

II. Review of Credits

1. Self-Assessment of Assets and Write-offs/Reserves

Self-Assessment of Assets

Mizuho Holdings has strictly executed the following obligor classifications and asset classifications on its asset quality in accordance with the strict *Standard on Self-Assessment of Assets* with an unification among the 3 banks based on the Financial Inspection Manuals promulgated by the Financial Services Agency.

[Obligor Classifications]

Normal Obligors	Obligors generally recognized to be experiencing good business conditions and having no significant financial problems.
Watch Obligors	Obligors who require careful credit watching.
Intensive Control Obligors	Obligors who have a high probability that the obligor will go bankrupt.
Substantially Bankrupt Obligors	Obligors for which legal bankruptcy has not yet occurred, but who are substantially going bankrupt.
Bankrupt Obligors	Obligors who have already gone bankrupt, from both legal and/or formal perspectives.

[Asset Classifications]

Category I (Unclassified)	Assets, etc. not classified as Category II, III or IV.
Category II	Assets, etc. which are deemed to have a higher-than ordinary risk of default.
Category III	Assets, etc. of which there are significant concern over complete collection or the value.
Category IV	Assets, etc. that are deemed to be irrecoverable or of no value.

Write-offs/Reserves

Mizuho Holdings has enacted a conservative and rational *Standard on Write-offs and Reserves* with an unification among the 3 banks based on the Commercial Code, generally accepted auditing standards in Japan, the practical guidance published by the Japanese Institute of Certified Public Accountants, the Financial Inspection Manuals, etc., and carried out the following write-offs and reserves for its assets in principle, based on the results of aforementioned Self-Assessment of Assets.

Normal Obligors	Appropriate the expected amount of the losses over a year computed based on the expected loss ratio for general reserve for possible losses on loans.
Watch Obligors	Appropriate the expected amount of the losses over three years computed based on the expected loss ratio for general reserve for possible losses on loans. As for any claims against obligors having Past Due for 3 Months or More and/or Restructured Loans, appropriate the indispensable amount *among the balance after deduction of the anticipated amount from the sale of collateral pledged against the claims and/or the anticipated amount that may be recovered from guarantors of the claims for general reserve for possible losses on loans.
Intensive Control Obligors	Appropriate either amount of following (1) or (2) for specific reserve for possible losses on loans, among the balance* after deduction of the anticipated amount from the sale of collateral pledged against the claims and/or the anticipated amount that may be recovered from guarantors of the claims. (1) the amount computed based on a comprehensive evaluation of the obligor's ability to pay. (2) the amount multiplying the aforementioned balance* by the expected loss ratio for the next three years.
Substantially Bankrupt Obligors	Appropriate the following amount for specific reserve for possible losses on loans or write-offs: all of the balance after deduction of the anticipated amount from the sale of collateral pledged against the claims and/or the anticipated amount that may be recovered from guarantors of the claims.
Bankrupt Obligors	Appropriate the following amount for specific reserve for possible loan losses on loans or write-offs: all of the balance after deduction of the anticipated amount from the sale of collateral pledged against the claims and/or the anticipated amount that may be recovered from guarantors of the claims.

2. Status of Non-Accrual, Past Due, & Restructured Loans

*1: The figures below are after direct charge-offs of Category IV loans.

*2: Treatment of accrued interest is based on the results of the self-assessment of assets.

(No accrued interest receivable on loans to Bankrupt Obligors, Substantially Bankrupt Obligors, and Intensive Control Obligors are recognized.)

(Consolidated)

(in millions of yen)

Non-Accrual, Past Due & Restructured Loans	9/30/2001			3/31/2001	9/30/2000
		Change from 3/31/01	Change from 9/30/00		
Loans to Bankrupt Obligors	586,579	116,548	(274)	470,031	586,854
Non-Accrual Delinquent Loans	2,911,883	742,191	739,909	2,169,692	2,171,974
Loans Past Due for 3 Months or More	155,598	30,797	(32,548)	124,800	188,147
Restructured Loans	2,589,946	798,176	998,309	1,791,770	1,591,637
Total	6,244,009	1,687,713	1,705,396	4,556,295	4,538,612

* Above figures are presented net of direct charge-offs.

