

SELECTED FINANCIAL INFORMATION

For Fiscal 2004

REGARDING DEFERRED TAXES

MIZUHO

A thick, black, curved line that starts under the 'M', arches over the 'I', 'Z', 'U', and 'H', and ends under the 'O'.

Mizuho Financial Group, Inc.

DEFERRED TAXES

1. Change in Deferred Tax Assets, etc.

CONSOLIDATED

(Billions of yen)

	As of March 31, 2005		As of September 30, 2004	As of March 31, 2004
		Change from September 30, 2004		
Net Deferred Tax Assets (A)	1,002.8	(205.5)	(330.0)	1,208.4

(Reference)

Tier I (B)	4,172.0	127.9	230.9	4,044.1	3,941.1
(A)/(B) (%)	24.0	(5.8)	(9.7)	29.8	33.8

NON-CONSOLIDATED

(Billions of yen)

Mizuho Bank	As of March 31, 2005		As of September 30, 2004	As of March 31, 2004	
		Change from September 30, 2004			
Total Deferred Tax Assets (A)	1,108.3	(15.7)	(67.3)	1,124.0	1,175.7
Total Deferred Tax Liabilities (B)	(197.7)	(23.8)	(19.6)	(173.8)	(178.0)
(A) + (B)	910.6	(39.5)	(86.9)	950.1	997.6
Valuation Allowance	(321.6)	(14.5)	(31.4)	(307.0)	(290.1)
Net Deferred Tax Assets (C)	589.0	(54.1)	(118.4)	643.1	707.4

(Reference)

Tier I (D)	1,881.9	13.1	70.2	1,868.7	1,811.6
(C)/(D) (%)	31.2	(3.1)	(7.7)	34.4	39.0

Mizuho Corporate Bank

Total Deferred Tax Assets (A)	1,880.1	(63.1)	(125.7)	1,943.2	2,005.8
Total Deferred Tax Liabilities (B)	(372.6)	(84.1)	(45.6)	(288.4)	(326.9)
(A) + (B)	1,507.4	(147.3)	(171.3)	1,654.7	1,678.8
Valuation Allowance	(1,150.0)	20.8	(5.6)	(1,170.8)	(1,144.3)
Net Deferred Tax Assets (C)	357.4	(126.4)	(177.0)	483.8	534.4

(Reference)

Tier I (D)	2,664.5	300.9	389.8	2,363.6	2,274.7
(C)/(D) (%)	13.4	(7.0)	(10.0)	20.4	23.4

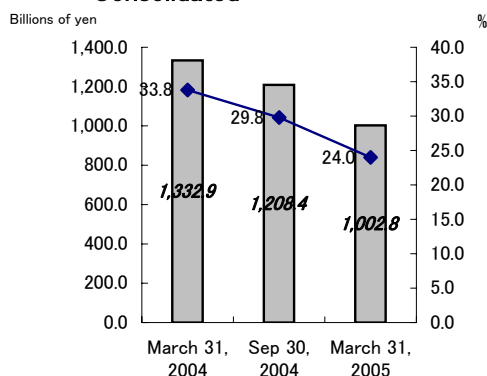
Aggregated Figures of the Two Banks

Total Deferred Tax Assets (A)	2,988.4	(78.8)	(193.0)	3,067.3	3,181.5
Total Deferred Tax Liabilities (B)	(570.3)	(107.9)	(65.2)	(462.3)	(505.0)
(A) + (B)	2,418.1	(186.8)	(258.3)	2,604.9	2,676.4
Valuation Allowance	(1,471.6)	6.2	(37.1)	(1,477.9)	(1,434.5)
Net Deferred Tax Assets (C)	946.4	(180.5)	(295.5)	1,127.0	1,241.9

