

Composition of Capital Disclosure

Mizuho Financial Group
As of September 30, 2013

[Consolidated] (in million yen, in percentage)

Items	Amounts excluded under transitional arrangements	Basel III Template No.
Common Equity Tier 1 capital: instruments and reserves (1)		
Directly issued qualifying common share capital plus related stock surplus and retained earnings	5,085,365	1a+2-1c-26
of which: capital and stock surplus	3,033,410	1a
of which: retained earnings	2,131,675	2
of which: treasury stock (-)	3,846	1c
of which: national specific regulatory adjustments (earnings to be distributed) (-)	75,873	26
of which: other than above	-	
Subscription rights to common shares	1,733	1b
Accumulated other comprehensive income and other disclosed reserves	793,929	3
Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	10,853	5
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to phase-out arrangements	68,743	
of which: amount allowed in group CET1 capital subject to phase-out arrangements on common share capital issued by subsidiaries and held by third parties	68,743	
Common Equity Tier 1 capital: instruments and reserves (A)	5,166,696	6
Common Equity Tier 1 capital: regulatory adjustments (2)		
Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	-	403,637 8+9
of which: goodwill (net of related tax liability, including those equivalent)	-	129,776 8
of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	-	273,861 9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	21,472 10
Deferred gains or losses on derivatives under hedge accounting	-	(4,990) 11
Shortfall of eligible provisions to expected losses	-	1,418 12
Securitization gain on sale	-	3,570 13
Gains and losses due to changes in own credit risk on fair valued liabilities	-	310 14
Defined-benefit pension fund net assets (prepaid pension costs)	-	279,816 15
Investments in own shares (excluding those reported in the Net assets section)	-	431 16
Reciprocal cross-holdings in common equity	-	- 17
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 the 10% threshold)	-	240,043 18
Amount exceeding the 10% threshold on specified items	-	- 19+20+21
of which: significant investments in the common stock of financials	-	- 19
of which: mortgage servicing rights	-	- 20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	- 21
Amount exceeding the 15% threshold on specified items	-	- 22
of which: significant investments in the common stock of financials	-	- 23
of which: mortgage servicing rights	-	- 24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	- 25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-	27
Common Equity Tier 1 capital: regulatory adjustments (B)	-	28
Common Equity Tier 1 capital (CET1)		
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	5,166,696	29
Additional Tier 1 capital: instruments (3)		
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as equity under applicable accounting standards and the breakdown	-	31a
Subscription rights to Additional Tier 1 instruments	-	31b
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	32
Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	
Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group AT1)	13,330	34-35
Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments	1,874,825	33+35
of which: directly issued capital instruments subject to phase out from Additional Tier 1	1,874,825	33
of which: instruments issued by subsidiaries subject to phase out	-	35
Total of items included in Additional Tier 1 capital: instruments subject to phase-out arrangements	(72,440)	
of which: foreign currency translation adjustments	(72,440)	
Additional Tier 1 capital: instruments (D)	1,815,716	36
Additional Tier 1 capital: regulatory adjustments		
Investments in own Additional Tier 1 instruments	-	37
Reciprocal cross-holdings in Additional Tier 1 instruments	-	38
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 common share capital of the entity (amount above 10% threshold)	-	1,393 39
Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	95,232 40
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to phase-out arrangements	101,185	
of which: goodwill equivalent	63,533	
of which: intangible fixed assets recognized as a result of a merger	33,208	
of which: capital increase due to securitization transactions	3,570	
of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	872	

[Consolidated]

(in million yen, in percentage)

Items	Amounts excluded under transitional arrangements	Basel III Template No.
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	42
Additional Tier 1 capital: regulatory adjustments (E)	101,185	43
Additional Tier 1 capital (AT1)		
Additional Tier 1 capital ((D)-(E) (F)	1,714,530	44
Tier 1 capital (T1 = CET1 + AT1)		
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	6,881,226	45
Tier 2 capital: instruments and provisions (4)		
Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as equity under applicable accounting standards and the breakdown	-	46
Subscription rights to Tier 2 instruments	-	
Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	
Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	
Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	5,344	48-49
Eligible Tier 2 capital instruments subject to phase-out arrangements included in Tier 2: instruments and provisions	1,518,354	47+49
of which: directly issued capital instruments subject to phase out from Tier 2	158,441	47
of which: instruments issued by subsidiaries subject to phase out	1,359,913	49
Total of general allowance for loan losses and eligible provisions included in Tier 2	5,336	50
of which: general allowance for loan losses	5,336	50a
of which: eligible provisions	-	50b
Total of items included in Tier 2 capital: instruments and provisions subject to phase-out arrangements	566,150	
of which: 45% of unrealized gains on other securities	465,838	
of which: 45% of revaluation reserve for land	100,312	
Tier 2 capital: instruments and provisions (H)	2,095,186	51
Tier 2 capital: regulatory adjustments		
Investments in own Tier 2 instruments	-	52
Reciprocal cross-holdings in Tier 2 instruments	-	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 common share capital of the entity (amount above the 10% threshold)	-	197,376
Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	55
Total of items included in Tier 2 capital: regulatory adjustments subject to phase-out arrangements	169,764	
of which: investments in the capital banking, financial and insurance entities	168,891	
of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	872	
Tier 2 capital: regulatory adjustments (I)	169,764	57
Tier 2 capital (T2)		
Tier 2 capital (T2) ((H)-(I) (J)	1,925,421	58
Total capital (TC = T1 + T2)		
Total capital (TC = T1 + T2) ((G) + (J)) (K)	8,806,648	59
Risk weighted assets (5)		
Total of items included in risk weighted assets subject to phase-out arrangements	1,082,718	
of which: intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	240,652	
of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	21,472	
of which: defined-benefit pension fund net assets (prepaid pension costs)	279,816	
of which: investments in the capital banking, financial and insurance entities	540,777	
Risk weighted assets (L)	58,790,165	60
Capital ratio (consolidated)		
Common Equity Tier 1 capital ratio (consolidated) ((C)/(L))	8.78%	61
Tier 1 capital ratio (consolidated) ((G)/(L))	11.70%	62
Total capital ratio (consolidated) ((K)/(L))	14.97%	63
Regulatory adjustments (6)		
Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	518,583	72
Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	166,097	73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-	74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	343,863	75
Provisions included in Tier 2 capital: instruments and provisions (7)		
Provisions (general allowance for loan losses)	5,336	76
Cap on inclusion of provisions (general allowance for loan losses)	53,142	77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) (if the amount is negative, report as "nil")	-	78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	274,943	79
Capital instruments subject to phase-out arrangements (8)		
Current cap on AT1 instruments subject to phase-out arrangements	1,874,825	82
Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	167,483	83
Current cap on T2 instruments subject to phase-out arrangements	1,518,354	84
Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	45,905	85