

Explanation of "Composition of Capital Disclosure"

Mizuho Bank
As of March 31, 2014

[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	19,415,640		
Call Loans and Bills Purchased	479,655		
Receivables under Resale Agreements	729,856		
Guarantee Deposits Paid under Securities	388,060		
Borrowing Transactions			
Other Debt Purchased	3,205,466		
Trading Assets	4,783,631	6-a	
Money Held in Trust	2,808		
Securities	41,662,369	2-b, 6-b	
Loans and Bills Discounted	66,880,997	6-c	
Foreign Exchange Assets	1,564,543		
Derivatives other than for Trading Assets	2,828,725	6-d	
Other Assets	1,499,765	6-e	
Tangible Fixed Assets	840,702		
Intangible Fixed Assets	362,055	2-a	
Net Defined Benefit Asset	356,371	3	
Deferred Tax Assets	70,346	4-a	
Customers' Liabilities for Acceptances and Guarantees	4,569,520		
Reserves for Possible Losses on Loans	(597,281)		
Reserve for Possible Losses on Investments	(16)		
Total Assets	149,043,219		
(Liabilities)			
Deposits	86,947,394		
Negotiable Certificates of Deposit	11,746,394		
Call Money and Bills Sold	6,071,334		
Payables under Repurchase Agreements	7,690,487		
Guarantee Deposits Received under Securities	3,159,574		
Lending Transactions			
Commercial Paper	677,459		
Trading Liabilities	2,929,729	6-f	
Borrowed Money	7,422,832	8-a	
Foreign Exchange Liabilities	412,457		
Short-term Bonds	112,468		
Bonds and Notes	4,032,847	8-b	
Derivatives other than for Trading Liabilities	3,009,535	6-g	
Other Liabilities	2,146,087		
Reserve for Bonus Payments	21,753		
Net Defined Benefit Liability	5,684		
Reserve for Director and Corporate Auditor	401		
Retirement Benefits			
Reserve for Possible Losses on Sales of Loans	1,259		
Reserve for Contingencies	6,309		
Reserve for Reimbursement of Deposits	15,307		
Reserve for Reimbursement of Debentures	54,956		
Deferred Tax Liabilities	32,245	4-b	
Deferred Tax Liabilities for Revaluation Reserve for Land	81,060	4-c	
Acceptances and Guarantees	4,569,520		
Total Liabilities	141,147,101		
(Net Assets)			
Common Stock and Preferred Stock	1,404,065	1-a	
Capital Surplus	2,286,795	1-b	
Retained Earnings	1,951,263	1-c	
Total Shareholders' Equity	5,642,124		
Net Unrealized Gains (Losses) on Other Securities	614,488		
Deferred Gains or Losses on Hedges	(3,673)	5	
Revaluation Reserve for Land	140,745		
Foreign Currency Translation Adjustments	(32,054)		
Remeasurements of Defined Benefit Plans	(9,822)		
Total Accumulated Other Comprehensive Income	709,683		3
Minority Interests	1,544,310	7	
Total Net Assets	7,896,118		
Total Liabilities and Net Assets	149,043,219		

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	1,951,263		1-c
Total Shareholders' Equity	5,642,124		

(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	5,642,120	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	1,951,263		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	362,055		2-a
Securities	41,662,369		2-b
of which: share of goodwill of companies accounted for using the equity method	60,535	Share of goodwill of companies accounted for using the equity method	
Income taxes related to above	(124,612)		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (net of related tax liability, including those equivalent)	71,798		8
Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	226,180	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. Net Defined Benefit Asset

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Net Defined Benefit Asset	356,371		3
Income taxes related to above	(126,689)		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net Defined Benefit Asset	229,681		15

4. Deferred tax assets

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred Tax Assets	70,346		4-a
Deferred Tax Liabilities	32,245		4-b
Deferred Tax Liabilities for Revaluation Reserve for Land	81,060		4-c
Tax effects on intangible fixed assets	124,612		
Tax effects on net defined benefit asset	126,689		

(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)	5,065	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)	232,536	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)	232,536		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	(3,673)		5

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred gains or losses on derivatives under hedge accounting	(3,673)		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	4,783,631	Including trading account securities and derivatives for trading assets	6-a
Securities	41,662,369		6-b
Loans and Bills Discounted	66,880,997	Including subordinated loans	6-c
Derivatives other than for Trading Assets	2,828,725		6-d
Other Assets	1,499,765	Including money invested	6-e
Trading Liabilities	2,929,729	Including trading account securities sold	6-f
Derivatives other than for Trading Liabilities	3,009,535		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)	824,274		
Common Equity Tier 1 capital	139,167		18
Additional Tier 1 capital	701		39
Tier 2 capital	131,332		54
Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	553,073		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	495,832		
Amount exceeding the 10% threshold on specified items	-		19
Amount exceeding the 15% threshold on specified items	-		23
Additional Tier 1 capital	105,249		40
Tier 2 capital	255,000		55
Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	135,583		73

7. Minority interests

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Minority Interests	1,544,310		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)	264	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)	21,365	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)	4,821	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	7,422,832		8-a
Bonds and Notes	4,032,847		8-b
Total	11,455,679		

(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	154,380		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.