

**Composition of Capital Disclosure**

Mizuho Trust & Banking  
As of December 31, 2014

【Non-Consolidated】

(in million yen, in percentage)

Items		Amounts excluded under transitional arrangements	Basel III Template No.
<b>Common Equity Tier 1 capital: instruments and reserves (1)</b>			
Directly issued qualifying common share capital plus related stock surplus and retained earnings	421,648		1a+2-1c-26
of which: capital and stock surplus	262,874		1a
of which: retained earnings	158,773		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
Valuation and translation adjustments and other disclosed reserves	22,628	90,513	3
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to phase-out arrangements	-		
Common Equity Tier 1 capital: instruments and reserves (A)	444,276		6
<b>Common Equity Tier 1 capital: regulatory adjustments (2)</b>			
Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	2,201	8,805	8+9
of which: goodwill (net of related tax liability)	-	-	8
of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	2,201	8,805	9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	39	156	10
Deferred gains or losses on derivatives under hedge accounting	(7)	(29)	11
Shortfall of eligible provisions to expected losses	924	3,698	12
Securitization gain on sale	198	794	13
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-	14
Defined-benefit pension fund net assets (prepaid pension costs)	5,813	23,255	15
Investments in own shares (excluding those reported in the net assets section)	-	-	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)	11	47	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	2,643		27
Common Equity Tier 1 capital: regulatory adjustments (B)	11,824		28
<b>Common Equity Tier 1 capital (CET1)</b>			
Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	432,452		29
<b>Additional Tier 1 capital: instruments (3)</b>			
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	-		
Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments	-		33+35
Total of items included in Additional Tier 1 capital: instruments subject to phase-out arrangements	-		
<b>Additional Tier 1 capital: instruments (D)</b>			
<b>Additional Tier 1 capital: regulatory adjustments</b>			
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)	0	0	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)	-	-	40
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to phase-out arrangements	2,643		
of which: capital increase due to securitization transactions	794		
of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	1,848		

【Non-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)	2,643		43
Additional Tier 1 capital (AT1)			
Additional Tier 1 capital ((D)-(E)) (F)	-		44
Tier 1 capital (T1 = CET1 + AT1)			
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	432,452		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	-		47+49
Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-		
Eligible Tier 2 capital instruments subject to phase-out arrangements included in Tier 2: instruments and provisions	22,687		50
Total of general allowance for loan losses and eligible provisions included in Tier 2	108		50a
of which: general allowance for loan losses	108		50b
of which: eligible provisions	-		
Total of items included in Tier 2 capital: instruments and provisions subject to phase-out arrangements	53,245		
of which: 45% of unrealized gains on other securities	53,245		
Tier 2 capital: instruments and provisions (H)	76,042		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)	9	38	54
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	1,849		
of which: investments in the capital banking, financial and insurance entities	1		
of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	1,848		
Tier 2 capital: regulatory adjustments (I)	1,859		57
Tier 2 capital (T2)			
Tier 2 capital (T2) ((H)-(I)) (J)	74,182		58
Total capital (TC = T1 + T2)			
Total capital (TC = T1 + T2) ((G) + (J)) (K)	506,634		59
Risk weighted assets (5)			
Total of items included in risk weighted assets subject to phase-out arrangements	32,330		
of which: intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	8,805		
of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	156		
of which: defined-benefit pension fund net assets (prepaid pension costs)	23,255		
of which: investments in the capital banking, financial and insurance entities	113		
Risk weighted assets (L)	2,555,109		60
Capital ratio			
Common Equity Tier 1 capital ratio ((C)/(L))	16.92%		61
Tier 1 capital ratio ((G)/(L))	16.92%		62
Total capital ratio ((K)/(L))	19.82%		63
Regulatory adjustments (6)			
Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	48,893		72
Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	1,091		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)	4,804		75
Provisions included in Tier 2 capital: instruments and provisions (7)			
Provisions (general allowance for loan losses)	108		76
Cap on inclusion of provisions (general allowance for loan losses)	656		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	13,503		79
Capital instruments subject to phase-out arrangements (8)			
Current cap on AT1 instruments subject to phase-out arrangements	-		82
Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-		83
Current cap on T2 instruments subject to phase-out arrangements	61,369		84
Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-		85