Amount of Direct Charge-offs	2,652,286	(83,337)	(347,213)	2,735,623	2,999,500
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Total Loans (Balance as of 9/30/2001)	90,587,678	(1,699,093)	(360,430)	92,286,772	90,948,109
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		(%)				
Ratio to Total Loans	Loans to Bankrupt Obligors	0.65	0.14	0.00	0.51	0.65
	Non-Accrual Delinquent Loans	3.21	0.86	0.83	2.35	2.39
	Loans Past Due for 3 Months or More	0.17	0.04	(0.04)	0.14	0.21
	Restructured Loans	2.86	0.92	1.11	1.94	1.75
	Total	6.89	1.96	1.90	4.94	4.99

(Aggregated Figures of the 3 Banks)

(in millions of yen)

Non-Accrual, Past Due & Restructured Loans	9/30/2001			3/31/2001	9/30/2000
		Change from 3/31/01	Change from 9/30/00		
Loans to Bankrupt Obligors	553,203	125,549	33,446	427,654	519,757
Non-Accrual Delinquent Loans	2,405,542	515,790	516,799	1,889,752	1,888,743
Loans Past Due for 3 Months or More	149,765	12,521	(29,268)	137,244	179,033
Restructured Loans	2,367,257	727,777	875,394	1,639,480	1,491,863
Total	5,475,770	1,381,634	1,396,370	4,094,136	4,079,400

* Above figures are presented net of direct charge-offs.

Amount of Direct Charge-offs	1,998,354	(126,959)	(259,382)	2,125,313	2,257,736
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Total Loans (Balance as of 9/30/2001)	84,205,977	(1,491,725)	(349,524)	85,697,702	84,555,501
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		(%)				
Ratio to Total Loans	Loans to Bankrupt Obligors	0.66	0.16	0.05	0.50	0.61
	Non-Accrual Delinquent Loans	2.86	0.65	0.63	2.21	2.23
	Loans Past Due for 3 Months or More	0.18	0.02	(0.03)	0.16	0.21
	Restructured Loans	2.81	0.90	1.05	1.91	1.76
	Total	6.50	1.72	1.68	4.78	4.82

3. Status of Loan Loss Reserves (Consolidated)

	9/30/2001			(in millions of yen)	
		Change from 3/31/01	Change from 9/30/00	3/31/2001	9/30/2000
Reserves for Possible Losses on Loans (a+b+c)	1,909,131	281,499	298,457	1,627,632	1,610,674
(a)General Reserve for Possible Losses on Loans	877,212	96,437	123,488	780,774	753,723
(b)Specific Reserve for Possible Losses on Loans	1,004,694	186,750	174,204	817,943	830,490
(c)Reserve for Possible Losses on Loans to Restructuring Countries	27,224	(1,689)	764	28,914	26,460
Amount of Direct Charge-offs	2,749,034	(88,993)	(347,747)	2,838,028	3,096,781
Reserve for Possible Losses on Support of Specific Borrowers	195,512	35,883	(26,465)	159,628	221,977
Reserve for Possible Losses on Loans Sold	121,972	(77,120)	(130,089)	199,093	252,061

(Aggregated Figures of the 3 Banks)

	9/30/2001			(in millions of yen)	
		Change from 3/31/01	Change from 9/30/00	3/31/2001	9/30/2000
Reserves for Possible Losses on Loans (a+b+c)	1,559,165	219,387	235,320	1,339,778	1,323,845
(a)General Reserve for Possible Losses on Loans	650,376	96,495	105,080	553,881	545,296
(b)Specific Reserve for Possible Losses on Loans	884,217	124,210	129,660	760,007	754,557
(c)Reserve for Possible Losses on Loans to Restructuring Countries	24,571	(1,317)	581	25,888	23,990
Amount of Direct Charge-offs	2,081,301	(121,641)	(240,768)	2,202,942	2,322,069
Reserve for Possible Losses on Support of Specific Borrowers	219,112	42,375	(16,092)	176,737	235,204
Reserve for Possible Losses on Loans Sold	118,273	(77,125)	(126,329)	195,398	244,602
Loans to CCPC	192,625	(119,184)	(227,395)	311,809	420,020

*CCPC: Cooperative Credit Purchasing Company, Ltd.

