

SELECTED FINANCIAL INFORMATION

For Fiscal 2003

REGARDING DEFERRED TAXES



Mizuho Financial Group, Inc.

DEFERRED TAXES

1. Change in Deferred Tax Assets, etc.

CONSOLIDATED

	As of			(C) - (D)	(C) - (E)
	March 31, 2004 (C)	September 30, 2003 (D)	March 31, 2003 (E)		
Net Deferred Tax Assets (A)	1,332.9	1,656.4	2,125.9	(323.4)	(792.9)
(Reference)					
Tier I (B)	3,941.1	3,792.9	3,495.4	148.2	445.7
(A)/(B) (%)	33.8	43.6	60.8	(9.8)	(26.9)

NON-CONSOLIDATED

	As of			(E) - (F)	(E) - (G)
	March 31, 2004 (E)	September 30, 2003 (F)	March 31, 2003 (G)		
Mizuho Bank					
Total Deferred Tax Assets (A)	1,175.7	1,340.6	1,292.5	(164.9)	(116.8)
Total Deferred Tax Liabilities (B)	(178.0)	(234.5)	(156.5)	56.5	(21.5)
(A) + (B)	997.6	1,106.0	1,136.0	(108.4)	(138.3)
Valuation Allowance	(290.1)	(305.8)	(222.1)	15.7	(67.9)
Net Deferred Tax Assets (C)	707.4	800.1	913.8	(92.7)	(206.3)
(Reference)					
Tier I (D)	1,811.6	1,626.0	1,661.9	185.6	149.7
(C)/(D) (%)	39.0	49.2	54.9	(10.2)	(15.9)

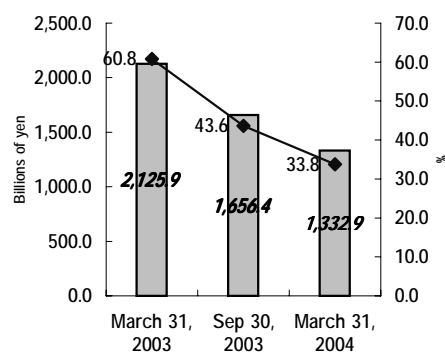
Mizuho Corporate Bank

Total Deferred Tax Assets (A)	2,005.8	2,105.6	2,231.4	(99.8)	(225.5)
Total Deferred Tax Liabilities (B)	(326.9)	(238.0)	(51.6)	(88.9)	(275.2)
(A) + (B)	1,678.8	1,867.6	2,179.7	(188.8)	(500.8)
Valuation Allowance	(1,144.3)	(1,129.6)	(1,115.2)	(14.7)	(29.1)
Net Deferred Tax Assets (C)	534.4	738.0	1,064.4	(203.5)	(530.0)
(Reference)					
Tier I (D)	2,274.7	2,091.4	1,741.5	183.2	533.1
(C)/(D) (%)	23.4	35.2	61.1	(11.8)	(37.7)

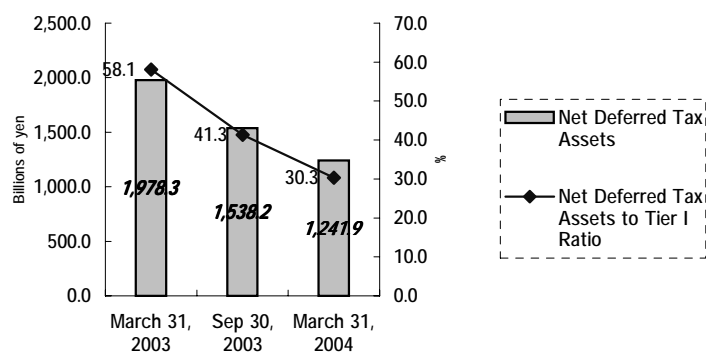
Aggregated Figures of the Two Banks

Total Deferred Tax Assets (A)	3,181.5	3,446.3	3,523.9	(264.8)	(342.4)
Total Deferred Tax Liabilities (B)	(505.0)	(472.6)	(208.2)	(32.4)	(296.8)
(A) + (B)	2,676.4	2,973.7	3,315.7	(297.2)	(639.2)
Valuation Allowance	(1,434.5)	(1,435.5)	(1,337.4)	0.9	(97.1)
Net Deferred Tax Assets (C)	1,241.9	1,538.2	1,978.3	(296.2)	(736.3)
(Reference)					
Tier I (D)	4,086.4	3,717.4	3,403.5	368.9	682.9
(C)/(D) (%)	30.3	41.3	58.1	(11.0)	(27.8)

