

Financial Results
for the Second Quarter of Fiscal 2013



November 2013

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* Earnings announcement data can be found on our website.
(<http://www.sevenbank.co.jp/english/ir/>)

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FY13 interim results

[Non-Consolidated]

■ Ordinary income (¥49.9 billion) and ordinary profit (¥19.7 billion) both increased year on year, exceeding targets

- The number of ATM installations surpassed targets, contributing to an increase in the total number of transactions
- The number of non-bank transactions rose steadily

[Consolidated]

■ Ordinary income (¥52.2 billion), ordinary profit (¥19.3 billion)

FY13 outlook

■ No change to initial income and expenditure targets

- Reflecting mainly increases in ATM customer fees of partner financial institutions, the transaction volume forecast has been revised downward, while the ATM-related fee income per transaction forecast has been revised upward
- The number of ATM installations has been revised upward to 19,400 as of March 31, 2014
- U.S.-based FCTI recently acquired Global Axxess Corp.'s ATM business, bringing its total number of ATMs to approx. 7,500

<< Non-Consolidated >>

(Unit: Billion yen)

	FY12 H1	FY13 H1	Changes from FY12 H1	FY13 Full-year target
Ordinary income	46.7	49.9	3.2	99.0
Ordinary expenses	30.2	30.2	0.0	63.5
Ordinary profit	16.5	19.7	3.2	35.5
Net income	10.0	12.1	2.1	21.4

Note:
Amounts less than one unit have been truncated.

<< Consolidated >>

(Unit: Billion yen)

	FY13 H1	FY13 Full-year target
Ordinary income	52.2	104.1
Ordinary expenses	32.9	69.4
Ordinary profit	19.3	34.6
Net income	11.6	20.7

Notes:

1. Amounts less than one unit have been truncated.
2. Foreign currency exchange rate for FY13 H1 account settlement: US\$1 = ¥95.73
Target exchange rate for FY13: US\$1 = ¥92.00
3. FY13 full-year targets do not include the acquisition amount for Global Access' ATM business.

《Reference: each company's consolidated period》

	 SEVEN BANK	 FCTI NATIONWIDE ATM NETWORK
FY13 Interim period	Apr. – Sep. 2013	Jan. – Jun. 2013

Income statement (Non-Consolidated)

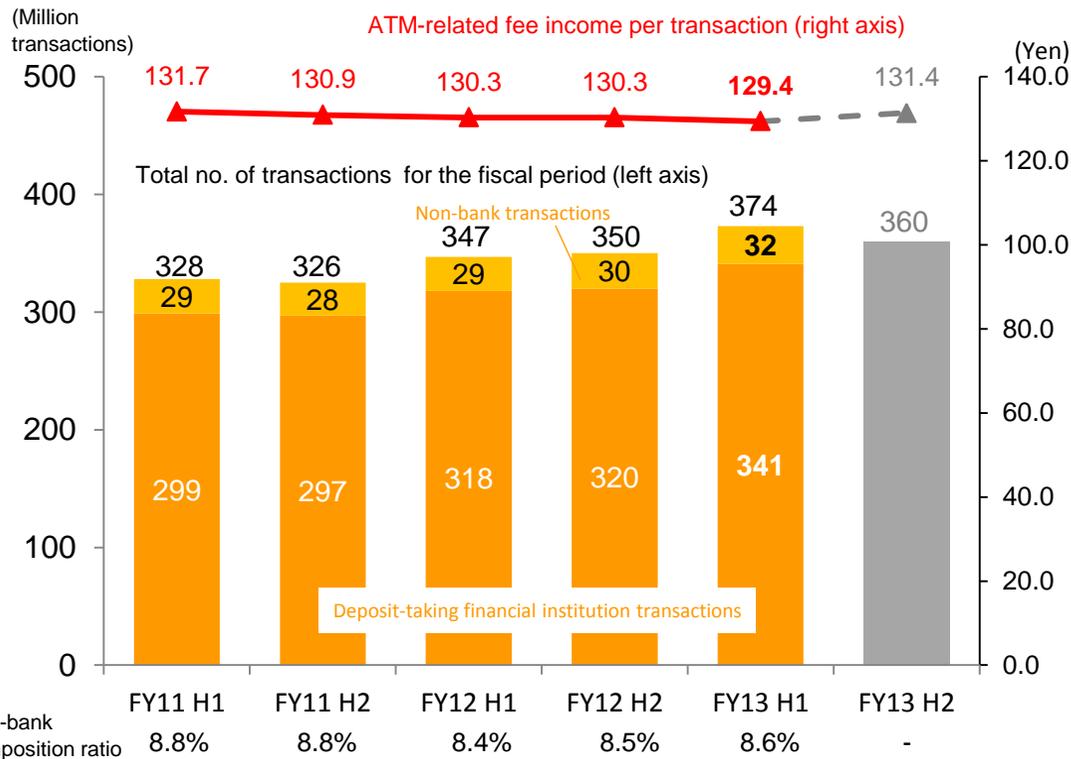
(Unit: Billion yen)

