

Financial Results for the Third Quarter of Fiscal 2007 (Non-Consolidated Date)

February 1, 2008

Company Name: Seven Bank, Ltd.

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

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(All amounts have been rounded down to the nearest million yen and whole number)

1. Financial Results for the Third Quarter of Fiscal 2007 (April 1, 2007 - December 31, 2007)

(1) The Results of Operation

(%: Changes from the corresponding quarter of the previous year)

	Ordinary Income		Ordinary Profit		Quarterly Net Income	
	million Yen	%	million Yen	%	million Yen	%
FY 2007 Q3	62,604	10.5	18,658	(4.2)	10,312	(7.0)
FY 2006 Q3	56,610	19.1	19,491	35.0	11,090	28.9
FY 2006	75,427	-	25,021	-	12,667	-

	Quarterly Net Income per Share	Quarterly Net Income per Share (diluted)
	Yen	Yen
FY 2007 Q3	8,840 . 28	-
FY 2006 Q3	9,365 . 25	-
FY 2006	10,736 . 56	-

(2) Financial Condition

	Total Assets	Total Net Assets	Own Capital Ratio (Note)	Total Net Assets per Share
	million Yen	million Yen	%	Yen
FY 2007 Q3	653,437	78,374	11.9	67,178 . 95
FY 2006 Q3	564,629	72,274	12.8	61,966 . 50
FY 2006	532,757	73,849	13.8	63,317 . 15

(Note) "Own Capital Ratio" is calculated by dividing the Total Net Assets for the end of period by the Total Assets for the end of period.

(3) Cash Flow Condition

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	million Yen	million Yen	million Yen	million Yen
FY 2007 Q3	103,153	(11,087)	(5,792)	341,030
FY 2006 Q3	44,577	(21,868)	(5,895)	269,930
FY 2006	39,750	(32,215)	(5,895)	254,757

2. Cash Dividends for Shareholders

(Reference date)	Cash Dividends per Share		
	End of interim period	End of period	Annual
	Yen	Yen	Yen
FY 2006	-	5,000 . 00	5,000 . 00
FY 2007	-		4,100 . 00
FY 2007 (Estimate)		4,100 . 00	

3. Earnings Estimate for Fiscal 2007 (April 1, 2007 - March 31, 2008)

(Reference) The earning estimate for Fiscal 2007 announced in January 22, 2008 has not been reviewed.

(%: Changes from the corresponding quarter of the previous year)

	Ordinary Income		Ordinary Profit		Net Income		Net Income per Share
	million Yen	%	million Yen	%	million Yen	%	Yen
Full year	83,400	10.5	23,300	(6.8)	13,100	3.4	10,737 . 70

(Note) Net Income per Share is calculated based on estimated period-end Outstanding Shares including disposition of treasury stocks.

4. Others

(1) **Adopted the simplified accounting method [Yes/No]: No**

(2) **Changes in accounting principles since the most recent fiscal year [Yes/No]: No**

(3) **Auditing by audit firms [Yes/No]: No**

*** Explanation of appropriate use of financial results and other special matters**

The Earnings Estimate described in this document has been made by our Company's judgment based on the information available at the time of such judgment. Actual performance may vary from estimated figures hereafter according to various factors in the future.

Financial Results for the Third Quarter

(From October 1, 2007 to December 31, 2007)

[ATM Service]

We achieved tie-ups with eighteen banks, etc., as a result, the total number of affiliated financial institutions was 554 companies^(Note1) as of end of December 2007. In addition, Seven Bank ATMs were installed at the nationwide offices of Nomura Securities Co., Ltd. who collectively manages our ATM operations, thereby the number of areas where ATMs are placed was 47 prefectures as of the end of December, and the number of installed ATMs was 12,837 units.

Regarding the second-generation ATMs, approximately 1,100 ATMs were newly installed; thereby the total number was approximately 9,600 units.

(Note1) JA Bank and JF Marine Bank are treated as one separate segment of industry.

[Seven Bank Account]

As of the end of December, the number of accounts for individual customers was 548 thousand accounts (+29 thousand accounts compared with the end of September) with a deposit balance of 90.5 billion yen (+8.9 billion yen on the same base). The deposit balance for ordinary deposit and time deposit was 67.1 billion yen (+6.2 billion yen on the same base) and 23.3 billion yen (+2.7 billion yen on the same base) respectively.

Main Topics

(1) Launch of charge service for electronic money, "nanaco" at all second-generation ATMs

Charge service for electronic money, "nanaco" has started at all second-generation ATMs on October 1, 2007. All ATMs are scheduled to be replaced with second generation ATMs by the end of September, 2008.

