640	-	196	836
Total changes in items during the period	(74)	736	(21)	640	-	196	5,240
Balance at end of period	365	4,143	337	4,847	-	1,603	239,916

2. Interim Non-Consolidated Financial Statements

(1) Non-Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2021	As of September 30, 2021
Assets		
Cash and due from banks	927,647	918,811
Securities	91,173	89,361
Loans	24,350	25,792
Foreign currency	0	0
Accrued income	8,867	7,900
ATM-related temporary payments	83,152	84,157
Other assets	5,720	6,105
Other assets	5,720	6,105
Tangible fixed assets	17,194	19,119
Intangible fixed assets	32,518	31,949
Prepaid pension cost	369	463
Deferred tax assets	759	776
Customers' liabilities for acceptances and guarantees	769	1,937
Allowance for credit losses	(164)	(282)
Total assets	1,192,358	1,186,092
Liabilities		
Deposits	784,892	774,531
Negotiable certificates of deposits	750	1,260
Bonds	105,000	105,000
ATM-related temporary advances	47,046	47,388
Other liabilities	21,216	19,685
Income taxes payable	4,157	4,872
Asset retirement obligations	361	346
Other liabilities	16,697	14,466
Reserve for bonuses	363	388
Reserve for directors' benefit trust	634	690
Acceptances and guarantees	769	1,937
Total liabilities	960,671	950,883
Net assets		
Common stock	30,724	30,724
Capital surplus	30,724	30,724
Capital reserve	30,724	30,724
Retained earnings	170,879	174,471
Legal reserve in retained earnings	0	0
Other retained earnings	170,879	174,471
Retained earnings brought forward	170,879	174,471
Treasury stock	(1,081)	(1,076)
Total shareholders' equity	231,246	234,843
Net unrealized gains on available-for-sale securities	440	365
Total valuation and translation adjustments	440	365
Total net assets	231,687	235,209
Total liabilities and net assets	1,192,358	1,186,092

(2) Non-Consolidated Statement of Income

(Millions of yen)

	Six months ended September 30, 2020	Six months ended September 30, 2021
Ordinary income	55,178	54,652
Interest income	1,789	1,944
(Interest on loans)	1,732	1,883
(Interest and dividends on securities)	14	15
Fees and commissions income	52,650	52,042
(ATM-related fee income)	49,050	48,217
Other operating income	129	152
Other ordinary income	608	512
Ordinary expenses	37,366	39,925
Interest expenses	263	257
(Interest on deposits)	36	25
Fees and commissions expenses	9,900	10,509
(ATM placement fee expenses)	7,842	8,215
(ATM-related fee expenses)	271	341
General and administrative expenses	27,137	29,033
Other ordinary expenses	64	124
Ordinary profit	17,811	14,726
Extraordinary losses	39	191
Loss on disposal of fixed assets	39	191
Income before income taxes	17,772	14,534
Income taxes-current	4,420	4,440
Income taxes-deferred	1,030	15
Total income taxes	5,450	4,456
Net income	12,322	10,078

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

For the six months ended September 30, 2020

(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	30,702	30,702	30,702	0	168,025	168,025	(338)	229,091
Changes in items during the period								
Issuance of new shares	21	21	21					43
Cash dividends					(6,485)	(6,485)		(6,485)
Net income					12,322	12,322		12,322
Acquisition of treasury stock							(770)	(770)
Disposal of treasury stock							27	27
Net changes in items other than shareholders' equity								
Total changes in items during the period	21	21	21	-	5,836	5,836	(742)	5,137
Balance at end of period	30,724	30,724	30,724	0	173,861	173,861	(1,081)	234,229

	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 the beginning of the year	499	499	274	229,866
Changes in items during the period				
Issuance of new shares				43
Cash dividends				(6,485)
Net income				12,322
Acquisition of treasury stock				(770)
Disposal of treasury stock				27
Net changes in items other than shareholders' equity	(274)	(274)	(274)	(549)
Total changes in items during the period	(274)	(274)	(274)	4,588
Balance at end of period	225	225	-	234,454

For the six months ended September 30, 2021

(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	Total retained earnings		
					Retained earnings brought forward			
Balance at the beginning of the year	30,724	30,724	30,724	0	170,879	170,879	(1,081)	231,246
Changes in items during the period								
Issuance of new shares								-
Cash dividends					(6,486)	(6,486)		(6,486)
Net income					10,078	10,078		10,078
Acquisition of treasury stock								-
Disposal of treasury stock							4	4
Net changes in items other than shareholders' equity								
Total changes in items during the period	-	-	-	-	3,592	3,592	4	3,596
Balance at end of period	30,724	30,724	30,724	0	174,471	174,471	(1,076)	234,843

	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 the beginning of the year	440	440	-	231,687
Changes in items during the period				
Issuance of new shares				-
Cash dividends				(6,486)
Net income				10,078
Acquisition of treasury stock				-
Disposal of treasury stock				4
Net changes in items other than shareholders' equity	(74)	(74)	-	(74)
Total changes in items during the period	(74)	(74)	-	3,522
Balance at end of period	365	365	-	235,209