

## Explanation of "Composition of Capital Disclosure"

Mizuho Financial Group  
As of December 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		
<b>(Assets)</b>			
Cash and Due from Banks	21,738,738		
Call Loans and Bills Purchased	439,867		
Receivables under Resale Agreements	11,945,711		
Guarantee Deposits Paid under Securities	5,476,996		
Borrowing Transactions			
Other Debt Purchased	3,274,015		
Trading Assets	14,342,988		
Money Held in Trust	129,890	6-a	
Securities	47,637,752	2-b, 6-b	
Loans and Bills Discounted	69,077,594	6-c	
Foreign Exchange Assets	1,609,399		
Derivatives other than for Trading Assets	3,977,581	6-d	
Other Assets	3,243,070	3, 6-e	
Tangible Fixed Assets	905,561		
Intangible Fixed Assets	502,201	2-a	
Deferred Tax Assets	105,458	4-a	
Customers' Liabilities for Acceptances and Guarantees	4,548,115		
Reserves for Possible Losses on Loans	(646,963)		
Reserve for Possible Losses on Investments	(26)		
<b>Total Assets</b>	<b>188,307,952</b>		
<b>(Liabilities)</b>			
Deposits	86,772,550		
Negotiable Certificates of Deposit	14,532,201		
Call Money and Bills Sold	6,163,036		
Payables under Repurchase Agreements	20,734,805		
Guarantee Deposits Received under Securities	11,294,489		
Lending Transactions			
Commercial Paper	867,599		
Trading Liabilities	7,932,432	6-f	
Borrowed Money	10,792,633	8-a	
Foreign Exchange Liabilities	413,680		
Short-term Bonds	568,338		
Bonds and Notes	5,139,312	8-b	
Due to Trust Accounts	1,312,620		
Derivatives other than for Trading Liabilities	4,426,457	6-g	
Other Liabilities	4,273,142		
Reserve for Bonus Payments	23,170		
Reserve for Employee Retirement Benefits	41,117		
Reserve for Director and Corporate Auditor Retirement Benefits	1,452		
Reserve for Possible Losses on Sales of Loans	172		
Reserve for Contingencies	19,745		
Reserve for Reimbursement of Deposits	15,237		
Reserve for Reimbursement of Debentures	53,994		
Reserves under Special Laws	1,361		
Deferred Tax Liabilities	40,066	4-b	
Deferred Tax Liabilities for Revaluation Reserve for Land	81,449	4-c	
Acceptances and Guarantees	4,548,115		
<b>Total Liabilities</b>	<b>180,049,185</b>		
<b>(Net Assets)</b>			
Common Stock and Preferred Stock	2,254,972	1-a	
Capital Surplus	1,109,508	1-b	
Retained Earnings	2,189,647	1-c	
Treasury Stock	(3,908)	1-d	
<b>Total Shareholders' Equity</b>	<b>5,550,220</b>		
Net Unrealized Gains (Losses) on Other Securities	818,567		
Deferred Gains or Losses on Hedges	(15,778)	5	
Revaluation Reserve for Land	141,451		
Foreign Currency Translation Adjustments	(73,951)		
<b>Total Accumulated Other Comprehensive Income</b>	<b>870,289</b>		3
Stock Acquisition Rights	1,652		1b
Minority Interests	1,836,605	7	
<b>Total Net Assets</b>	<b>8,258,767</b>		
<b>Total Liabilities and Net Assets</b>	<b>188,307,952</b>		

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	2,189,647		1-c
Treasury Stock	(3,908)		1-d
<b>Total Shareholders' Equity</b>	<b>5,550,220</b>		

## (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	5,221,487	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))	
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: 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	502,201		2-a
Securities	47,637,752		2-b
of which: share of goodwill of companies accounted for using the equity method	62,765	Share of goodwill of companies accounted for using the equity method	
Income taxes related to above	(156,154)		

## (2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Goodwill (net of related tax liability, including those equivalent)	125,959		8
Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	282,853	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	3,243,070		3
of which: defined-benefit pension fund net assets (prepaid pension costs)	441,422		
Income taxes related to above	(156,964)		

## (2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Defined-benefit pension fund net assets (prepaid pension costs)	284,457		15

## 4. Deferred tax assets

## (1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Deferred Tax Assets	105,458		4-a
Deferred Tax Liabilities	40,066		4-b
Deferred Tax Liabilities for Revaluation Reserve for Land	81,449		4-c
Tax effects on intangible fixed assets	156,154		
Tax effects on defined-benefit pension fund net assets (prepaid pension costs)	156,964		

## (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)	21,038	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)	308,503	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)	308,503		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	(15,778)		5

## (2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Deferred gains or losses on derivatives under hedge accounting	(15,778)		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	14,342,988	Including trading account securities and derivatives for trading assets	6-a
Securities	47,637,752		6-b
Loans and Bills Discounted	69,077,594	Including subordinated loans	6-c
Derivatives other than for Trading Assets	3,977,581		6-d
Other Assets	3,243,070	Including money invested	6-e
Trading Liabilities	7,932,432	Including trading account securities sold	6-f
Derivatives other than for Trading Liabilities	4,426,457		6-g

## (2) Composition of capital

Composition of capital disclosure	Amount	Remarks	Basel III Template No.
Investments in own capital instruments	3,556		
Common Equity Tier 1 capital	3,556		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)	1,056,355		
Common Equity Tier 1 capital	300,363		18
Additional Tier 1 capital	1,957		39
Tier 2 capital	214,013		54
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 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	275,010		
Amount exceeding the 10% threshold on specified items	-		19
Amount exceeding the 15% threshold on specified items	-		23
Additional Tier 1 capital	100,257		40
Tier 2 capital	-		55
Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	174,752		73

7. Minority interests

(1) Consolidated balance sheet

Consolidated balance sheet items	Amount	Remarks	Ref. No.
Minority Interests	1,836,605		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)	12,601	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)	14,077	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)	5,907	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	10,792,633		8-a
Bonds and Notes	5,139,312		8-b
Total	15,931,946		

(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.