(2) New manned branch opened at Ito-Yokado Ario-Nishi-Arai branch

On November 9, 2007, the sixth manned branch (called "Everyone's Bank Teller Window") was opened at Ito-Yokado Ario-Nishi-Arai branch.

(3) Start of ATM service for the visually impaired

At all ATMs, we started audio guidance transaction for the visually impaired customers by intercom (telephone) installed at ATM from November 26, 2007. We will extend this service to the customers of about 90 of our tie-up banks^(Note2) from February 12, 2008 and to the customers of tie-up Shinkin banks, credit unions, labor banks, JA Banks, JF Marine Banks, and securities firms in spring of 2008.

(Note2) Japan Post Bank, Ltd. is excluded.

(4) Start of ATM service at New Chitose Airport and Rusutsu Resort

We started our ATM service at New Chitose Airport which is an air gateway for Hokkaido on December 14, 2007, and Rusutsu Resort which has been determined as an International Media Center for Hokkaido Toyako Summit Conference on December 15, 2007.

Financial Statement (Summary)

(1) Unconsolidated Balance Sheet (Summary)

Million Yen

Title of Account	Fiscal 2006 Q3 (A)	Fiscal 2007 Q3 (B)	Change (B) – (A)	(Reference) Fiscal 2006
Assets				
Cash and due from banks	269,930	341,030	71,100	254,757
Call loan	74,500	-	(74,500)	94,500
Securities	64,620	64,754	133	78,338
Prepaid pension cost	75	109	33	84
Accrued income	7,215	7,949	733	6,562
ATM-related temporary payments	127,512	206,410	78,897	72,783
Other assets	812	1,095	282	954
Tangible fixed assets	6,908	16,071	9,162	9,024
Intangible fixed assets	12,257	14,839	2,581	13,677
Deferred tax assets	879	1,297	417	2,145
Allowance for credit losses	(84)	(120)	(36)	(70)
Total assets	564,629	653,437	88,807	532,757
Liabilities				
Deposits	246,397	249,159	2,762	187,836
Negotiable certificates of deposits	68,360	70,590	2,230	87,300
Call money	-	45,000	45,000	-
Borrowed money	65,000	75,100	10,100	65,000
Bonds	75,000	75,000	-	75,000
ATM-related temporary advances	27,020	51,225	24,204	19,155
Other liabilities	10,291	6,883	(3,407)	21,785
Reserve for bonuses	64	69	4	199
Reserve for retirement benefits for directors and statutory auditors	220	257	36	231
Reserve for loss on cancellation of leases	-	1,777	1,777	2,310
Reserve for relocation loss	-	-	-	87
Total liabilities	492,355	575,062	82,707	458,907
Net Assets				
Common stocks	30,500	30,500	-	30,500
Capital surplus	30,505	30,512	6	30,505
Retained earnings	17,180	23,237	6,056	18,756
Treasury stock, at cost	(5,901)	(5,868)	33	(5,901)
Total shareholder's equity	72,284	78,380	6,096	73,861
Other unrealized gains on securities	(10)	(6)	3	(11)
Unrealized gains or losses and translation differences, etc	(10)	(6)	3	(11)
Total net assets	72,274	78,374	6,099	73,849
Total liabilities and net assets	564,629	653,437	88,807	532,757

(Note) Amounts less than one million yen are rounded down.

(2) Unconsolidated Statements of Income (Summary)

Million Yen

Account	Fiscal 2006 Q3 (A)	Fiscal 2007 Q3 (B)	Change (B) – (A)	(Reference) Fiscal 2006
Ordinary income	56,610	62,604	5,993	75,427
Interest income	225	704	478	422
Of which Interest & dividends on securities	191	385	193	284
Fees and commissions income	56,299	61,694	5,395	74,875
Of which ATM-related fee income	54,919	60,148	5,228	73,124
Other operating income	-	5	5	-
Other ordinary income	85	199	114	129
Ordinary expenses	37,119	43,945	6,825	50,405
Interest expenses	931	2,073	1,141	1,534
Of which Interest on deposits	146	314	168	224
Fees and commissions expenses	4,668	6,206	1,538	6,491
Of which ATM placement fee expenses	4,418	5,822	1,403	6,150
Of which ATM-related fee expenses	116	217	100	158
Other operating expenses	585	102	(483)	653
General and administrative expenses	30,798	35,424	4,625	41,574
Other ordinary expenses	135	138	3	151
Ordinary profit	19,491	18,658	(832)	25,021
Extraordinary losses	1,134	1,245	111	4,012
Quarterly income before income tax	18,357	17,413	(944)	21,009
Current income taxes	7,224	6,256	(968)	9,564
Deferred income taxes	41	844	803	(1,223)
Quarterly net income	11,090	10,312	(778)	12,667

(Note) Amounts less than one million yen are rounded down.

