



Financial Results for the Fiscal Year Ended March 31, 2017 (Consolidated Data)

May 12, 2017

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	
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Scheduled date for holding the Annual General Meeting of Shareholders:	June 19, 2017
Scheduled date for cash dividends:	June 1, 2017
Scheduled date for filing the annual securities report:	June 20, 2017
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, 2017 (April 1, 2016 - March 31, 2017)

(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	%
Fiscal year ended March 31, 2017	121,608	1.3	36,710	(1.2)	25,114	1.6
Fiscal year ended March 31, 2016	119,939	5.1	37,167	0.3	24,716	6.4

Note: Comprehensive income: March 31, 2017: 24,604 million yen (-0.1%); March 31, 2016: 24,635 million yen (-3.7%)

	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, 2017	Yen 21.07	Yen 21.04	% 13.1	% 3.9	% 30.1
Fiscal year ended March 31, 2016	20.75	20.71	13.9	4.1	30.9

(Reference) Equity in net earnings of affiliated companies: March 31, 2017: —million yen; March 31, 2016: —million yen

(2) 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, 2017	957,792	199,081	20.7	166.61
As of March 31, 2016	915,385	184,794	20.1	154.68

(Reference) Capital: March 31, 2017: 198,525 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.

(3) Consolidated 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, 2017	88,118	(28,818)	(10,446)	694,588
Fiscal year ended March 31, 2016	66,482	(11,634)	(9,826)	645,838

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, 2016	—	4.00	—	4.50	8.50	10,123	40.9	5.7
March 31, 2017	—	4.25	—	4.75	9.00	10,723	42.6	5.6
March 31, 2018 (Forecasts)	—	4.75	—	4.75	9.50		42.8	

3. Performance Forecasts for the Fiscal Year Ending March 31, 2018 (April 1, 2017 - March 31, 2018)

(% 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)	62,700	2.4	19,200	0.4	13,100	0.8	10.99
Full-year	130,800	7.5	38,600	5.1	26,400	5.1	22.15

Notes

(1) Changes in important subsidiaries during the period under review (fiscal year ended March 31, 2017): None

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

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.: None

(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, 2017 1,191,528,000 shares As of March 31, 2016 1,191,001,000 shares

(b) Number of treasury shares

As of March 31, 2017 128 shares As of March 31, 2016 128 shares

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

Fiscal year ended Fiscal year ended
 March 31, 2017 1,191,431,362 shares March 31, 2016 1,191,000,872 shares

Reference: Overview of Non-Consolidated Performance

1. Non-Consolidated Financial Highlights for the Fiscal Year Ended March 31, 2017 (April 1, 2016 - March 31, 2017)

(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, 2017	113,109	2.3	38,911	(0.2)	26,871	2.9
Fiscal year ended March 31, 2016	110,465	4.5	39,002	1.9	26,107	6.7

	Net income per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended March 31, 2017	22.55	22.51
Fiscal year ended March 31, 2016	21.92	21.87

(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, 2017	955,644	199,602	20.8	167.07
As of March 31, 2016	910,801	183,174	20.0	153.34

(Reference) Capital: March 31, 2017: 199,069 million yen March 31, 2016: 182,629 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, 2018 (April 1, 2017 - March 31, 2018)

(% 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)	58,500	2.9	20,500	2.0	14,200	2.8	11.91
Full-year	117,000	3.4	41,000	5.3	28,300	5.3	23.75

- Audit procedure status

This report is exempt from audit procedures based upon the Financial Instruments and Exchange Act of Japan.