4. Reserve Ratios for Non-Accrual, Past Due, & Restructured Loans (Consolidated)

	9/30/2001			9/30/2000 (%)	
		Change from 3/31/01	Change from 9/30/00	3/31/2001	9/30/2000
Before Direct Charge-offs of Category IV Loans	54.56	(8.87)	(10.84)	63.43	65.39
After Direct Charge-offs of Category IV Loans	33.71	(5.52)	(6.67)	39.23	40.38

(Aggregated Figures of the 3 Banks)

	9/30/2001			9/30/2000 (%)	
		Change from 3/31/01	Change from 9/30/00	3/31/2001	9/30/2000
Before Direct Charge-offs of Category IV Loans	51.64	(8.16)	(9.60)	59.80	61.24
After Direct Charge-offs of Category IV Loans	32.48	(4.56)	(5.74)	37.04	38.22

5. Disclosed Claims under the Financial Reconstruction Law ("FRL") (Aggregated Figures of the 3 Banks)

(in millions of yen)

	9/30/2001		3/31/2001	9/30/2000	
		Change from 3/31/01			Change from 9/30/00
Claims against Bankrupt and Substantially-Bankrupt Obligors	944,253	138,322	(95,781)	805,931	1,040,034
Claims with Collection Risk	2,116,806	503,794	691,207	1,613,012	1,425,599
Claims for Special Attention	2,517,022	740,297	846,125	1,776,725	1,670,897
Total (A)	5,578,085	1,382,414	1,441,550	4,195,671	4,136,535
Amount of Direct Charge-offs	2,081,301	(121,641)	(240,768)	2,202,942	2,322,069

6. Status of Coverage on Disclosed Claims under the FRL (Aggregated Figures of the 3 Banks)

(in millions of yen)

	9/30/2001		3/31/2001	9/30/2000	
		Change from 3/31/01			Change from 9/30/00
Coverage Amount (B)	3,903,153	826,043	802,009	3,077,110	3,101,144
Reserve for Possible Losses on Loans	1,097,955	218,452	263,195	879,503	834,760
Reserve for Possible Losses on Support of Specific Borrowers	219,112	42,700	(16,092)	176,412	235,204
Collateral, Guarantees, etc.	2,586,083	564,889	554,903	2,021,194	2,031,180

(%)

Coverage Ratio (B)/(A)					
After Direct Charge-offs of Category IV Loans	70.0	(3.3)	(5.0)	73.3	75.0
Before Direct Charge-offs of Category IV Loans	78.1	(4.4)	(5.9)	82.5	84.0
against Claims against Bankrupt and Substantially-Bankrupt Obligors	100.0	-	-	100.0	100.0
against Claims with Collection Risk	80.6	(4.8)	(2.9)	85.4	83.5
against Claims for Special Attention	49.8	(0.5)	(2.5)	50.3	52.3

Reserve Ratio against Non-collateralized Claims

(%)

against Claims against Bankrupt and Substantially-Bankrupt Obligors	100.0	-	-	100.0	100.0
against Claims with Collection Risk	64.8	(7.9)	(4.0)	72.7	68.8
against Claims for Special Attention	25.9	(2.0)	(6.3)	27.9	32.2

[Reference] Reserve Ratio regarding Other Claims

(%)

Claims against Watch Obligors excluding Claims for Special Attention	3.69	(0.25)	(0.26)	3.94	3.95
Normal Claims	0.08	(0.02)	(0.04)	0.10	0.12

**7. Overview of Disclosure on Problem Loans
(Aggregated figures of the 3 Banks)**

(in millions of yen)