(3) Statement of Unconsolidated Shareholder' Equity Fluctuation (Summary)

Fiscal 2006 Q3 (From April 1 to December 31, 2006)

Million Yen

	Net Assets					Unrealized Gains or Losses and Translation Differences, etc		Total Net Assets
	Capital	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Other unrealized gains on securities	Total unrealized gains or losses and translation differences, etc	
Balance as of March 31, 2006	61,000	-	6,089	-	67,089	(8)	(8)	67,080
Fluctuating amount during the current quarter								
Transfer from capital to capital reserve	(30,500)	30,500			-		-	-
Quarterly net income			11,090		11,090		-	11,090
Purchase of treasury stock				(5,940)	(5,940)		-	(5,940)
Disposal of treasury stock		5		38	44		-	44
Fluctuating amount of items other than shareholders' equity during the current quarter (net amount)					-	(1)	(1)	(1)
Total fluctuating amount during the current quarter	(30,500)	30,505	11,090	(5,901)	5,195	(1)	(1)	5,193
Balance as of December 31, 2006	30,500	30,505	17,180	(5,901)	72,284	(10)	(10)	72,274

(Note) Amounts less than one million yen are rounded down.

Fiscal 2007 Q3 (From April 1 to December 31, 2007)

Million Yen

	Net Assets					Unrealized Gains or Losses and Translation Differences, etc		Total Net Assets
	Capital	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Other unrealized gains on securities	Total unrealized gains or losses and translation differences, etc	
Balance as of March 31, 2007	30,500	30,505	18,756	(5,901)	73,861	(11)	(11)	73,849
Fluctuating amount during the current quarter								
Dividend of surplus			(5,831)		(5,831)		-	(5,831)
Quarterly net income			10,312		10,312		-	10,312
Disposal of treasury stock		6		33	39		-	39
Fluctuating amount of items other than shareholders' equity during the current quarter (net amount)					-	4	4	4
Total fluctuating amount during the current quarter	-	6	4,480	33	4,519	4	4	4,524
Balance as of December 31, 2007	30,500	30,512	23,237	(5,868)	78,380	(6)	(6)	78,374

(Note) Amounts less than one million yen are rounded down.

(Reference) Fiscal 2006 (From April 1, 2006 to March 31, 2007)

Million Yen

	Net Assets					Unrealized Gains or Losses and Translation Differences, etc		Total Net Assets
	Capital	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity	Other unrealized gains on securities	Total unrealized gains or losses and translation differences, etc	
Balance as of March 31, 2006	61,000	-	6,089	-	67,089	(8)	(8)	67,080
Fluctuating amount during the current fiscal year								
Transfer from capital to capital reserve	(30,500)	30,500			-		-	-
Net income			12,667		12,667		-	12,667
Purchase of treasury stock				(5,940)	(5,940)		-	(5,940)
Disposal of treasury stock		5		38	44		-	44
Fluctuating amount of items other than shareholders' equity during the current fiscal year (net amount)					-	(2)	(2)	(2)
Total fluctuating amount during the current fiscal year	(30,500)	30,505	12,667	(5,901)	6,772	(2)	(2)	6,769
Balance as of March 31, 2007	30,500	30,505	18,756	(5,901)	73,861	(11)	(11)	73,849

(Note) Amounts less than one million yen are rounded down.

