

Composition of Capital Disclosure

Mizuho Bank
As of September 30, 2015

【Consolidated】

(in million yen, in percentage)

Basel III Template No.	Items	As of September 30, 2015	Amounts excluded under transitional arrangements	As of September 30, 2014	Amounts excluded under transitional arrangements
Common Equity Tier 1 capital: instruments and reserves (1)					
1a+2-1c-26	Directly issued qualifying common share capital plus related stock surplus and retained earnings	5,926,754		5,655,086	
1a	of which: capital and stock surplus	3,664,151		3,690,856	
2	of which: retained earnings	2,262,603		1,964,229	
1c	of which: treasury stock (-)	-		-	
26	of which: national specific regulatory adjustments (earnings to be distributed) (-)	-		-	
	of which: other than above	-		-	
1b	Subscription rights to common shares	-		-	
3	Accumulated other comprehensive income and other disclosed reserves	628,471	942,707	204,607	818,428
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	317		281	
	Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to phase-out arrangements	21,700		21,485	
	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	21,700		21,485	
6	Common Equity Tier 1 capital: instruments and reserves (A)	6,577,244		5,881,459	
Common Equity Tier 1 capital: regulatory adjustments (2)					
8+9	Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	170,273	255,410	62,721	250,885
8	of which: goodwill (net of related tax liability, including those equivalent)	16,040	24,060	12,929	51,716
9	of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	154,233	231,350	49,792	199,169
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	3,182	4,774	1,080	4,323
11	Deferred gains or losses on derivatives under hedge accounting	24,091	36,137	618	2,472
12	Shortfall of eligible provisions to expected losses	14,999	22,375	379	1,334
13	Securitization gain on sale	-	-	396	1,585
14	Gains and losses due to changes in own credit risk on fair valued liabilities	516	774	161	646
15	Net defined benefit asset	180,230	270,345	49,980	199,922
16	Investments in own shares (excluding those reported in the net assets section)	-	-	-	-
17	Reciprocal cross-holdings in common equity	-	-	-	-
18	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)	32,017	48,026	18,079	72,319
19+20+21	Amount exceeding the 10% threshold on specified items	-	-	-	-
19	of which: significant investments in the common stock of financials	-	-	-	-
20	of which: mortgage servicing rights	-	-	-	-
21	of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	-	-
22	Amount exceeding the 15% threshold on specified items	-	-	-	-
23	of which: significant investments in the common stock of financials	-	-	-	-
24	of which: mortgage servicing rights	-	-	-	-
25	of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	-	-
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-			
28	Common Equity Tier 1 capital: regulatory adjustments (B)	425,312		133,418	
Common Equity Tier 1 capital (CET1)					
29	Common Equity Tier 1 capital (CET1) ((A)-(B) (C))	6,151,931		5,748,041	
Additional Tier 1 capital: instruments (3)					
30	31a Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as equity under applicable accounting standards and the breakdown	-		-	
	31b Subscription rights to Additional Tier 1 instruments	-		-	
	32 Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	300,000		-	
	Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-		-	
34-35	Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group AT1)	25,080		23,709	
33+35	Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments	1,028,155		1,175,035	
33	of which: directly issued capital instruments subject to phase out from Additional Tier 1	1,028,155		1,175,035	
35	of which: instruments issued by subsidiaries subject to phase out	-		-	
	Total of items included in Additional Tier 1 capital: instruments subject to phase-out arrangements	(9,487)		(28,354)	
	of which: foreign currency translation adjustments	(9,487)		(28,354)	
36	Additional Tier 1 capital: instruments (D)	1,343,748		1,170,389	
Additional Tier 1 capital: regulatory adjustments					
37	Investments in own Additional Tier 1 instruments	-	-	-	-
38	Reciprocal cross-holdings in Additional Tier 1 instruments	-	-	-	-
39	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)	43	64	48	193
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	58,357	87,535	23,811	95,245
	Total of items included in Additional Tier 1 capital: regulatory adjustments subject to phase-out arrangements	16,736		11,196	
	of which: goodwill equivalent	5,487		8,851	
	of which: intangible fixed assets recognized as a result of a merger	-		-	
	of which: capital increase due to securitization transactions	-		1,585	
	of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	11,249		758	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-		-	
43	Additional Tier 1 capital: regulatory adjustments (E)	75,137		35,055	
Additional Tier 1 capital (AT1)					
44	Additional Tier 1 capital ((D)-(E) (F))	1,268,611		1,135,333	
Tier 1 capital (T1 = CET1 + AT1)					
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F) (G))	7,420,543		6,883,375	

