Financial Results for the Second Quarter (Interim Period) of the Fiscal Year Ending March 31, 2025 [JGAAP] (Consolidated Data)

November 8, 2024

Company name: Seven Bank, Ltd. Stock exchange listing: Tokyo Stock Exchange
Stock code: 8410 URL: https://www.sevenbank.co.jp/
Representative: (title) President and Representative Director
(name) Masaaki Matsuhashi
For inquiries: (title) Managing Executive Officer, General Manager of Planning Division
(name) Ken Shimizu
Telephone: +81-3-3211-3041
Scheduled date for filing of semiannual financial report: November 14, 2024
Scheduled date for cash dividends: December 2, 2024
Trading accounts: Not established
Earnings supplementary explanatory documents : Yes
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 Second Quarter (Interim Period) of the Fiscal Year Ending March 31, 2025 (April 1, 2024–September 30, 2024)

(1) Consolidated Operating Results

(% represents the year-on-year change from the same period of the previous fiscal year.)

	Ordinary income		Ordinary profit		Net income attributable to owners of the parent	
	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2024	106,283	15.2	16,751	2.1	10,940	(66.4)
Six months ended September 30, 2023	92,222	24.8	16,405	12.8	32,610	233.9

Note: Comprehensive income: Six months ended September 30, 2024 12,723 million yen (-64.6%)
Six months ended September 30, 2023 35,985 million yen (171.1%)

	Net income per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2024	9.35	-
Six months ended September 30, 2023	27.76	-

Note: "Diluted earnings per share" for the six months ended September 30, 2024, is not described as there was no dilutive effect although dilutive shares existed. Further, "Diluted earnings per share" for the six months ended September 30, 2023, is not described because there were no dilutive shares.

(2) Consolidated Financial Position

	Total assets	Total net assets	Net assets to total assets ratio
	Million yen	Million yen	%
As of September 30, 2024	1,569,239	281,981	17.6
As of March 31, 2024	1,717,818	275,856	15.7

(Reference) Capital: As of September 30, 2024 276,714 million yen
As of March 31, 2024 270,537 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.

2. Dividends

	Dividend per share				
	First quarter	Semi-annual	Third quarter	Year end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	-	5.50	-	5.50	11.00
Fiscal year ending March 31, 2025	-	5.50			
Fiscal year ending March 31, 2025 (forecasts)			-	5.50	11.00

Note: Revisions to most recently announced dividend forecasts (Yes/No) : No

3. Performance Forecasts for the Fiscal Year Ending March 31, 2025 (April 1, 2024–March 31, 2025)

(% represents the year-on-year change from 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
Full-year	215,000	8.6	28,000	(8.2)	19,500	(39.0)	16.66

Note: Revisions to most recently announced performance forecasts (Yes/No) : No

Notes

(1) Significant changes in the scope of consolidation during the period : Yes

Added 1 (Company name) ABADI TAMBAH MULIA INTERNASIONAL MALAYSIA SDN. BHD. Excluded – (Company name) –

Note: Seven Global Remit, Ltd. was excluded due to stock transfer, although it does not fall under important changes.

(2) Changes in accounting policy, changes in accounting estimates, and retrospective restatements

(a) Changes in accounting policy arising from revision of accounting standards, etc. : Yes

(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 (including treasury stock)	As of September 30, 2024	1,179,308,000 shares	As of March 31, 2024	1,179,308,000 shares
(b) Number of treasury shares	As of September 30, 2024	9,377,754 shares	As of March 31, 2024	9,391,049 shares
(c) Average number of shares for the period under review (six-month period)	Six months ended September 30, 2024	1,169,926,399 shares	Six months ended September 30, 2023	1,174,580,018 shares

Note: Number of treasury shares and average number of shares for the period under review include shares of the Company held by "Directors' Compensation BIP Trust" and "Stock Grant ESOP Trust."

(Overview of Non-Consolidated Performance)

1. Non-Consolidated Financial Highlights for the Second Quarter (Interim Period) of the Fiscal Year Ending March 31, 2025 (April 1, 2024 – September 30, 2024)

(1) Non-Consolidated Operating Results

(% represents the year-on-year change from the same period of the previous fiscal year.)

