

Explanation of "Composition of Capital Disclosure"

Mizuho Trust & Banking [Consolidated]
As of March 31, 2021

(in million yen)

CC2: Reconciliation of regulatory capital to consolidated balance sheet			
Items	a	b	c
	Consolidated balance sheet as in published financial statements	Reference to Template CC1	Cross-reference to Appended template
Assets			
Cash and Due from Banks	2,131,540		
Call Loans and Bills Purchased	22,134		
Other Debt Purchased	26,092		
Trading Assets	130,476		6-a
Money Held in Trust	9,804		
Securities	315,185		2-b, 6-b
Loans and Bills Discounted	3,351,338		6-c
Foreign Exchange Assets	5,446		
Other Assets	329,125		6-d
Tangible Fixed Assets	102,605		
Intangible Fixed Assets	38,183		2-a
Net Defined Benefit Asset	124,511		3
Deferred Tax Assets	655		4-a
Customers' Liabilities for Acceptances and Guarantees	14,019		
Reserves for Possible Losses on Loans	(4,733)		
Total Assets	6,596,386		
Liabilities			
Deposits	2,977,944		
Negotiable Certificates of Deposit	618,380		
Call Money and Bills Sold	581,838		
Trading Liabilities	131,235		6-e
Borrowed Money	375,082		8-a
Due to Trust Accounts	1,160,608		
Other Liabilities	27,189		6-f
Reserve for Bonus Payments	4,731		
Reserve for Variable Compensation	380		
Net Defined Benefit Liability	989		
Reserve for Director and Corporate Auditor Retirement Benefits	219		
Reserve for Reimbursement of Deposits	1,558		
Reserve for Loss of Transfer	4,814		
Deferred Tax Liabilities	33,897		4-b
Acceptances and Guarantees	14,019		
Total Liabilities	5,932,890		
Net Assets			
Common Stock and Preferred Stock	247,369		1-a
Capital Surplus	17,825		1-b
Retained Earnings	290,952		1-c
Total Shareholders' Equity	556,147		
Net Unrealized Gains (Losses) on Other Securities	68,501		
Deferred Gains or Losses on Hedges	(2,579)		5
Foreign Currency Translation Adjustments	574		
Remeasurements of Defined Benefit Plans	40,802		
Total Accumulated Other Comprehensive Income	107,298	(a)	
Non-Controlling Interests	48		7
Total Net Assets	663,495		
Total Liabilities and Net Assets	6,596,386		

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, 2021	Remarks
1-a	Common Stock and Preferred Stock	247,369	
1-b	Capital Surplus	17,825	
1-c	Retained Earnings	290,952	
	Total Shareholders' Equity	556,147	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	556,147	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	265,195	
2	of which: retained earnings	290,952	
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, 2021	Remarks
2-a	Intangible Fixed Assets	38,183	
2-b	Securities	315,185	
	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	(7,809)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	12,461	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	17,912	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, 2021	Remarks
3	Net Defined Benefit Asset	124,511	
	Income taxes related to above	(38,125)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	Remarks
15	Net Defined Benefit Asset	86,386	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2021	Remarks
4-a	Deferred Tax Assets	655	
4-b	Deferred Tax Liabilities	33,897	
	Tax effects on intangible fixed assets	7,809	
	Tax effects on net defined benefit asset	38,125	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	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)	13,044	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)	13,044	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2021	Remarks
5	Deferred Gains or Losses on Hedges	(2,579)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	(2,579)	Excluding those items whose valuation differences arising from hedged items are recognized as "Total accumulated other comprehensive income"

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, 2021	Remarks
6-a	Trading Assets	130,476	Including trading account securities and derivatives for trading assets
6-b	Securities	315,185	
6-c	Loans and Bills Discounted	3,351,338	
6-d	Other Assets	329,125	Including Derivatives other than for Trading Assets and money invested
6-e	Trading Liabilities	131,235	Including trading account securities sold
6-f	Other Liabilities	27,189	Including Derivatives other than for Trading Liabilities

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	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)	8,781	
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)	8,781	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	1,849	
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)	1,849	

7. Non-Controlling Interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2021	Remarks
7	Non-Controlling Interests	48	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	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)	13	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)	3	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, 2021	Remarks
8-a	Borrowed Money	375,082	
	Bonds and Notes	-	
	Total	375,082	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	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	-	