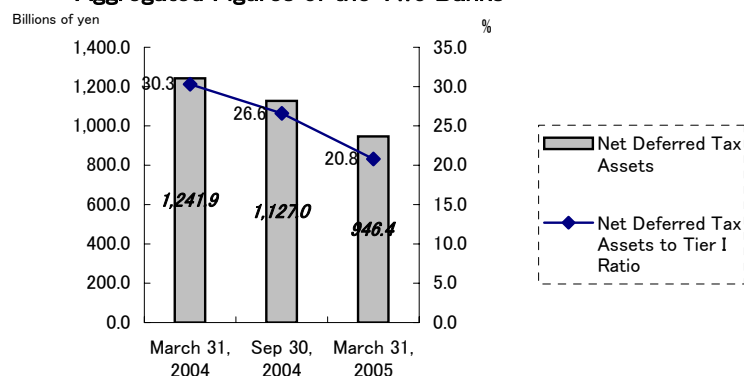
(Reference)

Tier I (D)	4,546.4	314.1	460.0	4,232.3	4,086.4
(C)/(D) (%)	20.8	(5.8)	(9.5)	26.6	30.3

Consolidated



Aggregated Figures of the Two Banks



2. Estimation of Deferred Tax Assets, etc.

NON-CONSOLIDATED

(1) Calculation Policy

Recoverability of Deferred Tax Assets is basically assessed based on future taxable income derived from future profitability, considering that Mizuho Bank and Mizuho Corporate Bank's fundamental profitability enabled the two banks to consistently report an appropriate level of Net Business Profits in previous periods. Mizuho Bank and Mizuho Corporate Bank's loss carry-forwards and future deductible temporary differences in the past resulted from nonrecurring special causes, e.g. losses from extraordinary and significant waiver of claims due to the crash of the bubble economy, acceleration of disposal of problem loans and stock holdings in accordance with government policy to promptly stabilize the financial system under the long deflationary depression, and the restructuring of businesses to meet the severe management environment. Since the two banks could have reported positive taxable income every year except for the losses from these special factors, the conditions under the provisory clause of 5. (1) ④ of "Audit Guideline for Considering Recoverability of Deferred Tax Assets (JICPA Audit Committee Report No.66) have been fulfilled. Period for future taxable income considered in the assessment is five years.

(Reference) Past results of taxable income (loss)

	(Billions of yen)	
	Mizuho Bank	Mizuho Corporate Bank
Fiscal 2004 (estimate)	40.0	500.0
Fiscal 2003	396.3	423.4
Fiscal 2002	(976.5)	(2,326.9)
Fiscal 2001	(408.0)	(185.0)
Fiscal 2000	89.1	127.2

(Notes)

- Figures are taxable income (tax loss) amounts per the final corporation tax returns before deducting tax losses carried forward from prior years. Subsequent amendments have not been reflected.
- Figures for Fiscal 2004 are estimates of taxable income before deducting tax losses carried forward from prior years.
- Above figures are those before deducting losses due to nonrecurring special reasons stipulated in Section 5. of JICPA Audit Committee Report No.66.
If these nonrecurring factors are excluded, positive taxable income would have been recorded in each term.
- Figures for the periods before the Corporate Split and Merger are those of the legally surviving banks.

(2) Estimation for Calculating Deferred Tax Assets**Mizuho Bank**

(Billions of yen)

1. Estimate of future taxable income

(Reference)

		Total amount for five years (from April 1, 2005 to March 31, 2010)	Fiscal 2004	
	Gross Profits	1	4,955.8	893.4
	General and Administrative Expenses	2	(2,610.7)	(547.1)
	Net Business Profits (Before Provision for General Reserve for Possible Losses on Loans)	3	2,345.1	346.3
	Credit related Costs	4	(547.7)	(76.7)
	Income before Income Taxes	5	1,561.0	109.7
	Future Tax Adjustments	6	346.0	
	Taxable Income before Current Temporary Differences	7	1,907.0	
	Effective tax rates	8	40.59%	
	Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences [7 x 8]	9	774.0	⇒Equal to Line 25

Notes:

1. Future Tax Adjustments are estimated future book-tax differences under the provisions of the corporation tax law and others.
2. Taxable Income before Current Temporary Differences is an estimate of taxable income before reversal of temporary differences as of March 31, 2005.

