Explanation of "Composition of Capital Disclosure"

Mizuho Trust & Banking 【Consolidated】 As of March 31, 2017

(in million ven)

		(in million yen)	•		
Items	Consolidated as in published fin		Cross-reference to Appended template	Reference # of common disclosure template under the Composition of Capital Disclosure	
	As of March 31, 2017	As of March 31, 2016			
(Assets)					
Cash and Due from Banks	1,756,279	1,817,013			
Call Loans and Bills Purchased	6,956	5,520			
Guarantee Deposits Paid under Securities	•				
Borrowing Transactions	113,046	215,970			
Other Debt Purchased	9,196	13,358			
Trading Assets	90,487	127,305	6-a		
Money Held in Trust	3,286	2,578			
Securities	1,232,937	1,459,466	2-b, 6-b		
Loans and Bills Discounted	3,322,914	3,488,453	6-c		
Foreign Exchange Assets	2,596	3,675			
Other Assets	99,662	97,126	6-d		
Tangible Fixed Assets	27,468	28,943			
Intangible Fixed Assets	51,354	45,799	2-a		
Net Defined Benefit Asset	58,145	40,197	3		
Deferred Tax Assets	739	1,021	4-a		
Customers' Liabilities for Acceptances and	22.022	12.704			
Guarantees	23,922	43,794			
Reserves for Possible Losses on Loans	(5,830)	(6,985)			
Total Assets	6,793,163	7,383,239			
(Liabilities)					
Deposits	3,432,498	3,185,886			
Negotiable Certificates of Deposit	327,620	349,070			
Call Money and Bills Sold	242,493	1,162,877			
Payables under Repurchase Agreements	67,320	67,602			
Guarantee Deposits Received under Securities	310,303	420,713			
Lending Transactions	·	•			
Trading Liabilities	83,683	121,483	6-e		
Borrowed Money	372,578	366,955	8-a		
Foreign Exchange Liabilities	-	0			
Bonds and Notes	10,000	10,000	8-b		
Due to Trust Accounts	1,272,149	1,019,554			
Other Liabilities	45,966	69,674	6-f		
Reserve for Bonus Payments	3,414	3,175			
Reserve for Variable Compensation	413	401			
Net Defined Benefit Liability	1,048	955			
Reserve for Director and Corporate Auditor	154	343			
Retirement Benefits					
Reserve for Reimbursement of Deposits	1,496	1,113			
Deferred Tax Liabilities	15,013	12,296	4-b		
Acceptances and Guarantees	23,922	43,794			
Total Liabilities	6,210,077	6,835,898			
(Net Assets)	247.260	247.260	1 -		
Common Stock and Preferred Stock	247,369 15,587	247,369 15,597	1-a 1-b		
Capital Surplus	210,219	185,425	1-0 1-c		
Retained Earnings Total Shareholders' Equity	473,176	448,393	1-C		
Net Unrealized Gains (Losses) on Other Securities	95,796	97,710			
Deferred Gains or Losses on Hedges	1,654	501	5		
Foreign Currency Translation Adjustments	1,514	2,044	,		
Remeasurements of Defined Benefit Plans	1,314 5,461	(7,262)			
Total Accumulated Other Comprehensive Income	104,426	92,992		3	
Non-Controlling Interests	5,484	5,954	7	3	
Total Net Assets	583,086	547,340	,		
Total Liabilities and Net Assets	6,793,163	7,383,239			
	-,,	.,- 55,255			

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Note: The regulatory scope of consolidation is the same as the accounting scope of consolidation.

