



Financial Results for the Fiscal Year Ended March 31, 2016 (Consolidated Data)

May 13, 2016

Company Name: Seven Bank, Ltd.	Stock exchange listing: Tokyo Stock Exchange
Stock Code: 8410	URL: http://www.sevenbank.co.jp/english/
President and Representative Director: Kensuke Futagoishi	
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Scheduled date for holding the Annual General Meeting of Shareholders:	June 22, 2016
Scheduled date for cash dividends:	June 1, 2016
Scheduled date for filing the annual securities report:	June 22, 2016
Trading accounts:	Not established
Full fiscal year earnings supplementary explanatory documents:	Yes
Full fiscal year 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 Fiscal Year Ended March 31, 2016 (April 1, 2015 - March 31, 2016)

(1) 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	%
Fiscal year ended March 31, 2016	119,939	5.1	37,167	0.3	24,716	6.4
Fiscal year ended March 31, 2015	114,036	8.0	37,038	3.4	23,220	9.3

Note: Comprehensive income: March 31, 2016: 24,635 million yen (-3.7%); March 31, 2015: 25,597 million yen (+7.8%)

	Net income per share	Diluted earnings per share	Return on equity (ROE)	Return on assets (ROA) – Ratio of ordinary profit to total assets	Ratio of ordinary profit to ordinary income
Fiscal year ended March 31, 2016	Yen 20.75	Yen 20.71	% 13.9	% 4.1	% 30.9
Fiscal year ended March 31, 2015	19.49	19.46	14.4	4.4	32.4

(Reference) Equity in net earnings of affiliated companies: March 31, 2016: —million yen; March 31, 2015: —million yen

(2) Financial Position

	Total assets	Total net assets	Net assets to total assets ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2016	915,385	184,794	20.1	154.68
As of March 31, 2015	856,415	169,890	19.7	142.24

(Reference) Capital: March 31, 2016: 184,225 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.

(3) Cash Flows

	Net cash provided by operating activities	Net cash provided by (used in) investing activities	Net cash used in financing activities	Cash and cash equivalents at the end of the year
	Million yen	Million yen	Million yen	Million yen
Fiscal year ended March 31, 2016	66,482	(11,634)	(9,826)	645,838
Fiscal year ended March 31, 2015	99,931	4,994	(9,204)	600,859

2. Dividends

	Dividend per share					Total dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to equity (Consolidated)
	First Quarter	Semi-annual	Third Quarter	Year end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
March 31, 2015	—	3.75	—	4.25	8.00	9,528	41.0	5.9
March 31, 2016	—	4.00	—	4.50	8.50	10,123	40.9	5.7
March 31, 2017 (Forecasts)	—	4.25	—	4.25	8.50		39.5	

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 fiscal 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	21.49

Notes

(1) Changes in important subsidiaries during the period under review (fiscal year ended March 31, 2016): None

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

Added – (company name) –

Excluded – (company name) –

Note: During the year ended March 31, 2016, FCTI Canada, Inc. was newly added to the scope of consolidation, but the addition is not applicable to changes in specific subsidiaries.

(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

As of March 31, 2016 1,191,001,000 shares As of March 31, 2015 1,191,001,000 shares

(b) Number of treasury shares

As of March 31, 2016 128 shares As of March 31, 2015 128 shares

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

Fiscal year ended March 31, 2016 1,191,000,872 shares Fiscal year ended March 31, 2015 1,190,987,907 shares

Reference: Overview of Non-Consolidated Performance

1. Non-Consolidated Financial Highlights for the Fiscal Year Ended March 31, 2016 (April 1, 2015 - March 31, 2016)

(1) Non-Consolidated Operating Results

(% represents year-on-year change)

	Ordinary income		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2016	110,465	4.5	39,002	1.9	26,107	6.7
Fiscal year ended March 31, 2015	105,648	5.8	38,258	3.0	24,457	9.5

	Net income per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended March 31, 2016	21.92	21.87
Fiscal year ended March 31, 2015	20.53	20.49

(2) Non-Consolidated Financial Position

	Total assets	Total net assets	Net assets to total assets ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2016	910,801	183,174	20.0	153.34
As of March 31, 2015	850,369	166,814	19.5	139.68

(Reference) Capital: March 31, 2016: 182,629 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, 2017 (April 1, 2016 - March 31, 2017)

(% represents the year-on-year change from each respective corresponding period (full fiscal year and semi-annual) of the previous fiscal year.)

	Ordinary income		Ordinary profit		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Semi-annual (Accumulated)	57,100	3.2	20,200	1.9	13,900	5.1	11.66
Full-year	113,800	3.0	39,500	1.2	27,200	4.1	22.83

- Audit procedure status

This report is exempt from audit procedures based upon the Financial Instruments and Exchange Act of Japan. As of this report's publication, consolidated and non-consolidated financial statement audit procedures have not been completed as stipulated under the provisions of the Financial Instruments and Exchange Act.