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SELF-ASSESSMENT					Disclosed Claims under the Financial Reconstruction Law	Non-Accrual, Past Due & Restructured Loans											
Obligor	Non-Categorization	Category	Category III	Category IV													
Bankrupt and Substantially Bankrupt Obligors 944,253	944,253 Covered by Reserves, Good Quality Collateral or Guarantees		Reserve ratio 100%	Direct Write-offs	Claims against Bankrupt and Substantially-Bankrupt Obligors 944,253 Coverage ratio 100%	Loans to Bankrupt Obligors 553,203											
Intensive Control Obligors 2,116,806	1,706,531 Covered by Reserves, Good Quality Collateral or Guarantees		410,275 Reserve ratio 64.8%		Claims with Collection Risk 2,116,806 Coverage ratio 80.6%	Non-Accrual Delinquent Loans 2,405,542											
Watch Obligors						102,315 (Note 2)											
<table border="1"> <tr> <td>Claims for Special Attention 2,517,022</td> <td rowspan="3">Reserve ratio for un-covered portion 25.9%</td> <td rowspan="3"></td> <td rowspan="3"></td> <td rowspan="3"></td> <td rowspan="3">Claims for Special Attention (Note1) 2,517,022 Coverage ratio 49.8%</td> <td>Loans Past Due for 3 Months or more 149,765</td> </tr> <tr> <td>Special Attention Obligors</td> <td>Restructured Loans</td> </tr> <tr> <td>Other Watch Obligors</td> <td>2,367,257</td> </tr> </table>	Claims for Special Attention 2,517,022	Reserve ratio for un-covered portion 25.9%				Claims for Special Attention (Note1) 2,517,022 Coverage ratio 49.8%	Loans Past Due for 3 Months or more 149,765	Special Attention Obligors	Restructured Loans	Other Watch Obligors	2,367,257						
Claims for Special Attention 2,517,022	Reserve ratio for un-covered portion 25.9%									Claims for Special Attention (Note1) 2,517,022 Coverage ratio 49.8%	Loans Past Due for 3 Months or more 149,765						
Special Attention Obligors											Restructured Loans						
Other Watch Obligors		2,367,257															
Normal Obligors																	
Total 97,215,359					Aggregate Coverage Ratio 70.0%	Total 5,475,770											
					Total 5,578,085	Total 5,475,770											

Note 1 Claims for Special Attention includes loans only and is equal to the total amount of Loans Past Due for 3 Months or More and Restructured Loans. The figure under Special Attention Obligors represents the total amount of claims against the obligors of claims for Special Attention.

Note 2 The difference between total Non-Accrual, Past Due & Restructuring Loans and total Disclosed Claims under the FRL represents claims included in Disclosed Claims under the FRL other than loans.

8 . Status of Loans by Industry
a) Outstanding Loans by Industry
(Aggregated Figures of the 3 Banks)

(in millions of yen)

	9/30/2001		3/31/2001	9/30/2000	
		Change from 3/31/01			Change from 9/30/00
Domestic Offices (excluding loans booked at offshore markets)	74,665,130	(538,753)	(606,018)	75,203,883	75,271,148
Manufacturing	11,458,442	(33,350)	(121,781)	11,491,792	11,580,223
Agriculture	98,227	(8,568)	(11,242)	106,795	109,469
Forestry	3,574	(367)	(338)	3,941	3,912
Fishery	60,653	742	8,975	59,911	51,678
Mining	85,214	2,326	(6,937)	82,888	92,151
Construction	2,757,698	(154,724)	(100,083)	2,912,422	2,857,781
Utilities	1,557,907	(172,005)	(290,754)	1,729,912	1,848,661
Transportation & Communication	4,143,308	(318,094)	(377,964)	4,461,402	4,521,272
Wholesale, Retail & Restaurant	10,805,086	(252,465)	(55,019)	11,057,551	10,860,105
Finance & Insurance	9,156,583	(312,732)	5,504	9,469,315	9,151,079
Real Estate	7,989,254	(133,108)	(142,705)	8,122,362	8,131,959
Services	11,751,282	(1,686)	(151,458)	11,752,968	11,902,740
Local Government	230,059	(26,961)	(13,278)	257,020	243,337
Others	14,567,836	872,240	651,062	13,695,596	13,916,774
Overseas Offices and loans booked at offshore markets	9,540,846	(952,973)	256,494	10,493,819	9,284,352
Governments	408,301	(28,677)	73,296	436,978	335,005
Financial Institutions	472,558	(77,440)	(24,452)	549,998	497,010
Others	8,659,985	(846,855)	207,652	9,506,840	8,452,333
Total	84,205,977	(1,491,725)	(349,524)	85,697,702	84,555,501

b) Non-Accrual, Past Due & Restructured Loans and Disclosed Claims under the FRL by Industry (Aggregated Figures of the 3 Banks)