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 2003 (estimate)	400.0	420.0
Fiscal 2002	(976.5)	(2,326.9)
Fiscal 2001	(408.0)	(185.0)
Fiscal 2000	89.1	127.2
Fiscal 1999	177.1	226.0
Fiscal 1998	97.1	(199.6)

(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 2003 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, 2004 to March 31, 2009)		Fiscal 2003
	Gross Profits	1	5,395.8		971.0
	General and Administrative Expenses	2	(2,453.3)		(575.1)
	Net Business Profits (Excluding Provision for General Reserve for Possible Losses on Loans)	3	2,942.5		395.8
	Credit Related Costs	4	(692.0)		(125.5)
	Income before Income Taxes	5	1,885.6		238.8
	Future Tax Adjustments	6	318.3		
	Taxable Income before Current Temporary Differences	7	2,203.9		
	Effective tax rates	8	40.60%		
	Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences [7 x 8]	9	894.7	⇒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, 2004.

2. Breakdown of Deferred Tax Assets

March 31, 2004

	Reserves for Possible Losses on Loans	10	178.7
	Write-down of securities	11	333.4
	Net Unrealized Losses on Other Securities, net of Taxes	12	13.3
	Reserve for Employee Retirement Benefits	13	—
	Loss Carry-forwards	14	397.4
	Other	15	252.6
	Total Deferred Tax Assets	16	1,175.7
	Valuation Allowance	17	(290.1)
	Sub Total [16 + 17]	18	885.5
	Amount related to Retirement Benefits Accounting	19	(155.2)
	Unrealized Profits related to Lease Transactions	20	—
	Net Unrealized Gains on Other Securities, net of Taxes	21	—
	Other	22	(22.8)
	Total Deferred Tax Liabilities	23	(178.0)
	Net Deferred Tax Assets [16 + 17 + 23]	24	707.4
	Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences [9]	25	894.7
	Net Unrealized Gains on Other securities, net of taxes [21]	26	—
	Others including Deferred Tax Assets corresponding to Remaining Taxable Income before Current Temporary Differences	27	(187.3)

<Explanation>

Future taxable income was estimated using a more conservative assumption than that used in the business revitalization plan in September 2003, which was "zero growth until fiscal 2004 and economic recovery after fiscal 2005". To put it concretely, as five-year totals, Gross Profits was estimated to be ¥5,395.8 billion [1], General and Administrative Expenses to be ¥2,453.3 billion [2] after taking into account a significant reduction of expenses primarily due to consolidation of branches, and Net Business Profits to be ¥2,942.5 billion [3]. Credit related costs and gains (losses) related to stocks and other securities were estimated based on the business revitalization plan stated above. This led to estimated Income before Income Taxes of ¥1,885.6 billion [5] and estimated Taxable Income before Current Temporary Differences of ¥2,203.9 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 ¥1,175.7 billion [16]. However, after considering temporary differences which are not expected to be reversed in the next five years, Valuation Allowance of ¥(290.1) billion [17] was provided, therefore after offsetting deferred tax liabilities of ¥(178.0) billion [23], ¥707.4 billion [24] of net deferred tax assets was recorded on the balance sheet.

This net deferred tax assets of ¥707.4 billion [24] is within the amount of Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences of ¥894.7 billion [9], which was calculated based on Taxable Income before Current Temporary Differences for the next five years (¥2,203.9 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, 2004 to March 31, 2009)		Fiscal 2003
	Gross Profits	1	3,115.0		662.8
	General and Administrative Expenses	2	(968.1)		(207.4)
	Net Business Profits (Excluding Provision for General Reserve for Possible Losses on Loans)	3	2,146.9		455.3
	Credit Related Costs	4	(420.0)		(49.6)
	Income before Income Taxes	5	1,602.9		588.6
	Future Tax Adjustments	6	414.0		
	Taxable Income before Current Temporary Differences	7	2,016.9		

Effective tax rate	8	40.65%	
Deferred Tax Assets corresponding to Taxable Income before Adjustment (7 x 8)	9	819.8	⇒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, 2004.