2. Breakdown of Deferred Tax Assets

March 31, 2005

	Reserves for Possible Losses on Loans	10	128.5
	Write-down of securities	11	360.7
	Net Unrealized Losses on Other Securities	12	-
	Reserve for Employee Retirement Benefits	13	-
	Loss Carry-forwards	14	379.9
	Other	15	239.0
	Total Deferred Tax Assets	16	1,108.3
	Valuation Allowance	17	(321.6)
	Sub Total [16 + 17]	18	786.7
	Amount related to Retirement Benefits Accounting	19	(162.0)
	Unrealized Profits related to Lease Transactions	20	-
	Net Unrealized Gains on Other Securities	21	(14.2)
	Other	22	(21.3)
	Total Deferred Tax Liabilities	23	(197.7)
	Net Deferred Tax Assets [16 + 17 + 23]	24	589.0
	Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences [9]	25	774.0
	Net Unrealized Gains on Other securities [21]	26	(14.2)
	Others including Deferred Tax Assets corresponding to Remaining Taxable Income before Current Temporary Differences	27	(170.7)

<Explanation>

Future taxable income was estimated using more conservative assumptions than those used in the mid-term business plan formulated in April, 2005. Details of the respective estimated five-year totals are as follows. Gross Profits: ¥4,955.8 billion [1], General and Administrative Expenses: ¥2,610.7 billion [2], and Net Business Profits(Before Provision for General Reserve for Possible Losses on Loans): ¥2,345.1 billion [3]. The resulting estimated Income before Income Taxes (including credit-related costs, etc.) is ¥1,561.0 billion [5] and estimated Taxable Income before Current Temporary Differences is ¥1,907.0 billion [7].

On the other hand, deferred tax assets which are tax deductible in the future, such as Reserves for Possible Losses on Loans, loss carry-forwards and others amount to ¥1,108.3 billion [16]. However, after considering temporary differences which are not expected to be reversed in the next five years, Valuation Allowance of ¥(321.6) billion [17] was provided, therefore after offsetting deferred tax liabilities of ¥(197.7) billion [23], ¥589.0 billion [24] of net deferred tax assets was recorded on the balance sheet.

This net deferred tax assets of ¥589.0 billion [24] is within the amount of Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences of ¥774.0 billion [9], which was calculated based on Taxable Income before Current Temporary Differences for the next five years (¥1,907.0 billion [7]) and future effective tax rates.

Note: Amount related to Retirement Benefits Accounting includes deferred tax liabilities related to gains from establishment of retirement benefits trust of ¥(97.1) billion.

Mizuho Corporate Bank

(Billions of yen)

1. Estimate of future taxable income

(Reference)

		Total amount for five years (from April 1, 2005 to March 31, 2010)	Fiscal 2004
Gross Profits	1	2,902.7	550.7
General and Administrative Expenses	2	(1,082.4)	(202.7)
Net Business Profits (Before Provision for General Reserve for Possible Losses on Loans)	3	1,820.3	348.0
Credit related Costs	4	(295.0)	(136.9)
Income before Income Taxes	5	1,503.8	403.2
Future Tax Adjustments	6	45.6	
Taxable Income before Current Temporary Differences	7	1,549.4	

Effective tax rate	8	40.64%	
Deferred Tax Assets corresponding to Taxable Income before Adjustment (7 x 8)	9	629.7	⇒Equal to Line 25

Notes:

1. Future Tax Adjustments are estimated future book-tax differences under the provisions of the corporation tax law and others.
2. Taxable Income before Current Temporary Differences is an estimate of taxable income before reversal of temporary differences as of March 31, 2005.

2. Breakdown of Deferred Tax Assets

March 31, 2005

Reserves for Possible Losses on Loans	10	144.1
Write-down of securities	11	637.5
Net Unrealized Losses on Other Securities	12	-
Reserve for Employee Retirement Benefits	13	-
Loss Carry-forwards	14	944.0
Other	15	154.4
Total Deferred Tax Assets	16	1,880.1
Valuation Allowance	17	(1,150.0)
Sub Total [16 + 17]	18	730.0
Amount related to Retirement Benefits Accounting	19	(71.8)
Unrealized Profits related to Lease Transactions	20	-
Net Unrealized Gains on Other Securities	21	(292.0)
Other	22	(8.7)
Total Deferred Tax Liabilities	23	(372.6)
Net Deferred Tax Assets [16 + 17 + 23]	24	357.4
Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences [9]	25	629.7
Net Unrealized Gains on Other securities [21]	26	(292.0)
Others including Deferred Tax Assets corresponding to Remaining Taxable Income before Current Temporary Differences	27	19.7