- 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. Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2015	As of March 31, 2016
Assets		
Cash and due from banks	600,859	645,838
Call loans	13,000	25,000
Securities	71,853	66,797
Loans	10,406	16,208
ATM-related temporary payments	81,617	83,407
Other assets	10,411	11,961
Tangible fixed assets	31,673	30,890
Buildings	1,671	1,741
ATMs	26,090	25,493
Other tangible fixed assets	3,911	3,656
Intangible fixed assets	35,625	34,356
Software	18,579	18,626
Other intangible fixed assets	17,046	15,730
Asset for retirement benefits	60	68
Deferred tax assets	951	921
Allowance for credit losses	(46)	(65)
Total assets	856,415	915,385
Liabilities		
Deposits	501,413	546,981
Negotiable certificates of deposits	760	800
Borrowed money	16,000	15,022
Bonds	110,000	110,000
ATM-related temporary advances	37,857	37,830
Other liabilities	17,890	17,807
Reserve for bonuses	449	458
Liability for retirement benefits	0	0
Deferred tax liabilities	2,154	1,690
Total liabilities	686,525	730,590
Net assets		
Common stock	30,514	30,514
Capital surplus	30,514	30,496
Retained earnings	102,511	117,402
Treasury stock	(0)	(0)
Total shareholders' equity	163,539	178,412
Net unrealized gains on available-for-sale securities	360	343
Foreign currency translation adjustments	5,500	5,462
Accumulated adjustments for retirement benefit	13	6
Total accumulated other comprehensive income	5,874	5,812
Subscription rights to shares	449	545
Non-controlling interests	26	24
Total net assets	169,890	184,794
Total liabilities and net assets	856,415	915,385

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

(Millions of yen)

	The fiscal year ended March 31, 2015	The fiscal year ended March 31, 2016
Ordinary income	114,036	119,939
Interest income	1,372	2,274
Interest on loans	1,157	2,078
Interest and dividends on securities	150	58
Interest on call loans	37	35
Interest on cash and due from banks	27	102
Fees and commissions income	112,274	117,265
Remittance-related fee income	1,664	2,039
ATM-related fee income	107,213	111,619
Other fees and commissions	3,396	3,606
Other operating income	161	193
Other ordinary income	227	206
Reversal of allowance for credit losses	9	—
Other ordinary income	217	206
Ordinary expenses	76,997	82,772
Interest expenses	1,254	1,253
Interest on deposits	545	565
Interest on negotiable certificates of deposits	13	2
Interest on call money	14	18
Interest on borrowed money	141	113
Interest on bonds	539	553
Fees and commissions expenses	19,174	21,661
Remittance-related fee expenses	942	1,164
ATM placement fee expenses	16,311	17,858
ATM-related fee expenses	1,178	1,448
Other fees and commission expenses	742	1,190
Other operating expenses	53	—
General and administrative expenses	56,419	59,757
Other ordinary expenses	95	99
Provision of allowance for credit losses	—	18
Other ordinary expenses	95	81
Ordinary profit	37,038	37,167
Extraordinary losses	195	210
Loss on disposal of fixed assets	195	210
Income before income taxes and non-controlling interests	36,842	36,956
Income taxes-current	13,544	12,666
Income taxes-deferred	79	(413)
Total income taxes	13,624	12,252
Net income	23,218	24,703
Net income (loss) attributable to non-controlling interests	(2)	(13)
Net income attributable to owners of the parent	23,220	24,716

Consolidated Statements of Comprehensive Income

(Millions of yen)

	The fiscal year ended March 31, 2015	The fiscal year ended March 31, 2016
Net income	23,218	24,703
Other comprehensive income	2,378	(68)
Net unrealized gains (losses) on available-for-sale securities	357	(17)
Foreign currency translation adjustments	1,889	(44)
Adjustments for retirement benefit	132	(6)
Comprehensive income	25,597	24,635
Comprehensive income attributable to:		
Owners of the parent	25,597	24,655
Non-controlling interests	(0)	(19)

(3) Consolidated Statements of Changes in Net Assets

Fiscal year ended March 31, 2015 (April 1, 2014 – March 31, 2015)

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the 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			(9,230)		(9,230)
Net income attributable to owners of the parent			23,220		23,220
Increase (decrease) in capital surplus due to change in equity in consolidated subsidiaries					–
Net changes in items other than shareholders' equity					
Total changes in items during the period	4	4	13,990	–	14,000
Balance at the end of the year	30,514	30,514	102,511	(0)	163,539

