

Explanation of "Composition of Capital Disclosure"

Mizuho Trust & Banking
As of March 31, 2016

【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
	As of March 31, 2016	As of March 31, 2015		
(Assets)				
Cash and Due from Banks	1,665,011	1,457,944		
Call Loans	5,520	6,852		
Guarantee Deposits Paid under Securities				
Borrowing Transactions	215,970	-		
Other Debt Purchased	13,358	48,713		
Trading Assets	127,305	67,185	6-a	
Money Held in Trust	2,578	3,415		
Securities	1,492,120	1,887,153	6-b	
Loans and Bills Discounted	3,496,313	3,068,451	6-c	
Foreign Exchange Assets	3,675	7,088		
Other Assets	80,648	79,017	6-d	
Tangible Fixed Assets	24,632	26,561		
Intangible Fixed Assets	24,022	17,624	2	
Prepaid Pension Costs	49,795	45,785	3	
Customers' Liabilities for Acceptances and Guarantees	43,749	41,828		
Reserves for Possible Losses on Loans	(5,636)	(6,811)		
Reserve for Possible Losses on Investments	-	(1)		
Total Assets	7,239,067	6,750,811		
(Liabilities)				
Deposits	3,056,268	2,637,041		
Negotiable Certificates of Deposit	353,070	579,810		
Call Money	1,162,877	1,072,860		
Payable under Repurchase Agreements	67,602	12,022		
Guarantee Deposits Received under Securities				
Lending Transactions	420,713	436,750		
Trading Liabilities	121,483	63,242	6-e	
Borrowed Money	366,955	221,967	7-a	
Foreign Exchange Liabilities	0	-		
Bonds and Notes	10,000	42,200	7-b	
Due to Trust Accounts	1,019,554	1,008,363		
Other Liabilities	60,074	43,236	6-f	
Reserve for Bonus Payments	1,953	1,909		
Reserve for Variable Compensation	401	-		
Reserve for Reimbursement of Deposits	1,113	1,079		
Deferred Tax Liabilities	12,043	22,342	4-b	
Acceptances and Guarantees	43,749	41,828		
Total Liabilities	6,697,859	6,184,654		
(Net Assets)				
Common Stock and Preferred Stock	247,369	247,369	1-a	
Capital Surplus	15,505	15,505	1-b	
Retained Earnings	180,091	168,935	1-c	
Total Shareholders' Equity	442,965	431,810		
Net Unrealized Gains (Losses) on Other Securities, net of Taxes	97,740	136,022		
Net Deferred Hedge Gains (Losses), net of Taxes	501	(1,676)	5	
Total Valuation and Translation Adjustments	98,241	134,345		
Total Net Assets	541,207	566,156		
Total Liabilities and Net Assets	7,239,067	6,750,811		

3

(Appended template)

1. Shareholders' equity

(in million yen)

(1) Balance sheet

Ref. No.	Balance sheet items	As of March 31, 2016	As of March 31, 2015	Remarks
1-a	Common Stock and Preferred Stock	247,369	247,369	
1-b	Capital Surplus	15,505	15,505	
1-c	Retained Earnings	180,091	168,935	
	Total Shareholders' Equity	442,965	431,810	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2016	As of March 31, 2015	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	442,965	431,810	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	262,874	262,874	
2	of which: retained earnings	180,091	168,935	
1c	of which: treasury stock (-)	-	-	
	of which: other than above	-	-	
31a	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

2. Intangible fixed assets

(1) Balance sheet

Ref. No.	Balance sheet items	As of March 31, 2016	As of March 31, 2015	Remarks
2	Intangible Fixed Assets	24,022	17,624	
	Income taxes related to above	(7,350)	(5,675)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2016	As of March 31, 2015	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	-	-	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	16,671	11,949	Software and other
	Mortgage servicing rights (net of related tax liability)	-	-	
20	Amount exceeding the 10% threshold on specified items	-	-	
24	Amount exceeding the 15% threshold on specified items	-	-	
74	Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-	-	

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

(1) Balance sheet

Ref. No.	Balance sheet items	As of March 31, 2016	As of March 31, 2015	Remarks
3	Prepaid Pension Costs	49,795	45,785	
	Income taxes related to above	(15,237)	(14,742)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2016	As of March 31, 2015	Remarks
15	Defined-benefit pension fund net assets (prepaid pension costs)	34,557	31,042	

4. Deferred tax assets

(1) Balance sheet

Ref. No.	Balance sheet items	As of March 31, 2016	As of March 31, 2015	Remarks
	Deferred Tax Assets	-	-	
4-b	Deferred Tax Liabilities	12,043	22,342	
	Tax effects on intangible fixed assets	7,350	5,675	
	Tax effects on defined-benefit pension fund net assets (prepaid pension costs)	15,237	14,742	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2016	As of March 31, 2015	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-	
	Deferred tax assets that rely on future profitability arising from temporary differences (net of related tax liability)	10,544	-	
21	Amount exceeding the 10% threshold on specified items	-	-	
25	Amount exceeding the 15% threshold on specified items	-	-	
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	10,544	-	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Balance sheet

Ref. No.	Balance sheet items	As of March 31, 2016	As of March 31, 2015	Remarks
5	Net Deferred Hedge Gains (Losses), net of Taxes	501	(1,676)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2016	As of March 31, 2015	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	501	(1,676)	

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

(1) Balance sheet

Ref. No.	Balance sheet items	As of March 31, 2016	As of March 31, 2015	Remarks
6-a	Trading Assets	127,305	67,185	Including trading account securities and derivatives for trading assets
6-b	Securities	1,492,120	1,887,153	
6-c	Loans and Bills Discounted	3,496,313	3,068,451	Including subordinated loans
6-d	Other Assets	80,648	79,017	Including Derivatives other than for Trading Assets and money invested
6-e	Trading Liabilities	121,483	63,242	Including trading account securities sold
6-f	Other Liabilities	60,074	43,236	Including Derivatives other than for Trading Liabilities

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2016	As of March 31, 2015	Remarks
	Investments in own capital instruments	-	-	
16	Common Equity Tier 1 capital	-	-	
37	Additional Tier 1 capital	-	-	
52	Tier 2 capital	-	-	
	Reciprocal cross-holdings in the capital of banking, financial and insurance entities	-	-	
17	Common Equity Tier 1 capital	-	-	
38	Additional Tier 1 capital	-	-	
53	Tier 2 capital	-	-	
	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)	39,843	49,927	
18	Common Equity Tier 1 capital	-	422	
39	Additional Tier 1 capital	-	5	
54	Tier 2 capital	-	345	
72	Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	39,843	49,153	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	892	1,017	
19	Amount exceeding the 10% threshold on specified items	-	-	
23	Amount exceeding the 15% threshold on specified items	-	-	
40	Additional Tier 1 capital	-	-	
55	Tier 2 capital	-	-	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	892	1,017	

7. Other capital instruments

(1) Balance sheet

Ref. No.	Balance sheet items	As of March 31, 2016	As of March 31, 2015	Remarks
7-a	Borrowed Money	366,955	221,967	
7-b	Bonds and Notes	10,000	42,200	
	Total	376,955	264,167	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2016	As of March 31, 2015	Remarks
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	-	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	-	

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.