



**Mizuho Financial Group**

# 18th interim period report to our shareholders

**April 1, 2019 to September 30, 2019**

(Securities Code 8411)

This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

## Forward-looking statements

This document contains statements that constitute forward-looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995, including estimates, forecasts, targets, and plans. Such forward-looking statements do not represent any guarantee of future performance.

In many cases, but not all, we use such words as “aim,” “anticipate,” “believe,” “endeavor,” “estimate,” “expect,” “intend,” “may,” “plan,” “probability,” “project,” “risk,” “seek,” “should,” “strive,” “target” and similar expressions in relation to us or our management to identify forward-looking statements. You can also identify forward-looking statements by discussions of strategy, plans, or intentions. These statements reflect our current views with respect to future events and are subject to risks, uncertainties, and assumptions. 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, but not limited to: 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; the effect of financial transactions entered into for hedging and other similar purposes; failure to maintain required capital adequacy ratio levels; downgrades in our credit ratings; our ability to avoid reputational harm; our ability to implement our 5-Year Business Plan, realize the synergy effects of the One Mizuho strategy, 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 most recent Form 20-F filed with the U.S. Securities and Exchange Commission (SEC), which is available in the Financial Information section of our website at [www.mizuho-fg.com/index.html](http://www.mizuho-fg.com/index.html) and also at the SEC’s web site at [www.sec.gov](http://www.sec.gov).

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, except as may be required by the rules of the Tokyo Stock Exchange.

Mizuho Financial Group, Inc. is a specified business company under Cabinet Office Ordinance on Disclosure of Corporate Information Article 17-15 clause 2 and prepares interim consolidated and interim non-consolidated financial statements in the second quarter.

Unless otherwise specified, the financial figures used in this material are based on Japanese GAAP.

This material does not constitute a solicitation of an offer for acquisition or an offer for sale of any securities.

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## Definitions

**Mizuho Financial Group:** Mizuho Financial Group, Inc. (the holding company)

**We/us/our, the group, Mizuho:** Mizuho Financial Group, Inc. and its consolidated subsidiaries and affiliates

# Message from the Group CEO

We are transitioning to the next generation of financial services by implementing our 5-Year Business Plan.

## Start of the 5-Year Business Plan: Transitioning to the Next Generation of Financial Services

Our customers' needs and the financial industry are rapidly undergoing structural changes, reflecting the structural shifts occurring in the economy, industry and society such as digitalization, globalization and an aging society with a low birthrate. To respond, in FY2019 we launched our 5-Year Business Plan: Transitioning to the Next Generation of Financial Services.

Our new business plan is focused on transitioning to the next generation of financial services—building new forms of partnerships with our customers so that we can respond to their needs as the times change. Our objective is to build a stronger and more resilient financial group that our customers can depend on in the coming era.

### FY2019 H1 results: Strong progress

In our FY2019 H1 results, our Profit Attributable to Owners of Parent came to ¥287.6 billion. The primary factors were the solid performance of our customer divisions, especially outside Japan, and the cost reductions from our implementation of structural reforms. We have made strong progress, reaching 61% of our fiscal year target of ¥470 billion. Also, our Common Equity Tier 1 capital ratio was 12.18%.

### FY2019 interim cash dividend: ¥3.75

We have been implementing a disciplined capital management policy which maintains the optimal balance between the strengthening of our stable capital base and steady returns to shareholders.

In line with our new business plan, the shareholder return policy we have established for FY2019 is to maintain the current level of dividends for the time being while further strengthening our capital base with an aim to enhance returns to shareholders at an early stage. Under this policy, our interim cash dividend per share is ¥3.75, as estimated at the beginning of the fiscal year.

Going forward, we will continue steadily implementing our 5-Year Business Plan and further strengthening our capital base with the goal of enhancing returns to shareholders at an early stage.