	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	3	3,613	(119)	3,497	371	–	153,408
Changes in items during the period							
Issuance of new shares							9
Cash dividends							(9,230)
Net income attributable to owners of the parent							23,220
Increase (decrease) in capital surplus due to change in equity in consolidated subsidiaries							–
Net changes in items other than shareholders' equity	357	1,887	132	2,376	78	26	2,481
Total changes in items during the period	357	1,887	132	2,376	78	26	16,481
Balance at the end of the year	360	5,500	13	5,874	449	26	169,890

Fiscal year ended March 31, 2016 (April 1, 2015 – March 31, 2016)

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the year	30,514	30,514	102,511	(0)	163,539
Changes in items during the period					
Issuance of new shares					–
Cash dividends			(9,825)		(9,825)
Net income attributable to owners of the parent			24,716		24,716
Increase (decrease) in capital surplus due to change in equity in consolidated subsidiaries		(17)			(17)
Net changes in items other than shareholders' equity					
Total changes in items during the period	–	(17)	14,891	–	14,873
Balance at the end of the year	30,514	30,496	117,402	(0)	178,412

	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	360	5,500	13	5,874	449	26	169,890
Changes in items during the period							
Issuance of new shares							–
Cash dividends							(9,825)
Net income attributable to owners of the parent							24,716
Increase (decrease) in capital surplus due to change in equity in consolidated subsidiaries							(17)
Net changes in items other than shareholders' equity	(17)	(37)	(6)	(61)	95	(1)	31
Total changes in items during the period	(17)	(37)	(6)	(61)	95	(1)	14,904
Balance at the end of the year	343	5,462	6	5,812	545	24	184,794

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	The fiscal year ended March 31, 2015	The fiscal year ended March 31, 2016
Cash flows from operating activities		
Income before income taxes and non-controlling interests	36,842	36,956
Depreciation of fixed assets	16,251	18,779
Amortization of goodwill	933	1,069
Net change in allowance for credit losses	(9)	18
Net change in asset and liability for retirement benefits	23	(18)
Interest income	(1,372)	(2,274)
Interest expenses	1,254	1,253
Net foreign exchange gains	(19)	(2)
Net losses related to securities	(14)	(8)
Net losses on disposal of fixed assets	195	210
Net change in loans	(5,149)	(5,801)
Net change in deposits	63,824	45,568
Net change in negotiable certificates of deposit	—	40
Net change in borrowed money	(5,000)	(976)
Net change in call loans	2,000	(12,000)
Net change resulting from issuance and maturity of ordinary bonds	(5,000)	—
Net change in ATM-related temporary accounts	8,060	(1,817)
Interest received	1,407	2,295
Interest paid	(1,302)	(1,395)
Other - net	1,811	(2,161)
Subtotal	114,737	79,735
Income taxes paid	(14,805)	(13,268)
Income taxes refund	—	15
Net cash provided by operating activities	99,931	66,482
Cash flows from investing activities		
Purchase of securities	(25,411)	(43,013)
Proceeds from sales of securities	1,687	334
Proceeds from maturity of securities	50,500	49,000
Purchase of tangible fixed assets	(13,489)	(10,511)
Purchase of intangible fixed assets	(8,352)	(7,444)
Other	60	—
Net cash provided by (used in) investing activities	4,994	(11,634)
Cash flows from financing activities		
Proceeds from payments from minority interests	26	—
Proceeds from exercise of stock options	0	—
Dividends paid	(9,231)	(9,823)
Purchase of treasury stock	—	(2)
Net cash used in financing activities	(9,204)	(9,826)
Effect of exchange rate changes on cash and cash equivalents	149	(42)
Net change in cash and cash equivalents	95,872	44,978
Cash and cash equivalents at the beginning of the year	504,987	600,859
Cash and cash equivalents at the end of the year	600,859	645,838

Non-Consolidated Financial Statements

(1) Non-Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2015	As of March 31, 2016
Assets		
Cash and due from banks	599,620	641,558
Cash	521,353	559,302
Due from banks	78,267	82,256
Call loans	13,000	25,000
Securities	84,002	83,332
Government bonds	30,508	—
Municipal bonds	—	13,446
Bonds	39,501	50,900
Stocks	924	1,037
Other securities	13,068	17,948
Loans	10,406	16,208
Overdrafts	10,406	16,208
Other assets	91,688	93,501
Prepaid expenses	453	623
Accrued income	8,514	8,527
ATM-related temporary payments	81,617	83,399
Other assets	1,103	951
Tangible fixed assets	30,506	29,606
Buildings	1,670	1,731
ATMs	25,118	24,454
Other tangible fixed assets	3,718	3,419
Intangible fixed assets	20,191	20,685
Software	18,203	18,310
Software in progress	1,982	2,370
Other intangible fixed assets	5	4
Prepaid pension cost	41	59
Deferred tax assets	958	914
Allowance for credit losses	(46)	(65)
Total assets	850,369	910,801

