

For Immediate Release:

Consolidated Financial Statements for Fiscal 2019 (Under US GAAP)



July 3, 2020

Company Name: **Mizuho Financial Group, Inc. ("MHFG")**
Stock Code Number (Japan): 8411
Stock Exchange Listings: Tokyo Stock Exchange (First Section), New York Stock Exchange
URL: <https://www.mizuho-fg.com/index.html>
Representative: Tatsufumi Sakai President & CEO
For Inquiry: Tomomichi Fujita General Manager of Accounting
Phone: +81-3-6838-6101

Amounts less than one million yen are rounded.

Financial Highlights for Fiscal 2019 (for the fiscal year ended March 31, 2020)

(1) Consolidated Results of Operations

	Total revenue	Income before income tax expense	Net income attributable to MHFG shareholders
	¥ million	¥ million	¥ million
Fiscal 2019	3,458,912	153,490	150,195
Fiscal 2018	3,429,814	85,060	84,471

	Basic net income attributable to MHFG shareholders per common share	Diluted net income attributable to MHFG shareholders per common share
	¥	¥
Fiscal 2019	5.92	5.92
Fiscal 2018	3.33	3.33

(2) Consolidated Financial Conditions

	Total assets	MHFG shareholders' equity
	¥ million	¥ million
Fiscal 2019	211,218,760	8,512,365
Fiscal 2018	197,611,195	8,726,519

This immediate release contains a summary of our consolidated financial information under U.S. GAAP that was disclosed in our annual report on Form 20-F (“Form20-F”) filed with the U.S. Securities and Exchange Commission (“SEC”) on July 2, 2020. This immediate release does not contain all of the information regarding our consolidated financial information under U.S. GAAP that may be important to you. You should read carefully the entire Form 20-F, including the financial statements and accompanying footnotes attached thereto, to obtain a comprehensive understanding of our business, U.S. GAAP financial information and related issues. The Form 20-F is available in the Financial Information section of our web page at www.mizuho-fg.com and also at the SEC’s web site at www.sec.gov.

This immediate release contains statements that constitute forward-looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995. Such forward-looking statements do not represent any guarantee by management of future performance. We may not be successful in implementing our business strategies, and management may fail to achieve its targets, for a wide range of possible reasons, including, without limitation: adverse effects of the coronavirus pandemic; incurrence of significant credit-related costs; declines in the value of our securities portfolio; changes in interest rates; foreign currency fluctuations; decrease in the market liquidity of our assets; revised assumptions or other changes related to our pension plans; a decline in our deferred tax assets; impairment of the carrying value of our long-lived assets; problems related to our information technology systems, including as a result of cyber attacks; the effect of financial transactions entered into for hedging and other similar purposes; failure to maintain required capital adequacy ratio levels and meet other financial regulatory requirements; downgrades in our credit ratings; our ability to avoid reputational harm; our ability to implement our Medium-term Business Plan and implement other strategic initiatives and measures effectively; the effectiveness of our operational, legal and other risk management policies; the effect of changes in general economic conditions in Japan and elsewhere; and changes to applicable laws and regulations. Further information regarding factors that could affect our financial condition and results of operations is included in “Item 3.D. Key Information—Risk Factors” and “Item 5. Operating and Financial Review and Prospects” in our Form 20-F. We do not intend to update our forward-looking statements. We are under no obligation, and disclaim any obligation, to update or alter our forward-looking statements, whether as a result of new information, future events or otherwise.

COMPARISON OF CONSOLIDATED BALANCE SHEETS (US GAAP)

