

Composition of Capital Disclosure

Mizuho Trust & Banking
As of March 31, 2016

Basel III Template No.	Items	As of March 31, 2016	【Non-Consolidated】		(in million yen, in percentage)	
			Amounts excluded under transitional arrangements	As of March 31, 2015	Amounts excluded under transitional arrangements	
Common Equity Tier 1 capital: instruments and reserves (1)						
1a+2-1c-26	Directly issued qualifying common share capital plus related stock surplus and retained earnings	422,466		402,525		
1a	of which: capital and stock surplus	262,874		262,874		
2	of which: retained earnings	180,091		168,935		
1c	of which: treasury stock (-)	-		-		
26	of which: national specific regulatory adjustments (earnings to be distributed) (-)	20,499		29,284		
	of which: other than above	-		-		
1b	Subscription rights to common shares	-		-		
3	Valuation and translation adjustments and other disclosed reserves	58,944	39,296	53,738	80,607	
	Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to phase-out arrangements	-		-		
6	Common Equity Tier 1 capital: instruments and reserves (A)	481,411		456,263		
Common Equity Tier 1 capital: regulatory adjustments (2)						
8+9	Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	10,002	6,668	4,779	7,169	
8	of which: goodwill (net of related tax liability)	-	-	-	-	
9	of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	10,002	6,668	4,779	7,169	
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-	-	-	
11	Deferred gains or losses on derivatives under hedge accounting	300	200	(670)	(1,005)	
12	Shortfall of eligible provisions to expected losses	1,346	899	1,559	2,341	
13	Securitization gain on sale	52	35	46	69	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-	-	-	-	
15	Defined-benefit pension fund net assets (prepaid pension costs)	20,734	13,823	12,416	18,625	
16	Investments in own shares (excluding those reported in the Net assets section)	-	-	-	-	
17	Reciprocal cross-holdings in common equity	-	-	-	-	
18	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)	-	-	169	253	
19+20+21	Amount exceeding the 10% threshold on specified items	-	-	-	-	
19	of which: significant investments in the common stock of financials	-	-	-	-	
20	of which: mortgage servicing rights	-	-	-	-	
21	of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	-	-	
22	Amount exceeding the 15% threshold on specified items	-	-	-	-	
23	of which: significant investments in the common stock of financials	-	-	-	-	
24	of which: mortgage servicing rights	-	-	-	-	
25	of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	-	-	
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	484		1,241		
28	Common Equity Tier 1 capital: regulatory adjustments (B)	32,922		19,543		
Common Equity Tier 1 capital (CET1)						
29	Common Equity Tier 1 capital (CET1) ((A)-(B) (C))	448,489		436,720		
Additional Tier 1 capital: instruments (3)						
30	31a	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as equity under applicable accounting standards and the breakdown				
	31b	Subscription rights to Additional Tier 1 instruments				
	32	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				
33+35	Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments					
	Total of items included in Additional Tier 1 capital: instruments subject to phase-out arrangements					
36	Additional Tier 1 capital: instruments (D)					
Additional Tier 1 capital: regulatory adjustments						
37	Investments in own Additional Tier 1 instruments					
38	Reciprocal cross-holdings in Additional Tier 1 instruments					
39	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)			2	3	
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)					
	Total of items included in Additional Tier 1 capital: regulatory adjustments subject to phase-out arrangements	484		1,239		
	of which: capital increase due to securitization transactions	35		69		
	of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	448		1,169		
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions					
43	Additional Tier 1 capital: regulatory adjustments (E)	484		1,241		
Additional Tier 1 capital (AT1)						
44	Additional Tier 1 capital ((D)-(E) (F))					
Tier 1 capital (T1 = CET1 + AT1)						
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F) (G))	448,489		436,720		

		【Non-Consolidated】		(in million yen, in percentage)	
Basel III Template No.	Items	As of March 31, 2016	Amounts excluded under transitional arrangements	As of March 31, 2015	Amounts excluded under transitional arrangements
Tier 2 capital: instruments and provisions (4)					
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as equity under applicable accounting standards and the breakdown	-		-	
	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	-		-	
	Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-		-	
47+49	Eligible Tier 2 capital instruments subject to phase-out arrangements included in Tier 2: instruments and provisions	9,447		20,223	
50	Total of general allowance for loan losses and eligible provisions included in Tier 2	132		125	
50a	of which: general allowance for loan losses	132		125	
50b	of which: eligible provisions	-		-	
	Total of items included in Tier 2 capital: instruments and provisions subject to phase-out arrangements	21,905		47,117	
	of which: 45% of unrealized gains on other securities	21,905		47,117	
51	Tier 2 capital: instruments and provisions (H)	31,484		67,466	
Tier 2 capital: regulatory adjustments					
52	Investments in own Tier 2 instruments	-	-	-	-
53	Reciprocal cross-holdings in Tier 2 instruments	-	-	-	-
54	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)	-	-	138	207
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-	-	-
	Total of items included in Tier 2 capital: regulatory adjustments subject to phase-out arrangements	448		1,178	
	of which: investments in the capital banking, financial and insurance entities	-		8	
	of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	448		1,169	
57	Tier 2 capital: regulatory adjustments (I)	448		1,317	
Tier 2 capital (T2)					
58	Tier 2 capital (T2) ((H)-(I) (J))	31,035		66,149	
Total capital (TC = T1 + T2)					
59	Total capital (TC = T1 + T2) ((G) + (J)) (K)	479,525		502,870	
Risk weighted assets (5)					
	Total of items included in risk weighted assets subject to phase-out arrangements	20,491		26,405	
	of which: intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	6,668		7,169	
	of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-		-	
	of which: defined-benefit pension fund net assets (prepaid pension costs)	13,823		18,625	
	of which: investments in the capital banking, financial and insurance entities	-		609	
60	Risk weighted assets (L)	2,421,068		2,600,920	
Capital ratio					
61	Common Equity Tier 1 capital ratio ((C)/(L))	18.52%		16.79%	
62	Tier 1 capital ratio ((G)/(L))	18.52%		16.79%	
63	Total capital ratio ((K)/(L))	19.80%		19.33%	
Regulatory adjustments (6)					
72	Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	39,843		49,153	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	892		1,017	
74	Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-		-	
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	10,544		-	
Provisions included in Tier 2 capital: instruments and provisions (7)					
76	Provisions (general allowance for loan losses)	132		125	
77	Cap on inclusion of provisions (general allowance for loan losses)	672		640	
78	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")	-		-	
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	12,757		13,850	
Capital instruments subject to phase-out arrangements (8)					
82	Current cap on AT1 instruments subject to phase-out arrangements	-		-	
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-		-	
84	Current cap on T2 instruments subject to phase-out arrangements	46,027		46,027	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-		-	