

Composition of Leverage Ratio

Mizuho Financial Group [Consolidated]
As of June 30, 2020

(In million yen, except percentage)

Corresponding line # on Basel III disclosure template (Table 2)	Corresponding line # on Basel III disclosure template (Table 1)	Item	As of June 30, 2020	As of March 31, 2020
On-balance sheet exposures (1)				
1		On-balance sheet exposures before deducting adjustment items	153,423,892	176,472,143
1a	1	Total assets reported in the consolidated balance sheet	188,011,109	214,659,077
1b	2	The amount of assets of subsidiaries that are not included in the scope of the leverage ratio on a consolidated basis (-)	-	-
1c	7	The amount of assets of subsidiaries that are included in the scope of the leverage ratio on a consolidated basis (except those included in the total assets reported in the consolidated balance sheet)	-	-
1d	3	The amount of assets that are deducted from the total assets reported in the consolidated balance sheet (except adjustment items) (-)	34,587,217	38,186,933
2	7	The amount of adjustment items pertaining to Tier1 capital (-)	1,117,486	1,120,264
3		Total on-balance sheet exposures (a)	152,306,405	175,351,879
Exposures related to derivative transactions (2)				
4		RC multiplied by 1.4 associated with derivatives transactions, etc.	-	-
		Replacement cost associated with derivatives transactions, etc.	2,649,890	2,913,469
5		PFE multiplied by 1.4 associated with derivatives transactions, etc.	-	-
		Add-on amount associated with derivatives transactions, etc.	6,931,881	6,853,455
		The amount of receivables arising from providing cash margin in relation to derivatives transactions, etc.	1,178,268	1,480,143
6		The amount of receivables arising from providing collateral, provided where deducted from the consolidated balance sheet pursuant to the operative accounting framework	-	-
		The amount of receivables arising from providing cash margin, provided where deducted from the consolidated balance sheet pursuant to the operative accounting framework	255,155	266,007
7		The amount of deductions of receivables (out of those arising from providing cash variation margin) (-)	-	-
8		The amount of client-cleared trade exposures for which a bank holding company acting as a clearing member is not obliged to make any indemnification (-)	/	/
9		Adjusted effective notional amount of written credit derivatives	2,531,412	1,827,558
10		The amount of deductions from effective notional amount of written credit derivatives (-)	2,316,501	1,655,992
11	4	Total exposures related to derivative transactions (b)	11,230,107	11,684,642
Exposures related to repo transactions (3)				
12		The amount of assets related to repo transactions, etc.	18,521,089	20,824,650
13		The amount of deductions from the assets above (line 12) (-)	5,077,641	5,439,650
14		The exposures for counterparty credit risk for repo transactions, etc.	643,392	836,282
15		The exposures for agent repo transactions	/	/
16	5	Total exposures related to repo transactions, etc. (c)	14,086,839	16,221,282
Exposures related to off-balance sheet transactions (4)				
17		Notional amount of off-balance sheet transactions	46,142,532	41,023,520
18		The amount of adjustments for conversion in relation to off-balance sheet transactions (-)	26,487,333	23,303,756
19	6	Total exposures related to off-balance sheet transactions (d)	19,655,198	17,719,764
Leverage ratio on a consolidated basis (5)				
20		The amount of capital (Tier1 capital) (e)	9,187,258	9,024,404
21	8	Total exposures ((a)+(b)+(c)+(d)) (f)	197,278,551	220,977,568
22		Leverage ratio on a consolidated basis ((e)/(f))	4.65%	4.08%
Leverage ratio on a consolidated basis (excluding the impact of any applicable temporary exemption of deposits with the Bank of Japan) (6)				
		Total exposures (f)	197,278,551	/
		The amount of deposits with the Bank of Japan	32,598,728	/
		Total exposures (excluding the impact of any applicable temporary exemption of deposits with the Bank of Japan) (f')	229,877,279	/
		Leverage ratio on a consolidated basis (excluding the impact of any applicable temporary exemption of deposits with the Bank of Japan) ((e)/(f'))	3.99%	/

The key drivers of material changes observed from the end of the previous reporting period to the end of the current reporting period

Leverage ratio as of June 30, 2020 is higher than March 31, 2020 due to a decrease in the total exposures as a result of the exclusion of deposits with the Bank of Japan, based on the amendment of Japanese Financial Services Agency(JFSA) Notification on June 30, 2020, under the provision to Paragraph 4 of Article 5 of the notification of JFSA No. 12, 2019.