

**Explanation of "Composition of Capital Disclosure"**

Mizuho Bank  
As of September 30, 2015

【Non-Consolidated】 (in million yen)

Items	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	29,829,966	19,934,577		
Call Loans	319,694	489,672		
Receivables under Resale Agreements	560,681	1,021,922		
Guarantee Deposits Paid under Securities	20,173	41,325		
Borrowing Transactions				
Other Debt Purchased	578,249	423,715		
Trading Assets	5,276,014	6,555,562	6-a	
Money Held in Trust	3,220	2,778		
Securities	38,445,416	43,953,689		
Loans and Bills Discounted	71,124,677	67,685,858	6-c	
Foreign Exchange Assets	1,559,078	1,556,947		
Derivatives other than for Trading Assets	4,625,858	4,432,970	6-d	
Other Assets	1,558,571	1,537,996		
Tangible Fixed Assets	829,837	821,774		
Intangible Fixed Assets	561,470	379,782	2	
Prepaid Pension Cost	441,987	401,096	3	
Customers' Liabilities for Acceptances and Guarantees	5,435,983	5,978,617		
Reserves for Possible Losses on Loans	(382,819)	(429,081)		
Reserve for Possible Losses on Investments	-	(0)		
<b>Total Assets</b>	<b>160,788,060</b>	<b>154,789,206</b>		
(Liabilities)				
Deposits	95,805,535	87,731,799		
Negotiable Certificates of Deposit	13,639,653	14,461,751		
Call Money	3,636,215	4,553,279		
Payables under Repurchase Agreements	9,936,844	9,439,934		
Guarantee Deposits Received under Securities	245,228	2,654,626		
Lending Transactions				
Commercial Paper	388,413	-		
Trading Liabilities	4,210,264	4,111,825	6-f	
Borrowed Money	8,507,293	7,944,241		
Foreign Exchange Liabilities	829,322	488,727		
Short-term Bonds	21,000	25,000		
Bonds and Notes	4,502,391	4,318,208	7-b	
Derivatives other than for Trading Liabilities	4,326,087	4,550,497	6-g	
Other Liabilities	1,791,826	1,699,822		
Reserve for Bonus Payments	14,886	13,963		
Reserve for Possible Losses on Sales of Loans	220	1,735		
Reserve for Contingencies	1,310	1,679		
Reserve for Reimbursement of Deposits	15,583	14,635		
Reserve for Reimbursement of Debentures	42,905	52,760		
Deferred Tax Liabilities	261,382	120,496		
Deferred Tax Liabilities for Revaluation Reserve for Land	71,897	81,057	4-c	
Acceptances and Guarantees	5,435,983	5,978,617		
<b>Total Liabilities</b>	<b>153,684,247</b>	<b>148,244,659</b>		
(Net Assets)				
Common Stock and Preferred Stock	1,404,065	1,404,065	1-a	
Capital Surplus	2,286,795	2,286,795	1-b	
Retained Earnings	2,023,100	1,822,851		
<b>Total Shareholders' Equity</b>	<b>5,713,961</b>	<b>5,513,712</b>		
Net Unrealized Gains (Losses) on Other Securities, net of Taxes	1,200,361	901,152		
Net Deferred Hedge Gains (Losses), net of Taxes	44,044	(11,058)		
Revaluation Reserve for Land, net of Taxes	145,446	140,740		
<b>Total Valuation and Translation Adjustments</b>	<b>1,389,852</b>	<b>1,030,834</b>		
<b>Total Net Assets</b>	<b>7,103,813</b>	<b>6,544,547</b>		
<b>Total Liabilities and Net Assets</b>	<b>160,788,060</b>	<b>154,789,206</b>		

Note1: Borrowed Money includes Subordinated borrowings (as of September 30, 2015 : JPY 1,065,641 million, as of September 30, 2014 : JPY 1,418,045 million).

This item is included in "Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments" in the Composition of Capital Disclosure.