- 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, 2016	As of March 31, 2017
Assets		
Cash and due from banks	645,838	694,588
Call loans	25,000	—
Securities	66,797	77,866
Loans	16,208	19,829
ATM-related temporary payments	83,407	89,286
Other assets	11,961	15,064
Tangible fixed assets	30,890	25,740
Buildings	1,741	1,724
ATMs	25,493	19,867
Other tangible fixed assets	3,656	4,148
Intangible fixed assets	34,356	34,473
Software	18,626	19,424
Other intangible fixed assets	15,730	15,049
Asset for retirement benefits	68	183
Deferred tax assets	921	790
Allowance for credit losses	(65)	(30)
Total assets	915,385	957,792
Liabilities		
Deposits	546,981	571,510
Negotiable certificates of deposits	800	800
Call money	—	10,000
Borrowed money	15,022	10,000
Bonds	110,000	110,000
ATM-related temporary advances	37,830	37,763
Other liabilities	17,807	16,992
Reserve for bonuses	458	471
Liability for retirement benefits	0	1
Deferred tax liabilities	1,690	1,170
Total liabilities	730,590	758,710
Net assets		
Common stock	30,514	30,572
Capital surplus	30,496	30,554
Retained earnings	117,402	132,093
Treasury stock	(0)	(0)
Total shareholders' equity	178,412	193,221
Net unrealized gains on available-for-sale securities	343	217
Foreign currency translation adjustments	5,462	5,012
Accumulated adjustments for retirement benefit	6	73
Total accumulated other comprehensive income	5,812	5,303
Subscription rights to shares	545	533
Non-controlling interests	24	22
Total net assets	184,794	199,081
Total liabilities and net assets	915,385	957,792

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

(Millions of yen)

	The fiscal year ended March 31, 2016	The fiscal year ended March 31, 2017
Ordinary income	119,939	121,608
Interest income	2,274	2,848
Interest on loans	2,078	2,704
Interest and dividends on securities	58	26
Interest on call loans	35	2
Interest on cash and due from banks	102	115
Fees and commissions income	117,265	118,226
Remittance-related fee income	2,039	2,358
ATM-related fee income	111,619	112,051
Other fees and commissions	3,606	3,815
Other operating income	193	249
Other ordinary income	206	283
Reversal of allowance for credit losses	—	34
Other ordinary income	206	248
Ordinary expenses	82,772	84,897
Interest expenses	1,253	954
Interest on deposits	565	320
Interest on negotiable certificates of deposits	2	0
Interest on call money	18	(20)
Interest on borrowed money	113	105
Interest on bonds	553	548
Fees and commissions expenses	21,661	23,092
Remittance-related fee expenses	1,164	1,359
ATM placement fee expenses	17,858	18,693
ATM-related fee expenses	1,448	1,527
Other fees and commission expenses	1,190	1,511
General and administrative expenses	59,757	60,781
Other ordinary expenses	99	68
Provision of allowance for credit losses	18	—
Other ordinary expenses	81	68
Ordinary profit	37,167	36,710
Extraordinary losses	210	167
Loss on disposal of fixed assets	210	167
Income before income taxes and non-controlling interests	36,956	36,542
Income taxes-current	12,666	11,701
Income taxes-deferred	(413)	(272)
Total income taxes	12,252	11,429
Net income	24,703	25,113
Net income (loss) attributable to non-controlling interests	(13)	(1)
Net income attributable to owners of the parent	24,716	25,114

Consolidated Statements of Comprehensive Income

(Millions of yen)

	The fiscal year ended March 31, 2016	The fiscal year ended March 31, 2017
Net income	24,703	25,113
Other comprehensive income	(68)	(509)
Net unrealized gains (losses) on available-for-sale securities	(17)	(126)
Foreign currency translation adjustments	(44)	(450)
Adjustments for retirement benefit	(6)	67
Comprehensive income	24,635	24,604
Comprehensive income attributable to:		
Owners of the parent	24,655	24,605
Non-controlling interests	(19)	(1)

(3) Consolidated Statements of Changes in Net Assets

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

Fiscal year ended March 31, 2017 (April 1, 2016 – March 31, 2017)

