

Explanation of "Composition of Capital Disclosure"

Mizuho Financial Group [Consolidated]
As of June 30, 2022

(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	53,943,945		
Call Loans and Bills Purchased	1,001,480		
Receivables under Resale Agreements	12,749,686		
Guarantee Deposits Paid under Securities Borrowing Transactions	2,095,473		
Other Debt Purchased	3,455,681		
Trading Assets	16,874,136		6-a
Money Held in Trust	580,751		
Securities	43,386,299		2-b, 6-b
Loans and Bills Discounted	88,851,747		6-c
Foreign Exchange Assets	3,461,306		
Derivatives other than for Trading Assets	3,553,686		6-d
Other Assets	8,838,016		6-e
Tangible Fixed Assets	1,097,290		
Intangible Fixed Assets	601,425		2-a
Net Defined Benefit Asset	861,773		3
Deferred Tax Assets	353,533		4-a
Customers' Liabilities for Acceptances and Guarantees	9,417,890		
Reserves for Possible Losses on Loans	(503,058)		
Reserve for Possible Losses on Investments	(107)		
Total Assets	250,620,959		
Liabilities			
Deposits	137,290,100		
Negotiable Certificates of Deposit	21,315,830		
Call Money and Bills Sold	1,609,126		
Payables under Repurchase Agreements	24,124,124		
Guarantee Deposits Received under Securities Lending Transactions	1,153,134		
Commercial Paper	1,448,280		
Trading Liabilities	13,096,908		6-f
Borrowed Money	6,301,917		8-a
Foreign Exchange Liabilities	644,324		
Short-term Bonds	521,031		
Bonds and Notes	11,523,527		8-b
Due to Trust Accounts	1,120,207		
Derivatives other than for Trading Liabilities	4,502,928		6-g
Other Liabilities	7,345,165		
Reserve for Bonus Payments	30,766		
Reserve for Variable Compensation	2,534		
Net Defined Benefit Liability	70,836		
Reserve for Director and Corporate Auditor Retirement Benefits	426		
Reserve for Possible Losses on Sales of Loans	2,967		
Reserve for Contingencies	7,890		
Reserve for Reimbursement of Deposits	16,577		
Reserve for Reimbursement of Debentures	9,771		
Reserves under Special Laws	3,131		
Deferred Tax Liabilities	22,203		4-b
Deferred Tax Liabilities for Revaluation Reserve for Land	59,874		4-c
Acceptances and Guarantees	9,417,890		
Total Liabilities	241,641,478		
Net Assets			
Common Stock	2,256,767		1-a
Capital Surplus	1,129,388		1-b
Retained Earnings	4,814,355		1-c
Treasury Stock	(9,906)		1-d
Total Shareholders' Equity	8,190,605		
Net Unrealized Gains (Losses) on Other Securities	403,818		
Deferred Gains or Losses on Hedges	(104,189)		5
Revaluation Reserve for Land	131,957		
Foreign Currency Translation Adjustments	127,222		
Remeasurements of Defined Benefit Plans	158,660		
Own Credit Risk Adjustments, Net of Tax	(39)		
Total Accumulated Other Comprehensive Income	717,429	(a)	
Stock Acquisition Rights	69		
Non-Controlling Interests	71,375		7
Total Net Assets	8,979,480		
Total Liabilities and Net Assets	250,620,959		

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 June 30, 2022	Remarks
1-a	Common Stock	2,256,767	
1-b	Capital Surplus	1,129,388	
1-c	Retained Earnings	4,814,355	
1-d	Treasury Stock	(9,906)	
	Total Shareholders' Equity	8,190,605	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2022	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	8,190,477	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	3,386,156	
2	of which: retained earnings	4,814,227	
1c	of which: treasury stock (-)	9,906	
	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 June 30, 2022	Remarks
2-a	Intangible Fixed Assets	601,425	
2-b	Securities	43,386,299	
	of which: share of goodwill of companies accounted for using the equity method	11,012	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(166,050)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2022	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	63,290	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	383,096	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 June 30, 2022	Remarks
3	Net Defined Benefit Asset	861,773	
	Income taxes related to above	(262,849)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2022	Remarks
15	Net Defined Benefit Asset	598,923	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of June 30, 2022	Remarks
4-a	Deferred Tax Assets	353,533	
4-b	Deferred Tax Liabilities	22,203	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	59,874	
	Tax effects on intangible fixed assets	166,050	
	Tax effects on net defined benefit asset	262,849	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2022	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	20,543	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)	694,475	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)	694,475	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of June 30, 2022	Remarks
5	Deferred Gains or Losses on Hedges	(104,189)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2022	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	(284,973)	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 June 30, 2022	Remarks
6-a	Trading Assets	16,874,136	Including trading account securities and derivatives for trading assets
6-b	Securities	43,386,299	
6-c	Loans and Bills Discounted	88,851,747	Including subordinated loans
6-d	Derivatives other than for Trading Assets	3,553,686	
6-e	Other Assets	8,838,016	Including money invested
6-f	Trading Liabilities	13,096,908	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	4,502,928	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2022	Remarks
16	Investments in own capital instruments	5,330	
37	Common Equity Tier 1 capital	1,953	
52	Additional Tier 1 capital	1,000	
	Tier 2 capital	2,376	
	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)	500,899	
18	Common Equity Tier 1 capital	-	
39	Additional Tier 1 capital	-	
54	Tier 2 capital and other TLAC liabilities	-	
54a	Investments in the other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity: amount previously designated for the 5% threshold but that no longer meets the conditions	2,916	
72	Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deduction (before risk weighting)	497,983	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	360,613	
19	Amount exceeding the 10% threshold on specified items	-	
23	Amount exceeding the 15% threshold on specified items	-	
40	Additional Tier 1 capital	19,683	
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)	340,929	

7. Non-Controlling Interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of June 30, 2022	Remarks
7	Non-Controlling Interests	71,375	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2022	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	362	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)	16,922	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	71,375	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)	3,604	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 June 30, 2022	Remarks
8-a	Borrowed Money	6,301,917	
8-b	Bonds and Notes	11,523,527	
	Total	17,825,445	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2022	Remarks
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,643,000	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,289,472	