(4) Unconsolidated Statements of Cash Flow

Million Yen

Category	Fiscal 2006 Q3 (A)	Fiscal 2007 Q3 (B)	Change (B) – (A)	(Reference) Fiscal 2006
I Cash flows from operating activities				
Quarterly income before income taxes	18,357	17,413	(944)	21,009
Depreciation of fixed assets	3,664	7,850	4,185	5,412
Net changes in reserve for credit losses (loss)	39	50	10	25
Net change in reserve for loss on cancellation of leases (loss)	-	(533)	(533)	2,310
Net change in reserve for relocation loss (loss)	-	(87)	(87)	87
Interest income	(225)	(704)	(478)	(422)
Interest expenses	931	2,073	1,141	1,534
Securities-related income (loss)	80	98	17	105
Net losses on disposal of fixed assets (loss)	49	78	29	77
Net change in deposits (loss)	64,627	61,323	(3,303)	6,065
Net change in negotiable certificates of deposit (loss)	53,250	(16,710)	(69,960)	72,190
Net change in borrowed money (loss)	-	10,100	10,100	-
Net change in call loan, etc. (loss)	(74,500)	94,500	169,000	(94,500)
Net change in call money, etc. (loss)	-	45,000	45,000	-
Net change in issue/repayment of straight bonds (loss)	60,000	-	(60,000)	60,000
Net change in ATM-related temporary accounts (loss)	(74,197)	(101,557)	(27,360)	(27,332)
Interest received	272	569	296	418
Interest paid	(869)	(2,280)	(1,410)	(1,144)
Other-net	(1,116)	(1,602)	(486)	(302)
Subtotal	50,362	115,579	65,217	45,535
Income taxes paid	(5,784)	(12,426)	(6,641)	(5,784)
Net cash provided by operating activities	44,577	103,153	58,576	39,750
II Cash flows from investing activities				
Purchase of securities	(111,692)	(327,563)	(215,870)	(162,178)
Proceeds from maturity of securities	100,500	333,000	232,500	145,500
Purchase of tangible fixed assets	(6,593)	(11,347)	(4,754)	(10,178)
Purchase of intangible fixed assets	(4,083)	(5,177)	(1,094)	(5,358)
Net cash used in investing activities	(21,868)	(11,087)	10,780	(32,215)
III Cash flows from financing activities				
Purchase of treasury stocks	(5,940)	-	5,940	(5,940)
Disposal of treasury stocks	44	39	(5)	44
Payment of dividend	-	(5,831)	(5,831)	-
Net cash used in financial activities	(5,895)	(5,792)	103	(5,895)
IV Effect of exchange rate changes on cash and cash	-	-	-	-
V Net increase in cash and cash equivalents	16,813	86,273	69,460	1,640
VI Cash and cash equivalents at the beginning of the quarter	253,117	254,757	1,640	253,117
VII Cash and cash equivalents at the end of the quarter	269,930	341,030	71,100	254,757

(Note) Amounts less than one million yen are rounded down.

Other Financial Information

We are providing information on the third quarter of Fiscal 2007 (From April 1, 2007 to December 31, 2007).

(Note) The following figures have not been audited.

1. "Claims Disclosed under the Financial Reconstruction Law"

Category of claims	Million Yen		(Reference) Million Yen
	End of Dec. 2006	End of Dec. 2007	End of Mar. 2007
Unrecoverable or valueless claims	-	-	-
Doubtful claims	-	-	-
Claims in need of special caution	-	-	-

(Note) The above number accounts are categorized based on each claim category provided in Article 4 of "Ordinance for Enforcement of The Law concerning Emergency Measures for the Revitalization of the Financial Functions".

2. Capital Ratio (based on domestic standards)

	End of Mar. 2008 (Estimate)	(Reference) End of Mar. 2007 (Actual)
	Unconsolidated capital ratio	44.35%
Unconsolidated Tier I capital ratio	44.28%	37.91%

(Note) The above estimated values may fluctuate with changes in prerequisites regarding business environment.

3. Gains or Losses on Valuation of Marketable Securities

○ Net unrealized gains/losses

	Million Yen				(Reference) Million Yen							
	End of Dec. 2006		End of Dec. 2007		End of Mar. 2007							
	Fair value	Net unrealized gains/losses	Fair value	Net unrealized gains/losses	Fair value	Net unrealized gains/losses	Gains	Losses				
									Gains	Losses	Gains	Losses
Available-for-sale securities	64,476	(16)	0	17	64,460	(11)	-	11	78,194	(19)	0	19
Equity securities	-	-	-	-	-	-	-	-	-	-	-	-
Debt securities	64,476	(16)	0	17	64,460	(11)	-	11	78,194	(19)	0	19
Others	-	-	-	-	-	-	-	-	-	-	-	-

(Note) 1. "Net unrealized gains/losses" and "unrealized losses/profits" for each quarter end are the difference between the book value (after application of amortized cost method) and fair value at the end of each quarter.

2. There are no held-to-maturity bonds or subsidiaries/affiliates-related shares.

4. Derivative Transactions

(1) Interest related transactions

Category	Nature	Million Yen						(Reference) Million Yen		
		End of Dec. 2006			End of Dec. 2007			End of Mar. 2007		
		Contract etc.	Fair value	Net unrealized gains (loss)	Contract etc.	Fair value	Net unrealized gains (loss)	Contract etc.	Fair value	Net unrealized gains (loss)
Market	—	-	-	-	-	-	-	-	-	
OTC	Interest rate swap	35,000	47	47	35,000	64	64	35,000	24	24
	Total			47			64			24

(Note) Derivative transactions where the hedge accounting is applied are excluded from the above.

(2) Currency related transactions

Not applicable

(3) Stocks related transactions

Not applicable

(4) Bonds related transactions

Not applicable

(5) Commodity related transactions

Not applicable

(6) Others

Not applicable