

Explanation of "Composition of Capital Disclosure"

Mizuho Trust & Banking [Consolidated]
As of September 30, 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	2,282,645		
Guarantee Deposits Paid under Securities Borrowing Transactions	40,152		
Other Debt Purchased	43,763		
Money Held in Trust	25,702		
Securities	335,700		2-b, 6-b
Loans and Bills Discounted	3,168,408		6-c
Foreign Exchange Assets	1,934		
Other Assets	133,107		6-d
Tangible Fixed Assets	101,124		
Intangible Fixed Assets	35,359		2-a
Net Defined Benefit Asset	102,705		3
Deferred Tax Assets	565		4-a
Customers' Liabilities for Acceptances and Guarantees	14,659		
Reserves for Possible Losses on Loans	(4,512)		
Total Assets	6,281,315		
Liabilities			
Deposits	2,784,924		
Negotiable Certificates of Deposit	720,080		
Call Money and Bills Sold	604,200		
Borrowed Money	300,000		8-a
Due to Trust Accounts	1,182,263		
Other Liabilities	57,918		6-f
Reserve for Bonus Payments	2,951		
Reserve for Variable Compensation	122		
Net Defined Benefit Liability	1,018		
Reserve for Director and Corporate Auditor Retirement Benefits	171		
Reserve for Reimbursement of Deposits	1,363		
Reserve for Loss of Transfer	4,449		
Deferred Tax Liabilities	32,723		4-b
Acceptances and Guarantees	14,659		
Total Liabilities	5,706,847		
Net Assets			
Common Stock and Preferred Stock	247,369		1-a
Capital Surplus	17,825		1-b
Retained Earnings	289,524		1-c
Treasury Stock	(79,999)		1-d
Total Shareholders' Equity	474,720		
Net Unrealized Gains (Losses) on Other Securities	71,144		
Deferred Gains or Losses on Hedges	(4,727)		5
Foreign Currency Translation Adjustments	1,251		
Remeasurements of Defined Benefit Plans	32,024		
Total Accumulated Other Comprehensive Income	99,693	(a)	
Non-Controlling Interests	55		7
Total Net Assets	574,468		
Total Liabilities and Net Assets	6,281,315		

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, 2021	Remarks
1-a	Common Stock and Preferred Stock	247,369	
1-b	Capital Surplus	17,825	
1-c	Retained Earnings	289,524	
1-d	Treasury Stock	(79,999)	
	Total Shareholders' Equity	474,720	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2021	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	474,720	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	289,524	
1c	of which: treasury stock (-)	79,999	
	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, 2021	Remarks
2-a	Intangible Fixed Assets	35,359	
2-b	Securities	335,700	
	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	(7,023)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2021	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	12,027	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	16,307	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, 2021	Remarks
3	Net Defined Benefit Asset	102,705	
	Income taxes related to above	(31,448)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2021	Remarks
15	Net Defined Benefit Asset	71,257	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2021	Remarks
4-a	Deferred Tax Assets	565	
4-b	Deferred Tax Liabilities	32,723	
	Tax effects on intangible fixed assets	7,023	
	Tax effects on net defined benefit asset	31,448	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2021	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	4	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)	6,586	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)	6,586	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2021	Remarks
5	Deferred Gains or Losses on Hedges	(4,727)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2021	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	(4,727)	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 September 30, 2021	Remarks
	Trading Assets	-	
6-b	Securities	335,700	
6-c	Loans and Bills Discounted	3,168,408	
6-d	Other Assets	133,107	Including Derivatives other than for Trading Assets and money invested
	Trading Liabilities	-	
6-f	Other Liabilities	57,918	Including Derivatives other than for Trading Liabilities

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 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)	8,315	
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)	8,315	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	1,859	
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)	1,859	

7. Non-Controlling Interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2021	Remarks
7	Non-Controlling Interests	55	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 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 September 30, 2021	Remarks
8-a	Borrowed Money	300,000	
	Bonds and Notes	-	
	Total	300,000	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 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	-	