

Explanation of "Composition of Capital Disclosure"

Mizuho Bank
As of September 30, 2013

[Consolidated] (in million yen)

Items	Consolidated Balance sheet as in published financial statements	Cross-reference to Appended template	Reference # of common disclosure template under the Composition of Capital Disclosure
	Amount		
(Assets)			
Cash and Due from Banks	16,745,104		
Call Loans and Bills Purchased	426,650		
Receivables under Resale Agreements	1,336,891		
Guarantee Deposits Paid under Securities	1,102,640		
Borrowing Transactions			
Other Debt Purchased	2,918,760		
Trading Assets	5,815,935	6-a	
Money Held in Trust	2,837		
Securities	43,924,877	2-b, 6-b	
Loans and Bills Discounted	64,723,442	6-c	
Foreign Exchange Assets	1,333,653		
Derivatives other than for Trading Assets	3,321,733	6-d	
Other Assets	3,537,214	3, 6-e	
Tangible Fixed Assets	820,255		
Intangible Fixed Assets	317,107	2-a	
Deferred Tax Assets	115,664	4-a	
Customers' Liabilities for Acceptances and Guarantees	4,189,765		
Reserves for Possible Losses on Loans	(623,924)		
Reserve for Possible Losses on Investments	(16)		
Total Assets	150,008,592		
(Liabilities)			
Deposits	85,146,511		
Negotiable Certificates of Deposit	13,051,972		
Call Money and Bills Sold	4,228,169		
Payables under Repurchase Agreements	7,597,722		
Guarantee Deposits Received under Securities	2,979,685		
Lending Transactions			
Commercial Paper	619,956		
Trading Liabilities	2,958,894	6-f	
Borrowed Money	8,668,459	8-a	
Foreign Exchange Liabilities	301,361		
Short-term Bonds	114,797		
Bonds and Notes	4,140,432	8-b	
Derivatives other than for Trading Liabilities	3,464,607	6-g	
Other Liabilities	4,702,727		
Reserve for Bonus Payments	15,792		
Reserve for Employee Retirement Benefits	5,775		
Reserve for Director and Corporate Auditor Retirement Benefits	326		
Reserve for Possible Losses on Sales of Loans	346		
Reserve for Contingencies	5,620		
Reserve for Reimbursement of Deposits	15,532		
Reserve for Reimbursement of Debentures	47,588		
Deferred Tax Liabilities	15,294	4-b	
Deferred Tax Liabilities for Revaluation Reserve for Land	81,455	4-c	
Acceptances and Guarantees	4,189,765		
Total Liabilities	142,352,796		
(Net Assets)			
Common Stock and Preferred Stock	1,404,065	1-a	
Capital Surplus	2,286,795	1-b	
Retained Earnings	1,733,401	1-c	
Total Shareholders' Equity	5,424,262		
Net Unrealized Gains (Losses) on Other Securities	617,373		
Deferred Gains or Losses on Hedges	(1,947)	5	
Revaluation Reserve for Land	141,461		
Foreign Currency Translation Adjustments	(38,723)		
Total Accumulated Other Comprehensive Income	718,163		3
Minority Interests	1,513,370	7	
Total Net Assets	7,655,796		
Total Liabilities and Net Assets	150,008,592		

Note:

The regulatory scope of consolidation is the same as the accounting scope of consolidation.

(Appended template)

1. Shareholders' equity

(1) Consolidated balance sheet

(in million yen)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Common Stock and Preferred Stock	1,404,065	Including eligible Tier 1 capital instruments subject to phase-out arrangements	1-a
Capital Surplus	2,286,795	Including eligible Tier 1 capital instruments subject to phase-out arrangements	1-b
Retained Earnings	1,733,401		1-c
Total Shareholders' Equity	5,424,262		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related stock surplus and retained earnings	5,424,256	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and stock surplus	3,690,856		1a
of which: retained earnings	1,733,399		2
of which: treasury stock (-)	-		1c
of which: other than above	-		
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as equity under applicable accounting standards and the breakdown	-	Shareholders' equity attributable to preferred shares with a loss absorbency clause upon entering into effective bankruptcy	31a