(Appended template)

Consolidated balance sheet items		(Appended template)			
Common Stock and Preferred Stock					
Lab Common Stock and Preferred Stock 247,369 247,369					(in million yen
Capital Surplus 15,887 15,597 Reained Earnings 210,219 185,425 154,48,393 154,493 154,4	Ref. No.	Consolidated balance sheet items	As of March 31, 2017	As of March 31, 2016	Remarks
Test Retained Earnings 210,219 185,425	1-a	Common Stock and Preferred Stock	247,369	247,369	
Total Shareholders' Equity (2) Composition of capital (2) Composition of capital disclosure (3) Composition of capital disclosure (473,176	1-b	Capital Surplus	15,587	15,597	
Composition of capital Composition of capital disclosure Asid Marsh 31,2017 Asid Marsh 31,2016 Remarks	1-c				
Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks		Total Shareholders' Equity	473,176	448,393	
Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks		(2) Composition of conital			
Directly issued qualifying common share apital plus related stock surplus and retained earnings 1	Basel III Template No.		As of March 31 2017	As of March 31 2016	Remarks
Directly issued quantings common state eapting plus retained stock surplus and retained earnings surplus and retained earnings 2 10 10 10 10 10 10 10	Dasci III Tempate 116.		1501 141101151, 2017	715 07 Walter 51, 2010	
2 1c 1c 1c 1c 1c 1c 1c			473,176	448,393	adjusting national specific regulatory adjustments (earnings to be
Some content of the composition of capital disclosure Some counted for using the equity method Some cases related tax liability Some cases related t	1a	of which: capital and stock surplus	262,956	262,967	
Sometimes of which other than above	2	ÿ	210,219	185,425	
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as equity under applicable accounting standards and the breakdown Consolidated balance sheet	1c	2 \	-	-	
Stack surplus of which: classified as equity under applicable accounting standards and the breakdown			-	-	
State Stat					Shareholders' equity attributable to preferred shares with a loss
2. Intangible fixed assets (1) Consolidated balance sheet 2-a 2-b David III Template No.	31a		-	-	
(1) Consolidated balance sheet Consolidated balance sheet items As of March 31, 2017 As of March 31, 2016 Remarks Intangible Fixed Assets 51,354 45,799 Securities 0f which: share of goodwill of companies accounted for using the equity method Income taxes related to above (10,969) (8,672) (2) Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks (2) Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks (3) Consposition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks (4) Consolidated balance sheet (10,969) (8,672) (5) Composition of capital disclosure As of March 31, 2016 Remarks (6) Consolidated balance sheet (10,969) (10,969) (10,969) (7) Consposition of capital disclosure As of March 31, 2016 Remarks (8) Consolidated balance sheet (10,969) (10,969) (10,969) (9) Consposition of capital disclosure As of March 31, 2016 Remarks (10) Consolidated balance sheet (10,969) (10,969) (10,969) (21) Consposition of capital disclosure As of March 31, 2016 Remarks (22) Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks (23) Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks (24) Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks (25) Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks (26) Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks (27) Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks (28) Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks (29) Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks (29) Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks		accounting standards and the breakdown			
Securities of which: share of goodwill of companies accounted for using the equipment of which: share of goodwill of companies accounted for using the equipment of which: share of goodwill of companies accounted for using the equipment of which: share of goodwill of companies accounted for using the equipment of which: share of goodwill of companies accounted for using the equipment of which: share of goodwill of companies accounted for using the equipment of which: share of goodwill of companies accounted for using the equipment of which: share of goodwill of companies accounted for using the equipment of which is share of goodwill of companies accounted for using the equipment of which is share of goodwill of companies accounted for using the equipment of the	Ref. No.	> /	As of March 31, 2017	As of March 31, 2016	Remarks
Share of goodwill of companies accounted for using the equity method Income taxes related to above (10,969) (8,672) (2) Composition of capital	2-a	Intangible Fixed Assets			
Lusing the equity method Income taxes related to above (10,969) (8,672)	2-b		1,232,937	1,459,466	
Income taxes related to above (10,969) (8,672)			-	-	Share of goodwill of companies accounted for using the equity