	FY12 Actual results	H1 results	FY13 Initial plan	H1 plan	FY13 H1 results	Changes from FY12 results	Changes from initial plan	FY13 Plan (as of Nov. 8)
Ordinary income	94.1	46.7	99.0	49.6	49.9	3.2	0.3	99.0
ATM-related fee income	88.8	44.2	93.5	47.0	47.3	3.1	0.3	93.5
Ordinary expenses	62.0	30.2	63.5	31.7	30.2	0.0	(1.5)	63.5
Interest expenses	1.6	0.7	1.8	1.0	0.9	0.2	0.1	1.8
ATM placement fee expenses	10.6	5.2	11.5	5.7	5.7	0.5	0.0	11.4
Outsourcing expenses	15.8	7.7	17.1	8.7	8.2	0.5	(0.5)	16.6
Maintenance fees	3.9	2.0	4.0	2.0	1.8	(0.2)	(0.2)	3.8
Rent for premises and equipment	0.9	0.4	0.6	0.3	0.3	(0.1)	0.0	0.6
Depreciation and amortization	13.8	6.2	12.9	6.0	5.4	(0.8)	(0.6)	12.3
Ordinary profit	32.0	16.5	35.5	17.9	19.7	3.2	1.8	35.5
Extraordinary gain (loss)	(0.5)	(0.2)	(0.9)	(0.1)	(0.1)	0.1	0.0	(0.8)
Income taxes	11.9	6.2	13.1	6.7	7.5	1.3	0.8	13.1
Net income	19.5	10.0	21.4	11.0	12.1	2.1	1.1	21.4
No. of ATMs installed at end of term (units)	18,123	17,330	19,300	18,600	18,844	1,514	244	19,400
ATM-related fee income per transaction (yen)	130.3	130.3	128.7	129.4	129.4	(0.9)	0	130.3
Daily average transactions per ATM (transactions/ ATM /day)	111.1	112.7	109.4	110.9	111.3	(1.4)	0.4	107.4
Total no. of transactions (millions)	698	347	742	371	374	27	3	734

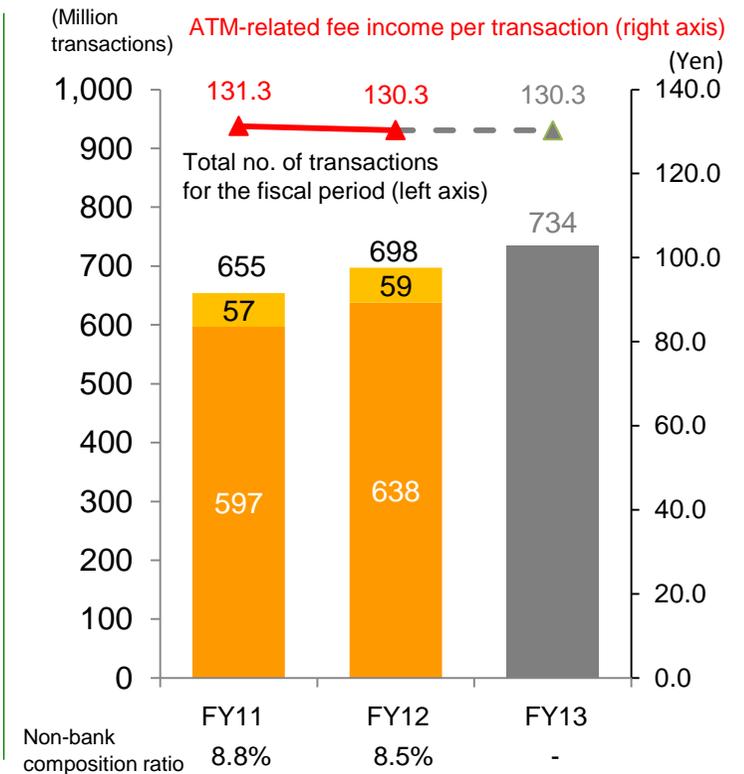
- Notes:
1. Amounts less than one unit have been truncated.
 2. Year-on-year comparative data in units of 100 million yen (comparative data for the total number of transactions in units of one million).