(Millions of yen)

	As of March 31, 2015	As of March 31, 2016
Liabilities		
Deposits	501,525	547,065
Ordinary deposits	253,040	292,142
Time deposits	248,327	254,760
Other deposits	157	162
Negotiable certificates of deposits	760	800
Borrowed money	16,000	15,000
Loans payable	16,000	15,000
Bonds	110,000	110,000
Other liabilities	54,899	54,382
Income taxes payable	7,196	6,806
Accrued expenses	5,228	4,827
ATM-related temporary advances	37,857	37,830
Asset retirement obligations	346	350
Other liabilities	4,269	4,567
Reserve for bonuses	370	379
Total liabilities	683,554	727,627
Net assets		
Common stock	30,514	30,514
Capital surplus	30,514	30,514
Capital reserve	30,514	30,514
Retained earnings	104,976	121,258
Legal reserve in retained earnings	0	0
Other retained earnings	104,976	121,258
Retained earnings brought forward	104,976	121,258
Treasury stock	(0)	(0)
Total shareholders' equity	166,004	182,286
Net unrealized gains on available-for-sale securities	360	343
Total valuation and translation adjustments	360	343
Subscription rights to shares	449	545
Total net assets	166,814	183,174
Total liabilities and net assets	850,369	910,801

(2) Non-Consolidated Statements of Income

(Millions of yen)

	The fiscal year ended March 31, 2015	The fiscal year ended March 31, 2016
Ordinary income	105,648	110,465
Interest income	1,370	2,279
Interest on loans	1,157	2,091
Interest and dividends on securities	150	58
Interest on call loans	37	35
Interest on due from banks	25	93
Fees and commissions income	104,015	107,894
Remittance-related fee income	1,664	2,040
ATM-related fee income	98,954	102,261
Other fees and commissions	3,396	3,593
Other operating income	161	188
Gains on foreign exchange transactions	161	188
Other ordinary income	101	102
Reversal of allowance for credit losses	9	—
Gain on sale of stock	19	2
Other ordinary income	72	99
Ordinary expenses	67,389	71,462
Interest expenses	1,254	1,250
Interest on deposits	545	565
Interest on negotiable certificates of deposits	13	2
Interest on call money	14	18
Interest on borrowed money	141	111
Interest on bonds	539	553
Fees and commissions expenses	14,131	15,698
Remittance-related fee expenses	942	1,164
ATM placement fee expenses	11,974	12,703
ATM-related fee expenses	656	841
Other fees and commissions expenses	558	988
Other operating expenses	53	—
Amortization of bond issuance cost	53	—
General and administrative expenses	51,857	54,416
Other ordinary expenses	93	97
Provision of allowance for credit losses	—	18
Other ordinary expenses	93	79
Ordinary profit	38,258	39,002
Extraordinary losses	172	176
Loss on disposal of fixed assets	172	176
Income before income taxes	38,086	38,825
Income taxes-current	13,532	12,654
Income taxes-deferred	95	63
Total income taxes	13,628	12,718
Net income	24,457	26,107

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

Fiscal year ended March 31, 2015 (April 1, 2014 – March 31, 2015)

(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	Total retained earnings		
Balance at the beginning of the 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					(9,230)	(9,230)		(9,230)
Net income					24,457	24,457		24,457
Purchase of treasury stock								
Net changes in items other than shareholders' equity								
Total changes in items during the period	4	4	4	—	15,227	15,227	—	15,236
Balance at the end of the year	30,514	30,514	30,514	0	104,976	104,976	(0)	166,004

	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	3	3	371	151,142
Changes in items during the period				
Issuance of new shares				9
Cash dividends				(9,230)
Net income				24,457
Purchase of treasury stock				
Net changes in items other than shareholders' equity	357	357	78	435
Total changes in items during the period	357	357	78	15,672
Balance at the end of the year	360	360	449	166,814

	Shareholders' equity							
	Common stock	Capital surplus		Legal reserve	Retained earnings		Treasury stock	Total shareholders' equity
		Capital reserve	Total capital surplus		Other retained earnings	Total retained earnings		
Balance at the beginning of the 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					(9,825)	(9,825)		(9,825)
Net income					26,107	26,107		26,107
Net changes in items other than shareholders' equity								
Total changes in items during the period	—	—	—	—	16,281	16,281	—	16,281
Balance at the end of the year	30,514	30,514	30,514	0	121,258	121,258	(0)	182,286

	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	360	360	449	166,814
Changes in items during the period				
Issuance of new shares				—
Cash dividends				(9,825)
Net income				26,107
Net changes in items other than shareholders' equity	(17)	(17)	95	77
Total changes in items during the period	(17)	(17)	95	16,359
Balance at the end of the year	343	343	545	183,174