	Ordinary income		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2024	68,958	7.5	17,118	1.1	11,734	2.3
Six months ended September 30, 2023	64,089	9.2	16,921	11.0	11,465	14.4

	Net income per share
	Yen
Six months ended September 30, 2024	10.03
Six months ended September 30, 2023	9.76

(2) Non-Consolidated Financial Position

	Total assets	Total net assets	Net assets to total assets ratio
	Million yen	Million yen	%
As of September 30, 2024	1,395,021	253,089	18.1
As of March 31, 2024	1,536,555	248,252	16.1

(Reference) Capital: As of September 30, 2024 253,066 million yen
As of March 31, 2024 248,239 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, 2025 (April 1, 2024–March 31, 2025)

(% represents the year-on-year change from the previous fiscal year.)

	Ordinary income		Ordinary profit		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Yen
Full-year	133,500	3.5	27,500	(5.5)	19,000	(1.6)	16.24

* This interim earnings report is exempt from review procedures by a certified public accountant or audit corporation.

* 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. Actual results may be materially different from the projections due to various factors in these forward-looking statements.

1. Interim Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Cash and due from banks	988,932	933,866
Call loans	50,000	40,000
Securities	118,077	127,576
Loans	56,289	63,012
Foreign exchanges	0	0
ATM-related temporary payments	205,420	102,624
Accounts receivable - from credit card members	134,340	130,397
Other assets	76,038	74,844
Tangible fixed assets	39,150	43,953
Intangible fixed assets	46,795	49,806
Asset for retirement benefits	2,615	2,712
Deferred tax assets	4,751	5,059
Allowance for credit losses	(4,593)	(4,614)
Total assets	1,717,818	1,569,239
Liabilities		
Deposits	914,768	871,845
Negotiable certificates of deposit	650	830
Call money	110,000	60,000
Borrowed money	19,052	15,983
Bonds	65,000	65,000
ATM-related temporary advances	118,566	68,346
Accounts payable for credit card business	42,429	38,106
Deposits for electronic money	70,899	66,059
Other liabilities	97,177	97,500
Provision for bonuses	1,032	950
Liability for retirement benefits	25	27
Provision for retirement benefits for directors	29	8
Provision for stocks payment	812	881
Provision for loss on litigation	1,418	1,610
Deferred tax liabilities	99	106
Total liabilities	1,441,962	1,287,257
Net assets		
Common stock	30,724	30,724
Capital surplus	30,850	31,071
Retained earnings	201,836	206,311
Treasury stock	(2,744)	(2,740)
Total shareholders' equity	260,666	265,367
Net unrealized gains on available-for-sale securities	607	161
Foreign currency translation adjustments	8,574	10,545
Accumulated adjustments for retirement benefit	688	640
Total accumulated other comprehensive income	9,870	11,347
Subscription rights to shares	12	22
Non-controlling interests	5,306	5,244
Total net assets	275,856	281,981
Total liabilities and net assets	1,717,818	1,569,239

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

Consolidated Statement of Income

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Ordinary income	92,222	106,283
Interest income	3,601	5,251
(Interest on loans)	3,305	4,585
(Interest and dividends on securities)	70	222
Fees and commissions income	87,593	98,328
(ATM-related fee income)	73,211	78,024
(Credit card operating income)	3,426	6,143
(Electronic money operating income)	3,863	6,206
Other operating income	41	185
Other ordinary income	985	2,517
Ordinary expenses	75,816	89,531
Interest expenses	556	885
(Interest on deposits)	15	126
Fees and commissions expenses	25,183	28,303
(ATM placement fee expenses)	15,554	16,241
(ATM-related fee expenses)	4,875	4,990
(Credit card operating expense)	1,192	2,778
(Electronic money operating expense)	475	446
General and administrative expenses	48,668	58,473
Other ordinary expenses	1,408	1,869
Ordinary profit	16,405	16,751
Extraordinary income	22,326	76
Gain on change in equity	-	76
Gain on sale of stocks of subsidiaries and affiliates	785	-
Gain on bargain purchase	21,540	-
Extraordinary losses	640	567
Loss on disposal of fixed assets	161	315
Impairment loss	179	252
Other extraordinary losses	299	-
Income before income taxes	38,090	16,260
Income taxes-current	6,261	5,376
Income taxes-deferred	(835)	(60)
Total income taxes	5,425	5,315
Net income	32,665	10,944
Net income attributable to non-controlling interests	54	4
Net income attributable to owners of the parent	32,610	10,940