- The total number of transactions in the first half increased 7.7% year on year to 374 million
- Deposit-taking financial institution transactions: +7.4%; non-bank transactions: +10.2%

Half-year results



Full-year results

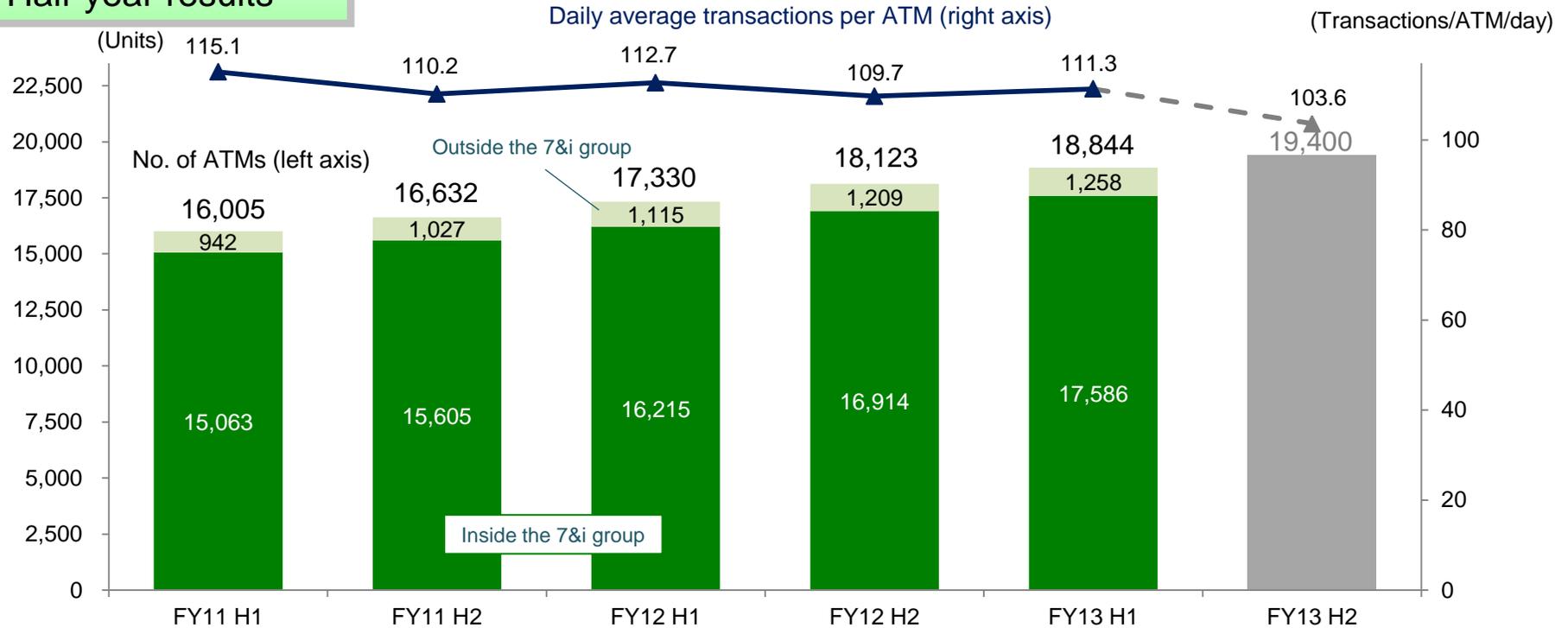


- Notes: 1. Total of transactions for the period exclude balance inquiries, e-money charges, PIN changes and daily withdrawal limit changes.
 2. Amounts less than one unit have been truncated.
 3. $\text{ATM-related fee income per transaction} = \frac{\text{ATM-related fee income}}{\text{Total of transactions} - \text{Total of transactions without ATM-related fee income (i.e. sales proceeds deposits)}}$
 4. In this report, securities, life insurance, credit card, consumer credit and consumer financing companies are all referred to as "non-banks."