Note2: The non-consolidated capital adequacy ratio is calculated based on the consolidated financial statements which include special purpose companies in accordance with Article 15 of "Criteria for Judging Whether A Financial Institution's Capital is Sufficient in Light of the Assets Held, etc. under the Provision of Article 14-2 of the Banking Law" (Notification No. 19 of 2006, the Financial Services Agency). The above capital adequacy ratio is calculated using the following balance sheet accounts reported on the consolidated financial statements.

Balance sheet account	(in million yen)		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		
Securities	38,425,421	43,933,302	6-b	
Other Assets	1,558,575	1,537,999	6-e	
Borrowed Money	7,441,651	6,526,195	7-a	
Deferred Tax Liabilities	261,387	120,490	4-b	
Retained Earnings	2,023,591	1,825,035	1-c	
Net Deferred Hedge Gains (Losses), net of Taxes	44,055	(11,068)	5	
<b>Total Valuation and Translation Adjustments</b>	<b>1,389,910</b>	<b>1,029,212</b>		3

**(Appended template)**

## 1. Shareholders' equity

## (1) Balance sheet

(in million yen)

Ref. No.	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	2,286,795	2,286,795	Including eligible Tier 1 capital instruments subject to phase-out arrangements
1-c	Retained Earnings	2,023,591	1,825,035	
	<b>Total Shareholders' Equity</b>	<b>5,714,452</b>	<b>5,515,896</b>	

## (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	5,714,448	5,515,892	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	3,690,856	3,690,856	
2	of which: retained earnings	2,023,591	1,825,035	
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) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2015	As of September 30, 2014	Remarks
2	Intangible Fixed Assets	561,470	379,782	
	Income taxes related to above	(180,737)	(135,012)	

## (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)	-	-	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	380,733	244,770	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. Defined-benefit pension fund net assets (prepaid pension costs)

## (1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2015	As of September 30, 2014	Remarks
3	Prepaid Pension Cost	441,987	401,096	
	Income taxes related to above	(142,275)	(142,589)	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2015	As of September 30, 2014	Remarks
15	Defined-benefit pension fund net assets (prepaid pension costs)	299,711	258,506	

## 4. Deferred tax assets

## (1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2015	As of September 30, 2014	Remarks
	Deferred Tax Assets	-	-	
4-b	Deferred Tax Liabilities	261,387	120,490	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	71,897	81,057	
	Tax effects on intangible fixed assets	180,737	135,012	
	Tax effects on defined-benefit pension fund net assets (prepaid pension costs)	142,275	142,589	

## (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)	-	-	This item does not agree with the amount reported on the 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)	-	76,054	This item does not agree with the amount reported on the 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)	-	76,054	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2015	As of September 30, 2014	Remarks
5	Net Deferred Hedge Gains (Losses), net of Taxes	44,055	(11,068)	

(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	44,055	(11,068)	

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

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2015	As of September 30, 2014	Remarks
6-a	Trading Assets	5,276,014	6,555,562	Including trading account securities and derivatives for trading assets
6-b	Securities	38,425,421	43,933,302	
6-c	Loans and Bills Discounted	71,124,677	67,685,858	Including subordinated loans
6-d	Derivatives other than for Trading Assets	4,625,858	4,432,970	
6-e	Other Assets	1,558,575	1,537,999	Including money invested
6-f	Trading Liabilities	4,210,264	4,111,825	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	4,326,087	4,550,497	

(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)	722,382	721,427	
18	Common Equity Tier 1 capital	51,281	66,994	
39	Additional Tier 1 capital	80	200	
54	Tier 2 capital	40,808	56,372	
72	Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	630,213	597,860	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	602,108	540,134	
19	Amount exceeding the 10% threshold on specified items	-	-	
23	Amount exceeding the 15% threshold on specified items	-	-	
40	Additional Tier 1 capital	92,408	155,746	
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)	184,699	129,388	

7. Other capital instruments

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2015	As of September 30, 2014	Remarks
7-a	Borrowed Money	7,441,651	6,526,195	
7-b	Bonds and Notes	4,502,391	4,318,208	
	Total	11,944,043	10,844,404	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2015	As of September 30, 2014	Remarks
30-31ab-32	Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	-	
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	300,000	-	
46	Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	-	
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.