

Explanation of "Composition of Capital Disclosure"

Mizuho Bank
As of March 31, 2014

[Non-Consolidated] (in million yen)

Items	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	19,218,757		
Call Loans	434,458		
Receivables under Resale Agreements	642,344		
Guarantee Deposits Paid under Securities			
Borrowing Transactions	388,060		
Other Debt Purchased	480,372		
Trading Assets	4,972,189	6-a	
Money Held in Trust	2,807		
Securities	42,174,781		
Loans and Bills Discounted	66,836,553	6-c	
Foreign Exchange Assets	1,507,927		
Other Assets	4,988,999		
Tangible Fixed Assets	834,166		
Intangible Fixed Assets	344,173	2	
Prepaid Pension Cost	378,416	3	
Deferred Tax Assets	47,591		
Customers' Liabilities for Acceptances and Guarantees	5,668,241		
Reserves for Possible Losses on Loans	(510,675)		
Reserve for Possible Losses on Investments	(15)		
Total Assets	148,409,149		
(Liabilities)			
Deposits	86,048,678		
Negotiable Certificates of Deposit	11,854,716		
Call Money	6,058,995		
Payables under Repurchase Agreements	7,656,634		
Guarantee Deposits Received under Securities			
Lending Transactions	3,159,574		
Trading Liabilities	3,144,085	6-e	
Borrowed Money	8,968,740		
Foreign Exchange Liabilities	436,106		
Short-term Bonds	25,000		
Bonds and Notes	3,958,105	7-b	
Other Liabilities	4,989,613		
Reserve for Bonus Payments	19,389		
Reserve for Possible Losses on Sales of Loans	1,259		
Reserve for Contingencies	215		
Reserve for Reimbursement of Deposits	15,307		
Reserve for Reimbursement of Debentures	54,956		
Deferred Tax Liabilities for Revaluation Reserve for Land	81,060	4-c	
Acceptances and Guarantees	5,668,241		
Total Liabilities	142,140,682		
(Net Assets)			
Common Stock and Preferred Stock	1,404,065	1-a	
Capital Surplus	2,286,795	1-b	
Retained Earnings	1,840,787		
Total Shareholders' Equity	5,531,648		
Net Unrealized Gains (Losses) on Other Securities, net of Taxes	597,410		
Net Deferred Hedge Gains (Losses), net of Taxes	(1,337)		
Revaluation Reserve for Land, net of Taxes	140,745		
Total Valuation and Translation Adjustments	736,818		
Total Net Assets	6,268,466		
Total Liabilities and Net Assets	148,409,149		

Note1: Borrowed Money includes JPY 1,501,969 million of Subordinated borrowings. This item is included in "Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments" in the Composition of Capital Disclosure.

Note2: The non-consolidated capital adequacy ratio is calculated based on the consolidated financial statements which include special purpose companies in accordance with Article 15 of "Criteria for Judging Whether A Financial Institution's Capital is Sufficient in Light of the Assets Held, etc. under the Provision of Article 14-2 of the Banking Law" (Notification No. 19 of 2006, the Financial Services Agency). The above capital adequacy ratio is calculated using the following balance sheet accounts reported on the consolidated financial statements.

Balance sheet account	(in million yen)		Cross-reference to Appended template	Reference # of common disclosure template under the Composition of Capital Disclosure
	Amount reported on the consolidated financial statements			
Securities	42,154,393		6-b	
Other Assets	4,988,996		6-d	
Deferred Tax Assets	47,625		4-a	
Borrowed Money	7,466,771		7-a	
Other Liabilities	4,984,980		6-f	
Retained Earnings	1,842,687		1-c	
Net Deferred Hedge Gains (Losses), net of Taxes	(1,399)		5	
Total Valuation and Translation Adjustments	735,541			3

(Appended template)

1. Shareholders' equity

(1) Balance sheet

(in million yen)

Balance sheet items	Amount	Remarks	Ref. No.
Common Stock and Preferred Stock	1,404,065	Including eligible Tier 1 capital instruments subject to phase-out arrangements	1-a
Capital Surplus	2,286,795	Including eligible Tier 1 capital instruments subject to phase-out arrangements	1-b
Retained Earnings	1,842,687		1-c
Total Shareholders' Equity	5,533,548		

(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	5,533,544	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
of which: capital and stock surplus	3,690,856		1a
of which: retained earnings	1,842,687		2
of which: treasury stock (-)	-		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) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Intangible Fixed Assets	344,173		2
Income taxes related to above	(122,353)		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (net of related tax liability, including those equivalent)	-		8
Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	221,819	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) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Prepaid Pension Cost	378,416		3
Income taxes related to above	(134,526)		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Defined-benefit pension fund net assets (prepaid pension costs)	243,889		15

4. Deferred tax assets

(1) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Deferred Tax Assets	47,625		4-a
Deferred Tax Liabilities	-		
Deferred Tax Liabilities for Revaluation Reserve for Land	81,060		4-c
Tax effects on intangible fixed assets	122,353		
Tax effects on defined-benefit pension fund net assets (prepaid pension costs)	134,526		

(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)	-	This item does not agree with the amount reported on the 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)	223,445	This item does not agree with the amount reported on the 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)	223,445		75

5. Deferred gains or losses on derivatives under hedge accounting

(1) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Net Deferred Hedge Gains (Losses), net of Taxes	(1,399)		5

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred gains or losses on derivatives under hedge accounting	(1,399)		11

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

(1) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Trading Assets	4,972,189	Including trading account securities and derivatives for trading assets	6-a
Securities	42,154,393		6-b
Loans and Bills Discounted	66,836,553	Including subordinated loans	6-c
Other Assets	4,988,996	Including Derivatives other than for Trading Assets and money invested	6-d
Trading Liabilities	3,144,085	Including trading account securities sold	6-e
Other Liabilities	4,984,980	Including Derivatives other than for Trading Liabilities	6-f

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	-		
Common Equity Tier 1 capital	-		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)	778,698		
Common Equity Tier 1 capital	113,940		18
Additional Tier 1 capital	643		39
Tier 2 capital	120,510		54
Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	543,603		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	543,550		
Amount exceeding the 10% threshold on specified items	-		19
Amount exceeding the 15% threshold on specified items	-		23
Additional Tier 1 capital	158,414		40
Tier 2 capital	255,000		55
Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	130,136		73

7. Other capital instruments

(1) Balance sheet

Balance sheet items	Amount	Remarks	Ref. No.
Borrowed Money	7,466,771		7-a
Bonds and Notes	3,958,105		7-b
Total	11,424,877		

(2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-		30-31ab-32
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-		32
Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-		46
Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	154,380		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.