

Explanation of "Composition of Capital Disclosure"

Mizuho Financial Group
As of March 31, 2013

[Consolidated] (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
	Amount		
(Assets)			
Cash and Due from Banks	12,333,997		
Call Loans and Bills Purchased	530,541		
Receivables under Resale Agreements	9,025,049		
Guarantee Deposits Paid under Securities	5,543,914		
Borrowing Transactions			
Other Debt Purchased	1,279,964		
Trading Assets	14,076,928	6-a	
Money Held in Trust	96,014		
Securities	53,472,399	2-b, 6-b	
Loans and Bills Discounted	67,536,882	6-c	
Foreign Exchange Assets	1,412,601		
Derivatives other than for Trading Assets	4,475,055	6-d	
Other Assets	2,599,553	3, 6-e	
Tangible Fixed Assets	901,085		
Intangible Fixed Assets	477,546	2-a	
Deferred Tax Assets	165,299	4-a	
Customers' Liabilities for Acceptances and Guarantees	4,224,259		
Reserves for Possible Losses on Loans	(739,990)		
Reserve for Possible Losses on Investments	(40)		
Total Assets	177,411,062		
(Liabilities)			
Deposits	84,241,955		
Negotiable Certificates of Deposit	15,326,781		
Call Money and Bills Sold	6,126,424		
Payables under Repurchase Agreements	17,451,041		
Guarantee Deposits Received under Securities	11,325,439		
Lending Transactions			
Commercial Paper	472,718		
Trading Liabilities	7,686,442	6-f	
Borrowed Money	7,699,440	8-a	
Foreign Exchange Liabilities	182,473		
Short-term Bonds	477,400		
Bonds and Notes	5,141,746	8-b	
Due to Trust Accounts	1,120,696		
Derivatives other than for Trading Liabilities	4,404,754	6-g	
Other Liabilities	3,501,064		
Reserve for Bonus Payments	45,754		
Reserve for Employee Retirement Benefits	38,632		
Reserve for Director and Corporate Auditor Retirement Benefits	1,612		
Reserve for Possible Losses on Sales of Loans	48		
Reserve for Contingencies	16,859		
Reserve for Reimbursement of Deposits	16,464		
Reserve for Reimbursement of Debentures	35,417		
Reserves under Special Laws	1,203		
Deferred Tax Liabilities	54,221	4-b	
Deferred Tax Liabilities for Revaluation Reserve for Land	81,977	4-c	
Acceptances and Guarantees	4,224,259		
Total Liabilities	169,674,832		
(Net Assets)			
Common Stock and Preferred Stock	2,254,972	1-a	
Capital Surplus	1,109,508	1-b	
Retained Earnings	1,814,782	1-c	
Treasury Stock	(4,661)	1-d	
Total Shareholders' Equity	5,174,601		
Net Unrealized Gains (Losses) on Other Securities	615,883		
Deferred Gains or Losses on Hedges	84,634	5	
Revaluation Reserve for Land	142,345		
Foreign Currency Translation Adjustments	(90,329)		
Total Accumulated Other Comprehensive Income	752,533		3
Stock Acquisition Rights	2,687		1b
Minority Interests	1,806,407	7	
Total Net Assets	7,736,230		
Total Liabilities and Net Assets	177,411,062		

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)

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Common Stock and Preferred Stock	2,254,972	Including eligible Tier 1 capital instruments subject to phase-out arrangements	1-a
Capital Surplus	1,109,508	Including eligible Tier 1 capital instruments subject to phase-out arrangements	1-b
Retained Earnings	1,814,782		1-c
Treasury Stock	(4,661)		1-d
Total Shareholders' Equity	5,174,601		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying common share capital plus related stock surplus and retained earnings	4,796,797	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and stock surplus	2,987,127		1a
of which: retained earnings	1,814,331		2
of which: treasury stock (-)	4,661		1c
of which: other than above	-		
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as equity under applicable accounting standards and the breakdown	-	Shareholders' equity attributable to preferred shares with a loss absorbency clause upon entering into effective bankruptcy	31a