(in millions of yen)

	9/30/2001		3/31/2001		9/30/2000	
	Non-Accrual, Past Due & Restructured Loans	Disclosed Claims under the FRL	Non-Accrual, Past Due & Restructured Loans	Disclosed Claims under the FRL	Non-Accrual, Past Due & Restructured Loans	Disclosed Claims under the FRL
Domestic Offices (excluding loans booked at offshore markets)	5,119,086	5,170,085	3,745,446	3,794,480	3,836,169	3,881,581
Manufacturing	314,438	319,432	206,894	208,323	173,771	175,456
Agriculture	21,764	21,797	21,307	21,362	20,891	20,917
Forestry	134	134	135	135	138	138
Fishery	186	195	439	448	115	125
Mining	2,398	2,408	1,897	1,908	4,188	11,220
Construction	581,559	582,471	492,679	493,118	495,990	496,653
Utilities	9,450	10,436	2,164	2,164	5,015	5,015
Transportation & Communication	76,306	76,734	47,596	47,677	52,965	53,088
Wholesale, Retail & Restaurant	888,083	910,270	556,650	569,514	563,583	576,232
Finance & Insurance	480,314	481,128	303,471	315,939	434,316	434,544
Real Estate	1,407,163	1,409,318	1,031,866	1,033,745	951,491	953,560
Services	1,006,867	1,023,728	781,218	797,699	841,367	858,984
Local Government	-	-	-	-	-	-
Others	330,408	332,019	299,114	302,434	292,320	295,633
Overseas Offices and loans booked at offshore markets	356,684	407,998	348,689	401,191	243,231	254,953
Governments	10,304	10,304	17,466	21,534	13,443	13,459
Financial Institutions	4,935	8,915	9,012	9,012	10,564	10,564
Others	341,442	388,776	322,209	370,640	219,221	230,926
Total	5,475,770	5,578,085	4,094,136	4,195,671	4,079,400	4,136,535

**c) Outstanding Housing and Consumer Loans
(Aggregated Figures of the 3 Banks)**

(in millions of yen)

	9/30/2001		3/31/2001	9/30/2000
		Change from 3/31/01		
Housing and Consumer Loans	12,299,107	40,725	233,816	12,258,382
Housing Loans	11,357,149	82,061	273,080	11,275,088
for owner occupied house	8,584,874	171,082	414,652	8,413,792
Consumer loans	941,958	(41,336)	(39,263)	983,294

**d) Share and Amount of Loans to Both Small/Medium-Size Companies and Individuals
(Aggregated Figures of the 3 Banks)**

(% , in millions of yen)

	9/30/2001		3/31/2001	9/30/2000
		Change from 3/31/01		
Share of Loans to Both Small/Medium-Size Companies and Individuals	62.8	(0.6)	63.4	62.1
Loans to Both Small/Medium-Size Companies and Individuals	46,871,791	(796,890)	47,668,681	46,715,533

* The figures above do not include loans booked at overseas offices or offshore markets.

* The definition of "Small/Medium-Size companies" is as follows:

Companies of which the capital is 300 million yen or below (100 million yen or below for the wholesale industry and 50 million yen or below for the retail, restaurant & service industries), or companies with full-time employees of 300 or below (100 or below for the wholesale industry, 50 or below for the retail and restaurant industries, and 100 or below for the service industry)

9 . Status of Loans by Nationality of Borrowers

**a) Loans to Restructuring Countries
(Aggregated Figures of the 3 Banks)**

(in millions of yen, number of countries)

	9/30/2001		3/31/2001	9/30/2000
		Change from 3/31/01		
Loan amount	165,255	(32,373)	197,628	187,205
Number of Restructuring Countries	8	(1)	9	9

b) Loans to Asia
(Aggregated Figures of the 3 Banks)

