

Explanation of "Composition of Capital Disclosure"

Mizuho Bank [Consolidated]
As of March 31, 2017

(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, 2017 | As of March 31, 2016 | | |
| (Assets) | | | | |
| Cash and Due from Banks | 39,296,953 | 30,234,070 | | |
| Call Loans and Bills Purchased | 535,943 | 399,613 | | |
| Receivables under Resale Agreements | 6,664,740 | 467,521 | | |
| Other Debt Purchased | 2,736,007 | 2,966,438 | | |
| Trading Assets | 5,164,556 | 5,930,313 | 6-a | |
| Money Held in Trust | 3,138 | 3,197 | | |
| Securities | 30,687,543 | 37,522,334 | 2-b, 6-b | |
| Loans and Bills Discounted | 71,611,942 | 71,068,818 | 6-c | |
| Foreign Exchange Assets | 1,798,565 | 1,432,994 | | |
| Derivatives other than for Trading Assets | 2,192,457 | 3,190,251 | 6-d | |
| Other Assets | 2,597,248 | 2,080,178 | 6-e | |
| Tangible Fixed Assets | 854,163 | 842,540 | | |
| Intangible Fixed Assets | 772,204 | 651,578 | 2-a | |
| Net Defined Benefit Asset | 682,703 | 563,068 | 3 | |
| Deferred Tax Assets | 39,041 | 23,491 | 4-a | |
| Customers' Liabilities for Acceptances and Guarantees | 5,263,397 | 4,770,691 | | |
| Reserves for Possible Losses on Loans | (500,029) | (449,211) | | |
| Total Assets | 170,400,577 | 161,697,891 | | |
| (Liabilities) | | | | |
| Deposits | 109,579,881 | 102,053,054 | | |
| Negotiable Certificates of Deposit | 9,803,657 | 10,978,463 | | |
| Call Money and Bills Sold | 787,661 | 1,132,089 | | |
| Payables under Repurchase Agreements | 13,911,282 | 7,621,343 | | |
| Guarantee Deposits Received under Securities Lending Transactions | 335,575 | 786,431 | | |
| Commercial Paper | 789,705 | 1,010,139 | | |
| Trading Liabilities | 3,629,944 | 4,806,440 | 6-f | |
| Borrowed Money | 8,605,080 | 7,639,591 | 8-a | |
| Foreign Exchange Liabilities | 605,541 | 589,340 | | |
| Short-term Bonds | 35,048 | 56,681 | | |
| Bonds and Notes | 3,781,785 | 4,425,373 | 8-b | |
| Derivatives other than for Trading Liabilities | 1,812,579 | 2,606,483 | 6-g | |
| Other Liabilities | 2,726,561 | 3,921,130 | | |
| Reserve for Bonus Payments | 35,603 | 23,223 | | |
| Reserve for Variable Compensation | 1,269 | 1,300 | | |
| Net Defined Benefit Liability | 6,189 | 6,014 | | |
| Reserve for Director and Corporate Auditor Retirement Benefits | 438 | 379 | | |
| Reserve for Possible Losses on Sales of Loans | 298 | 267 | | |
| Reserve for Contingencies | 5,680 | 5,271 | | |
| Reserve for Reimbursement of Deposits | 17,575 | 15,041 | | |
| Reserve for Reimbursement of Debentures | 32,720 | 39,245 | | |
| Deferred Tax Liabilities | 284,805 | 372,061 | 4-b | |
| Deferred Tax Liabilities for Revaluation Reserve for Land | 66,585 | 67,991 | 4-c | |
| Acceptances and Guarantees | 5,263,397 | 4,770,691 | | |
| Total Liabilities | 162,118,870 | 152,928,052 | | |
| (Net Assets) | | | | |
| Common Stock and Preferred Stock | 1,404,065 | 1,404,065 | 1-a | |
| Capital Surplus | 2,211,694 | 2,260,090 | 1-b | |
| Retained Earnings | 2,635,251 | 2,502,357 | 1-c | |
| Total Shareholders' Equity | 6,251,011 | 6,166,513 | | |
| Net Unrealized Gains (Losses) on Other Securities | 1,118,170 | 1,131,635 | | |
| Deferred Gains or Losses on Hedges | 8,505 | 163,461 | 5 | |
| Revaluation Reserve for Land | 145,609 | 148,483 | | |
| Foreign Currency Translation Adjustments | (38,195) | (24,746) | | |
| Remeasurements of Defined Benefit Plans | 143,891 | 69,968 | | |
| Total Accumulated Other Comprehensive Income | 1,377,982 | 1,488,802 | | |
| Non-Controlling Interests | 652,713 | 1,114,524 | 7 | |
| Total Net Assets | 8,281,707 | 8,769,839 | | |
| Total Liabilities and Net Assets | 170,400,577 | 161,697,891 | | |