### Profit Attributable to Owners of Parent (¥ 100M)

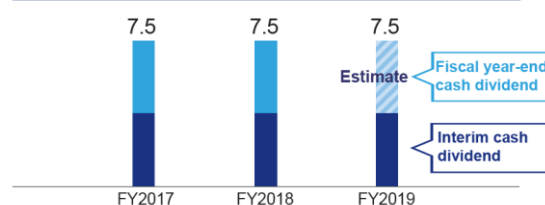


\*Prior to recording one-time losses of ¥ 695.4 billion in light of structural reforms

### Capital ratio (%)



### Cash dividend per share of common stock (¥)



FY2019 interim	
Interim cash dividend per share of common stock	¥ 3.75
Total interim cash dividend	¥ 95.2B
Interim Profit Attributable to Owners of Parent	¥ 287.6B



December 2019

Tatsufumi Sakai, President & Group CEO  
Member of the Board of Directors  
Mizuho Financial Group, Inc.

# Highlights

Strategy

Results

Dividends

At Mizuho, we are working to create new value incorporating both financial and non-financial products and services in order to forge new partnerships with our customers. At the same time, we are also pursuing reforms to our corporate foundations.



These pages introduce some specific examples of how we are creating new value for retail customers and business owners and reforming our corporate foundations to support this.

## Example 1

### Sustainability initiatives

#### Safety and security in an age of longevity Trusts providing support in the case of dementia

Our customers are looking ahead at the possibility that they may develop dementia. They want to make sure that their money will be put towards their living and medical expenses, and they want to reduce the potential issues the family taking care of them may have with managing their money and paying their expenses. To allay these concerns, Mizuho Trust & Banking has launched a flexible policy cash trust product designed to provide support in the event of developing dementia.

### Features

- ✓ Upon submission of a diagnosis of dementia, the customer can begin using the trust's services, with restrictions on their ability to cancel the trust.
- ✓ Mizuho Trust & Banking confirms payments for medical and caregiving expenses.
- ✓ The trust allows for appointing an agent and ensuring notification to family and local governments (community general support centers).

## Example 2

### Digitalization initiatives

#### An ATM in your smartphone J-Coin Pay

J-Coin Pay is a bank account-linked service that offers the safety and security of banking with the convenience of mobile payments. It allows customers to make payments, send and receive transfers, and perform other financial transactions all on their smartphones. Customers are also able to use the smartphone app to easily move funds between their J-Coin Pay accounts and their deposit accounts at their financial institutions for free, anytime and anywhere.

### Transforming the way we pay!

- Split the bill with your friends using your smartphone!
- Keep your wallet in your pocket and pay quickly with a QR code!
- Skip the ATM and use your smartphone instead!

### Targets at time of launch

At least <b>70 participating financial institutions*</b>	At least <b>300,000 affiliated merchants</b>	At least <b>6.5 million active users</b>
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\*Around 90 financial institutions are already participating

Example 3  
 Digitalization initiatives

**Cashless and cardless lifestyle**

**Mizuho Wallet**

Over 1 million downloads!

Mizuho Wallet is a bank account-linked smartphone payment app that any Mizuho Bank account holding customer can easily begin using. The app allows customers to make debit payments, use Suica (on iOS only) and check their account balance all on their smartphone. It is a step above the numerous other payment services available.

First in Japan 1 Bank account-linked contactless payments	First in Japan 2 Bank account-linked add balance functions	First in Japan 3 Apple Pay debit payments
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Example 4  
 IT system enhancements

**Completion of the migration to MINORI, our new core banking system**

The migration to our new IT system, which began last year, has been completed as of July 2019. We would like to extend our sincerest thanks to all of our shareholders and customers for their understanding and support during the migration.

To address the needs of customers as times change, we will create new value spanning both finance and adjacent fields by providing solutions that go beyond the conventional boundaries of finance.

Impact of the new IT system	
Improved service capabilities	Cost reduction
Improved IT system stability	Contributes to increased operational efficiency and becoming paperless

## Financial highlights

Please refer to the “Summary of Financial Results” posted on our website: [https://www.mizuho-fg.com/investors/financial/fin\\_statements/pdf/data18\\_2q\\_2.pdf](https://www.mizuho-fg.com/investors/financial/fin_statements/pdf/data18_2q_2.pdf)