

Explanation of "Composition of Capital Disclosure"

Mizuho Bank [Consolidated]
As of September 30, 2018

(in million yen)

Items	Consolidated Balance sheet as in published financial statements	Cross-reference to Appended template	Reference # of common disclosure template under the Composition of Capital Disclosure
	As of September 30, 2018		
(Assets)			
Cash and Due from Banks	39,350,258		
Call Loans and Bills Purchased	334,722		
Receivables under Resale Agreements	6,123,234		
Other Debt Purchased	2,569,964		
Trading Assets	4,938,735	6-a	
Money Held in Trust	503		
Securities	33,378,690	2-b, 6-b	
Loans and Bills Discounted	75,086,462	6-c	
Foreign Exchange Assets	2,218,197		
Derivatives other than for Trading Assets	1,446,918	6-d	
Other Assets	2,822,437	6-e	
Tangible Fixed Assets	811,693		
Intangible Fixed Assets	809,056	2-a	
Net Defined Benefit Asset	834,214	3	
Deferred Tax Assets	31,015	4-a	
Customers' Liabilities for Acceptances and Guarantees	5,938,845		
Reserves for Possible Losses on Loans	(245,785)		
Total Assets	176,449,165		
(Liabilities)			
Deposits	115,628,823		
Negotiable Certificates of Deposit	12,006,535		
Call Money and Bills Sold	1,125,416		
Payables under Repurchase Agreements	12,693,470		
Guarantee Deposits Received under Securities Lending Transactions	705,230		
Commercial Paper	683,390		
Trading Liabilities	2,585,534	6-f	
Borrowed Money	9,438,260	8-a	
Foreign Exchange Liabilities	524,812		
Short-term Bonds	30,502		
Bonds and Notes	2,441,525	8-b	
Derivatives other than for Trading Liabilities	1,417,048	6-g	
Other Liabilities	2,454,309		
Reserve for Bonus Payments	25,384		
Reserve for Variable Compensation	573		
Net Defined Benefit Liability	7,080		
Reserve for Director and Corporate Auditor Retirement Benefits	409		
Reserve for Possible Losses on Sales of Loans	1,153		
Reserve for Contingencies	4,750		
Reserve for Reimbursement of Deposits	17,906		
Reserve for Reimbursement of Debentures	28,197		
Deferred Tax Liabilities	292,330	4-b	
Deferred Tax Liabilities for Revaluation Reserve for Land	65,732	4-c	
Acceptances and Guarantees	5,938,845		
Total Liabilities	168,117,224		
(Net Assets)			
Common Stock and Preferred Stock	1,404,065	1-a	
Capital Surplus	2,211,694	1-b	
Retained Earnings	2,983,035	1-c	
Total Shareholders' Equity	6,598,794		
Net Unrealized Gains (Losses) on Other Securities	1,132,979		
Deferred Gains or Losses on Hedges	(125,439)	5	
Revaluation Reserve for Land	143,248		
Foreign Currency Translation Adjustments	(61,046)		
Remeasurements of Defined Benefit Plans	262,156		
Total Accumulated Other Comprehensive Income	1,351,897		3
Non-Controlling Interests	381,248	7	
Total Net Assets	8,331,940		
Total Liabilities and Net Assets	176,449,165		

Note:

The regulatory scope of consolidation is the same as the accounting scope of consolidation.

(Appended template)

1. Shareholders' equity

(1) Consolidated balance sheet

(in million yen)

Ref. No.	Consolidated balance sheet items	As of September 30, 2018	Remarks
1-a	Common Stock and Preferred Stock	1,404,065	Including eligible Tier 1 capital instruments subject to phase-out arrangements
1-b	Capital Surplus	2,211,694	Including eligible Tier 1 capital instruments subject to phase-out arrangements
1-c	Retained Earnings	2,983,035	
	Total Shareholders' Equity	6,598,794	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	6,598,790	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	3,615,755	
2	of which: retained earnings	2,983,035	
1c	of which: treasury stock (-)	-	
	of which: other than above	-	
31a	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as equity under applicable accounting standards and the breakdown	-	

2. Intangible fixed assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2018	Remarks
2-a	Intangible Fixed Assets	809,056	
2-b	Securities	33,378,690	
	of which: share of goodwill of companies accounted for using the equity method	9,380	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(245,671)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	14,681	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	558,083	Software and other
	Mortgage servicing rights (net of related tax liability)	-	
20	Amount exceeding the 10% threshold on specified items	-	
24	Amount exceeding the 15% threshold on specified items	-	
74	Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-	

3. Net Defined Benefit Asset

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2018	Remarks
3	Net Defined Benefit Asset	834,214	
	Income taxes related to above	(255,436)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
15	Net Defined Benefit Asset	578,777	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2018	Remarks
4-a	Deferred Tax Assets	31,015	
4-b	Deferred Tax Liabilities	292,330	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	65,732	
	Tax effects on intangible fixed assets	245,671	
	Tax effects on net defined benefit asset	255,436	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	10,977	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.
	Deferred tax assets that rely on future profitability arising from temporary differences (net of related tax liability)	177,195	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.
21	Amount exceeding the 10% threshold on specified items	-	
25	Amount exceeding the 15% threshold on specified items	-	
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	177,195	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2018	Remarks
5	Deferred Gains or Losses on Hedges	(125,439)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	(125,439)	

6. Items associated with investments in the capital of financial institutions

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2018	Remarks
6-a	Trading Assets	4,938,735	Including trading account securities and derivatives for trading assets
6-b	Securities	33,378,690	
6-c	Loans and Bills Discounted	75,086,462	Including subordinated loans
6-d	Derivatives other than for Trading Assets	1,446,918	
6-e	Other Assets	2,822,437	Including money invested
6-f	Trading Liabilities	2,585,534	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	1,417,048	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
16	Investments in own capital instruments	-	
37	Common Equity Tier 1 capital	-	
52	Additional Tier 1 capital	-	
	Tier 2 capital	-	
	Reciprocal cross-holdings in the capital of banking, financial and insurance entities	-	
17	Common Equity Tier 1 capital	-	
38	Additional Tier 1 capital	-	
53	Tier 2 capital	-	
	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	523,254	
18	Common Equity Tier 1 capital	-	
39	Additional Tier 1 capital	-	
54	Tier 2 capital	-	
72	Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	523,254	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	320,944	
19	Amount exceeding the 10% threshold on specified items	-	
23	Amount exceeding the 15% threshold on specified items	-	
40	Additional Tier 1 capital	73,500	
55	Tier 2 capital	90,000	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	157,444	

7. Non-Controlling interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2018	Remarks
7	Non-Controlling Interests	381,248	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	338	After reflecting amounts eligible for inclusion (non-controlling interest after adjustments)
30-31ab-32	Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	After reflecting amounts eligible for inclusion (non-controlling interest after adjustments)
34-35	Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group AT1)	21,614	After reflecting amounts eligible for inclusion (non-controlling interest after adjustments)
46	Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	After reflecting amounts eligible for inclusion (non-controlling interest after adjustments)
48-49	Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	4,804	After reflecting amounts eligible for inclusion (non-controlling interest after adjustments)

8. Other capital instruments

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2018	Remarks
8-a	Borrowed Money	9,438,260	
8-b	Bonds and Notes	2,441,525	
	Total	11,879,785	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,570,000	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,164,555	