

Explanation of "Composition of Capital Disclosure"

Mizuho Trust & Banking
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	1,154,461		
Call Loans and Bills Purchased	202,058		
Other Debt Purchased	57,591		
Trading Assets	60,918	6-a	
Money Held in Trust	1,513		
Securities	1,822,838	2-b, 6-b	
Loans and Bills Discounted	3,128,614	6-c	
Foreign Exchange Assets	1,580		
Other Assets	104,804	6-d	
Tangible Fixed Assets	30,586		
Intangible Fixed Assets	21,307	2-a	
Net Defined Benefit Asset	27,487	3	
Deferred Tax Assets	11,398	4-a	
Customers' Liabilities for Acceptances and Guarantees	40,225		
Reserves for Possible Losses on Loans	(14,561)		
Reserve for Possible Losses on Investments	(11)		
Total Assets	6,650,813		
(Liabilities)			
Deposits	2,301,851		
Negotiable Certificates of Deposit	955,030		
Call Money and Bills Sold	996,045		
Payables under Repurchase Agreements	10,291		
Guarantee Deposits Received under Securities	446,947		
Lending Transactions			
Trading Liabilities	61,320	6-e	
Borrowed Money	168,562	8-a	
Foreign Exchange Liabilities	8		
Bonds and Notes	61,500	8-b	
Due to Trust Accounts	1,084,938		
Other Liabilities	57,006	6-f	
Reserve for Bonus Payments	2,944		
Net Defined Benefit Liability	598		
Reserve for Director and Corporate Auditor	321		
Retirement Benefits			
Reserve for Reimbursement of Deposits	1,144		
Deferred Tax Liabilities	0	4-b	
Acceptances and Guarantees	40,225		
Total Liabilities	6,188,737		
(Net Assets)			
Common Stock and Preferred Stock	247,369	1-a	
Capital Surplus	15,505	1-b	
Retained Earnings	142,057	1-c	
Total Shareholders' Equity	404,932		
Net Unrealized Gains (Losses) on Other Securities	67,816		
Deferred Gains or Losses on Hedges	(4,300)	5	
Foreign Currency Translation Adjustments	220		
Remeasurements of Defined Benefit Plans	(10,324)		
Total Accumulated Other Comprehensive Income	53,412		3
Minority Interests	3,731	7	
Total Net Assets	462,076		
Total Liabilities and Net Assets	6,650,813		

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	247,369		1-a
Capital Surplus	15,505		1-b
Retained Earnings	142,057		1-c
Total Shareholders' Equity	404,932		

(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	404,932	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and stock surplus	262,874		1a
of which: retained earnings	142,057		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	21,307		2-a
Securities	1,822,838		2-b
of which: share of goodwill of companies accounted for using the equity method	-	Share of goodwill of companies accounted for using the equity method	
Income taxes related to above	(6,440)		

(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)	14,867	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	27,487		3
Income taxes related to above	(9,795)		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Net Defined Benefit Asset	17,692		15

4. Deferred tax assets

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred Tax Assets	11,398		4-a
Deferred Tax Liabilities	0		4-b
Tax effects on intangible fixed assets	6,440		
Tax effects on net defined benefit asset	9,795		

(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)	0	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)	27,633	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)	27,633		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	(4,300)		5

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred gains or losses on derivatives under hedge accounting	(4,300)		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	60,918	Including trading account securities and derivatives for trading assets	6-a
Securities	1,822,838		6-b
Loans and Bills Discounted	3,128,614	Including subordinated loans	6-c
Other Assets	104,804	Including Derivatives other than for Trading Assets and money invested	6-d
Trading Liabilities	61,320	Including trading account securities sold	6-e
Other Liabilities	57,006	Including Derivatives other than for Trading Liabilities	6-f

(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)	48,385		
Common Equity Tier 1 capital	4,503		18
Additional Tier 1 capital	88		39
Tier 2 capital	4,037		54
Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	39,755		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	2,037		
Amount exceeding the 10% threshold on specified items	-		19
Amount exceeding the 15% threshold on specified items	-		23
Additional Tier 1 capital	-		40
Tier 2 capital	-		55
Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	2,037		73

7. Minority interests

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Minority Interests	3,731		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)	-	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)	1,117	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)	262	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	168,562		8-a
Bonds and Notes	61,500		8-b
Total	230,062		

(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.