

Explanation of "Composition of Capital Disclosure"

Mizuho Financial Group
As of March 31, 2015

【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
	As of March 31, 2015	As of March 31, 2014		
(Assets)				
Cash and Due from Banks	29,096,166	20,610,276		
Call Loans and Bills Purchased	444,115	467,758		
Receivables under Resale Agreements	8,582,239	8,349,528		
Guarantee Deposits Paid under Securities	4,059,340	5,010,740		
Borrowing Transactions				
Other Debt Purchased	3,239,831	3,263,057		
Trading Assets	10,781,735	11,469,811	6-a	
Money Held in Trust	157,728	168,369		
Securities	43,278,733	43,997,517	2-b, 6-b	
Loans and Bills Discounted	73,415,170	69,301,405	6-c	
Foreign Exchange Assets	1,623,736	1,576,167		
Derivatives other than for Trading Assets	3,544,243	2,820,468	6-d	
Other Assets	4,066,424	2,840,720	6-e	
Tangible Fixed Assets	1,078,051	925,266		
Intangible Fixed Assets	657,556	531,501	2-a	
Net Defined Benefit Asset	743,382	413,073	3	
Deferred Tax Assets	36,938	104,909	4-a	
Customers' Liabilities for Acceptances and Guarantees	5,404,843	4,588,646		
Reserves for Possible Losses on Loans	(525,486)	(616,307)		
Reserve for Possible Losses on Investments	(2)	(27)		
Total Assets	189,684,749	175,822,885		
(Liabilities)				
Deposits	97,757,545	89,055,505		
Negotiable Certificates of Deposit	15,694,906	12,755,776		
Call Money and Bills Sold	5,091,198	7,194,432		
Payables under Repurchase Agreements	19,612,120	16,797,803		
Guarantee Deposits Received under Securities				
Lending Transactions	2,245,639	6,085,331		
Commercial Paper	538,511	677,459		
Trading Liabilities	8,743,196	8,183,037	6-f	
Borrowed Money	7,195,869	7,838,357	8-a	
Foreign Exchange Liabilities	473,060	323,327		
Short-term Bonds	816,705	584,568		
Bonds and Notes	6,013,731	5,245,743	8-b	
Due to Trust Accounts	1,780,768	1,300,655		
Derivatives other than for Trading Liabilities	3,474,332	3,004,497	6-g	
Other Liabilities	4,261,955	3,570,902		
Reserve for Bonus Payments	59,869	52,641		
Net Defined Benefit Liability	47,518	46,006		
Reserve for Director and Corporate Auditor				
Retirement Benefits	1,527	1,547		
Reserve for Possible Losses on Sales of Loans	13	1,259		
Reserve for Contingencies	7,845	6,309		
Reserve for Reimbursement of Deposits	15,851	16,451		
Reserve for Reimbursement of Debentures	48,878	54,956		
Reserves under Special Laws	1,607	1,273		
Deferred Tax Liabilities	524,321	50,783	4-b	
Deferred Tax Liabilities for Revaluation Reserve for Land	72,392	81,060	4-c	
Acceptances and Guarantees	5,404,843	4,588,646		
Total Liabilities	179,884,211	167,518,336		
(Net Assets)				
Common Stock and Preferred Stock	2,255,404	2,254,972	1-a	
Capital Surplus	1,110,006	1,109,508	1-b	
Retained Earnings	2,769,371	2,315,608	1-c	
Treasury Stock	(3,616)	(3,874)	1-d	
Total Shareholders' Equity	6,131,166	5,676,215		
Net Unrealized Gains (Losses) on Other Securities	1,737,348	733,522		
Deferred Gains or Losses on Hedges	26,635	(6,677)	5	
Revaluation Reserve for Land	146,419	140,745		
Foreign Currency Translation Adjustments	(40,454)	(63,513)		
Remeasurements of Defined Benefit Plans	160,005	(22,979)		
Total Accumulated Other Comprehensive Income	2,029,955	781,096		3
Stock Acquisition Rights	3,820	3,179		1b
Minority Interests	1,635,595	1,844,057	7	
Total Net Assets	9,800,538	8,304,549		
Total Liabilities and Net Assets	189,684,749	175,822,885		

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)

Ref. No.	Consolidated balance sheet items	As of March 31, 2015	As of March 31, 2014	Remarks
1-a	Common Stock and Preferred Stock	2,255,404	2,254,972	Including eligible Tier 1 capital instruments subject to phase-out arrangements
1-b	Capital Surplus	1,110,006	1,109,508	Including eligible Tier 1 capital instruments subject to phase-out arrangements
1-c	Retained Earnings	2,769,371	2,315,608	
1-d	Treasury Stock	(3,616)	(3,874)	
	Total Shareholders' Equity	6,131,166	5,676,215	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2015	As of March 31, 2014	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	5,917,185	5,362,748	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	3,152,290	3,051,830	
2	of which: retained earnings	2,768,510	2,314,792	
1c	of which: treasury stock (-)	3,616	3,874	
	of which: other than above	-	-	
31a	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