2. Breakdown of Deferred Tax Assets

March 31, 2004

	Reserves for Possible Losses on Loans	10	83.6
	Write-down of securities	11	636.0
	Net Unrealized Losses on Other Securities, net of Taxes	12	—
	Reserve for Employee Retirement Benefits	13	—
	Loss Carry-forwards	14	1,152.1
	Other	15	133.9
	Total Deferred Tax Assets	16	2,005.8
	Valuation Allowance	17	(1,144.3)
	Sub Total [16 + 17]	18	861.4
	Amount related to Retirement Benefits Accounting	19	(70.3)
	Unrealized Profits related to Lease Transactions	20	—
	Net Unrealized Gains on Other Securities, net of Taxes	21	(248.3)
	Other	22	(8.3)
	Total Deferred Tax Liabilities	23	(326.9)
	Net Deferred Tax Assets [16 + 17 + 23]	24	534.4
	Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences [9]	25	819.8
	Net Unrealized Gains on Other securities, net of taxes [21]	26	(248.3)
	Others including Deferred Tax Assets corresponding to Remaining Taxable Income before Current Temporary Differences	27	(37.0)

<Explanation>

Future taxable income was estimated using a more conservative assumption than that used in the business revitalization plan in September 2003, which was "zero growth until fiscal 2004 and economic recovery after fiscal 2005". Gross Profits is estimated to be ¥3,115.0 billion [1] for a total of five years, primarily due to early realization of the new business model, General and Administrative Expenses to be ¥968.1 billion [2] after taking into account a significant reduction of expenses, and Net Business Profits to be ¥2,146.9 billion [3]. Credit related costs and gains (losses) related to stocks and other securities were estimated based on the business revitalization plan stated above. This led to estimated Income before Income Taxes of ¥1,602.9 billion [5] and estimated Taxable Income before Current Temporary Differences of ¥2,016.9 billion [7].

The amount of Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences is ¥819.8 billion [9], which was calculated based on Taxable Income before Current Temporary Differences for the next five years (¥2,016.9 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 ¥2,005.8 billion [16]. However, Valuation Allowance of ¥(1,144.3) billion [17] was provided, therefore after offsetting deferred tax liabilities of ¥(326.9) billion [23], ¥534.4 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 ¥(36.7) 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, 2004 to March 31, 2009)	Fiscal 2003
	Gross Profits	1	8,510.8	1,633.8
	General and Administrative Expenses	2	(3,421.4)	(782.6)
	Net Business Profits (Excluding Provision for General Reserve for Possible Losses on Loans)	3	5,089.4	851.1
	Credit Related Costs	4	(1,112.0)	(175.1)
	Income before Income Taxes	5	3,488.5	827.4
	Future Tax Adjustments	6	732.4	
	Taxable Income before Current Temporary Differences	7	4,220.9	
	Effective tax rate	8	40.60%, 40.65%	
	Deferred Tax Assets corresponding to Taxable Income before Adjustment (7 x 8)	9	1,714.6	⇒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, 2004.

2. Breakdown of Deferred Tax Assets

March 31, 2004

	Reserves for Possible Losses on Loans	10	262.4
	Write-down of securities	11	969.5
	Net Unrealized Losses on Other Securities, net of Taxes	12	13.3
	Reserve for Employee Retirement Benefits	13	—
	Loss Carry-forwards	14	1,549.6
	Other	15	386.5
	Total Deferred Tax Assets	16	3,181.5
	Valuation Allowance	17	(1,434.5)
	Sub Total [16 + 17]	18	1,747.0
	Amount related to Retirement Benefits Accounting	19	(225.5)
	Unrealized Profits related to Lease Transactions	20	—
	Net Unrealized Gains on Other Securities, net of Taxes	21	(248.3)
	Other	22	(31.1)
	Total Deferred Tax Liabilities	23	(505.0)
	Net Deferred Tax Assets [16 + 17 + 23]	24	1,241.9
	Deferred Tax Assets corresponding to Taxable Income before Current Temporary Differences [9]	25	1,714.6
	Net Unrealized Gains on Other securities, net of taxes [21]	26	(248.3)
	Others including Deferred Tax Assets corresponding to Remaining Taxable Income before Current Temporary Differences	27	(224.3)

Note: Amount Related to Retirement Benefits Accounting includes deferred tax liabilities related to gains from establishment of retirement benefits trust of ¥(133.8) billion.