(in millions of yen)

	9/30/2001		3/31/2001	9/30/2000
		Change from 3/31/01 Change from 9/30/00		
Hong Kong	538,484	(89,129) (116,500)	627,613	654,984
Thailand	318,501	(9,351) 3,425	327,852	315,076
China	237,933	(32,340) (6,922)	270,273	244,855
Indonesia	215,699	(43,412) (29,298)	259,111	244,997
South Korea	196,309	(6,462) (92,163)	202,771	288,472
Singapore	144,361	(19,240) (27,127)	163,601	171,488
Taiwan	92,161	(3,904) 8,780	96,065	83,381
India	68,272	(8,244) (4,748)	76,516	73,020
Others	223,931	(42,676) (3,411)	266,607	227,342
Total	2,035,657	(254,760) (267,968)	2,290,417	2,303,625

(Non-Accrual, Past Due & Restructured Loans) (in millions of yen)

	9/30/2001		3/31/2001	9/30/2000
		Change from 3/31/01 Change from 9/30/00		
Hong Kong	7,340	(8,363) (24,196)	15,703	31,536
Thailand	39,087	5,625 9,910	33,462	29,177
China	20,187	(11,550) (8,429)	31,737	28,616
Indonesia	46,192	(4,051) 1,095	50,243	45,097
South Korea	3,416	(722) (826)	4,138	4,242
Singapore	5,998	2,789 2,794	3,209	3,204
Taiwan	1,367	1,338 (8)	29	1,375
India	6,320	4,306 3,763	2,014	2,557
Others	10,916	3,384 2,075	7,532	8,841
Total	140,829	(7,248) (13,822)	148,077	154,651

c) Loans to Central and South America
(Aggregated Figures of the 3 Banks)

(in millions of yen)

	9/30/2001		3/31/2001	9/30/2000
		Change from 3/31/01 Change from 9/30/00		
Mexico	87,701	(85) 26,551	87,786	61,150
Chile	51,609	(4,885) 5,687	56,494	45,922
Colombia	38,896	(5,235) (1,067)	44,131	39,963
Others	103,278	1,539 19,101	101,739	84,177
Total	281,485	(8,670) 50,270	290,155	231,215

(Non-Accrual, Past Due & Restructured Loans) (in millions of yen)

	9/30/2001		3/31/2001	9/30/2000
		Change from 3/31/01 Change from 9/30/00		
Mexico	1,946	1,946 1,946	-	-
Chile	-	- -	-	-
Colombia	447	(17) 447	464	0
Others	1,595	329 411	1,266	1,184
Total	3,989	2,259 2,805	1,730	1,184

d) Loans to Russia
(Aggregated Figures of the 3 Banks)

(in millions of yen)

	9/30/2001		3/31/2001	9/30/2000
		Change from 3/31/01 Change from 9/30/00		
Russia	18,459	445 1,326	18,014	17,133

(Non-Accrual, Past Due & Restructured Loans) (in millions of yen)

	9/30/2001		3/31/2001	9/30/2000
		Change from 3/31/01 Change from 9/30/00		
Russia	3,332	(446) (263)	3,778	3,595

10. Principals of Problem Loans Sold**(Aggregated Figures of the 3 Banks)**

(in billions of yen)

	9/30/2001		3/31/2001	
		Change from 9/30/00		9/30/00
Principals of Problem Loans Sold	256.4	90.2	351.6	166.2
To CCPC	-	-	-	-
To RCC	11.0	(7.3)	36.3	18.3
To Others	245.3	97.5	315.0	147.8

Notes: "CCPC" stands for Cooperative Credit Purchasing Company, Limited.

"RCC" stands for Resolution and Collection Corporation.

11. Debt Forgiveness**(Aggregated Figures of the 3 Banks)**

(number of cases, in billions of yen)

	9/30/2001		3/31/2001	
		Change from 9/30/00		9/30/00
Number of Debt Forgiveness cases	3	(4)	19	7
Book Amounts of Debt Forgiveness	3.4	(63.8)	207.5	67.2

Note: The above figures do not include debt forgiveness conducted following legal bankruptcy procedures.