

Explanation of "Composition of Capital Disclosure"

Mizuho Bank [Consolidated]
As of March 31, 2018

(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, 2018	As of March 31, 2017		
(Assets)				
Cash and Due from Banks	39,036,044	39,296,953		
Call Loans and Bills Purchased	444,001	535,943		
Receivables under Resale Agreements	5,637,762	6,664,740		
Other Debt Purchased	2,705,752	2,736,007		
Trading Assets	4,622,935	5,164,556	6-a	
Money Held in Trust	3,076	3,138		
Securities	32,513,743	30,687,543	2-b, 6-b	
Loans and Bills Discounted	71,223,878	71,611,942	6-c	
Foreign Exchange Assets	1,925,711	1,798,565		
Derivatives other than for Trading Assets	1,824,915	2,192,457	6-d	
Other Assets	3,414,151	2,597,248	6-e	
Tangible Fixed Assets	832,180	854,163		
Intangible Fixed Assets	821,432	772,204	2-a	
Net Defined Benefit Asset	853,789	682,703	3	
Deferred Tax Assets	34,370	39,041	4-a	
Customers' Liabilities for Acceptances and Guarantees	5,713,683	5,263,397		
Reserves for Possible Losses on Loans	(309,191)	(500,029)		
Total Assets	171,298,240	170,400,577		
(Liabilities)				
Deposits	112,401,188	109,579,881		
Negotiable Certificates of Deposit	10,338,495	9,803,657		
Call Money and Bills Sold	1,174,474	787,661		
Payables under Repurchase Agreements	12,408,766	13,911,282		
Guarantee Deposits Received under Securities Lending Transactions	610,357	335,575		
Commercial Paper	710,391	789,705		
Trading Liabilities	2,980,160	3,629,944	6-f	
Borrowed Money	8,421,688	8,605,080	8-a	
Foreign Exchange Liabilities	542,978	605,541		
Short-term Bonds	27,985	35,048		
Bonds and Notes	2,536,172	3,781,785	8-b	
Derivatives other than for Trading Liabilities	1,535,697	1,812,579	6-g	
Other Liabilities	2,719,487	2,726,561		
Reserve for Bonus Payments	38,369	35,603		
Reserve for Variable Compensation	1,293	1,269		
Net Defined Benefit Liability	7,112	6,189		
Reserve for Director and Corporate Auditor Retirement Benefits	471	438		
Reserve for Possible Losses on Sales of Loans	1,075	298		
Reserve for Contingencies	5,622	5,680		
Reserve for Reimbursement of Deposits	18,097	17,575		
Reserve for Reimbursement of Debentures	30,760	32,720		
Deferred Tax Liabilities	343,256	284,805	4-b	
Deferred Tax Liabilities for Revaluation Reserve for Land	66,186	66,585	4-c	
Acceptances and Guarantees	5,713,683	5,263,397		
Total Liabilities	162,633,773	162,118,870		
(Net Assets)				
Common Stock and Preferred Stock	1,404,065	1,404,065	1-a	
Capital Surplus	2,211,694	2,211,694	1-b	
Retained Earnings	2,917,283	2,635,251	1-c	
Total Shareholders' Equity	6,533,043	6,251,011		
Net Unrealized Gains (Losses) on Other Securities	1,176,289	1,118,170		
Deferred Gains or Losses on Hedges	(69,221)	8,505	5	
Revaluation Reserve for Land	144,277	145,609		
Foreign Currency Translation Adjustments	(52,957)	(38,195)		
Remeasurements of Defined Benefit Plans	278,793	143,891		
Total Accumulated Other Comprehensive Income	1,477,181	1,377,982		
Non-Controlling Interests	654,241	652,713	7	
Total Net Assets	8,664,467	8,281,707		
Total Liabilities and Net Assets	171,298,240	170,400,577		

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, 2018	As of March 31, 2017	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	2,211,694	Including eligible Tier 1 capital instruments subject to phase-out arrangements
1-c	Retained Earnings	2,917,283	2,635,251	
	Total Shareholders' Equity	6,533,043	6,251,011	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	6,533,039	6,251,007	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	3,615,755	
2	of which: retained earnings	2,917,283	2,635,251	
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	-	-	

2. Intangible fixed assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2018	As of March 31, 2017	Remarks
2-a	Intangible Fixed Assets	821,432	772,204	
2-b	Securities	32,513,743	30,687,543	
	of which: share of goodwill of companies accounted for using the equity method	14,577	24,815	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(249,103)	(233,799)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	21,119	32,123	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	565,786	531,096	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, 2018	As of March 31, 2017	Remarks
3	Net Defined Benefit Asset	853,789	682,703	
	Income taxes related to above	(261,430)	(208,634)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	Remarks
15	Net Defined Benefit Asset	592,359	474,069	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2018	As of March 31, 2017	Remarks
4-a	Deferred Tax Assets	34,370	39,041	
4-b	Deferred Tax Liabilities	343,256	284,805	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	66,186	66,585	
	Tax effects on intangible fixed assets	249,103	233,799	
	Tax effects on net defined benefit asset	261,430	208,634	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	9,394	11,905	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)	140,698	137,118	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)	140,698	137,118	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2018	As of March 31, 2017	Remarks
5	Deferred Gains or Losses on Hedges	(69,221)	8,505	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	(69,221)	8,505	

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, 2018	As of March 31, 2017	Remarks
6-a	Trading Assets	4,622,935	5,164,556	Including trading account securities and derivatives for trading assets
6-b	Securities	32,513,743	30,687,543	
6-c	Loans and Bills Discounted	71,223,878	71,611,942	Including subordinated loans
6-d	Derivatives other than for Trading Assets	1,824,915	2,192,457	
6-e	Other Assets	3,414,151	2,597,248	Including money invested
6-f	Trading Liabilities	2,980,160	3,629,944	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	1,535,697	1,812,579	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	Remarks
16	Investments in own capital instruments	21	33	
37	Common Equity Tier 1 capital	-	-	
52	Additional Tier 1 capital	-	-	
	Tier 2 capital	21	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)	499,181	558,184	
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)	499,181	558,184	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	304,471	488,896	
19	Amount exceeding the 10% threshold on specified items	-	-	
23	Amount exceeding the 15% threshold on specified items	-	-	
40	Additional Tier 1 capital	73,500	147,000	
55	Tier 2 capital	90,000	225,000	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	140,971	116,896	

7. Non-Controlling interests
(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2018	As of March 31, 2017	Remarks
7	Non-Controlling Interests	654,241	652,713	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	289	296	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)	21,766	21,961	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)	4,824	4,911	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, 2018	As of March 31, 2017	Remarks
8-a	Borrowed Money	8,421,688	8,605,080	
8-b	Bonds and Notes	2,536,172	3,781,785	
	Total	10,957,860	12,386,865	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	Remarks
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,220,000	760,000	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	988,107	852,450	

Note:

* Amounts as of March 31, 2017 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.