2. Intangible fixed assets

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Intangible Fixed Assets	477,546		2-a
Securities	53,472,399		2-b
of which: share of goodwill of companies accounted for using the equity method	71,216	Share of goodwill of companies accounted for using the equity method	
Income taxes related to above	(149,527)		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (net of related tax liability, including those equivalent)	128,902		8
Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	270,332	Software and other	9
Mortgage servicing rights (net of related tax liability)	-		
Amount exceeding the 10% threshold on specified items	-		20
Amount exceeding the 15% threshold on specified items	-		24
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-		74

3. Defined-benefit pension fund net assets (prepaid pension costs)

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Other Assets	2,599,553		3
of which: defined-benefit pension fund net assets (prepaid pension costs)	418,846		
Income taxes related to above	(148,283)		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Defined-benefit pension fund net assets (prepaid pension costs)	270,563		15

4. Deferred tax assets

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred Tax Assets	165,299		4-a
Deferred Tax Liabilities	54,221		4-b
Deferred Tax Liabilities for Revaluation Reserve for Land	81,977		4-c
Tax effects on intangible fixed assets	149,527		
Tax effects on defined-benefit pension fund net assets (prepaid pension costs)	148,283		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	21,662	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.	10
Deferred tax assets that rely on future profitability arising from temporary differences (net of related tax liability)	323,447	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.	
Amount exceeding the 10% threshold on specified items	-		21
Amount exceeding the 15% threshold on specified items	-		25
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	323,447		75

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred Gains or Losses on Hedges	84,634		5

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred gains or losses on derivatives under hedge accounting	84,634		11

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

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Trading Assets	14,076,928	Including trading account securities and derivatives for trading assets	6-a
Securities	53,472,399		6-b
Loans and Bills Discounted	67,536,882	Including subordinated loans	6-c
Derivatives other than for Trading Assets	4,475,055		6-d
Other Assets	2,599,553	Including money invested	6-e
Trading Liabilities	7,686,442	Including trading account securities sold	6-f
Derivatives other than for Trading Liabilities	4,404,754		6-g

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	2,589		
Common Equity Tier 1 capital	2,589		16
Additional Tier 1 capital	-		37
Tier 2 capital	-		52
Reciprocal cross-holdings in the capital of banking, financial and insurance entities	-		
Common Equity Tier 1 capital	-		17
Additional Tier 1 capital	-		38
Tier 2 capital	-		53
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)	943,637		
Common Equity Tier 1 capital	248,374		18
Additional Tier 1 capital	3,352		39
Tier 2 capital	224,777		54
Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	467,131		72
Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	230,734		
Amount exceeding the 10% threshold on specified items	-		19
Amount exceeding the 15% threshold on specified items	-		23
Additional Tier 1 capital	77,938		40
Tier 2 capital	-		55
Significant investments in the common stock of financial that are below the thresholds for deduction (before risk weighting)	152,796		73

7. Minority interests

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Minority Interests	1,806,407		7

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	11,042	After reflecting amounts eligible for inclusion (minority interest after adjustments)	5
Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	After reflecting amounts eligible for inclusion (minority interest after adjustments)	30-31ab-32
Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group AT1)	12,037	After reflecting amounts eligible for inclusion (minority interest after adjustments)	34-35
Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	After reflecting amounts eligible for inclusion (minority interest after adjustments)	46
Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	5,305	After reflecting amounts eligible for inclusion (minority interest after adjustments)	48-49

8. Other capital instruments

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Borrowed Money	7,699,440		8-a
Bonds and Notes	5,141,746		8-b
Total	12,841,187		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-		32
Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-		46

Note:

* Amounts in the "Composition of capital disclosure" are based on those before considering amounts under transitional arrangements and include "Amounts excluded under transitional arrangements" disclosed in "Composition of Capital Disclosure" as well as amounts included as regulatory capital. In addition, items for regulatory purposes under transitional arrangements are excluded from this table.