(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	30,496	117,402	(0)	178,412
Changes in items during the period					
Issuance of new shares	58	58			117
Cash dividends			(10,423)		(10,423)
Net income attributable to owners of the parent			25,114		25,114
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	58	58	14,691	—	14,808
Balance at the end of the year	30,572	30,554	132,093	(0)	193,221

	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	343	5,462	6	5,812	545	24	184,794
Changes in items during the period							
Issuance of new shares							117
Cash dividends							(10,423)
Net income attributable to owners of the parent							25,114
Increase (decrease) in capital surplus due to change in equity in consolidated subsidiaries							—
Net changes in items other than shareholders' equity	(126)	(450)	67	(508)	(11)	(1)	(522)
Total changes in items during the period	(126)	(450)	67	(508)	(11)	(1)	14,286
Balance at the end of the year	217	5,012	73	5,303	533	22	199,081

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	The fiscal year ended March 31, 2016	The fiscal year ended March 31, 2017
Cash flows from operating activities		
Income before income taxes and non-controlling interests	36,956	36,542
Depreciation of fixed assets	18,779	18,766
Amortization of goodwill	1,069	960
Net change in allowance for credit losses	18	(34)
Net change in asset and liability for retirement benefits	(18)	(16)
Interest income	(2,274)	(2,848)
Interest expenses	1,253	954
Net foreign exchange gains	(2)	—
Net losses related to securities	(8)	—
Net losses on disposal of fixed assets	210	167
Net change in loans	(5,801)	(3,620)
Net change in deposits	45,568	24,529
Net change in negotiable certificates of deposit	40	—
Net change in borrowed money	(976)	(5,021)
Net change in call loans	(12,000)	25,000
Net change in call money	—	10,000
Net change in ATM-related temporary accounts	(1,817)	(5,944)
Interest received	2,295	3,086
Interest paid	(1,395)	(1,011)
Other - net	(2,161)	(628)
Subtotal	79,735	100,882
Income taxes paid	(13,268)	(12,802)
Income taxes refund	15	38
Net cash provided by operating activities	66,482	88,118
Cash flows from investing activities		
Purchase of securities	(43,013)	(33,849)
Proceeds from sales of securities	334	—
Proceeds from maturity of securities	49,000	21,000
Purchase of tangible fixed assets	(10,511)	(6,712)
Purchase of intangible fixed assets	(7,444)	(9,256)
Net cash provided by (used in) investing activities	(11,634)	(28,818)
Cash flows from financing activities		
Proceeds from exercise of stock options	—	0
Dividends paid	(9,823)	(10,419)
Purchase of treasury stock	(2)	(26)
Net cash used in financing activities	(9,826)	(10,446)
Effect of exchange rate changes on cash and cash equivalents	(42)	(103)
Net change in cash and cash equivalents	44,978	48,750
Cash and cash equivalents at the beginning of the year	600,859	645,838
Cash and cash equivalents at the end of the year	645,838	694,588

Non-Consolidated Financial Statements

(1) Non-Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2016	As of March 31, 2017
Assets		
Cash and due from banks	641,558	685,766
Cash	559,302	599,009
Due from banks	82,256	86,757
Call loans	25,000	—
Securities	83,332	102,533
Municipal bonds	13,446	29,003
Bonds	50,900	45,947
Stocks	1,037	784
Other securities	17,948	26,798
Loans	16,208	19,829
Overdrafts	16,208	19,829
Other assets	93,501	99,789
Prepaid expenses	623	706
Accrued income	8,527	8,816
ATM-related temporary payments	83,399	89,259
Other assets	951	1,007
Tangible fixed assets	29,606	24,159
Buildings	1,731	1,710
ATMs	24,454	18,702
Other tangible fixed assets	3,419	3,745
Intangible fixed assets	20,685	22,745
Software	18,310	18,992
Software in progress	2,370	3,748
Other intangible fixed assets	4	4
Prepaid pension cost	59	77
Deferred tax assets	914	775
Allowance for credit losses	(65)	(30)
Total assets	910,801	955,644

