

Explanation of "Composition of Capital Disclosure"

Mizuho Bank
As of September 30, 2015

【Consolidated】

(in million yen)

Items	Consolidated Balance sheet as in published financial statements	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 September 30, 2015	As of September 30, 2014		
(Assets)				
Cash and Due from Banks	29,918,448	20,184,016		
Call Loans and Bills Purchased	486,063	508,611		
Receivables under Resale Agreements	590,045	1,036,650		
Guarantee Deposits Paid under Securities	20,173	41,325		
Borrowing Transactions				
Other Debt Purchased	2,892,347	2,935,632		
Trading Assets	4,838,362	6,250,854	6-a	
Money Held in Trust	3,220	2,779		
Securities	38,014,865	43,463,696	2-b, 6-b	
Loans and Bills Discounted	71,843,778	67,812,696	6-c	
Foreign Exchange Assets	1,627,063	1,597,228		
Derivatives other than for Trading Assets	2,983,924	3,478,551	6-d	
Other Assets	1,943,205	1,791,174	6-e	
Tangible Fixed Assets	836,183	827,998		
Intangible Fixed Assets	577,616	397,204	2-a	
Net Defined Benefit Asset	664,468	387,747	3	
Deferred Tax Assets	26,483	22,616	4-a	
Customers' Liabilities for Acceptances and Guarantees	4,877,472	4,873,387		
Reserves for Possible Losses on Loans	(453,125)	(508,951)		
Reserve for Possible Losses on Investments	-	(2)		
Total Assets	161,690,599	155,103,219		
(Liabilities)				
Deposits	97,610,656	88,724,581		
Negotiable Certificates of Deposit	13,465,008	14,262,975		
Call Money and Bills Sold	3,660,400	4,566,047		
Payables under Repurchase Agreements	9,974,763	9,459,024		
Guarantee Deposits Received under Securities	245,228	2,654,626		
Lending Transactions				
Commercial Paper	628,445	707,010		
Trading Liabilities	3,839,898	3,819,283	6-f	
Borrowed Money	7,438,780	6,480,219	8-a	
Foreign Exchange Liabilities	678,045	464,403		
Short-term Bonds	89,196	102,280		
Bonds and Notes	4,550,991	4,375,608	8-b	
Derivatives other than for Trading Liabilities	2,681,051	3,595,281	6-g	
Other Liabilities	2,786,063	2,540,122		
Reserve for Bonus Payments	17,082	16,077		
Net Defined Benefit Liability	6,825	5,727		
Reserve for Director and Corporate Auditor	384	349		
Retirement Benefits				
Reserve for Possible Losses on Sales of Loans	220	1,735		
Reserve for Contingencies	6,870	7,990		
Reserve for Reimbursement of Deposits	15,583	14,635		
Reserve for Reimbursement of Debentures	42,905	52,760		
Deferred Tax Liabilities	386,851	164,236	4-b	
Deferred Tax Liabilities for Revaluation Reserve for Land	71,897	81,057	4-c	
Acceptances and Guarantees	4,877,472	4,873,387		
Total Liabilities	153,074,623	146,969,423		
(Net Assets)				
Common Stock and Preferred Stock	1,404,065	1,404,065	1-a	
Capital Surplus	2,260,090	2,286,795	1-b	
Retained Earnings	2,262,603	1,964,229	1-c	
Total Shareholders' Equity	5,926,759	5,655,090		
Net Unrealized Gains (Losses) on Other Securities	1,224,431	919,009		
Deferred Gains or Losses on Hedges	60,229	3,090	5	
Revaluation Reserve for Land	145,446	140,740		
Foreign Currency Translation Adjustments	(15,812)	(35,443)		
Remeasurements of Defined Benefit Plans	156,882	(4,361)		
Total Accumulated Other Comprehensive Income	1,571,178	1,023,035		3
Non-Controlling Interests	1,118,038	1,455,669	7	
Total Net Assets	8,615,976	8,133,795		
Total Liabilities and Net Assets	161,690,599	155,103,219		