Number of ATM installations and daily average transactions per ATM

- Steady increase in the number of ATMs installed both inside and outside the Group
- Net increase in the number of ATMs installed in fiscal 2013 projected at approximately 1,300; the number of 3G ATMs newly installed and replaced is forecast to climb by approximately 5,000

Half-year results

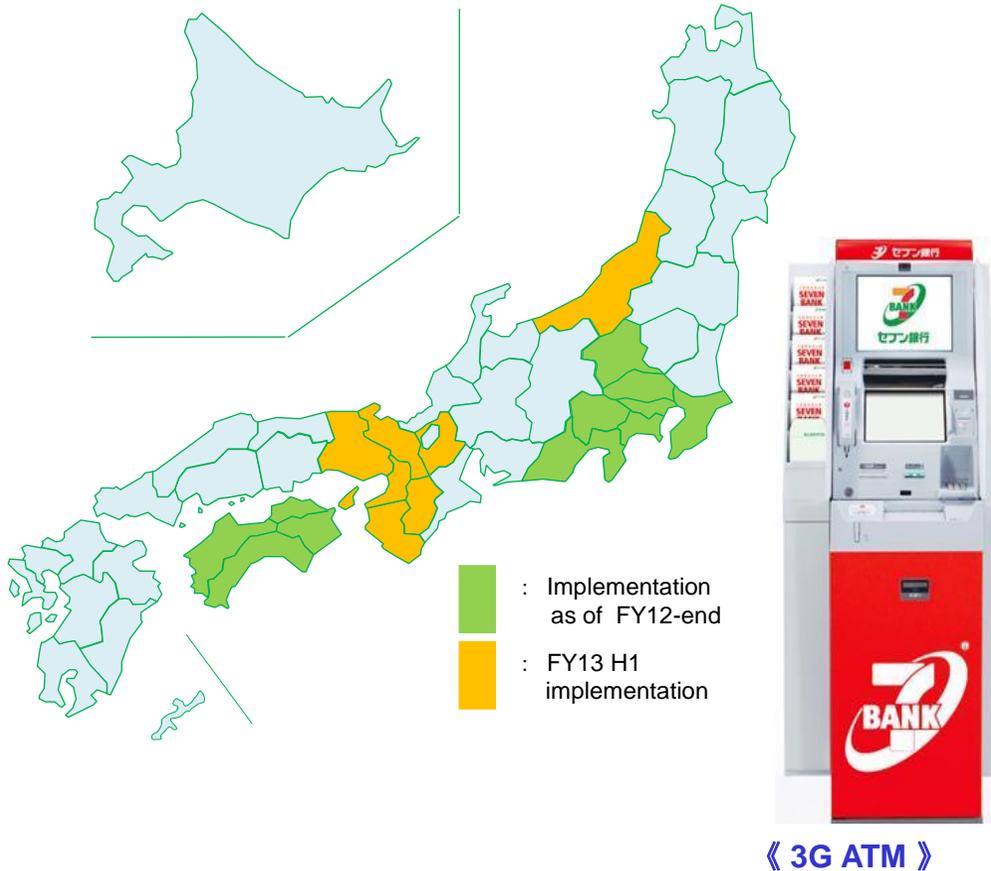


Net increase (Year-on-year)	—	+ 1,269	—	+ 1,491	+ 1,514	Approx. +1,300
Number of 3G ATMs (FY-end)	—	2,897	—	7,797	10,573	Approx. 13,000

Notes: 1. Daily average transactions per ATM for the period excludes balance inquiries, e-money charges, PIN changes and daily withdrawal limit changes.
2. Amounts less than one unit have been truncated.

Further improve convenience

- Actively develop ATMs that meet customer and social needs, including reducing transaction time and saving energy



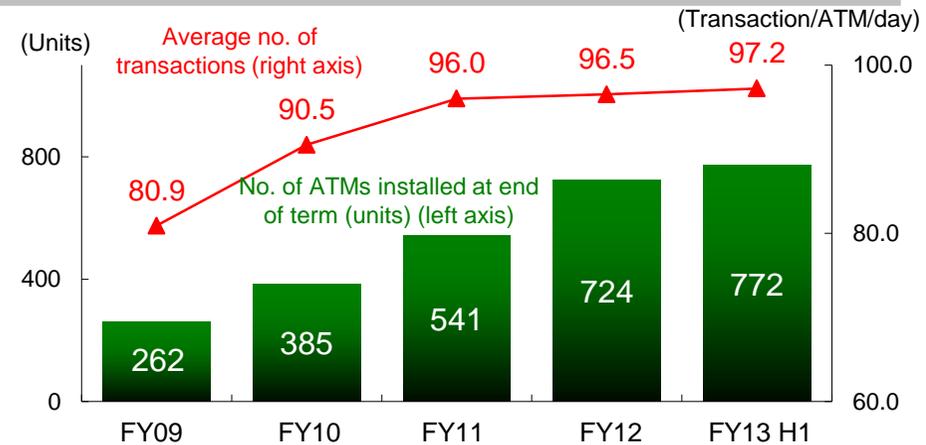
Install ATMs to meet various needs

Installed ATM at Juroku Bank's Takayama Ekimae Branch

Juroku installed a Seven Bank ATM, which accepts overseas bank cards, at its Takayama Ekimae Branch to meet foreign tourist cash-related needs, a first for either an urban or regional financial institution