Composition of capital		using the equity method	L		incinoa
Based III Template No Composition of capital disclosure		Income taxes related to above	(10,969)	(8,672)	
Basel III Template No Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks Remarks		45.5			
Goodwill (net of related tax liability, including those equivalent) 9					- 1
Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability) Mortgage servicing rights (net of related tax liability) Amount exceeding the 10% threshold on specified items Amount exceeding the 15% threshold on specified items Amount exceeding the 15% threshold on specified items Amount exceeding the 15% thresholds for deduction (before risk weighting) 3. Net Defined Benefit Asset (1) Consolidated balance sheet Ref. No. Ref. No. Ref. No. Tonsolidated balance sheet items As of March 31, 2017 As of March 31, 2016 Remarks Remarks Defined Benefit Asset (1) Composition of capital Remarks Remarks Remarks Remarks Remarks Remarks Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks			1		Remarks
(net of related tax liability) 24,943 20,862 Software and other Mortgage servicing rights (net of related tax liability) Amount exceeding the 10% threshold on specified items Amount exceeding the 15% threshold on specified items Mortgage servicing rights that are below the thresholds for deduction (before risk weighting) 3. Net Defined Benefit Asset (1) Consolidated balance sheet Ref. No. Ref. No. Ref. No. Ref. No. Tonsolidated balance sheet items As of March 31, 2017 As of March 31, 2016 Remarks Net Defined Benefit Asset (1) Consolidated balance sheet items As of March 31, 2017 As of March 31, 2016 Remarks Net Defined Benefit Asset (2) Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks	8		15,440	16,264	
Mortgage servicing rights (net of related tax liability)	9		24,943	20,862	Software and other
Amount exceeding the 15% threshold on specified items Anount exceeding the 15% threshold on specified items Mortgage servicing rights that are below the thresholds for deduction (before risk weighting) 3. Net Defined Benefit Asset (1) Consolidated balance sheet Ref. No. Consolidated balance sheet items As of March 31, 2017 As of March 31, 2016 Remarks Net Defined Benefit Asset (1) Consolidated balance sheet items Net Defined Benefit Asset (1) Consolidated balance sheet items (1) Consolidated balance sheet items (2) Consolidated balance sheet items (3) Net Defined Benefit Asset (1) Consolidated balance sheet items (1) Consolidated balance sheet items (2) Consolidated balance sheet items (3) Net Defined Benefit Asset (1) Consolidated balance sheet items (1) As of March 31, 2016 (2) Composition of capital (2) Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks		2 */	-	-	
Mortgage servicing rights that are below the thresholds for deduction (before risk weighting) 3. Net Defined Benefit Asset (1) Consolidated balance sheet Ref No. 3	20	Amount exceeding the 10% threshold on specified items	-	-	
3. Net Defined Benefit Asset (1) Consolidated balance sheet Ref. No. 3	24	Amount exceeding the 15% threshold on specified items	-	-	
3. Net Defined Benefit Asset (1) Consolidated balance sheet Ref. No. 3 Consolidated balance sheet items As of March 31, 2017 As of March 31, 2016 Remarks Net Defined Benefit Asset Consolidated balance sheet items As of March 31, 2017 As of March 31, 2016 Remarks Net Defined Benefit Asset (1) Consolidated balance sheet items As of March 31, 2017 As of March 31, 2016 Remarks (2) Composition of capital Basel III Template No. Remarks	74	Mortgage servicing rights that are below the thresholds for		_	
Consolidated balance sheet As of March 31, 2017 As of March 31, 2016 Remarks	74	deduction (before risk weighting)		_	
Consolidated balance sheet As of March 31, 2017 As of March 31, 2016 Remarks					
Consolidated balance sheet As of March 31, 2017 As of March 31, 2016 Remarks		2 Not Defined Reposit Accet			
Ref. No. Consolidated balance sheet items As of March 31, 2017 As of March 31, 2016 Remarks					
Net Defined Benefit Asset 58,145 40,197 Income taxes related to above (17,829) (12,332) (2) Composition of capital Basel III Template No. Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks	Pef No	<u> </u>	As of March 31 2017	As of March 31 2016	Remarks
Income taxes related to above (17,829) (12,332) (2) Composition of capital Basel III Template No. Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks					Remarks
(2) Composition of capital Basel III Template No. Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks	3	Net Defined Benefit Asset	36,143	40,197	
Basel III Template No. Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks		Income taxes related to above	(17,829)	(12,332)	
Basel III Template No. Composition of capital disclosure As of March 31, 2017 As of March 31, 2016 Remarks					
15 Net Defined Benefit Asset 40,315 27,864					Remarks
	15	Net Defined Benefit Asset	40,315	27,864	
4. Deferred tax assets	13		40,513	1 21,004	1