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, 2017 | As of March 31, 2016 | 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 | 2,211,694 | 2,260,090 | Including eligible Tier 1 capital instruments subject to phase-out arrangements |
| 1-c | Retained Earnings | 2,635,251 | 2,502,357 | |
| | Total Shareholders' Equity | 6,251,011 | 6,166,513 | |

(2) Composition of capital

| Basel III Template No. | Composition of capital disclosure | As of March 31, 2017 | As of March 31, 2016 | Remarks |
|------------------------|--|----------------------|----------------------|---|
| | Directly issued qualifying common share capital plus related stock surplus and retained earnings | 6,251,007 | 6,166,508 | Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed)) |
| 1a | of which: capital and stock surplus | 3,615,755 | 3,664,151 | |
| 2 | of which: retained earnings | 2,635,251 | 2,502,357 | |
| 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 March 31, 2017 | As of March 31, 2016 | Remarks |
|----------|--|----------------------|----------------------|--|
| 2-a | Intangible Fixed Assets | 772,204 | 651,578 | |
| 2-b | Securities | 30,687,543 | 37,522,334 | |
| | of which: share of goodwill of companies accounted for using the equity method | 24,815 | 35,596 | Share of goodwill of companies accounted for using the equity method |
| | Income taxes related to above | (233,799) | (196,855) | |

(2) Composition of capital

| Basel III Template No. | Composition of capital disclosure | As of March 31, 2017 | As of March 31, 2016 | Remarks |
|------------------------|--|----------------------|----------------------|--------------------|
| 8 | Goodwill (net of related tax liability, including those equivalent) | 32,123 | 42,772 | |
| 9 | Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability) | 531,096 | 447,546 | 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, 2017 | As of March 31, 2016 | Remarks |
|----------|----------------------------------|----------------------|----------------------|---------|
| 3 | Net Defined Benefit Asset | 682,703 | 563,068 | |
| | Income taxes related to above | (208,634) | (172,073) | |

(2) Composition of capital

| Basel III Template No. | Composition of capital disclosure | As of March 31, 2017 | As of March 31, 2016 | Remarks |
|------------------------|-----------------------------------|----------------------|----------------------|---------|
| 15 | Net Defined Benefit Asset | 474,069 | 390,994 | |

4. Deferred tax assets

(1) Consolidated balance sheet

| Ref. No. | Consolidated balance sheet items | As of March 31, 2017 | As of March 31, 2016 | Remarks |
|----------|---|----------------------|----------------------|---------|
| 4-a | Deferred Tax Assets | 39,041 | 23,491 | |
| 4-b | Deferred Tax Liabilities | 284,805 | 372,061 | |
| 4-c | Deferred Tax Liabilities for Revaluation Reserve for Land | 66,585 | 67,991 | |
| | Tax effects on intangible fixed assets | 233,799 | 196,855 | |
| | Tax effects on net defined benefit asset | 208,634 | 172,073 | |

(2) Composition of capital

| Basel III Template No. | Composition of capital disclosure | As of March 31, 2017 | As of March 31, 2016 | Remarks |
|------------------------|---|----------------------|----------------------|--|
| 10 | Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability) | 11,905 | 9,243 | 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) | 137,118 | 19,349 | 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) | 137,118 | 19,349 | |