ATMs in locations outside the Group (excluding securities companies)



Financial Position (Non-Consolidated)

Balance sheet as of September 30, 2013 (Billion yen)

Cash and due from banks: 491.8 (1)	Deposits: 400.0 (4)
Securities: 110.5 (2)	Bonds and borrowings: 173.0
ATM-related temporary payments: 88.5 (3)	ATM-related temporary advances: 40.7 (5)
Other: 86.1	Other: 18.1
Assets: 776.9	Liabilities + Net assets: 776.9
Net assets: 145.1	

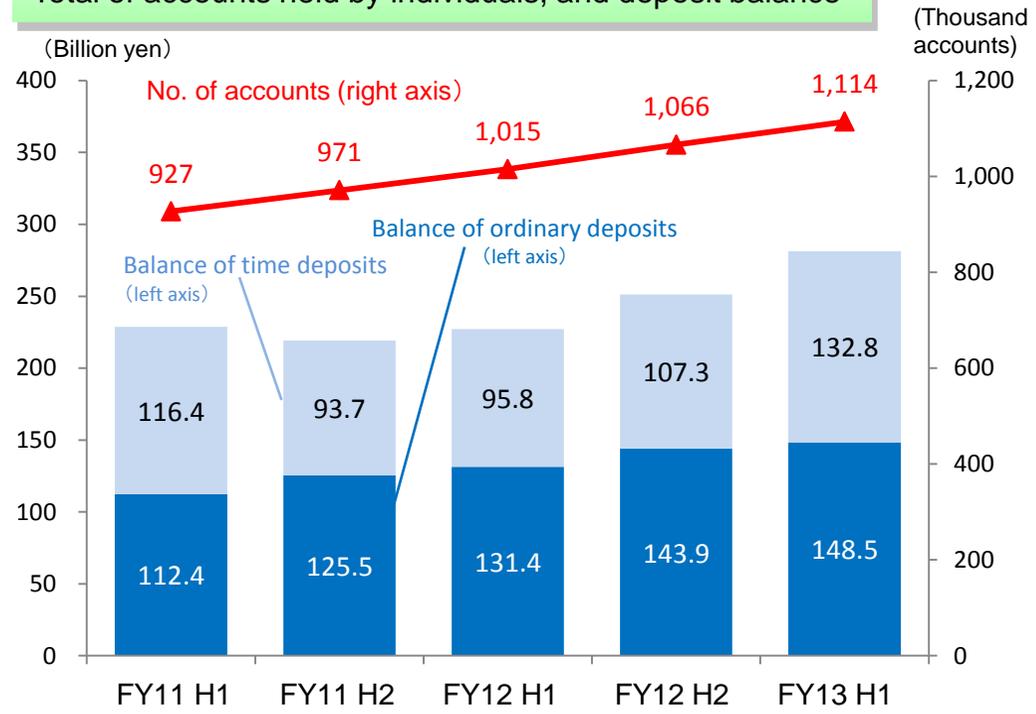
- (1) Cash placed in our ATMs
- (2) Used mostly for exchange settlements and as collateral for overdrafts on Bank of Japan accounts
- (3) Occurs when a withdrawal is made from an ATM
- (4) Deposits held by individuals: ¥281.4 billion; corporate deposits: ¥64.7 billion
- (5) Occurs when a deposit is made at an ATM

Note: Figures are truncated

Financial soundness and creditworthiness

Non-consolidated capital ratio (Japanese standards): 54.09% (Preliminary figure)
 Credit rating (as of September 30, 2013): S&P AA- (Long-term counter party rating)
 R&I AA (Issuer rating)

