

Composition of Capital Disclosure

Mizuho Bank [Non-Consolidated]
As of September 30, 2016

(in million yen, in percentage)

Basel III Template No.	Items	As of September 30, 2016	Amounts excluded under transitional arrangements	As of September 30, 2015	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	5,857,976		5,714,448	
1a	of which: capital and stock surplus	3,690,389		3,690,856	
2	of which: retained earnings	2,167,586		2,023,591	
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	Valuation and translation adjustments and other disclosed reserves	794,080	529,386	555,964	833,946
	Total of items included in Common Equity Tier 1 capital: instruments and reserves subject to phase-out arrangements	-		-	
6	Common Equity Tier 1 capital: instruments and reserves (A)	6,652,056		6,270,412	
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)	288,617	192,411	152,293	228,439
8	of which: goodwill (net of related tax liability)	-	-	-	-
9	of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	288,617	192,411	152,293	228,439
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-	-	-
11	Deferred gains or losses on derivatives under hedge accounting	128,581	85,721	17,622	26,433
12	Shortfall of eligible provisions to expected losses	60,359	40,201	31,100	46,526
13	Securitization gain on sale	-	-	-	-
14	Gains and losses due to changes in own credit risk on fair valued liabilities	-	-	-	-
15	Defined-benefit pension fund net assets (prepaid pension costs)	197,964	131,976	119,884	179,826
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)	-	-	20,512	30,768
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)	675,523		341,413	
Common Equity Tier 1 capital (CET1)					
29	Common Equity Tier 1 capital (CET1) ((A)-(B)-(C))	5,976,532		5,928,999	
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	760,000		300,000	
	Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-		-	
33+35	Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments	577,504		1,028,155	
	Total of items included in Additional Tier 1 capital: instruments subject to phase-out arrangements	71		28	
	of which: foreign currency translation adjustments	71		28	
36	Additional Tier 1 capital: instruments (D)	1,337,575		1,328,183	
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)	-	-	32	48
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)	55,445	36,963	36,963	55,445
	Total of items included in Additional Tier 1 capital: regulatory adjustments subject to phase-out arrangements	20,119		23,325	
	of which: goodwill equivalent	-		-	
	of which: intangible fixed assets recognized as a result of a merger	-		-	
	of which: capital increase due to securitization transactions	-		-	
	of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	20,119		23,325	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-		-	
43	Additional Tier 1 capital: regulatory adjustments (E)	75,564		60,320	
Additional Tier 1 capital (AT1)					
44	Additional Tier 1 capital ((D)-(E)-(F))	1,262,010		1,267,862	
Tier 1 capital (T1 = CET1 + AT1)					
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	7,238,543		7,196,862	

Basel III Template No.	Items	As of September 30, 2016	Amounts excluded under transitional arrangements	As of September 30, 2015	Amounts excluded under transitional arrangements
Tier 2 capital: instruments and provisions (4)					
46	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	-	-	-	-
	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	647,520	-	379,955	-
	Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	-	-	-
47+49	Eligible Tier 2 capital instruments subject to phase-out arrangements included in Tier 2: instruments and provisions	876,816	-	1,020,478	-
50	Total of general allowance for loan losses and eligible provisions included in Tier 2	1,610	-	965	-
50a	of which: general allowance for loan losses	1,610	-	965	-
50b	of which: eligible provisions	-	-	-	-
	Total of items included in Tier 2 capital: instruments and provisions subject to phase-out arrangements	278,907	-	508,506	-
	of which: 45% of unrealized gains on other securities	240,379	-	449,823	-
	of which: 45% of revaluation reserve for land	38,527	-	58,683	-
51	Tier 2 capital: instruments and provisions (H)	1,804,854	-	1,909,905	-
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)	-	-	16,323	24,484
55	Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	177,000	118,000	130,000	195,000
	Total of items included in Tier 2 capital: regulatory adjustments subject to phase-out arrangements	20,119	-	24,104	-
	of which: investments in the capital banking, financial and insurance entities	-	-	778	-
	of which: 50% of excess of expected losses relative to eligible reserves by banks adopting internal ratings-based approach	20,119	-	23,325	-
57	Tier 2 capital: regulatory adjustments (I)	197,119	-	170,427	-
Tier 2 capital (T2)					
58	Tier 2 capital (T2) ((H)-(I)) (J)	1,607,734	-	1,739,477	-
Total capital (TC = T1 + T2)					
59	Total capital (TC = T1 + T2) ((G) + (J)) (K)	8,846,278	-	8,936,339	-
Risk weighted assets (5)					
	Total of items included in risk weighted assets subject to phase-out arrangements	450,931	-	728,280	-
	of which: intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	192,411	-	228,439	-
	of which: deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-	-	-
	of which: defined-benefit pension fund net assets (prepaid pension costs)	131,976	-	179,826	-
	of which: investments in the capital banking, financial and insurance entities	126,542	-	320,013	-
60	Risk weighted assets (L)	54,032,827	-	55,639,433	-
Capital ratio					
61	Common Equity Tier 1 capital ratio ((C)/(L))	11.06%	-	10.65%	-
62	Tier 1 capital ratio ((G)/(L))	13.39%	-	12.93%	-
63	Total capital ratio ((K)/(L))	16.37%	-	16.06%	-
Regulatory adjustments (6)					
72	Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	477,985	-	630,213	-
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	139,774	-	184,699	-
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)	34,212	-	-	-
Provisions included in Tier 2 capital: instruments and provisions (7)					
76	Provisions (general allowance for loan losses)	1,610	-	965	-
77	Cap on inclusion of provisions (general allowance for loan losses)	3,797	-	2,249	-
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	290,163	-	298,955	-
Capital instruments subject to phase-out arrangements (8)					
82	Current cap on AT1 instruments subject to phase-out arrangements	881,276	-	1,028,155	-
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	-
84	Current cap on T2 instruments subject to phase-out arrangements	957,856	-	1,117,499	-
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-	-	-	-