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

| Ref. No. | Consolidated balance sheet items | As of March 31, 2017 | As of March 31, 2016 | Remarks |
|----------|------------------------------------|----------------------|----------------------|---------|
| 5 | Deferred Gains or Losses on Hedges | 8,505 | 163,461 | |

(2) Composition of capital

| Basel III Template No. | Composition of capital disclosure | As of March 31, 2017 | As of March 31, 2016 | Remarks |
|------------------------|--|----------------------|----------------------|---------|
| 11 | Deferred gains or losses on derivatives under hedge accounting | 8,505 | 163,461 | |

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, 2017 | As of March 31, 2016 | Remarks |
|----------|--|----------------------|----------------------|---|
| 6-a | Trading Assets | 5,164,556 | 5,930,313 | Including trading account securities and derivatives for trading assets |
| 6-b | Securities | 30,687,543 | 37,522,334 | |
| 6-c | Loans and Bills Discounted | 71,611,942 | 71,068,818 | Including subordinated loans |
| 6-d | Derivatives other than for Trading Assets | 2,192,457 | 3,190,251 | |
| 6-e | Other Assets | 2,597,248 | 2,080,178 | Including money invested |
| 6-f | Trading Liabilities | 3,629,944 | 4,806,440 | Including trading account securities sold |
| 6-g | Derivatives other than for Trading Liabilities | 1,812,579 | 2,606,483 | |

(2) Composition of capital

| Basel III Template No. | Composition of capital disclosure | As of March 31, 2017 | As of March 31, 2016 | Remarks |
|------------------------|---|----------------------|----------------------|---------|
| 16 | Investments in own capital instruments | 33 | - | |
| 37 | Common Equity Tier 1 capital | - | - | |
| 52 | Additional Tier 1 capital | - | - | |
| | Tier 2 capital | 33 | - | |
| | 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) | 558,184 | 614,900 | |
| 18 | Common Equity Tier 1 capital | - | - | |
| 39 | Additional Tier 1 capital | - | - | |
| 54 | Tier 2 capital | - | - | |
| 72 | Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting) | 558,184 | 614,900 | |
| | Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions | 488,896 | 551,354 | |
| 19 | Amount exceeding the 10% threshold on specified items | - | - | |
| 23 | Amount exceeding the 15% threshold on specified items | - | - | |
| 40 | Additional Tier 1 capital | 147,000 | 147,000 | |
| 55 | Tier 2 capital | 225,000 | 295,000 | |
| 73 | Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting) | 116,896 | 109,354 | |

7. Non-Controlling interests

(1) Consolidated balance sheet

| Ref. No. | Consolidated balance sheet items | As of March 31, 2017 | As of March 31, 2016 | Remarks |
|----------|----------------------------------|----------------------|----------------------|---------|
| 7 | Non-Controlling Interests | 652,713 | 1,114,524 | |

(2) Composition of capital

| Basel III Template No. | Composition of capital disclosure | As of March 31, 2017 | As of March 31, 2016 | Remarks |
|------------------------|--|----------------------|----------------------|--|
| 5 | Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1) | 296 | 284 | 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) | 21,961 | 26,922 | 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) | 4,911 | 6,109 | 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 March 31, 2017 | As of March 31, 2016 | Remarks |
|----------|----------------------------------|----------------------|----------------------|---------|
| 8-a | Borrowed Money | 8,605,080 | 7,639,591 | |
| 8-b | Bonds and Notes | 3,781,785 | 4,425,373 | |
| | Total | 12,386,865 | 12,064,964 | |

(2) Composition of capital

| Basel III Template No. | Composition of capital disclosure | As of March 31, 2017 | As of March 31, 2016 | Remarks |
|------------------------|---|----------------------|----------------------|---------|
| 32 | Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards | 760,000 | 300,000 | |
| 46 | Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards | 852,450 | 493,552 | |

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.