

Revised Announcement: Seven Bank Announces Revisions to Terms of Issue of Stock Options (Stock Acquisition Rights)

Seven Bank, Ltd. today announced revisions to the details of stock acquisition rights previously given in a June 18 news release titled “Seven Bank Announces Terms of Issue of Stock Options (Stock Acquisition Rights).” The revisions were approved by a resolution (the “correction resolution”) of Seven Bank’s board of directors at a meeting held today. The correction resolution clarifies the meaning of provisions stated in the original details of the stock acquisition rights issue concerning the class and number of shares to be issued or transferred upon the exercise of stock acquisition rights and the total number of stock acquisition rights. It also revises both the period during which the stock acquisition rights may be exercised and the stock acquisition rights allotment date. Justification for and details of the revisions appear below.

Concerning the class and number of shares to be issued or transferred upon the exercise of stock acquisition rights and the total number of stock acquisition rights, it was not necessarily clear in the June 18 news release that if the number of shares granted is adjusted as a result of a stock split or otherwise, although the total number of shares to be issued or transferred upon the exercise of stock acquisition rights will be adjusted, the total number of stock acquisition rights will not be adjusted. The correction resolution therefore clarified this provision. Therefore, as long as a stock split or other such event does not occur, there will be no changes to the total number of shares to be issued or transferred upon the exercise of stock acquisition rights (300 shares for Seven Bank directors and 36 shares for Seven Bank executive officers).

Details of Stock Acquisition Rights Offering for Directors

Before Revision:

1. Details of Stock Acquisition Rights Issue

[section omitted]

(2) Class and Number of Shares to be Issued or Transferred upon Exercise of Stock Acquisition Rights.

- 300 shares of Seven Bank common stock.

In the event that Seven Bank effects a stock split or a stock consolidation with respect to Seven Bank’s common stock, the following formula will be used to adjust the number of shares granted:

$$\text{Post-adjustment number of shares granted} = \text{Pre-adjustment number of shares granted} \times \text{Stock split ratio or stock consolidation ratio}$$

In addition, if Seven Bank conducts a merger, demerger, stock swap, or stock transfer (collectively, “merger etc.”), allots shares without consideration therefor, or if any other event occurs that necessitates an adjustment to the number of shares granted, Seven Bank may adjust the number of shares granted to a reasonable extent, with due consideration given to the terms of the merger etc. or the allotment of shares without consideration therefor. Fractions of less than one (1) share resulting from the foregoing adjustment shall be rounded down.

(3) Total Number of Stock Acquisition Rights.

- 300 stock acquisition rights.

The number of shares to be issued upon the exercise of each stock acquisition right (the “number of shares granted”) shall be one (1) share of Seven Bank common stock.

The above number is the total number of the stock acquisition rights that are expected to be allotted, but if there is a reduction in the total number of the stock acquisition rights to be allotted because, for example, subscriptions for the full number are not forthcoming, the total number of the stock acquisition rights shall be equal to the total number of the stock acquisition rights that are actually allotted.

However, in accordance with (2) above, in the event that the number of shares to be issued (includes transfer of treasury stock in place of issuance, hereinafter same) upon the exercise of stock acquisition rights is adjusted, it shall be adjusted to a number equal to the adjusted number of shares granted multiplied by the aggregate number of stock acquisition rights issued.

[section omitted]

(5) Amount of Assets to be Contributed upon Exercise of Stock Acquisition Rights.

The amount of assets to be contributed upon the exercise of each stock acquisition right shall be the amount obtained by multiplying the exercise price per share to be issued or transferred upon the exercise of such stock acquisition right (which shall be one (1) yen) by the number of shares granted per stock acquisition right as set forth in (3) above.

(6) Period during which Stock Acquisition Rights may be Exercised.

Between July 23, 2008, and July 22, 2038

[section omitted]

(13) Stock Acquisition Rights Allotment Date.

July 22, 2008

After revision:

1. Details of Stock Acquisition Rights Issue

[section omitted]

(2) Class and Number of Shares to be Issued or Transferred upon Exercise of Stock Acquisition Rights.

The class of shares to be issued upon the exercise of stock acquisition rights is common stock,

and the number of shares to be issued upon the exercise of each stock acquisition right (the “number of shares granted”) shall be one (1) share of Seven Bank common stock.

In the event that Seven Bank effects a stock split or a stock consolidation with respect to Seven Bank’s common stock, the following formula will be used to adjust the number of shares granted:

Post-adjustment number of shares granted = Pre-adjustment number of shares granted × Stock split ratio or stock consolidation ratio

In addition, if Seven Bank conducts a merger, demerger, stock swap, or stock transfer (collectively, “merger etc.”), allots shares without consideration therefor, or if any other event occurs that necessitates an adjustment to the number of shares granted, Seven Bank may adjust the number of shares granted to a reasonable extent, with due consideration given to the terms of the merger etc. or the allotment of shares without consideration therefor. Fractions of less than one (1) share resulting from the foregoing adjustment shall be rounded down.

(3) Total Number of Stock Acquisition Rights.

- 300 stock acquisition rights.

The number of shares to be issued upon the exercise of each stock acquisition right (the “number of shares granted”) shall be one (1) share of Seven Bank common stock.