(Millions of yen)

	As of March 31, 2016	As of March 31, 2017
Liabilities		
Deposits	547,065	571,553
Ordinary deposits	292,142	336,023
Time deposits	254,760	235,402
Other deposits	162	127
Negotiable certificates of deposits	800	800
Call money	—	10,000
Borrowed money	15,000	10,000
Loans payable	15,000	10,000
Bonds	110,000	110,000
Other liabilities	54,382	53,299
Income taxes payable	6,806	6,039
Accrued expenses	4,827	5,180
ATM-related temporary advances	37,830	37,763
Asset retirement obligations	350	353
Other liabilities	4,567	3,963
Reserve for bonuses	379	388
Total liabilities	727,627	756,042
Net assets		
Common stock	30,514	30,572
Capital surplus	30,514	30,572
Capital reserve	30,514	30,572
Retained earnings	121,258	137,706
Legal reserve in retained earnings	0	0
Other retained earnings	121,258	137,706
Retained earnings brought forward	121,258	137,706
Treasury stock	(0)	(0)
Total shareholders' equity	182,286	198,851
Net unrealized gains on available-for-sale securities	343	217
Total valuation and translation adjustments	343	217
Subscription rights to shares	545	533
Total net assets	183,174	199,602
Total liabilities and net assets	910,801	955,644

(2) Non-Consolidated Statements of Income

(Millions of yen)

	The fiscal year ended March 31, 2016	The fiscal year ended March 31, 2017
Ordinary income	110,465	113,109
Interest income	2,279	2,822
Interest on loans	2,091	2,704
Interest and dividends on securities	58	26
Interest on call loans	35	2
Interest on due from banks	93	89
Fees and commissions income	107,894	109,830
Remittance-related fee income	2,040	2,358
ATM-related fee income	102,261	103,702
Other fees and commissions	3,593	3,769
Other operating income	188	244
Gains on foreign exchange transactions	188	244
Other ordinary income	102	212
Reversal of allowance for credit losses	—	34
Gain on sale of stock	2	—
Other ordinary income	99	178
Ordinary expenses	71,462	74,198
Interest expenses	1,250	945
Interest on deposits	565	320
Interest on negotiable certificates of deposits	2	0
Interest on call money	18	(20)
Interest on borrowed money	111	96
Interest on bonds	553	548
Fees and commissions expenses	15,698	17,440
Remittance-related fee expenses	1,164	1,359
ATM placement fee expenses	12,703	13,895
ATM-related fee expenses	841	883
Other fees and commissions expenses	988	1,301
General and administrative expenses	54,416	55,752
Other ordinary expenses	97	60
Provision of allowance for credit losses	18	—
Other ordinary expenses	79	60
Ordinary profit	39,002	38,911
Extraordinary losses	176	143
Loss on disposal of fixed assets	176	143
Income before income taxes	38,825	38,767
Income taxes-current	12,654	11,700
Income taxes-deferred	63	194
Total income taxes	12,718	11,895
Net income	26,107	26,871

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

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

(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	30,514	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

	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	121,258	121,258	(0)	182,286
Changes in items during the period								
Issuance of new shares	58	58	58					117
Cash dividends					(10,423)	(10,423)		(10,423)
Net income					26,871	26,871		26,871
Net changes in items other than shareholders' equity								
Total changes in items during the period	58	58	58	—	16,448	16,448	—	16,565
Balance at the end of the year	30,572	30,572	30,572	0	137,706	137,706	(0)	198,851

	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	343	343	545	183,174
Changes in items during the period				
Issuance of new shares				117
Cash dividends				(10,423)
Net income				26,871
Net changes in items other than shareholders' equity	(126)	(126)	(11)	(137)
Total changes in items during the period	(126)	(126)	(11)	16,428
Balance at the end of the year	217	217	533	199,602