

Explanation of "Composition of Capital Disclosure"

Mizuho Trust & Banking [Consolidated]
As of September 30, 2023

(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	2,576,430		
Guarantee Deposits Paid under Securities Borrowing Transactions	40,318		
Other Debt Purchased	39,541		
Money Held in Trust	26,001		
Securities	282,719		2-b, 6-b
Loans and Bills Discounted	2,936,138		6-c
Foreign Exchange Assets	5,472		
Other Assets	239,116		6-d
Tangible Fixed Assets	93,485		
Intangible Fixed Assets	30,500		2-a
Net Defined Benefit Asset	128,144		3
Deferred Tax Assets	766		4-a
Customers' Liabilities for Acceptances and Guarantees	13,909		
Reserves for Possible Losses on Loans	(2,734)		
Total Assets	6,409,811		
Liabilities			
Deposits	2,895,583		
Negotiable Certificates of Deposit	385,550		
Call Money and Bills Sold	1,008,231		
Borrowed Money	326,100		8-a
Due to Trust Accounts	1,083,338		
Other Liabilities	45,365		6-f
Reserve for Bonus Payments	3,218		
Reserve for Variable Compensation	136		
Net Defined Benefit Liability	1,124		
Reserve for Director and Corporate Auditor Retirement Benefits	169		
Reserve for Reimbursement of Deposits	594		
Deferred Tax Liabilities	48,643		4-b
Acceptances and Guarantees	13,909		
Total Liabilities	5,811,966		
Net Assets			
Common Stock and Preferred Stock	247,369		1-a
Capital Surplus	17,825		1-b
Retained Earnings	284,339		1-c
Treasury Stock	(79,999)		1-d
Total Shareholders' Equity	469,534		
Net Unrealized Gains (Losses) on Other Securities	75,875		
Deferred Gains or Losses on Hedges	10,367		5
Foreign Currency Translation Adjustments	4,849		
Remeasurements of Defined Benefit Plans	37,112		
Total Accumulated Other Comprehensive Income	128,205	(a)	
Non-Controlling Interests	104		7
Total Net Assets	597,844		
Total Liabilities and Net Assets	6,409,811		

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, 2023	Remarks
1-a	Common Stock and Preferred Stock	247,369	
1-b	Capital Surplus	17,825	
1-c	Retained Earnings	284,339	
1-d	Treasury Stock	(79,999)	
	Total Shareholders' Equity	469,534	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2023	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	469,534	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	284,339	
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, 2023	Remarks
2-a	Intangible Fixed Assets	30,500	
2-b	Securities	282,719	
	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	(5,803)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2023	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	10,294	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	14,402	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, 2023	Remarks
3	Net Defined Benefit Asset	128,144	
	Income taxes related to above	(39,237)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2023	Remarks
15	Net Defined Benefit Asset	88,906	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2023	Remarks
4-a	Deferred Tax Assets	766	
4-b	Deferred Tax Liabilities	48,643	
	Tax effects on intangible fixed assets	5,803	
	Tax effects on net defined benefit asset	39,237	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2023	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	2	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)	929	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)	929	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2023	Remarks
5	Deferred Gains or Losses on Hedges	10,367	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2023	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	10,367	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, 2023	Remarks
	Trading Assets	-	
6-b	Securities	282,719	
6-c	Loans and Bills Discounted	2,936,138	
6-d	Other Assets	239,116	Including Derivatives other than for Trading Assets and money invested
	Trading Liabilities	-	
6-f	Other Liabilities	45,365	Including Derivatives other than for Trading Liabilities

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2023	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)	10,724	
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)	10,724	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	1,644	
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)	1,644	

7. Non-Controlling Interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2023	Remarks
7	Non-Controlling Interests	104	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2023	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)	17	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)	4	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, 2023	Remarks
8-a	Borrowed Money	326,100	
	Bonds and Notes	-	
	Total	326,100	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2023	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	-	