Specifically, the above number is the total number of the stock acquisition rights that are expected to be allotted, but if there is a reduction in the total number of the stock acquisition rights to be allotted because, for example, subscriptions for the full number are not forthcoming, the total number of the stock acquisition rights shall be equal to the total number of the stock acquisition rights that are actually allotted.

[section omitted]

(5) Amount of Assets to be Contributed upon Exercise of Stock Acquisition Rights.

The amount of assets to be contributed upon the exercise of each stock acquisition right shall be the amount obtained by multiplying the exercise price per share to be issued or transferred upon the exercise of such stock acquisition right (which shall be one (1) yen) by the number of shares granted per stock acquisition right as set forth in (2) above.

(6) Period during which Stock Acquisition Rights may be Exercised.

Between August 13, 2008, and August 12, 2038

[section omitted]

(13) Stock Acquisition Rights Allotment Date.

August 12, 2008

Details of Stock Acquisition Rights Offering for Executive Officers

Before revision:

[section omitted]

2. Details of Stock Acquisition Rights Issue

[section omitted]

(2) Class and Number of Shares to be Issued or Transferred upon Exercise of Stock Acquisition Rights.

• 36 shares of Seven Bank common stock.

In the event that Seven Bank effects a stock split or a stock consolidation with respect to Seven Bank's common stock, the following formula will be used to adjust the number of shares granted:

$$\text{Post-adjustment number of shares granted} = \text{Pre-adjustment number of shares granted} \times \text{Stock split ratio or stock consolidation ratio}$$

In addition, if Seven Bank conducts a merger, demerger, stock swap, or stock transfer (collectively, "merger etc."), allots shares without consideration therefor, or if any other event occurs that necessitates an adjustment to the number of shares granted, Seven Bank may adjust the number of shares granted to a reasonable extent, with due consideration given to the terms of the merger etc. or the allotment of shares without consideration therefor. Fractions of less than one (1) share resulting from the foregoing adjustment shall be rounded down.

(3) Total Number of Stock Acquisition Rights.

• 36 stock acquisition rights.

The number of shares to be issued upon the exercise of each stock acquisition right (the "number of shares granted") shall be one (1) share of Seven Bank common stock.

The above number is the total number of the stock acquisition rights that are expected to be allotted, but if there is a reduction in the total number of the stock acquisition rights to be allotted because, for example, subscriptions for the full number are not forthcoming, the total number of the stock acquisition rights shall be equal to the total number of the stock acquisition rights that are actually allotted.

However, in accordance with (2) above, in the event that the number of shares to be issued (includes transfer of treasury stock in place of issuance, hereinafter same) upon the exercise of stock acquisition rights is adjusted, it shall be adjusted to a number equal to the adjusted number of shares granted multiplied by the aggregate number of stock acquisition rights issued.

[section omitted]

(5) Amount of Assets to be Contributed upon the Exercise of the Stock Acquisition Rights.

The amount of assets to be contributed upon the exercise of each stock acquisition right shall be the amount obtained by multiplying the exercise price per share to be issued or transferred upon the exercise of such stock acquisition right (which shall be one (1) yen) by the number of shares granted per stock acquisition right as set forth in (3) above.

(6) Period during which Stock Acquisition Rights may be Exercised.

Between July 23, 2008, and July 22, 2038

[section omitted]

(13) Stock Acquisition Rights Allotment Date.

July 22, 2008

After revision:

[section omitted]

2. Details of Stock Acquisition Rights Issue

[section omitted]

(2) Class and Number of Shares to be Issued or Transferred upon Exercise of Stock Acquisition Rights.

The class of shares to be issued upon the exercise of stock acquisition rights is common stock, and the number of shares to be issued upon the exercise of each stock acquisition right (the “number of shares granted”) shall be one (1) share of Seven Bank common stock.

In the event that Seven Bank effects a stock split or a stock consolidation with respect to Seven Bank’s common stock, the following formula will be used to adjust the number of shares granted:

Post-adjustment number of shares granted = Pre-adjustment number of shares granted × Stock split ratio or stock consolidation ratio

In addition, if Seven Bank conducts a merger, demerger, stock swap, or stock transfer (collectively, “merger etc.”), allots shares without consideration therefor, or if any other event occurs that necessitates an adjustment to the number of shares granted, Seven Bank may adjust the number of shares granted to a reasonable extent, with due consideration given to the terms of the merger etc. or the allotment of shares without consideration therefor. Fractions of less than one (1) share resulting from the foregoing adjustment shall be rounded down.

(3) Total Number of Stock Acquisition Rights

- 36 stock acquisition rights.

Specifically, the above number is the total number of the stock acquisition rights that are expected to be allotted, but if there is a reduction in the total number of the stock acquisition rights to be allotted because, for example, subscriptions for the full number are not forthcoming, the total number of the stock acquisition rights shall be equal to the total number of the stock acquisition rights that are actually allotted.

[section omitted]

(5) Amount of Assets to be Contributed upon the Exercise of the Stock Acquisition Rights.

The amount of assets to be contributed upon the exercise of each stock acquisition right shall be the amount obtained by multiplying the exercise price per share to be issued or transferred upon the exercise of such stock acquisition right (which shall be one (1) yen) by the number of shares granted per stock acquisition right as set forth in (2) above.

(6) Period during which Stock Acquisition Rights may be Exercised.

Between August 13, 2008, and August 12, 2038

[section omitted]

(13) Stock Acquisition Rights Allotment Date.

August 12, 2008