

Composition of Capital Disclosure

Mizuho Bank
As of June 30, 2014

[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	5,484,390	1a+2-1c-26
of which: capital and stock surplus	3,690,856	1a
of which: retained earnings	1,793,533	2
of which: treasury stock (-)	-	1c
of which: national specific regulatory adjustments (earnings to be distributed) (-)	-	26
of which: other than above	-	-
Subscription rights to common shares	-	1b
Accumulated other comprehensive income and other disclosed reserves	179,292	717,169
Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	258	5
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to phase-out arrangements	25,235	-
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	25,235	-
Common Equity Tier 1 capital: instruments and reserves (A)	5,689,176	6
Common Equity Tier 1 capital: regulatory adjustments (2)		
Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	59,030	236,123
of which: goodwill (net of related tax liability, including those equivalent)	13,635	54,540
of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	45,395	181,583
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	1,213	4,853
Deferred gains or losses on derivatives under hedge accounting	3,515	14,060
Shortfall of eligible provisions to expected losses	3,845	15,168
Securitization gain on sale	408	1,634
Gains and losses due to changes in own credit risk on fair valued liabilities	191	767
Net defined benefit asset	48,431	193,724
Investments in own shares (excluding those reported in the net assets section)	-	-
Reciprocal cross-holdings in common equity	-	-
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)	20,287	81,148
Amount exceeding the 10% threshold on specified items	-	-
of which: significant investments in the common stock of financials	-	-
of which: mortgage servicing rights	-	-
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-
Amount exceeding the 15% threshold on specified items	-	-
of which: significant investments in the common stock of financials	-	-
of which: mortgage servicing rights	-	-
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-	-
Common Equity Tier 1 capital: regulatory adjustments (B)	136,923	27
Common Equity Tier 1 capital (CET1)	5,552,253	28
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	5,552,253	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	-	-
Subscription rights to Additional Tier 1 instruments	-	-
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	-
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)	19,245	-
Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments	1,175,035	-
of which: directly issued capital instruments subject to phase out from Additional Tier 1	1,175,035	-
of which: instruments issued by subsidiaries subject to phase out	-	-
Total of items included in Additional Tier 1 capital: instruments subject to phase-out arrangements	(27,101)	-
of which: foreign currency translation adjustments	(27,101)	-
Additional Tier 1 capital: instruments (D)	1,167,179	-
Additional Tier 1 capital: regulatory adjustments		
Investments in own Additional Tier 1 instruments	-	-
Reciprocal cross-holdings in Additional Tier 1 instruments	-	-
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)	101	404
Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	22,546	90,186
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to phase-out arrangements	18,228	-
of which: goodwill equivalent	8,903	-
of which: intangible fixed assets recognized as a result of a merger	-	-
of which: capital increase due to securitization transactions	1,634	-
of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	7,690	-

[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)	40,876	43
Additional Tier 1 capital (AT1)		
Additional Tier 1 capital ((D)-(E)) (F)	1,126,303	44
Tier 1 capital (T1 = CET1 + AT1)		
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	6,678,556	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	151,950	
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)	4,315	48-49
Eligible Tier 2 capital instruments subject to phase-out arrangements included in Tier 2: instruments and provisions	1,272,788	47+49
of which: directly issued capital instruments subject to phase out from Tier 2	1,272,788	47
of which: instruments issued by subsidiaries subject to phase out	-	49
Total of general allowance for loan losses and eligible provisions included in Tier 2	5,349	50
of which: general allowance for loan losses	5,349	50a
of which: eligible provisions	-	50b
Total of items included in Tier 2 capital: instruments and provisions subject to phase-out arrangements	500,078	
of which: 45% of unrealized gains on other securities	420,229	
of which: 45% of revaluation reserve for land	79,849	
Tier 2 capital: instruments and provisions (H)	1,934,482	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)	16,950	67,802
Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	49,000	196,000
Total of items included in Tier 2 capital: regulatory adjustments subject to phase-out arrangements	145,449	
of which: investments in the capital banking, financial and insurance entities	137,758	
of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	7,690	
Tier 2 capital: regulatory adjustments (I)	211,399	57
Tier 2 capital (T2)		
Tier 2 capital (T2) ((H)-(I)) (J)	1,723,082	58
Total capital (TC = T1 + T2)		
Total capital (TC = T1 + T2) ((G) + (J)) (K)	8,401,639	59
Risk weighted assets (5)		
Total of items included in risk weighted assets subject to phase-out arrangements	708,813	
of which: intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	181,583	
of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	4,853	
of which: net defined benefit asset	193,724	
of which: investments in the capital banking, financial and insurance entities	328,652	
Risk weighted assets (L)	52,709,921	60
Capital ratio (consolidated)		
Common Equity Tier 1 capital ratio (consolidated) ((C)/(L))	10.53%	61
Tier 1 capital ratio (consolidated) ((G)/(L))	12.67%	62
Total capital ratio (consolidated) ((K)/(L))	15.93%	63
Regulatory adjustments (6)		
Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	579,793	72
Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	130,707	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)	135,038	75
Provisions included in Tier 2 capital: instruments and provisions (7)		
Provisions (general allowance for loan losses)	5,349	76
Cap on inclusion of provisions (general allowance for loan losses)	34,518	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	266,356	79
Capital instruments subject to phase-out arrangements (8)		
Current cap on AT1 instruments subject to phase-out arrangements	1,175,035	82
Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	218,249	83
Current cap on T2 instruments subject to phase-out arrangements	1,288,623	84
Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-	85