	<i>In millions of yen</i>	
	As of March 31, 2020	As of March 31, 2019
Assets:		
Cash and due from banks	2,325,139	1,404,008
Interest-bearing deposits in other banks	39,625,975	44,268,731
Call loans and funds sold	1,006,991	763,453
Receivables under resale agreements	18,580,919	12,997,424
Receivables under securities borrowing transactions	2,216,059	2,578,134
Trading account assets	28,092,871	21,018,230
Investments:		
Available-for-sale securities	19,112,952	18,133,916
Held-to-maturity securities	862,031	1,604,104
Equity securities	3,256,717	4,034,609
Other investments	443,951	389,740
Loans	87,528,088	82,799,943
Allowance for loan losses	(440,855)	(307,201)
Loans, net of allowance	87,087,233	82,492,742
Premises and equipment — net	1,856,248	1,900,952
Due from customers on acceptances	167,764	187,137
Accrued income	323,632	342,845
Goodwill	92,997	95,151
Intangible assets	64,689	74,240
Deferred tax assets	136,713	49,775
Other assets	5,965,879	5,276,004
Total assets	211,218,760	197,611,195
Liabilities:		
Deposits:		
Domestic:		
Noninterest-bearing deposits	28,109,943	23,844,639
Interest-bearing deposits	86,651,036	84,019,038
Foreign:		
Noninterest-bearing deposits	2,186,203	1,793,803
Interest-bearing deposits	28,001,485	28,639,436
Due to trust accounts	249,737	312,347
Call money and funds purchased	2,263,076	2,841,932
Payables under repurchase agreements	17,970,662	14,640,369
Payables under securities lending transactions	1,423,638	1,797,737
Other short-term borrowings	4,914,485	1,994,826
Trading account liabilities	12,416,785	10,120,968
Bank acceptances outstanding	167,764	187,137
Income taxes payable	68,557	58,688
Deferred tax liabilities	25,874	108,120
Accrued expenses	249,344	288,556
Long-term debt	10,346,152	11,529,400
Other liabilities	6,998,395	5,932,706
Total liabilities	202,043,136	188,109,702
Equity:		
MHFG shareholders' equity:		
Common stock	5,827,500	5,829,657
Retained earnings	2,700,774	2,740,545
Accumulated other comprehensive income (loss), net of tax	(9,494)	164,021
Less: Treasury stock, at cost	(6,415)	(7,704)
Total MHFG shareholders' equity	8,512,365	8,726,519
Noncontrolling interests	663,259	774,974
Total equity	9,175,624	9,501,493
Total liabilities and equity	211,218,760	197,611,195

COMPARISON OF CONSOLIDATED STATEMENTS OF INCOME (US GAAP)

	<i>In millions of yen</i>	
	For the fiscal year ended March 31, 2020	For the fiscal year ended March 31, 2019
Interest and dividend income:		
Loans, including fees	1,380,828	1,381,553
Investments:		
Interest	89,749	144,199
Dividends	76,150	88,289
Trading account assets	221,983	211,749
Call loans and funds sold	5,434	5,547
Receivables under resale agreements and securities borrowing transactions	271,598	254,862
Deposits in other banks	105,430	121,244
Total interest and dividend income	2,151,172	2,207,443
Interest expense:		
Deposits	615,785	613,570
Trading account liabilities	52,955	49,660
Call money and funds purchased	8,830	11,121
Payables under repurchase agreements and securities lending transactions	358,862	382,045
Other short-term borrowings	29,813	33,313
Long-term debt	205,136	223,767
Total interest expense	1,271,381	1,313,476
Net interest income	879,791	893,967
Provision (credit) for loan losses	156,200	32,459
Net interest income after provision (credit) for loan losses	723,591	861,508
Noninterest income:		
Fee and commission income	867,885	853,290
Foreign exchange gains (losses) — net	44,345	93,577
Trading account gains (losses) — net	745,692	328,841
Investment gains (losses) — net:		
Debt securities	31,032	(3,842)
Equity securities	(557,391)	(155,947)
Equity in earnings (losses) of equity method investees — net	34,012	29,172
Gains on disposal of premises and equipment	2,583	5,145
Other noninterest income	139,582	72,135
Total noninterest income	1,307,740	1,222,371
Noninterest expenses:		
Salaries and employee benefits	677,332	682,645
General and administrative expenses	649,498	761,528
Occupancy expenses	214,851	207,814
Fee and commission expenses	194,010	189,722
Provision (credit) for losses on off-balance-sheet instruments	19,262	(8,969)
Other noninterest expenses	122,888	166,079
Total noninterest expenses	1,877,841	1,998,819
Income before income tax expense	153,490	85,060
Income tax expense	47,175	9,335
Net Income	106,315	75,725
Less: Net income (loss) attributable to noncontrolling interests	(43,880)	(8,746)
Net income attributable to MHFG shareholders	150,195	84,471

Status of Loans and Allowance for loan losses (US GAAP)

		<i>In millions of yen</i>	
		As of March 31, 2020	As of March 31, 2019
Impaired loans requiring an allowance for loan losses	a	596,000	529,048
Impaired loans not requiring an allowance for loan losses (Note)	b	120,204	117,084
Non-impaired loans	c	86,960,965	82,305,958
Total loans (a+b+c)	d	87,677,169	82,952,090
Less: Unearned income and deferred loan fees — net	e	149,081	152,147
Total loans before allowance for loan losses (d-e)	f	87,528,088	82,799,943
Allowance for loan losses on impaired loans	g	231,026	169,245
Allowance for loan losses on non-impaired loans	h	209,829	137,956
Total allowance for loan losses (g+h)	i	440,855	307,201

Note: These impaired loans do not require an allowance for loan losses because the MHFG Group has sufficient collateral to cover probable loan losses.