

Composition of Capital Disclosure

Mizuho Financial Group
As of December 31, 2013

[Consolidated] (in million yen, in percentage)

Items	Amounts excluded under transitional arrangements	Basel III Template No.
Common Equity Tier 1 capital: instruments and reserves (1)		
Directly issued qualifying common share capital plus related stock surplus and retained earnings	5,221,487	1a+2-1c-26
of which: capital and stock surplus	3,036,210	1a
of which: retained earnings	2,189,185	2
of which: treasury stock (-)	3,908	1c
of which: national specific regulatory adjustments (earnings to be distributed) (-)	-	26
of which: other than above	-	
Subscription rights to common shares	1,652	1b
Accumulated other comprehensive income and other disclosed reserves	870,289	3
Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	12,601	5
Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to phase-out arrangements	68,488	
of which: amount allowed in group CET1 capital subject to phase-out arrangements on common share capital issued by subsidiaries and held by third parties	68,488	
Common Equity Tier 1 capital: instruments and reserves (A)	5,304,229	6
Common Equity Tier 1 capital: regulatory adjustments (2)		
Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	-	8+9
of which: goodwill (net of related tax liability, including those equivalent)	125,959	8
of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	282,853	9
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	21,038	10
Deferred gains or losses on derivatives under hedge accounting	(15,778)	11
Shortfall of eligible provisions to expected losses	-	12
Securitization gain on sale	3,507	13
Gains and losses due to changes in own credit risk on fair valued liabilities	269	14
Defined-benefit pension fund net assets (prepaid pension costs)	284,457	15
Investments in own shares (excluding those reported in the Net assets section)	3,556	16
Reciprocal cross-holdings in common equity	-	17
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 the 10% threshold)	300,363	18
Amount exceeding the 10% threshold on specified items	-	19+20+21
of which: significant investments in the common stock of financials	-	19
of which: mortgage servicing rights	-	20
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	21
Amount exceeding the 15% threshold on specified items	-	22
of which: significant investments in the common stock of financials	-	23
of which: mortgage servicing rights	-	24
of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	25
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-	27
Common Equity Tier 1 capital: regulatory adjustments (B)	-	28
Common Equity Tier 1 capital (CET1)	5,304,229	29
Additional Tier 1 capital: instruments (3)		
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as equity under applicable accounting standards and the breakdown	-	31a
Subscription rights to Additional Tier 1 instruments	-	31b
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	32
Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	
Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group AT1)	14,077	34-35
Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments	1,874,825	33+35
of which: directly issued capital instruments subject to phase out from Additional Tier 1	1,874,825	33
of which: instruments issued by subsidiaries subject to phase out	-	35
Total of items included in Additional Tier 1 capital: instruments subject to phase-out arrangements	(73,951)	
of which: foreign currency translation adjustments	(73,951)	
Additional Tier 1 capital: instruments (D)	1,814,952	36
Additional Tier 1 capital: regulatory adjustments		
Investments in own Additional Tier 1 instruments	-	37
Reciprocal cross-holdings in Additional Tier 1 instruments	-	38
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 common share capital of the entity (amount above 10% threshold)	1,957	39
Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	100,257	40
Total of items included in Additional Tier 1 capital: regulatory adjustments subject to phase-out arrangements	99,038	
of which: goodwill equivalent	63,193	
of which: intangible fixed assets recognized as a result of a merger	32,336	
of which: capital increase due to securitization transactions	3,507	
of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	-	

[Consolidated]

(in million yen, in percentage)

Items	Amounts excluded under transitional arrangements	Basel III Template No.
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	42
Additional Tier 1 capital: regulatory adjustments (E)	99,038	43
Additional Tier 1 capital (AT1)		
Additional Tier 1 capital ((D)-(E)) (F)	1,715,913	44
Tier 1 capital (T1 = CET1 + AT1)		
Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	7,020,143	45
Tier 2 capital: instruments and provisions (4)		
Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as equity under applicable accounting standards and the breakdown	-	46
Subscription rights to Tier 2 instruments	-	
Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	
Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	
Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	5,907	48-49
Eligible Tier 2 capital instruments subject to phase-out arrangements included in Tier 2: instruments and provisions	1,518,354	47+49
of which: directly issued capital instruments subject to phase out from Tier 2	165,978	47
of which: instruments issued by subsidiaries subject to phase out	1,352,376	49
Total of general allowance for loan losses and eligible provisions included in Tier 2	13,529	50
of which: general allowance for loan losses	5,736	50a
of which: eligible provisions	7,793	50b
Total of items included in Tier 2 capital: instruments and provisions subject to phase-out arrangements	623,936	
of which: 45% of unrealized gains on other securities	523,630	
of which: 45% of revaluation reserve for land	100,305	
Tier 2 capital: instruments and provisions (H)	2,161,727	51
Tier 2 capital: regulatory adjustments		
Investments in own Tier 2 instruments	-	52
Reciprocal cross-holdings in Tier 2 instruments	-	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 common share capital of the entity (amount above the 10% threshold)	-	214,013 54
Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	55
Total of items included in Tier 2 capital: regulatory adjustments subject to phase-out arrangements	170,885	
of which: investments in the capital banking, financial and insurance entities	170,885	
of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	-	
Tier 2 capital: regulatory adjustments (I)	170,885	57
Tier 2 capital (T2)		
Tier 2 capital (T2) ((H)-(I)) (J)	1,990,842	58
Total capital (TC = T1 + T2)		
Total capital (TC = T1 + T2) ((G) + (J)) (K)	9,010,986	59
Risk weighted assets (5)		
Total of items included in risk weighted assets subject to phase-out arrangements	1,177,697	
of which: intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	250,516	
of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	21,038	
of which: defined-benefit pension fund net assets (prepaid pension costs)	284,457	
of which: investments in the capital banking, financial and insurance entities	621,684	
Risk weighted assets (L)	60,550,691	60
Capital ratio (consolidated)		
Common Equity Tier 1 capital ratio (consolidated) ((C)/(L))	8.75%	61
Tier 1 capital ratio (consolidated) ((G)/(L))	11.59%	62
Total capital ratio (consolidated) ((K)/(L))	14.88%	63
Regulatory adjustments (6)		
Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	540,020	72
Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	174,752	73
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-	74
Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	308,503	75
Provisions included in Tier 2 capital: instruments and provisions (7)		
Provisions (general allowance for loan losses)	5,736	76
Cap on inclusion of provisions (general allowance for loan losses)	56,454	77
Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) (if the amount is negative, report as "nil")	7,793	78
Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	283,891	79
Capital instruments subject to phase-out arrangements (8)		
Current cap on AT1 instruments subject to phase-out arrangements	1,874,825	82
Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	175,775	83
Current cap on T2 instruments subject to phase-out arrangements	1,518,354	84
Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	10,711	85