

Explanation of "Composition of Capital Disclosure"

Mizuho Bank
As of September 30, 2013

[Non-Consolidated] (in million yen)

Items	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	16,597,464		
Call Loans	403,267		
Receivables under Resale Agreements	1,327,936		
Guarantee Deposits Paid under Securities			
Borrowing Transactions	1,102,640		
Other Debt Purchased	508,266		
Trading Assets	5,779,965	6-a	
Money Held in Trust	2,836		
Securities	44,449,583		
Loans and Bills Discounted	64,708,374	6-c	
Foreign Exchange Assets	1,287,970		
Derivatives other than for Trading Assets	4,160,207	6-d	
Other Assets	3,528,109		
Tangible Fixed Assets	814,449		
Intangible Fixed Assets	300,397	2	
Deferred Tax Assets	90,164		
Customers' Liabilities for Acceptances and Guarantees	5,252,233		
Reserves for Possible Losses on Loans	(536,748)		
Reserve for Possible Losses on Investments	(1,233)		
Total Assets	149,775,888		
(Liabilities)			
Deposits	84,423,029		
Negotiable Certificates of Deposit	13,261,670		
Call Money	4,216,880		
Payables under Repurchase Agreements	7,509,503		
Guarantee Deposits Received under Securities			
Lending Transactions	2,979,685		
Trading Liabilities	2,999,956	6-f	
Borrowed Money	10,204,425		
Foreign Exchange Liabilities	323,080		
Short-term Bonds	25,000		
Bonds and Notes	4,061,782	7-b	
Derivatives other than for Trading Liabilities	4,305,211	6-g	
Other Liabilities	3,950,414		
Reserve for Bonus Payments	13,891		
Reserve for Possible Losses on Sales of Loans	346		
Reserve for Contingencies	652		
Reserve for Reimbursement of Deposits	15,532		
Reserve for Reimbursement of Debentures	47,588		
Deferred Tax Liabilities for Revaluation Reserve for Land	81,455	4-c	
Acceptances and Guarantees	5,252,233		
Total Liabilities	143,672,340		
(Net Assets)			
Common Stock and Preferred Stock	1,404,065	1-a	
Capital Surplus	2,286,795	1-b	
Retained Earnings	1,654,394		
Total Shareholders' Equity	5,345,255		
Net Unrealized Gains (Losses) on Other Securities, net of Taxes	596,082		
Net Deferred Hedge Gains (Losses), net of Taxes	20,748		
Revaluation Reserve for Land, net of Taxes	141,461		
Total Valuation and Translation Adjustments	758,292		
Total Net Assets	6,103,548		
Total Liabilities and Net Assets	149,775,888		

Note1: Borrowed Money includes JPY 1,494,410 million of Subordinated borrowings. This item is included in "Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments" in the Composition of Capital Disclosure.

Note2: The non-consolidated capital adequacy ratio is calculated based on the consolidated financial statements which include special purpose companies in accordance with Article 15 of "Criteria for Judging Whether A Financial Institution's Capital is Sufficient in Light of the Assets Held, etc. under the Provision of Article 14-2 of the Banking Law" (Notification No. 19 of 2006, the Financial Services Agency). The above capital adequacy ratio is calculated using the following balance sheet accounts reported on the consolidated financial statements.

Balance sheet account	(in million yen)		Cross-reference to Appended template	Reference # of common disclosure template under the Composition of Capital Disclosure
	Amount reported on the consolidated financial statements			
Securities	44,384,778		6-b	
Other Assets	3,528,144		3, 6-e	
Deferred Tax Assets	93,554		4-a	
Borrowed Money	8,710,014		7-a	
Retained Earnings	1,656,125		1-c	
Net Deferred Hedge Gains (Losses), net of Taxes	14,604		5	
Total Valuation and Translation Adjustments	750,934			3

(Appended template)

1. Shareholders' equity

(1) Balance sheet

(in million yen)

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	1,656,125		1-c
Total Shareholders' Equity	5,346,986		

(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	5,346,980	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	1,656,123		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) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Intangible Fixed Assets	300,397		2
Income taxes related to above	(106,791)		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (net of related tax liability, including those equivalent)	-		8
Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	193,606	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) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Other Assets	3,528,144		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) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Deferred Tax Assets	93,554		4-a
Deferred Tax Liabilities	-		
Deferred Tax Liabilities for Revaluation Reserve for Land	81,455		4-c
Tax effects on intangible fixed assets	106,791		
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)	-	This item does not agree with the amount reported on the 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)	248,742	This item does not agree with the amount reported on the 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)	248,742		75

5. Deferred gains or losses on derivatives under hedge accounting

(1) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Net Deferred Hedge Gains (Losses), net of Taxes	14,604		5

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred gains or losses on derivatives under hedge accounting	14,604		11

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

(1) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Trading Assets	5,779,965	Including trading account securities and derivatives for trading assets	6-a
Securities	44,384,778		6-b
Loans and Bills Discounted	64,708,374	Including subordinated loans	6-c
Derivatives other than for Trading Assets	4,160,207		6-d
Other Assets	3,528,144	Including money invested	6-e
Trading Liabilities	2,999,956	Including trading account securities sold	6-f
Derivatives other than for Trading Liabilities	4,305,211		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)	757,689		
Common Equity Tier 1 capital	95,172		18
Additional Tier 1 capital	393		39
Tier 2 capital	104,767		54
Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	557,356		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	558,620		
Amount exceeding the 10% threshold on specified items	-		19
Amount exceeding the 15% threshold on specified items	-		23
Additional Tier 1 capital	158,414		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)	143,706		73

7. Other capital instruments

(1) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Borrowed Money	8,710,014		7-a
Bonds and Notes	4,061,782		7-b
Total	12,771,797		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-		30-31ab-32
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-		32
Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-		46
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.