



The First Quarter Financial Results for the Fiscal Year ended March 31, 2010 [Japan GAAP]

(Non-Consolidated Data)

August 6, 2010

Company Name: Seven Bank, Ltd.

Stock Code: 8410

President: Kensuke Futagoishi

For inquiries: Director, Managing Executive Officer and General Manager of the Planning Division,

Yasuaki Funatake

Stock exchange listing: JASDAQ

URL <http://www.sevenbank.co.jp/>

Telephone: +81-3-3211-3041

Scheduled date for dividend payment : None

Scheduled date for filing date of quarterly financial report : August 11, 2010

Trading accounts: Not established

Quarterly earnings supplementary explanatory documents : Yes

Quarterly earnings presentation : None

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

1. Financial Highlights for the First Quarter of Fiscal 2010 (April 1, 2010 to June 30, 2010)

(1) Operating Results

(% represents the change from the same quarter in the previous fiscal year)

	Ordinary income		Ordinary profit		First Quarter Net income	
	million yen	%	million yen	%	million yen	%
Three Months ended June 30, 2010	21,636	-4.6	7,912	-4.1	4,622	-5.1
Three Months ended June 30, 2009	22,697	1.9	8,253	10.5	4,871	9.8

	First Quarter Earnings per share	Diluted First Quarter Earnings per share
	yen	yen
Three Months ended June 30, 2010	3,788.73	3,787.53
Three Months ended June 30, 2009	3,992.83	3,992.17

(2) Financial Position

	Total assets	Total net assets	Net assets to total assets ratio	Total net assets per common share
	million yen	million yen	%	yen
Three Months ended June 30, 2010	551,101	111,206	20.1	91,708.73
Fiscal Year ended March 31, 2010	502,782	109,939	21.8	90,039.83

Reference: Capital: Three Months ended June 30, 2010: 111,118 million yen Fiscal Year ended March 31, 2010: 109,851 million yen

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

2. Dividends on Common Stock

	Dividends per share				
	First Quarter End	Second Quarter End	Third Quarter End	Fiscal Year End	Total
Fiscal Year ended March 31, 2010	—	2,450.00	—	2,750.00	5,200.00
Fiscal Year ended March 31, 2011	—	—	—	—	—
Fiscal Year ended March 31, 2011 (Forecasts)	—	2,600.00	—	2,600.00	5,200.00

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

3. Performance forecasts for Fiscal 2009 (April 1, 2010 – March 31, 2011)

(% represents the change from the same period in the previous fiscal year)

	Ordinary income		Ordinary profit		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	yen
Six Months ended September 30, 2010	43,800	-4.0	14,700	-9.8	8,700	-9.4	7,130.98
Fiscal Year ended March 31, 2011	86,900	-2.1	27,400	-9.8	16,200	-9.7	13,278.39

Note: Revision during the current quarter to the performance forecasts: None

4. Others

(1) Adoption of simplified accounting method and accounting methods specific to the preparation of quarterly financial statements: Yes

(2) Changes in accounting principles, procedures and presentation methods

(a) Changes arising from revised accounting standards etc.: Yes

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

(3) Number of shares (common stock)

(a) Number of shares in issue

As of June 30, 2010: 1,220,027 shares As of March 31, 2010: 1,220,027 shares

(b) Number of treasury stock

As of June 30, 2010: — shares As of March 31, 2010: — shares

(c) Average number of shares for the First Quarter ended (for the current first quarter):

As of June 30, 2010: 1,220,027 shares As of June 30, 2009 : 1,220,003 shares

* Indication of quarterly review procedure implementation status

This quarterly earnings report is exempt from quarterly review procedure based upon the Financial Instruments and Exchange Act. It is under the review procedure process at the time of disclosure of this report.

* Cautionary statement with respect to earnings forecasts, and disclaimer

This report contains earnings projections and other forward-looking statements which are based on currently available information and certain assumptions that the Bank considers to be reasonable. Various factors may cause actual results to be materially different from projections in these forward-looking statements.

