

Explanation of "Composition of Capital Disclosure"

Mizuho Trust & Banking [Consolidated]
As of September 30, 2019

(in million yen)

CC2: Reconciliation of regulatory capital to consolidated balance sheet			
Items	a Consolidated balance sheet as in published financial statements	b Reference to Template CC1	c Cross-reference to Appended template
Assets			
Cash and Due from Banks	2,283,899		
Guarantee Deposits Paid under Securities Borrowing Transactions	286,581		
Other Debt Purchased	7,135		
Trading Assets	149,473		6-a
Money Held in Trust	6,445		
Securities	863,910		2-b, 6-b
Loans and Bills Discounted	3,354,567		6-c
Foreign Exchange Assets	2,421		
Other Assets	266,486		6-d
Tangible Fixed Assets	23,193		
Intangible Fixed Assets	47,714		2-a
Net Defined Benefit Asset	89,656		3
Deferred Tax Assets	384		4-a
Customers' Liabilities for Acceptances and Guarantees	19,496		
Reserves for Possible Losses on Loans	(2,781)		
Total Assets	7,398,584		
Liabilities			
Deposits	3,456,619		
Negotiable Certificates of Deposit	483,880		
Call Money and Bills Sold	792,423		
Guarantee Deposits Received under Securities Lending Transactions	403,633		
Trading Liabilities	146,649		6-e
Borrowed Money	307,358		8-a
Foreign Exchange Liabilities	0		
Bonds and Notes	10,000		8-b
Due to Trust Accounts	1,114,501		
Other Liabilities	26,939		6-f
Reserve for Bonus Payments	3,477		
Reserve for Variable Compensation	184		
Net Defined Benefit Liability	1,391		
Reserve for Director and Corporate Auditor Retirement Benefits	256		
Reserve for Reimbursement of Deposits	1,787		
Deferred Tax Liabilities	17,912		4-b
Acceptances and Guarantees	19,496		
Total Liabilities	6,786,510		
Net Assets			
Common Stock and Preferred Stock	247,369		1-a
Capital Surplus	18,895		1-b
Retained Earnings	252,882		1-c
Total Shareholders' Equity	519,147		
Net Unrealized Gains (Losses) on Other Securities	71,264		
Deferred Gains or Losses on Hedges	(2,529)		5
Foreign Currency Translation Adjustments	951		
Remeasurements of Defined Benefit Plans	19,280		
Total Accumulated Other Comprehensive Income	88,967	(a)	
Non-Controlling Interests	3,959		7
Total Net Assets	612,074		
Total Liabilities and Net Assets	7,398,584		

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, 2019	Remarks
1-a	Common Stock and Preferred Stock	247,369	
1-b	Capital Surplus	18,895	
1-c	Retained Earnings	252,882	
	Total Shareholders' Equity	519,147	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2019	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	519,147	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	266,265	
2	of which: retained earnings	252,882	
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 September 30, 2019	Remarks
2-a	Intangible Fixed Assets	47,714	
2-b	Securities	863,910	
	of which: share of goodwill of companies accounted for using the equity method	-	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(10,536)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2019	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	13,761	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	23,416	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, 2019	Remarks
3	Net Defined Benefit Asset	89,656	
	Income taxes related to above	(27,487)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2019	Remarks
15	Net Defined Benefit Asset	62,168	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2019	Remarks
4-a	Deferred Tax Assets	384	
4-b	Deferred Tax Liabilities	17,912	
	Tax effects on intangible fixed assets	10,536	
	Tax effects on net defined benefit asset	27,487	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2019	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	0	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)	20,959	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)	20,959	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2019	Remarks
5	Deferred Gains or Losses on Hedges	(2,529)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2019	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	(2,529)	

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, 2019	Remarks
6-a	Trading Assets	149,473	Including trading account securities and derivatives for trading assets
6-b	Securities	863,910	
6-c	Loans and Bills Discounted	3,354,567	
6-d	Other Assets	266,486	Including Derivatives other than for Trading Assets and money invested
6-e	Trading Liabilities	146,649	Including trading account securities sold
6-f	Other Liabilities	26,939	Including Derivatives other than for Trading Liabilities

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2019	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 and other TLAC liabilities	-	
	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)	15,725	
18	Common Equity Tier 1 capital	-	
39	Additional Tier 1 capital	-	
54	Tier 2 capital and other TLAC liabilities	-	
72	Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deduction (before risk weighting)	15,725	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	1,795	
19	Amount exceeding the 10% threshold on specified items	-	
23	Amount exceeding the 15% threshold on specified items	-	
40	Additional Tier 1 capital	-	
55	Tier 2 capital and other TLAC liabilities	-	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	1,795	

7. Non-Controlling Interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2019	Remarks
7	Non-Controlling Interests	3,959	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2019	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	-	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)	439	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)	103	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, 2019	Remarks
8-a	Borrowed Money	307,358	
8-b	Bonds and Notes	10,000	
	Total	317,358	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2019	Remarks
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	