

## Financial Results for the Second Quarter of Fiscal 2009

Six months ended September 30, 2009 (Non-Consolidated Data)

November 5, 2009

Company Name: Seven Bank, Ltd.

Stock Code: 8410

President, Representative Director : Takashi Anzai

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Stock exchange listing: JASDAQ

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Filing date of quarterly financial report (scheduled): November 18, 2009

Date of payment of interim dividends: December 1, 2009

Trading accounts: Not established

(Amounts of less than one million yen and one decimal point are rounded down)

### 1. Financial Highlights for the Second Quarter (Interim period) of Fiscal 2009 (April 1, 2009 - September 30, 2009)

#### (1) Operating Results

(% represents the change from the previous interim period.)

	Ordinary income		Ordinary profit		Interim Net income	
	million yen	%	million yen	%	million yen	%
Six Months ended September 30, 2009	45,640	0.8	16,309	6.7	9,605	6.0
Six Months ended September 30, 2008	45,234	9.9	15,282	30.0	9,059	45.5

	Interim Earnings per share	Diluted Earnings per share
	yen	yen
Six Months ended September 30, 2009	7,872.91	7,871.26
Six Months ended September 30, 2008	7,425.82	7,425.49

#### (2) Financial Position

	Total assets	Total net assets	Net assets to total assets ratio (Note1)	Total net assets per common share	Non-Consolidated Capital Adequacy Ratio (Domestic Standard) (Note 2)
	million yen	million yen	%	yen	%
Six Months ended September 30, 2009	497,883	104,604	20.9	85,666.77	47.25
Fiscal Year ended March 31, 2009	493,360	98,393	19.9	80,610.55	45.05

[Reference] Capital: Six Months ended September 30, 2009: 104,515 million yen Fiscal Year ended March 31, 2009: 98,344 million yen

(Note 1) "Net assets to total assets ratio" is calculated as follows: (Total net assets at the end of the period – Stock acquisition rights at the end of the period) / Total assets at the end of the period

(Note 2) "Non-Consolidated Capital Adequacy Ratio (Domestic Standard)" is calculated according to the formula set to determine whether a bank has adequate capital in light of its assets etc. (Financial Services Agency Notification No.19, 2006) pursuant to "Article 14, paragraph 2 of the Banking Law."

### 2. Dividends on Common Stock

(Record date)	Dividends per share				
	First Quarter	Second Quarter	Third Quarter	Year end	Annual
	yen	yen	yen	yen	yen
Fiscal Year ended March 31, 2009	—	2,100.00	—	2,800.00	4,900.00
Fiscal Year ended March 31, 2010	—	2,450.00			
Fiscal Year ended March 31, 2010 (Forecasts)			—	2,450.00	4,900.00

Note: Revision to the dividend forecast during the current quarter: None

### 3. Performance forecasts for Fiscal 2009 (April 1, 2009 – March 31, 2010)

(% represents change from the previous fiscal year)

	Ordinary income		Ordinary profit		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	yen
Fiscal Year ended March 31, 2010	87,100	-3.0	27,400	-4.6	16,200	-4.6	13,278.45

Note: Revision during the current quarter to the performance forecasts: Yes

**4. Others**

(1) Changes in accounting principles, procedures and presentation methods, relating to the preparation of the interim consolidated financial statements (items stated under changes in significant assumptions underlying the preparation of the interim financial statements)

(a) Changes arising from revised accounting standards etc.: None

(b) Changes other than (a) above: None

(2) Number of shares (common stock)

(a) Number of shares in issue

As of September 30, 2009:	1,220,027 shares	As of March 31, 2009:	1,220,000 shares
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(b) Number of treasury stocks

As of September 30, 2009:	— shares	As of March 31, 2009:	— shares
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(c) Average number of shares for the interim period (Six months ended September 30, 2009)

As of September 30, 2009:	1,220,015 shares	As of September 30, 2008:	1,220,000 shares
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\* Cautionary statement with respect to earnings forecasts, and disclaimer

- Since the Company qualifies as a specified corporation (a company that conducts business as provided in Article 17, paragraph 15, section 2 of the Cabinet Ordinance on Disclosure of Corporate Information etc.), it has prepared the interim financial statements for the current second quarter.
- This report contains earnings projections and other forward-looking statements which are based on currently available information and certain assumptions that the company considers to be reasonable. Various factors may cause actual results to be materially different from projections in these forward-looking statements.