Total of accounts held by individuals, and deposit balance

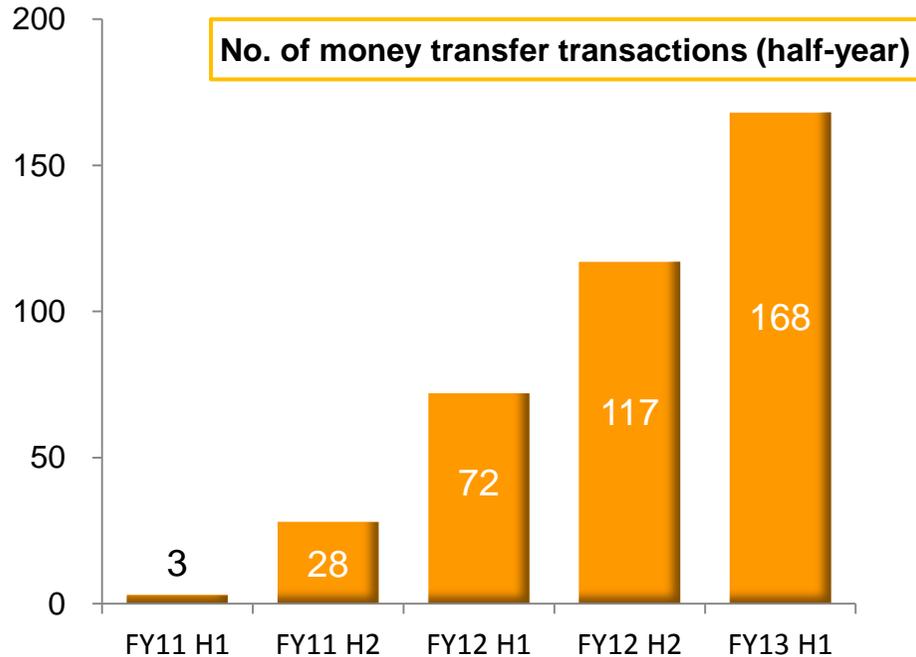


International money transfer services

- Undertook event and other activities and expanded language inquiry response capabilities
- Continue focusing on capturing new customers to achieve the present one million target (earnings scale of ¥2.0 billion) for the number of money transfer transactions

Fiscal 2013 target for the number of transactions: 370,000

(Thousand transactions)

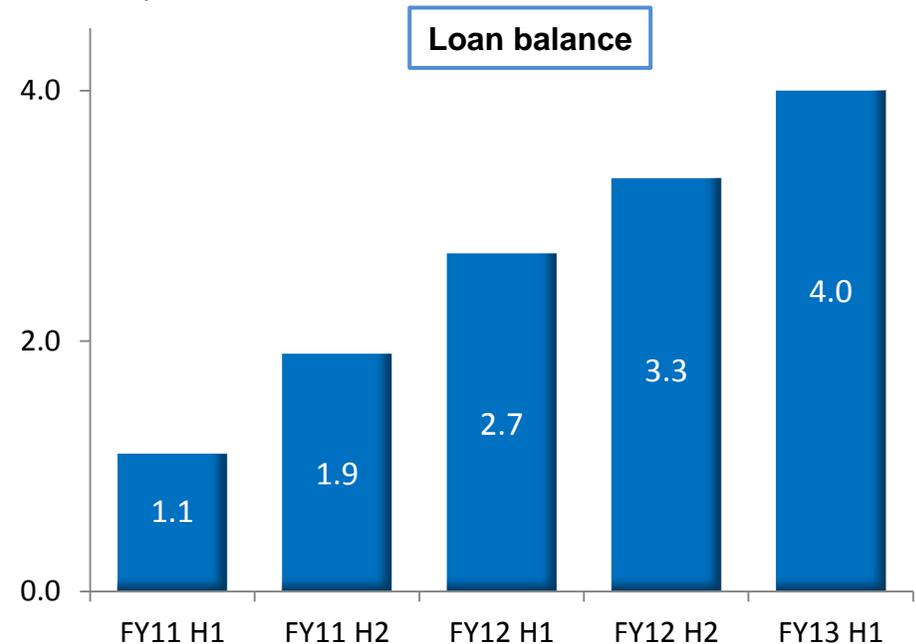


Personal loan services

- Steady increase in the loan balance by approaching customers with low cost and effective proposals
- Targeting a loan balance of ¥8.0 billion for the foreseeable future (earnings scale of ¥1.2 billion)

Fiscal 2013 loan balance target: ¥5.0 billion

(Billion yen)



- Increase money transfer volume and earnings by maintaining thoroughly differentiated services to expand businesses