Quarterly Non-consolidated Financial Statements

(1) Quarterly Non-consolidated Balance Sheet

(Millions of yen)

	End of First Quarter of Fiscal 2010 (as of June 30, 2010)	Condensed Balance Sheet at end of Fiscal 2009 (as of March 31, 2010)
Assets		
Cash and due from banks	298,370	294,192
Call loans	38,000	20,000
Securities	97,551	89,410
Loans and bills discounted	242	126
Prepaid pension cost	67	77
Accrued income	7,419	7,106
ATM-related temporary payments	78,897	61,763
Other assets	1,304	1,116
Property, plant and equipment	11,034	11,257
Intangible assets	17,249	16,648
Deferred tax assets	1,048	1,211
Allowance for loan losses	-83	-129
Assets	551,101	502,782
Liabilities		
Deposits	223,094	208,708
Negotiable certificates of deposit	15,300	10,300
Call money	38,900	13,300
Borrowed money	31,000	31,000
Bonds payable	90,000	90,000
ATM-related temporary advances	32,328	25,775
Other liabilities	8,724	13,464
Provision for bonuses	548	294
Liabilities	439,894	392,843
Net assets		
Capital stock	30,503	30,503
Capital surplus	31,742	31,742
Retained earnings	48,873	47,606
Shareholders' equity	111,119	109,851
Valuation difference on available-for-sale securities	-0	-0
Valuation and translation adjustments	-0	-0
Subscription rights to shares	88	88
Net assets	111,206	109,939
Liabilities and net assets	551,101	502,782

(2) Quarterly Statement of Income

(Millions of yen)

	First Quarter of Fiscal 2009 (April 1, 2009 – June 30, 2009)	First Quarter of Fiscal 2010 (April 1, 2010 – June 30, 2010)
Ordinary income	22,697	21,636
Interest income	113	60
Interest on loans and discounts	—	7
Interest and dividends on securities	96	34
Fees and commissions	22,574	21,551
ATM-related fee income	21,803	20,788
Other income	9	23
Ordinary expenses	14,443	13,724
Interest expenses	564	502
Interest on deposits	87	89
Fees and commissions payments	2,402	2,499
ATM placement fee expenses	2,226	2,336
ATM-related fee expenses	114	99
Other ordinary expenses	28	5
General and administrative expenses	11,448	10,711
Other expenses	0	5
Ordinary profit	8,253	7,912
Extraordinary income	7	45
Reversal of allowance for loan losses	7	45
Extraordinary losse	8	132
Loss on disposal of noncurrent assets	8	1
Loss on adjustment for changes of accounting standard for asset retirement obligations	—	131
First Quarter income before income taxes	8,252	7,825
Income taxes-current	3,100	3,040
Income taxes-deferred	280	162
Income taxes	3,381	3,202
First Quarter Net income	4,871	4,622

(3) Quarterly Statement of Cash Flows

(Millions of yen)

	First Quarter of Fiscal 2009 (April 1, 2009 – June 30, 2009)	First Quarter of Fiscal 2010 (April 1, 2010 – June 30, 2010)
Net cash provided by (used in) operating activities		
First Quarter Income before income taxes	8,252	7,825
Depreciation and amortization	3,071	2,638
Increase (decrease) in allowance for loan losses	-7	-45
Gain on fund management	-113	-60
Financing expenses	564	502
Loss (gain) on disposal of noncurrent assets	8	1
Net decrease (increase) in loans and bills discounted	—	-115
Net increase (decrease) in deposit	21,277	14,385
Net increase (decrease) in negotiable certificates of deposit	19,300	5,000
Net increase (decrease) in borrowed money	-23,000	—
Net decrease (increase) in call loans	-11,000	-18,000
Net decrease (increase) in call money	18,900	25,600
Net change in ATM-related temporary accounts	-11,297	-10,580
Proceeds from fund management	111	68
Payments for finance	-807	-772
Other,net	-1,456	-636
Subtotal	23,802	25,809
Income taxes paid	-7,020	-6,460
Net cash provided by (used in) operating activities	16,782	19,349
Net cash provided by (used in) investing activities		
Purchase of securities	-86,458	-87,258
Proceeds from redemption of securities	75,140	79,040
Purchase of property, plant and equipment	-363	-849
Purchase of intangible assets	-1,185	-2,750
Net cash provided by (used in) investing activities	-12,868	-11,817
Net cash provided by (used in) financing activities		
Proceeds from exercise of stock option	0	—
Cash dividends paid	-3,416	-3,355
Net cash provided by (used in) financing activities	-3,415	-3,355
Effect of exchange rate change on cash and cash equivalents	—	—
Net increase (decrease) in cash and cash equivalents	498	4,177
Cash and cash equivalents at the beginning of period	280,589	294,192
Cash and cash equivalents at the end of the first quarter	281,088	298,370