< Explanation >

Future taxable income was estimated using a more conservative assumption than that used in the mid-term business plan formulated in April, 2005. Details of the respective estimated five-year totals are as follows. Gross Profits: ¥2,902.7 billion [1], General and Administrative Expenses to be ¥1,082.4 billion [2], and Net Business Profits(Before Provision for General Reserve for Possible Losses on Loans) to be ¥1,820.3 billion [3]. Credit related costs and gains (losses) related to stocks and other securities were estimated based on the mid-term business plan stated above. The resulting estimated Income before Income Taxes is ¥1,503.8 billion [5] and estimated Taxable Income before Current Temporary Differences is ¥1,549.4 billion [7].

The amount of Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences is ¥629.7 billion [9], which was calculated based on Taxable Income before Current Temporary Differences for the next five years (¥1,549.4 billion [7]) and future effective tax rates.

On the other hand, deferred tax assets which are tax deductible in the future, such as Reserves for Possible Losses on Loans, loss carry-forwards and others amount to ¥1,880.1 billion [16]. However, Valuation Allowance of ¥(1,150.0) billion [17] was provided, therefore after offsetting deferred tax liabilities of ¥(372.6) billion [23], ¥357.4 billion [24] of net deferred tax assets was recorded on the balance sheet.

Note: Amount related to Retirement Benefits Accounting includes deferred tax liabilities related to gains from establishment of retirement benefits trust of ¥(34.6) billion.

Aggregated Figures of the Two Banks

(Billions of yen)

1. Estimate of future taxable income

(Reference)

		Total amount for five years (from April 1, 2005 to March 31, 2010)	Fiscal 2004
Gross Profits	1	7,858.5	1,444.2
General and Administrative Expenses	2	(3,693.1)	(749.9)
Net Business Profits (Before Provision for General Reserve for Possible Losses on Loans)	3	4,165.4	694.3
Credit related Costs	4	(842.7)	(213.6)
Income before Income Taxes	5	3,064.8	512.9
Future Tax Adjustments	6	391.7	
Taxable Income before Current Temporary Differences	7	3,456.5	
Effective tax rate	8	40.59% - 40.64%	
Deferred Tax Assets corresponding to Taxable Income before Adjustment (7 x 8)	9	1,403.7	⇒Equal to Line 25

Notes:

- Future Tax Adjustments are estimated future book-tax differences under the provisions of the corporation tax law and others.
- Taxable Income before Current Temporary Differences is an estimate of taxable income before reversal of temporary differences as of March 31, 2005.

2. Breakdown of Deferred Tax Assets

March 31, 2005

		March 31, 2005
Reserves for Possible Losses on Loans	10	272.7
Write-down of securities	11	998.2
Net Unrealized Losses on Other Securities	12	-
Reserve for Employee Retirement Benefits	13	-
Loss Carry-forwards	14	1,323.9
Other	15	393.5
Total Deferred Tax Assets	16	2,988.4
Valuation Allowance	17	(1,471.6)
Sub Total [16 + 17]	18	1,516.7
Amount related to Retirement Benefits Accounting	19	(233.9)
Unrealized Profits related to Lease Transactions	20	-
Net Unrealized Gains on Other Securities	21	(306.3)
Other	22	(30.0)
Total Deferred Tax Liabilities	23	(570.3)
Net Deferred Tax Assets [16 + 17 + 23]	24	946.4
Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences [9]	25	1,403.7
Net Unrealized Gains on Other securities [21]	26	(306.3)
Others including Deferred Tax Assets corresponding to Remaining Taxable Income before Current Temporary Differences	27	(151.0)

Note: Amount related to Retirement Benefits Accounting includes deferred tax liabilities related to gains from establishment of retirement benefits trust of ¥(131.7) billion.