**5. Non-consolidated Financial Statements for the six months ended September 30, 2009****(1) Non-consolidated Balance Sheet**

	(Millions of yen)	
	As of September 30, 2009	As of March 31, 2009 (Selected items)
<b>Assets</b>		
Cash and due from banks	278,966	280,589
Call loans	35,000	29,000
Securities	89,463	88,887
Prepaid pension cost	96	115
Accrued income	7,261	7,331
ATM-related temporary payments	56,248	54,342
Other assets	1,151	1,092
Property, plant and equipment	13,446	15,998
Intangible assets	15,100	14,777
Deferred tax assets	1,275	1,291
Allowance for credit losses	(177)	(65)
<b>Assets</b>	<b>497,833</b>	<b>493,360</b>
<b>Liabilities</b>		
Deposits	203,196	188,111
Negotiable certificates of deposits	15,300	41,200
Borrowed money	48,000	69,000
Bonds payable	90,000	60,000
ATM-related temporary advances	23,200	22,677
Other liabilities	13,246	13,704
Income taxes payable	6,764	7,204
Other liabilities	6,481	6,499
Provision for bonuses	285	273
<b>Liabilities</b>	<b>393,228</b>	<b>394,966</b>
<b>Net assets</b>		
Capital stock	30,503	30,500
Capital surplus	31,742	31,739
Capital reserve	30,503	30,500
Other capital surplus	1,239	1,239
Retained earnings	42,246	36,057
Other retained earnings	42,246	36,057
Retained earnings brought forward	42,246	36,057
<b>Shareholders' equity</b>	<b>104,492</b>	<b>98,296</b>
Valuation difference on available-for-sale securities	23	48
Valuation and translation adjustments	23	48
Subscription rights to shares	88	48
<b>Net assets</b>	<b>104,604</b>	<b>98,393</b>
<b>Liabilities and net assets</b>	<b>497,833</b>	<b>493,360</b>

## (2) Non-consolidated Statement of Income

(Millions of yen)

	For the six months ended September 30, 2008	For the six months ended September 30, 2009
Ordinary income	45,234	45,640
Interest income	469	217
Interest and dividends on securities	319	179
Fees and commissions	44,656	45,389
ATM-related fee income	43,045	43,853
Other ordinary income	19	—
Other income	89	33
Ordinary expenses	29,951	29,331
Interest expenses	1,426	1,136
Interest on deposits	274	176
Fees and commissions payments	4,576	4,854
ATM placement fee expenses	4,229	4,494
ATM-related fee expenses	180	234
Other ordinary expenses	80	184
General and administrative expenses	23,823	23,042
Other expenses	44	113
Ordinary profit	15,282	16,309
Extraordinary losses	11	92
Loss on disposal of noncurrent assets		92
Interim income before income taxes	15,271	16,216
Income taxes-current	6,238	6,579
Income taxes-deferred	(27)	32
Income taxes	6,211	6,611
Interim Net income	9,059	9,605

## (3) Non-consolidated Statement of Changes in Net Assets

(Millions of yen)

	For the six months ended September 30, 2008	For the six months ended September 30, 2009
Stockholders' equity		
Common stock		
Balance at the end of previous fiscal year	30,500	30,500
Changes in the interim period		
Issuance of new shares	—	3
Net changes in the interim period	—	3
Balance at the end of the interim period	30,500	30,503
Capital surplus		
Capital reserve		
Balance at the end of previous fiscal year	30,500	30,500
Changes in the interim period		
Issuance of new shares	—	3
Net changes in the interim period	—	3
Balance at the end of the interim period	30,500	30,503
Other capital surplus		
Balance at the end of previous fiscal year	1,239	1,239
Changes in the interim period		
Net changes in the interim period	—	—
Balance at the end of the interim period	1,239	1,239
Total capital surplus		
Balance at the end of previous fiscal year	31,739	31,739
Changes in the interim period		
Issuance of new shares	—	3
Net changes in the interim period	—	3
Balance at the end of the interim period	31,739	31,742
Retained earnings		
Other retained earnings		
Retained earnings brought forward		
Balance at the end of previous fiscal year	26,755	36,057
Changes in the interim period		
Dividends from surplus	(5,124)	(3,416)
Interim income	9,059	9,605
Net changes in the interim period	3,935	6,189
Balance at the end of the interim period	30,691	42,246
Total stockholders' equity		
Balance at the end of previous fiscal year	88,994	98,296
Changes in the interim period		
Issuance of new shares	—	6
Dividends from surplus	(5,124)	(3,416)
Interim income	9,059	9,605
Net changes in the interim period	3,935	6,195
Balance at the end of the interim period	92,930	104,492