2. Intangible fixed assets

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Intangible Fixed Assets	317,107		2-a
Securities	43,924,877		2-b
of which: share of goodwill of companies accounted for using the equity method	66,243	Share of goodwill of companies accounted for using the equity method	
Income taxes related to above	(108,702)		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (net of related tax liability, including those equivalent)	77,343		8
Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	197,304	Software and other	9
Mortgage servicing rights (net of related tax liability)	-		
Amount exceeding the 10% threshold on specified items	-		20
Amount exceeding the 15% threshold on specified items	-		24
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-		74

3. Defined-benefit pension fund net assets (prepaid pension costs)

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Other Assets	3,537,214		3
of which: defined-benefit pension fund net assets (prepaid pension costs)	365,267		
Income taxes related to above	129,852		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Defined-benefit pension fund net assets (prepaid pension costs)	235,414		15

4. Deferred tax assets

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred Tax Assets	115,664		4-a
Deferred Tax Liabilities	15,294		4-b
Deferred Tax Liabilities for Revaluation Reserve for Land	81,455		4-c
Tax effects on intangible fixed assets	108,702		
Tax effects on defined-benefit pension fund net assets (prepaid pension costs)	129,852		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	3,959	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets that rely on future profitability arising from temporary differences (net of related tax liability)	265,623	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.	
Amount exceeding the 10% threshold on specified items	-		21
Amount exceeding the 15% threshold on specified items	-		25
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	265,623		75

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred Gains or Losses on Hedges	(1,947)		5

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred gains or losses on derivatives under hedge accounting	(1,947)		11

6. Items associated with investments in the capital of financial institutions

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Trading Assets	5,815,935	Including trading account securities and derivatives for trading assets	6-a
Securities	43,924,877		6-b
Loans and Bills Discounted	64,723,442	Including subordinated loans	6-c
Derivatives other than for Trading Assets	3,321,733		6-d
Other Assets	3,537,214	Including money invested	6-e
Trading Liabilities	2,958,894	Including trading account securities sold	6-f
Derivatives other than for Trading Liabilities	3,464,607		6-g

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	-		
Common Equity Tier 1 capital	-		16
Additional Tier 1 capital	-		37
Tier 2 capital	-		52
Reciprocal cross-holdings in the capital of banking, financial and insurance entities	-		
Common Equity Tier 1 capital	-		17
Additional Tier 1 capital	-		38
Tier 2 capital	-		53
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	761,297		
Common Equity Tier 1 capital	94,789		18
Additional Tier 1 capital	388		39
Tier 2 capital	103,310		54
Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	562,809		72
Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	507,860		
Amount exceeding the 10% threshold on specified items	-		19
Amount exceeding the 15% threshold on specified items	-		23
Additional Tier 1 capital	95,232		40
Tier 2 capital	256,500		55
Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	156,127		73

7. Minority interests

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Minority Interests	1,513,370		7

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	289	After reflecting amounts eligible for inclusion (minority interest after adjustments)	5
Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	After reflecting amounts eligible for inclusion (minority interest after adjustments)	30-31ab-32
Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group AT1)	8,281	After reflecting amounts eligible for inclusion (minority interest after adjustments)	34-35
Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	After reflecting amounts eligible for inclusion (minority interest after adjustments)	46
Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	1,759	After reflecting amounts eligible for inclusion (minority interest after adjustments)	48-49

8. Other capital instruments

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Borrowed Money	8,668,459		8-a
Bonds and Notes	4,140,432		8-b
Total	12,808,891		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-		32
Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-		46

Note:

* Amounts in the "Composition of capital disclosure" are based on those before considering amounts under transitional arrangements and include "Amounts excluded under transitional arrangements" disclosed in "Composition of Capital Disclosure" as well as amounts included as regulatory capital. In addition, items for regulatory purposes under transitional arrangements are excluded from this table.