Solicitation

Application, usage procedures

Use promotion

Marketing
Participate in events



WEB
Manned outlets
Sakae outlet in Nagoya



International money transfer service customer center

Campaigns, etc.
Multiple languages (ATM / WEB)

- Scheduled to be operational in January 2014.
ATM screens available in nine languages
【Vietnamese】 【Thai】



- First manned outlet opened in the Chukyo region on October 1, 2013
- Aim to increase contract holders mainly among international money transfer customers



- Available in nine languages, provides smooth services from application to contract that dramatically reduce usage time

- The number of ATMs installed steadily increased in line with targets

FCTI income statements

(Unit: Million US\$)

	FY12 Full year results (consolidation period)	FY13		
		H1 (Jan. – Jun.)		Full year target*
		Target	Result	
Ordinary income	10.5	23.4	23.8	55.8
Ordinary expenses	10.4	23.2	23.2	53.7
Ordinary profit	0.1	0.3	0.6	2.0
Net income	0.1	0.3	0.2	2.0
No. of ATMs installed (units)	2,542	2,833	3,032	3,300



Notes: 1. Amounts less than one unit have been truncated.

2. FY13 full-year targets do not include the acquisition amount for Global Access' ATM business.

3. Only the applicable FCTI consolidation period (October 6, 2012 -- December 31, 2012) is included in the FY12 consolidated accounts settlement.

- Acquisition of Florida-based Global Access Corp.'s ATM business brings total number of ATMs to approx. 7,500

FCTI acquisition of ATM business (Sept. 27, 2013 local time)

Global Access Corp.

Location	Jacksonville, Florida
No. of ATMs	Approx. 4,500

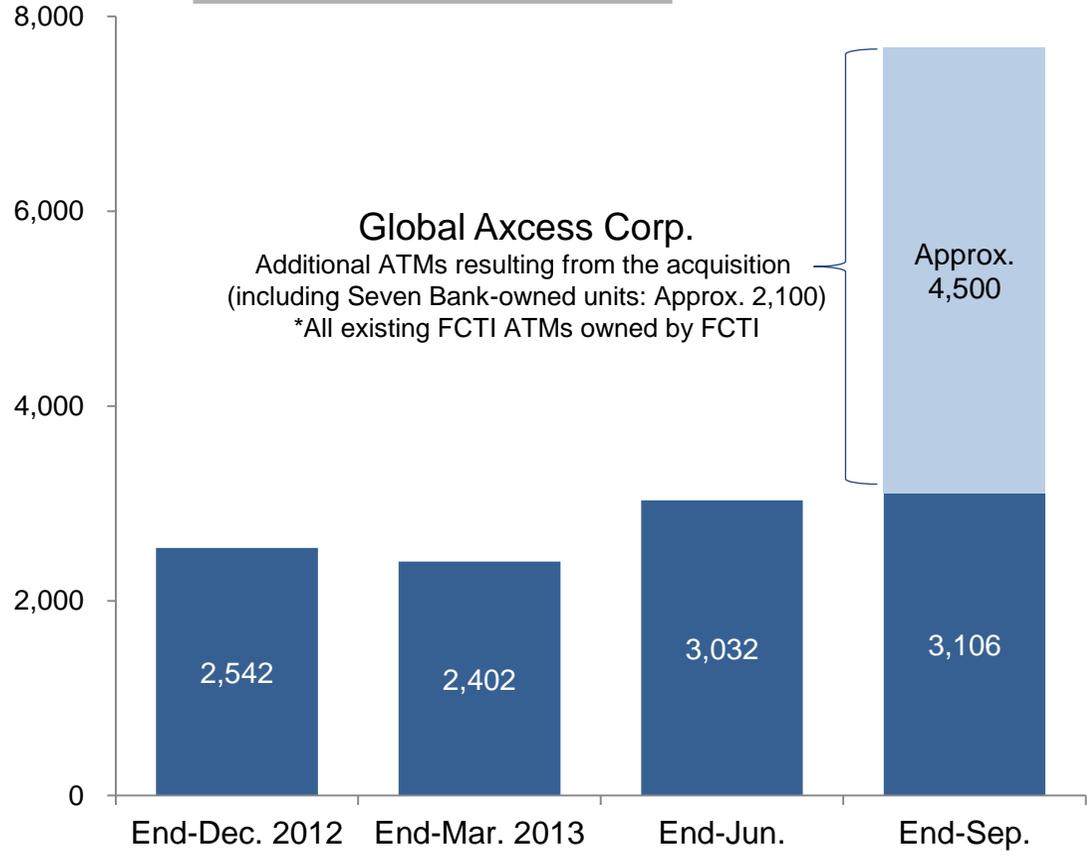


- Approx. 7,500 ATMs in combination with FCTI – operated ones
 - Make the eastern U.S. a new base of operations, with ATMs mainly installed in convenience stores and supermarkets
 - Retain personnel knowledgeable in convenience store ATM operations
- Build a framework for further business expansion by establishing an ATM network in the U.S.**