(Millions of yen)

	For the six months ended September 30, 2008	For the six months ended September 30, 2009
<b>Valuation and translation adjustments</b>		
Net unrealized losses on other available-for-sale securities, net of taxes		
Balance at the end of previous fiscal year	(19)	48
Changes in the interim period		
Net change in the items other than stockholders' equity in the interim period	31	(24)
Net changes in the interim period	31	(24)
Balance at the end of the interim period	11	23
<b>Total valuation and translation adjustments</b>		
Balance at the end of previous fiscal year	(19)	48
Changes in the interim period		
Net change in items other than stockholders' equity	31	(24)
Net changes in the interim period	31	(24)
Balance at the end of the interim period	11	23
<b>Stock acquisition rights</b>		
Balance at the end of previous fiscal year	—	48
Changes in the interim period		
Net change in the items other than stockholders' equity in the interim period	48	39
Net changes in the interim period	48	39
Balance at the end of the interim period	48	88
<b>Total net assets</b>		
Balance at the end of previous fiscal year	88,974	98,393
Changes in the interim period		
Issuance of new shares	—	6
Dividends from surplus	(5,124)	(3,416)
Interim net income	9,059	9,605
Net change in the items other than stockholders' equity in the interim period	79	15
Net changes in the interim period	4,015	6,210
Balance at the end of the interim period	92,990	104,604

## (4) Non-consolidated Statement of Cash Flows

	(Millions of yen)	
	For the six months ended September 30, 2008	For the six months ended September 30, 2009
Net cash provided by (used in) operating activities		
Interim income before income taxes	15,271	16,216
Depreciation and amortization	7,124	6,216
Increase (decrease) in allowance for loan losses	0	111
Net change in reserve for losses on cancellation of leases	(1,084)	—
Gain on fund management	(469)	(217)
Financing expenses	1,426	1,136
Loss (gain) related to securities	74	—
Loss (gain) on disposal of noncurrent assets	11	92
Net increase (decrease) in deposit	48,862	15,084
Net increase (decrease) in negotiable certificates of deposit	9,260	(25,900)
Net increase (decrease) in borrowed money	—	(21,000)
Net decrease (increase) in call loans	(45,900)	(6,000)
Net decrease (increase) in call money	(1,700)	—
Increase (decrease) in straight bonds-issuance and redemption	—	30,000
Net change in ATM-related temporary accounts	(979)	(1,382)
Proceeds from fund management	529	361
Payments for finance	(1,364)	(1,080)
Other, net	445	(854)
Subtotal	31,508	12,786
Income taxes paid	(4,258)	(7,009)
Net cash provided by (used in) operating activities	27,249	5,777
Net cash provided by (used in) investing activities		
Purchase of securities	(173,101)	(152,402)
Proceeds from redemption of securities	176,400	151,640
Purchase of property, plant and equipment	(7,124)	(686)
Purchase of intangible assets	(2,333)	(2,535)
Net cash provided by (used in) investing activities	(6,159)	(3,984)
Net cash provided by (used in) financing activities		
Proceeds from exercise of stock option	—	0
Cash dividends paid	(5,124)	(3,416)
Net cash provided by (used in) financing activities	(5,124)	(3,415)
Effect of exchange rate change on cash and cash equivalents	—	—
Net increase (decrease) in cash and cash equivalents	15,966	(1,623)
Cash and cash equivalents at the beginning of period	267,277	280,589
Cash and cash equivalents at the end of the first quarter	283,243	278,966