Ref. No. 4-a 4-b

Deferred tax assets
 (1) Consolidated balance sheet

Consolidated balance sheet items	As of March 31, 2017	As of March 31, 2016	Remarks
Deferred Tax Assets	739	1,021	
Deferred Tax Liabilities	15,013	12,296	
Tax effects on intangible fixed assets	10,969	8,672	
Tax effects on net defined benefit asset	17 829	12 332	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2017	As of March 31, 2016	Remarks
10	rred tax assets that rely on future profitability excluding those ag from temporary differences (net of related tax liability)	29	22	This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.
	rred tax assets that rely on future profitability arising from orary differences (net of related tax liability)	14,494		This item does not agree with the amount reported on the consolidated balance sheet due to offsetting of assets and liabilities.
21	Amount exceeding the 10% threshold on specified items	-	•	
25	Amount exceeding the 15% threshold on specified items	-	٠	
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	14,494	9,708	

5. Deferred gains or losses on derivatives under hedge accounting (1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2017	As of March 31, 2016	Remarks
5	Deferred Gains or Losses on Hedges	1,654	501	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2017	As of March 31, 2016	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	1,654	501	

6. Items associated with investments in the capital of financial institutions (1) Consolidated balance sheet

Ref. No.

6-b 6-c 6-d

_	(1) Consolidated balance sneet			
	Consolidated balance sheet items	As of March 31, 2017	As of March 31, 2016	Remarks
	Trading Assets	90,487	127,305	Including trading account securities and derivatives for trading assets
	Securities	1,232,937	1,459,466	
	Loans and Bills Discounted	3,322,914	3,488,453	Including subordinated loans
	Other Assets	99,662	97 126	Including Derivatives other than for Trading Assets and money invested
	Trading Liabilities	83,683	121,483	Including trading account securities sold
	Other Liabilities	45,966	69,674	Including Derivatives other than for Trading Liabilities

	(2) Composition of capital					
Basel III Template No.	Composition of capital disclosure	As of March 31, 2017	As of March 31, 2016	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)	22,460	40,091			
18	Common Equity Tier 1 capital	-	-			
39	Additional Tier 1 capital	-	-			
54	Tier 2 capital	-				
72	Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	22,460	40,091			
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	2,123	2,022			
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)	2,123	2,022			

7. Non-Controlling Interests (1) Consolidated balance sheet

Ref. No.			
7			

(1) Consolidated State Sheet						
Consolidated balance sheet items	As of March 31, 2017	As of March 31, 2016	Remarks			
Non-Controlling Interests	5,484	5,954				

(2) Composition of capital

Basel III Template No.					
5					
30-31ab-32					
34-35					
46					
48-49					

(2) Composition of capital			
Composition of capital disclosure	As of March 31, 2017	As of March 31, 2016	Remarks
Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	-	_	After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)
Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	-	After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)
Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group AT1)	1,358		After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)
Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	-	After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)
Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	319		After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)

Other capital instruments (1) Consolidated balance sheet

Ref. No.				
8-a				
8-b				

Consolidated balance sheet items	As of March 31, 2017	As of March 31, 2016	Remarks
Borrowed Money	372,578	366,955	
Bonds and Notes	10,000	10,000	
Total	382,578	376,955	

Basel III Template No					
32					
46					

(2) Composition of Capital					
Composition of capital disclosure	As of March 31, 2017	As of March 31, 2016	Remarks		
Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	1			
Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	1			

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.