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net income	32,665	10,944
Other comprehensive income	3,320	1,778
Net unrealized gains on available-for-sale securities	262	(446)
Foreign currency translation adjustments	3,086	2,271
Adjustments for retirement benefit	(29)	(47)
Comprehensive income	35,985	12,723
Comprehensive income attributable to:		
Owners of the parent	35,499	12,417
Non-controlling interests	486	305

(3) Consolidated Statements of Changes in Net Assets

For the six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the year	30,724	30,864	182,431	(900)	243,120
Changes in items during the period					
Cash dividends			(6,486)		(6,486)
Net income attributable to owners of the parent			32,610		32,610
Acquisition of treasury stock				(717)	(717)
Disposal of treasury stock				26	26
Change in capital surplus due to change in equity of consolidated subsidiaries					-
Fluctuation resulting from exclusion of equity method affiliates			406		406
Net changes in items other than shareholders' equity					
Total changes in items during the period	-	-	26,530	(690)	25,840
Balance at end of period	30,724	30,864	208,962	(1,590)	268,960

	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	500	6,783	226	7,510	-	3,611	254,242
Changes in items during the period							
Cash dividends							(6,486)
Net income attributable to owners of the parent							32,610
Acquisition of treasury stock							(717)
Disposal of treasury stock							26
Change in capital surplus due to change in equity of consolidated subsidiaries							-
Fluctuation resulting from exclusion of equity method affiliates							406
Net changes in items other than shareholders' equity	262	2,654	144	3,062	-	1,106	4,168
Total changes in items during the period	262	2,654	144	3,062	-	1,106	30,008
Balance at end of period	763	9,438	371	10,572	-	4,717	284,251

For the six months ended September 30, 2024

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the year	30,724	30,850	201,836	(2,744)	260,666
Changes in items during the period					
Cash dividends			(6,465)		(6,465)
Net income attributable to owners of the parent			10,940		10,940
Acquisition of treasury stock				(0)	(0)
Disposal of treasury stock				3	3
Change in capital surplus due to change in equity of consolidated subsidiaries		221			221
Fluctuation resulting from exclusion of equity method affiliates					-
Net changes in items other than shareholders' equity					
Total changes in items during the period	-	221	4,475	3	4,700
Balance at end of period	30,724	31,071	206,311	(2,740)	265,367

	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	607	8,574	688	9,870	12	5,306	275,856
Changes in items during the period							
Cash dividends							(6,465)
Net income attributable to owners of the parent							10,940
Acquisition of treasury stock							(0)
Disposal of treasury stock							3
Change in capital surplus due to change in equity of consolidated subsidiaries							221
Fluctuation resulting from exclusion of equity method affiliates							-
Net changes in items other than shareholders' equity	(446)	1,970	(47)	1,476	10	(62)	1,424
Total changes in items during the period	(446)	1,970	(47)	1,476	10	(62)	6,125
Balance at end of period	161	10,545	640	11,347	22	5,244	281,981

2. Interim Non-Consolidated Financial Statements

(1) Non-Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Cash and due from banks	956,804	899,330
Call loans	50,000	40,000
Securities	172,795	182,876
Loans	44,468	51,507
Foreign exchanges	0	0
Accrued income	10,466	9,864
ATM-related temporary payments	198,172	100,160
Other assets	22,789	23,816
Other assets	22,789	23,816
Tangible fixed assets	29,023	32,497
Intangible fixed assets	38,484	41,153
Prepaid pension cost	921	1,031
Deferred tax assets	1,131	1,323
Customers' liabilities for acceptances and guarantees	13,300	13,300
Allowance for credit losses	(1,802)	(1,840)
Total assets	1,536,555	1,395,021
Liabilities		
Deposits	949,751	904,077
Negotiable certificates of deposit	650	830
Call money	110,000	60,000
Bonds	65,000	65,000
ATM-related temporary advances	118,566	68,346
Other liabilities	29,588	28,976
Income taxes payable	3,743	5,573
Asset retirement obligations	430	510
Other liabilities	25,414	22,891
Provision for bonuses	634	520
Provision for stocks payment	812	881
Acceptances and guarantees	13,300	13,300
Total liabilities	1,288,303	1,141,931
Net assets		
Common stock	30,724	30,724
Capital surplus	30,724	30,724
Capital reserve	30,724	30,724
Retained earnings	188,926	194,196
Legal reserve in retained earnings	0	0
Other retained earnings	188,926	194,196
Retained earnings brought forward	188,926	194,196
Treasury stock	(2,744)	(2,740)
Total shareholders' equity	247,631	252,905
Net unrealized gains on available-for-sale securities	607	161
Total valuation and translation adjustments	607	161
Subscription rights to shares	12	22
Total net assets	248,252	253,089
Total liabilities and net assets	1,536,555	1,395,021

