



## The Third Quarter Financial Results for the Fiscal Year ended March 31, 2011 [ Japan GAAP ]

(Non-Consolidated Data )

February 4, 2011

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: OSE-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 : February 9, 2011 Trading accounts: Not established

Quarterly earnings supplementary explanatory documents : Yes

Quarterly earnings presentation : Yes (Analysts, institutional investors)

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

### 1. Financial Highlights for the Third Quarter of Fiscal 2011 (April 1, 2010 to December 31, 2010)

#### (1) Operating Results

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

	Ordinary income		Ordinary profit		Third Quarter Net income	
	million yen	%	million yen	%	million yen	%
Nine-Month ended Dec. 31, 2010	64,457	-5.4	22,059	-10.1	13,046	-10.0
Nine-Month ended Dec. 31, 2009	68,169	-0.3	24,551	6.6	14,496	6.3

	Third Quarter Earnings per share	Diluted Third Quarter Earnings per share
	yen	yen
Nine-Month ended Dec. 31, 2010	10,705.44	10,699.86
Nine-Month ended Dec. 31, 2009	11,882.22	11,879.31

#### (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
Nine-Month ended Dec. 31, 2010	603,726	113,985	18.8	94,512.91
Fiscal Year ended March 31, 2010	502,782	109,939	21.8	90,039.83

Reference: Capital: Nine Months ended December 31, 2010: 113,830 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
	yen	yen	yen	yen	yen
Fiscal Year ended March 31, 2010	—	2,450.00	—	2,750.00	5,200.00
Fiscal Year ended March 31, 2011	—	2,600.00	—	—	—
Fiscal Year ended March 31, 2011 (Forecasts)	—	—	—	2,600.00	5,200.00

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

### 3. Performance forecasts for Fiscal 2010 (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
Fiscal Year ended March 31, 2011	85,200	-4.0	27,400	-9.8	16,200	-9.7	13,292.91

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 December 31, 2010: 1,220,027 shares As of March 31, 2010: 1,220,027 shares

(b) Number of treasury stock

As of December 31, 2010: 15,636 shares As of March 31, 2010: — shares

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

As of December 31, 2010: 1,218,694 shares As of December 31, 2010 : 1,220,019 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 Third Quarter of Fiscal 2010 (as of December 31, 2010)	Condensed Balance Sheet at end of Fiscal 2009 (as of March 31, 2010)
<b>Assets</b>		
Cash and due from banks	346,762	294,192
Call loans	10,000	20,000
Money held in trust	2,490	—
Securities	89,563	89,410
Loans and bills discounted	428	126
Prepaid pension cost	46	77
Accrued income	7,586	7,106
ATM-related temporary payments	116,236	61,763
Other assets	1,376	1,116
Property, plant and equipment	10,069	11,257
Intangible assets	18,456	16,648
Deferred tax assets	748	1,211
Allowance for loan losses	-37	-129
<b>Assets</b>	<b>603,726</b>	<b>502,782</b>
<b>Liabilities</b>		
Deposits	299,338	208,708
Negotiable certificates of deposit	35,690	10,300
Call money	—	13,300
Borrowed money	21,200	31,000
Bonds payable	90,000	90,000
ATM-related temporary advances	35,107	25,775
Other liabilities	8,312	13,464
Provision for bonuses	92	294
<b>Liabilities</b>	<b>489,741</b>	<b>392,843</b>
<b>Net assets</b>		
Capital stock	30,503	30,503
Capital surplus	31,742	31,742
Retained earnings	54,125	47,606
Treasury stock	-2,534	—
<b>Shareholders' equity</b>	<b>113,837</b>	<b>109,851</b>
Valuation difference on available-for-sale securities	-6	-0
Valuation and translation adjustments	-6	-0
Subscription rights to shares	154	88
<b>Net assets</b>	<b>113,985</b>	<b>109,939</b>
<b>Liabilities and net assets</b>	<b>603,726</b>	<b>502,782</b>

## (2) Quarterly Statement of Income

(Millions of yen)

	For the nine months ended December 31, 2009	For the nine months ended December 31, 2010
Ordinary income	68,169	64,457
Interest income	324	184
Interest on loans and discounts	—	33
Interest and dividends on securities	258	104
Fees and commissions	67,785	64,191
ATM-related fee income	65,483	61,846
Other income	59	82
Ordinary expenses	43,617	42,397
Interest expenses	1,681	1,498
Interest on deposits	265	273
Fees and commissions payments	7,329	7,596
ATM placement fee expenses	6,792	7,088
ATM-related fee expenses	351	296
Other ordinary expenses	204	12
General and administrative expenses	34,349	33,135
Other expenses	52	155
Ordinary profit	24,551	22,059
Extraordinary profits	—	91
Reversal of reserve for losses on cancel of lease contracts	—	91
Extraordinary losses	95	136
Losses on disposal of noncurrent assets	95	5
Loss on adjustment for changes of accounting standard for asset retirement obligations	—	131
Third Quarter income before income taxes	24,456	22,014
Income taxes-current	9,568	8,500
Income taxes-deferred	390	467
Income taxes	9,959	8,967
Third Quarter Net income	14,496	13,046

## (3) Quarterly Statement of Cash Flows

(Millions of yen)

	For the nine months ended December 31, 2009	For the nine months ended December 31, 2010
Net cash provided by (used in) operating activities		
Third Quarter Income before income taxes	24,456	22,014
Depreciation and amortization	9,435	8,556
Increase (decrease) in allowance for loan losses	51	-91
Gain on fund management	-324	-184
Financing expenses	1,681	1,498
Loss (gain) related to securities	—	137
Loss (gain) on disposal of noncurrent assets	95	5
Net decrease (increase) in loans and bills discounted	—	-301
Net increase (decrease) in deposit	56,540	90,629
Net increase (decrease) in negotiable certificates of deposit	3,100	25,390
Net increase (decrease) in borrowed money	-38,000	-9,800
Net decrease (increase) in call loans	29,000	10,000
Net decrease (increase) in call money	5,000	-13,300
Increase (decrease) in straight bonds-issuance and redemption	30,000	—
Net change in ATM-related temporary accounts	-42,205	-45,140
Proceeds from fund management	501	453
Payments for finance	-1,899	-1,687
Other,net	-1,585	-1,193
Subtotal	75,846	86,987
Income taxes paid	-12,780	-12,540
Net cash provided by (used in) operating activities	63,066	74,447
Net cash provided by (used in) investing activities		
Purchases of securities	-178,380	-178,231
Proceeds from sales of securities	—	12
Proceeds from redemption of securities	177,640	177,499
Increase in money held in trust	—	-5,029
Decrease in money held in trust	—	2,538
Purchase of property, plant and equipment	-1,762	-2,586
Purchase of intangible assets	-5,172	-7,019
Net cash provided by (used in) investing activities	-7,674	-12,815
Net cash provided by (used in) financing activities		
Proceeds from exercise of stock option	0	—
Cash dividends paid	-6,405	-6,527
Purchase of treasury stock	—	-2,534
Net cash provided by (used in) financing activities	-6,405	-9,061
Effect of exchange rate change on cash and cash equivalents	—	—
Net increase (decrease) in cash and cash equivalents	48,986	52,570
Cash and cash equivalents at the beginning of period	280,589	294,192
Cash and cash equivalents at the end of the third quarter	329,576	346,762