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 September 30, 2015	As of September 30, 2014	Remarks
1-a	Common Stock and Preferred Stock	1,404,065	1,404,065	Including eligible Tier 1 capital instruments subject to phase-out arrangements
1-b	Capital Surplus	2,260,090	2,286,795	Including eligible Tier 1 capital instruments subject to phase-out arrangements
1-c	Retained Earnings	2,262,603	1,964,229	
	Total Shareholders' Equity	5,926,759	5,655,090	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2015	As of September 30, 2014	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	5,926,754	5,655,086	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	3,664,151	3,690,856	
2	of which: retained earnings	2,262,603	1,964,229	
1c	of which: treasury stock (-)	-	-	
	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 September 30, 2015	As of September 30, 2014	Remarks
2-a	Intangible Fixed Assets	577,616	397,204	
2-b	Securities	38,014,865	43,463,696	
	of which: share of goodwill of companies accounted for using the equity method	30,955	53,580	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(182,888)	(137,177)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2015	As of September 30, 2014	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	40,100	64,645	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	385,583	248,961	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 September 30, 2015	As of September 30, 2014	Remarks
3	Net Defined Benefit Asset	664,468	387,747	
	Income taxes related to above	(213,892)	(137,844)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2015	As of September 30, 2014	Remarks
15	Net Defined Benefit Asset	450,576	249,903	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2015	As of September 30, 2014	Remarks
4-a	Deferred Tax Assets	26,483	22,616	
4-b	Deferred Tax Liabilities	386,851	164,236	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	71,897	81,057	
	Tax effects on intangible fixed assets	182,888	137,177	
	Tax effects on net defined benefit asset	213,892	137,844	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2015	As of September 30, 2014	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	7,956	5,404	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)	20,953	75,901	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)	20,953	75,901	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2015	As of September 30, 2014	Remarks
5	Deferred Gains or Losses on Hedges	60,229	3,090	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2015	As of September 30, 2014	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	60,229	3,090	

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

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2015	As of September 30, 2014	Remarks
6-a	Trading Assets	4,838,362	6,250,854	Including trading account securities and derivatives for trading assets
6-b	Securities	38,014,865	43,463,696	
6-c	Loans and Bills Discounted	71,843,778	67,812,696	Including subordinated loans
6-d	Derivatives other than for Trading Assets	2,983,924	3,478,551	
6-e	Other Assets	1,943,205	1,791,174	Including money invested
6-f	Trading Liabilities	3,839,898	3,819,283	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	2,681,051	3,595,281	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2015	As of September 30, 2014	Remarks
	Investments in own capital instruments	-	-	
16	Common Equity Tier 1 capital	-	-	
37	Additional Tier 1 capital	-	-	
52	Tier 2 capital	-	-	
	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)	786,577	768,680	
18	Common Equity Tier 1 capital	80,044	90,398	
39	Additional Tier 1 capital	107	241	
54	Tier 2 capital	54,924	67,867	
72	Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	651,500	610,173	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	619,942	509,555	
19	Amount exceeding the 10% threshold on specified items	-	-	
23	Amount exceeding the 15% threshold on specified items	-	-	
40	Additional Tier 1 capital	145,893	119,056	
55	Tier 2 capital	325,000	255,000	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	149,049	135,498	

7. Non-Controlling interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2015	As of September 30, 2014	Remarks
7	Non-Controlling Interests	1,118,038	1,455,669	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2015	As of September 30, 2014	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	317	281	After reflecting amounts eligible for inclusion (non-controlling 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 (non-controlling interest after adjustments)
34-35	Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group AT1)	25,080	23,709	After reflecting amounts eligible for inclusion (non-controlling interest after adjustments)
46	Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	-	After reflecting amounts eligible for inclusion (non-controlling interest after adjustments)
48-49	Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	5,692	5,361	After reflecting amounts eligible for inclusion (non-controlling interest after adjustments)

8. Other capital instruments

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2015	As of September 30, 2014	Remarks
8-a	Borrowed Money	7,438,780	6,480,219	
8-b	Bonds and Notes	4,550,991	4,375,608	
	Total	11,989,771	10,855,827	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2015	As of September 30, 2014	Remarks
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	300,000	-	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	379,955	264,175	

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.