(Units)

Number of ATMs



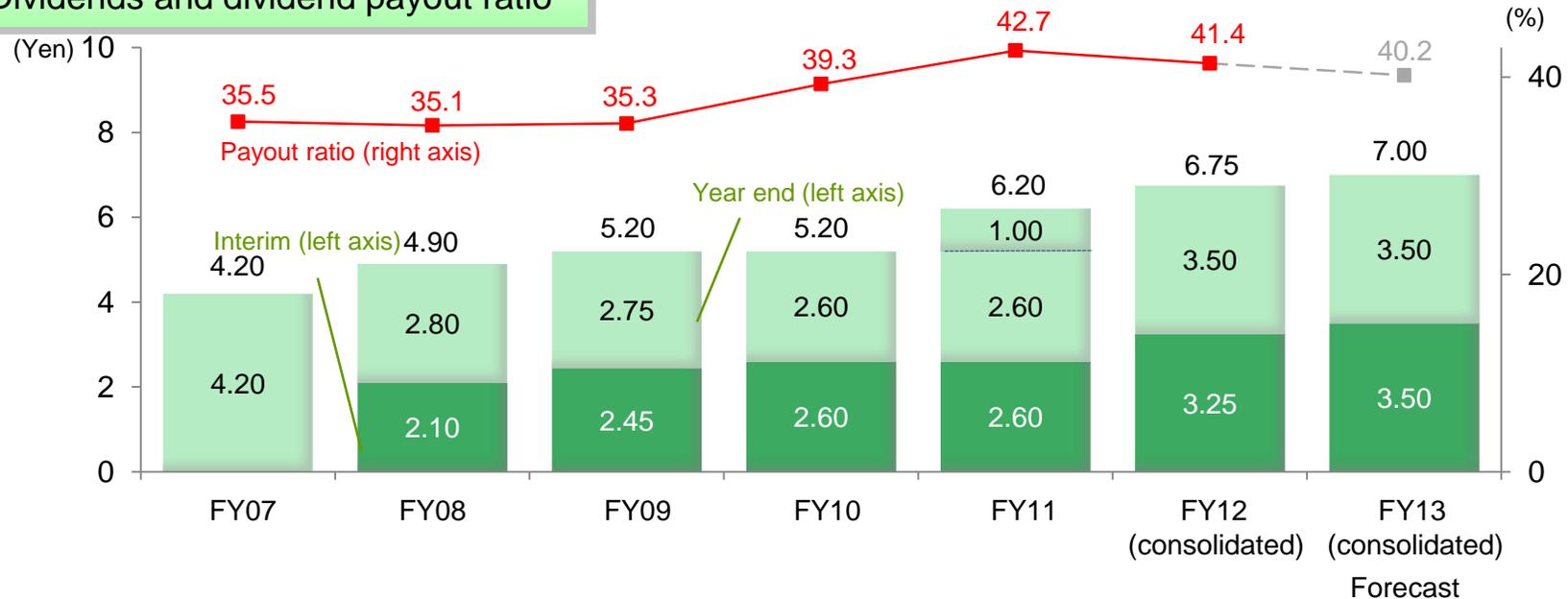
Policy

Seven Bank aims to maintain a stable dividend payout, targeting a minimum consolidated payout ratio of 35% through twice-yearly payments

Interim dividend

Dividend amount : ¥3.5 per share (total dividends of ¥4.1 billion), same as the plan at the beginning of the year
 Dividend payment start: December 2, 2013

Dividends and dividend payout ratio



Notes:

- From FY08, the Bank has paid dividends twice a year through interim and year-end payments.
- On December 1, 2011, the Bank carried out a 1000-for-1 stock split (common shares). The graph shows previous-year dividend payments assuming that the stock split had already taken place.
- The period-end dividend for fiscal 2011 includes an extra commemorative payment of ¥1.00 per share following the Bank's listing on the Tokyo Stock Exchange; increase in the period-end dividend of ¥0.25 per share for fiscal 2012.