2. Intangible fixed assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2015	As of March 31, 2014	Remarks
2-a	Intangible Fixed Assets	657,556	531,501	
2-b	Securities	43,278,733	43,997,517	
	of which: share of goodwill of companies accounted for using the equity method	48,680	60,535	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(191,837)	(166,580)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2015	As of March 31, 2014	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	107,297	122,774	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	407,101	302,681	Software and other
	Mortgage servicing rights (net of related tax liability)	-	-	
20	Amount exceeding the 10% threshold on specified items	-	-	
24	Amount exceeding the 15% threshold on specified items	-	-	
74	Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-	-	

3. Net Defined Benefit Asset

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2015	As of March 31, 2014	Remarks
3	Net Defined Benefit Asset	743,382	413,073	
	Income taxes related to above	(239,199)	(146,897)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2015	As of March 31, 2014	Remarks
15	Net Defined Benefit Asset	504,183	266,176	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2015	As of March 31, 2014	Remarks
4-a	Deferred Tax Assets	36,938	104,909	
4-b	Deferred Tax Liabilities	524,321	50,783	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	72,392	81,060	
	Tax effects on intangible fixed assets	191,837	166,580	
	Tax effects on net defined benefit asset	239,199	146,897	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2015	As of March 31, 2014	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	11,399	28,865	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.
	Deferred tax assets that rely on future profitability arising from temporary differences (net of related tax liability)	75,937	302,251	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.
21	Amount exceeding the 10% threshold on specified items	-	-	
25	Amount exceeding the 15% threshold on specified items	-	-	
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	75,937	302,251	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2015	As of March 31, 2014	Remarks
5	Deferred Gains or Losses on Hedges	26,635	(6,677)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2015	As of March 31, 2014	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	26,635	(6,677)	

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

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2015	As of March 31, 2014	Remarks
6-a	Trading Assets	10,781,735	11,469,811	Including trading account securities and derivatives for trading assets
6-b	Securities	43,278,733	43,997,517	
6-c	Loans and Bills Discounted	73,415,170	69,301,405	Including subordinated loans
6-d	Derivatives other than for Trading Assets	3,544,243	2,820,468	
6-e	Other Assets	4,066,424	2,840,720	Including money invested
6-f	Trading Liabilities	8,743,196	8,183,037	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	3,474,332	3,004,497	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2015	As of March 31, 2014	Remarks
	Investments in own capital instruments	9,072	3,103	
16	Common Equity Tier 1 capital	4,872	3,083	
37	Additional Tier 1 capital	-	-	
52	Tier 2 capital	4,200	20	
	Reciprocal cross-holdings in the capital of banking, financial and insurance entities	-	-	
17	Common Equity Tier 1 capital	-	-	
38	Additional Tier 1 capital	-	-	
53	Tier 2 capital	-	-	
	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)	1,058,656	1,029,919	
18	Common Equity Tier 1 capital	246,646	285,138	
39	Additional Tier 1 capital	943	1,638	
54	Tier 2 capital	135,285	208,742	
72	Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	675,780	534,399	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	276,553	251,246	
19	Amount exceeding the 10% threshold on specified items	-	-	
23	Amount exceeding the 15% threshold on specified items	-	-	
40	Additional Tier 1 capital	125,753	105,249	
55	Tier 2 capital	-	-	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	150,800	145,996	

7. Minority interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2015	As of March 31, 2014	Remarks
7	Minority Interests	1,635,595	1,844,057	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2015	As of March 31, 2014	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	12,106	10,867	After reflecting amounts eligible for inclusion (minority interest after adjustments)
30-31ab-32	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)
34-35	Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group AT1)	29,598	25,376	After reflecting amounts eligible for inclusion (minority interest after adjustments)
46	Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	180,405	154,380	After reflecting amounts eligible for inclusion (minority interest after adjustments)
48-49	Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	9,250	8,161	After reflecting amounts eligible for inclusion (minority interest after adjustments)

8. Other capital instruments

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2015	As of March 31, 2014	Remarks
8-a	Borrowed Money	7,195,869	7,838,357	
8-b	Bonds and Notes	6,013,731	5,245,743	
	Total	13,209,601	13,084,101	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2015	As of March 31, 2014	Remarks
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	-	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	150,000	-	

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.