(2) Non-Consolidated Statement of Income

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Ordinary income	64,089	68,958
Interest income	2,918	3,985
(Interest on loans)	2,779	3,581
(Interest and dividends on securities)	70	222
Fees and commissions income	60,708	62,221
(ATM-related fee income)	55,436	56,954
Other operating income	51	186
Other ordinary income	411	2,564
Ordinary expenses	47,167	51,839
Interest expenses	127	325
(Interest on deposits)	15	126
Fees and commissions expenses	12,518	13,301
(ATM placement fee expenses)	8,765	8,909
(ATM-related fee expenses)	1,309	1,403
General and administrative expenses	33,802	37,521
Other ordinary expenses	718	691
Ordinary profit	16,921	17,118
Extraordinary income	200	-
Gain on sale of stocks of subsidiaries and affiliates	200	-
Extraordinary losses	443	262
Loss on disposal of fixed assets	143	262
Other extraordinary losses	299	-
Income before income taxes	16,677	16,855
Income taxes-current	5,334	5,116
Income taxes-deferred	(121)	5
Total income taxes	5,212	5,121
Net income	11,465	11,734

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

For the six months ended September 30, 2023

(Millions of yen)

	Shareholders' equity							
		Capital surplus		Retained earnings				
	Common stock	Capital reserve	Total capital surplus	Legal reserve in retained earnings	Other retained earnings: Retained earnings brought forward	Total retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the year	30,724	30,724	30,724	0	182,578	182,578	(900)	243,127
Changes in items during the period								
Cash dividends					(6,486)	(6,486)		(6,486)
Net income					11,465	11,465		11,465
Acquisition of treasury stock							(717)	(717)
Disposal of treasury stock							26	26
Net changes in items other than shareholders' equity								
Total changes in items during the period	-	-	-	-	4,979	4,979	(690)	4,288
Balance at end of period	30,724	30,724	30,724	0	187,557	187,557	(1,590)	247,416

	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	500	500	-	243,627
Changes in items during the period				
Cash dividends				(6,486)
Net income				11,465
Acquisition of treasury stock				(717)
Disposal of treasury stock				26
Net changes in items other than shareholders' equity	262	262	-	262
Total changes in items during the period	262	262	-	4,551
Balance at end of period	763	763	-	248,179

For the six months ended September 30, 2024

(Millions of yen)

	Shareholders' equity							
		Capital surplus		Retained earnings				
	Common stock	Capital reserve	Total capital surplus	Legal reserve in retained earnings	Other retained earnings: Retained earnings brought forward	Total retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the year	30,724	30,724	30,724	0	188,926	188,926	(2,744)	247,631
Changes in items during the period								
Cash dividends					(6,465)	(6,465)		(6,465)
Net income					11,734	11,734		11,734
Acquisition of treasury stock							(0)	(0)
Disposal of treasury stock							3	3
Net changes in items other than shareholders' equity								
Total changes in items during the period	-	-	-	-	5,269	5,269	3	5,273
Balance at end of period	30,724	30,724	30,724	0	194,196	194,196	(2,740)	252,905

	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	607	607	12	248,252
Changes in items during the period				
Cash dividends				(6,465)
Net income				11,734
Acquisition of treasury stock				(0)
Disposal of treasury stock				3
Net changes in items other than shareholders' equity	(446)	(446)	10	(436)
Total changes in items during the period	(446)	(446)	10	4,837
Balance at end of period	161	161	22	253,089