[Consolidated]

(in million yen, in percentage)

Basel III Template No.	Items	As of September 30, 2015	Amounts excluded under transitional arrangements	As of September 30, 2014	Amounts excluded under transitional arrangements
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	-	-	-	-
	Subscription rights to Tier 2 instruments	-	-	-	-
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	379,955	-	264,175	-
	Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	-	-	-
48-49	Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	5,692	-	5,361	-
47+49	Eligible Tier 2 capital instruments subject to phase-out arrangements included in Tier 2: instruments and provisions	1,020,478	-	1,166,740	-
47	of which: directly issued capital instruments subject to phase out from Tier 2	1,020,478	-	1,166,740	-
49	of which: instruments issued by subsidiaries subject to phase out	-	-	-	-
50	Total of general allowance for loan losses and eligible provisions included in Tier 2	4,900	-	4,941	-
50a	of which: general allowance for loan losses	4,900	-	4,941	-
50b	of which: eligible provisions	-	-	-	-
	Total of items included in Tier 2 capital: instruments and provisions subject to phase-out arrangements	536,031	-	573,250	-
	of which: 45% of unrealized gains on other securities	477,348	-	493,403	-
	of which: 45% of revaluation reserve for land	58,683	-	79,847	-
51	Tier 2 capital: instruments and provisions (H)	1,947,058	-	2,014,469	-
Tier 2 capital: regulatory adjustments					
52	Investments in own Tier 2 instruments	-	-	-	-
53	Reciprocal cross-holdings in Tier 2 instruments	-	-	-	-
54	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)	21,969	32,954	13,573	54,293
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	130,000	195,000	51,000	204,000
	Total of items included in Tier 2 capital: regulatory adjustments subject to phase-out arrangements	118,407	-	140,527	-
	of which: investments in the capital banking, financial and insurance entities	107,157	-	139,769	-
	of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	11,249	-	758	-
57	Tier 2 capital: regulatory adjustments (I)	270,377	-	205,101	-
Tier 2 capital (T2)					
58	Tier 2 capital (T2) ((H)-(I) (J))	1,676,680	-	1,809,368	-
Total capital (TC = T1 + T2)					
59	Total capital (TC = T1 + T2) ((G) + (J)) (K)	9,097,224	-	8,692,743	-
Risk weighted assets (5)					
	Total of items included in risk weighted assets subject to phase-out arrangements	719,026	-	719,637	-
	of which: intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	231,350	-	199,169	-
	of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	4,774	-	4,323	-
	of which: net defined benefit asset	270,345	-	199,922	-
	of which: investments in the capital banking, financial and insurance entities	212,556	-	316,221	-
60	Risk weighted assets (L)	56,790,842	-	54,230,268	-
Capital ratio (consolidated)					
61	Common Equity Tier 1 capital ratio (consolidated) ((C)/(L))	10.83%	-	10.59%	-
62	Tier 1 capital ratio (consolidated) ((G)/(L))	13.06%	-	12.69%	-
63	Total capital ratio (consolidated) ((K)/(L))	16.01%	-	16.02%	-
Regulatory adjustments (6)					
72	Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	651,500	-	610,173	-
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	149,049	-	135,498	-
74	Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-	-	-	-
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	20,953	-	75,901	-
Provisions included in Tier 2 capital: instruments and provisions (7)					
76	Provisions (general allowance for loan losses)	4,900	-	4,941	-
77	Cap on inclusion of provisions (general allowance for loan losses)	24,029	-	33,614	-
78	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")	-	-	-	-
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	293,300	-	273,646	-
Capital instruments subject to phase-out arrangements (8)					
82	Current cap on AT1 instruments subject to phase-out arrangements	1,028,155	-	1,175,035	-
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	21,330	-	223,139	-
84	Current cap on T2 instruments subject to phase-out arrangements	1,127,545	-	1,288,623	-
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-	-	-	-