

Explanation of "Composition of Capital Disclosure"

Mizuho Financial Group [Consolidated]
As of September 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	54,458,168		
Call Loans and Bills Purchased	1,231,117		
Receivables under Resale Agreements	14,870,926		
Guarantee Deposits Paid under Securities Borrowing Transactions	2,357,494		
Other Debt Purchased	3,856,777		
Trading Assets	19,649,112		6-a
Money Held in Trust	560,762		
Securities	38,412,009		2-b, 6-b
Loans and Bills Discounted	92,119,481		6-c
Foreign Exchange Assets	3,251,206		
Derivatives other than for Trading Assets	4,192,965		6-d
Other Assets	9,147,569		6-e
Tangible Fixed Assets	1,115,671		
Intangible Fixed Assets	610,368		2-a
Net Defined Benefit Asset	847,771		3
Deferred Tax Assets	413,040		4-a
Customers' Liabilities for Acceptances and Guarantees	9,733,515		
Reserves for Possible Losses on Loans	(700,532)		
Reserve for Possible Losses on Investments	(1)		
Total Assets	256,127,425		
Liabilities			
Deposits	142,447,797		
Negotiable Certificates of Deposit	21,823,004		
Call Money and Bills Sold	1,572,353		
Payables under Repurchase Agreements	23,766,031		
Guarantee Deposits Received under Securities Lending Transactions	1,228,757		
Commercial Paper	1,574,288		
Trading Liabilities	14,822,746		6-f
Borrowed Money	2,990,638		8-a
Foreign Exchange Liabilities	675,373		
Short-term Bonds	498,772		
Bonds and Notes	11,628,828		8-b
Due to Trust Accounts	1,138,586		
Derivatives other than for Trading Liabilities	4,995,676		6-g
Other Liabilities	7,965,234		
Reserve for Bonus Payments	69,600		
Reserve for Variable Compensation	1,186		
Net Defined Benefit Liability	71,418		
Reserve for Director and Corporate Auditor Retirement Benefits	472		
Reserve for Possible Losses on Sales of Loans	8,068		
Reserve for Contingencies	10,369		
Reserve for Reimbursement of Deposits	15,650		
Reserve for Reimbursement of Debentures	8,965		
Reserves under Special Laws	3,131		
Deferred Tax Liabilities	21,198		4-b
Deferred Tax Liabilities for Revaluation Reserve for Land	59,704		4-c
Acceptances and Guarantees	9,733,515		
Total Liabilities	247,131,369		
Net Assets			
Common Stock	2,256,767		1-a
Capital Surplus	1,129,388		1-b
Retained Earnings	4,989,307		1-c
Treasury Stock	(8,552)		1-d
Total Shareholders' Equity	8,366,911		
Net Unrealized Gains (Losses) on Other Securities	118,757		
Deferred Gains or Losses on Hedges	(96,220)		5
Revaluation Reserve for Land	131,572		
Foreign Currency Translation Adjustments	256,338		
Remeasurements of Defined Benefit Plans	145,929		
Own Credit Risk Adjustments, Net of Tax	(13)		
Total Accumulated Other Comprehensive Income	556,363	(a)	
Stock Acquisition Rights	5		
Non-Controlling Interests	72,774		7
Total Net Assets	8,996,055		
Total Liabilities and Net Assets	256,127,425		

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, 2022	Remarks
1-a	Common Stock	2,256,767	
1-b	Capital Surplus	1,129,388	
1-c	Retained Earnings	4,989,307	
1-d	Treasury Stock	(8,552)	
	Total Shareholders' Equity	8,366,911	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2022	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	8,366,818	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	4,989,214	
1c	of which: treasury stock (-)	8,552	
	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, 2022	Remarks
2-a	Intangible Fixed Assets	610,368	
2-b	Securities	38,412,009	
	of which: share of goodwill of companies accounted for using the equity method	12,304	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(167,558)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2022	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	67,169	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	387,945	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, 2022	Remarks
3	Net Defined Benefit Asset	847,771	
	Income taxes related to above	(258,491)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2022	Remarks
15	Net Defined Benefit Asset	589,279	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2022	Remarks
4-a	Deferred Tax Assets	413,040	
4-b	Deferred Tax Liabilities	21,198	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	59,704	
	Tax effects on intangible fixed assets	167,558	
	Tax effects on net defined benefit asset	258,491	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2022	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	22,138	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)	751,033	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)	751,033	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2022	Remarks
5	Deferred Gains or Losses on Hedges	(96,220)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2022	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	(414,022)	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, 2022	Remarks
6-a	Trading Assets	19,649,112	Including trading account securities and derivatives for trading assets
6-b	Securities	38,412,009	
6-c	Loans and Bills Discounted	92,119,481	Including subordinated loans
6-d	Derivatives other than for Trading Assets	4,192,965	
6-e	Other Assets	9,147,569	Including money invested
6-f	Trading Liabilities	14,822,746	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	4,995,676	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2022	Remarks
16	Investments in own capital instruments	10,404	
37	Common Equity Tier 1 capital	2,084	
52	Additional Tier 1 capital	4,600	
	Tier 2 capital	3,719	
	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)	487,767	
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	3,972	
72	Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deduction (before risk weighting)	483,795	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	382,762	
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)	363,079	

7. Non-Controlling Interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2022	Remarks
7	Non-Controlling Interests	72,774	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2022	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	488	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)	16,720	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	64,677	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)	3,575	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, 2022	Remarks
8-a	Borrowed Money	2,990,638	
8-b	Bonds and Notes	11,628,828	
	Total	14,619,466	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 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	1,274,185	