

Explanation of "Composition of Capital Disclosure"

Mizuho Trust & Banking [Non-Consolidated]
As of March 31, 2018

(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, 2018	As of March 31, 2017		
(Assets)				
Cash and Due from Banks	1,751,680	1,699,040		
Call Loans	2,869	6,956		
Guarantee Deposits Paid under Securities Borrowing Transactions	220,934	113,046		
Other Debt Purchased	7,989	9,196		
Trading Assets	79,551	90,487	6-a	
Money Held in Trust	3,199	3,286		
Securities	1,091,950	1,253,105	6-b	
Loans and Bills Discounted	3,433,750	3,326,296	6-c	
Foreign Exchange Assets	2,268	2,596		
Other Assets	171,731	83,804	6-d	
Tangible Fixed Assets	21,762	23,617		
Intangible Fixed Assets	35,041	33,477	2	
Prepaid Pension Cost	49,592	49,230	3	
Customers' Liabilities for Acceptances and Guarantees	20,056	23,887		
Reserves for Possible Losses on Loans	(1,850)	(4,779)		
Total Assets	6,890,529	6,713,251		
(Liabilities)				
Deposits	3,406,588	3,387,390		
Negotiable Certificates of Deposit	472,180	327,620		
Call Money	469,882	242,493		
Payables under Repurchase Agreements	53,135	67,320		
Guarantee Deposits Received under Securities Lending Transactions	180,728	310,303		
Trading Liabilities	69,367	83,683	6-e	
Borrowed Money	387,490	372,578	7-a	
Bonds and Notes	10,000	10,000	7-b	
Due to Trust Accounts	1,134,182	1,272,149		
Other Liabilities	78,418	36,173	6-f	
Reserve for Bonus Payments	2,097	1,976		
Reserve for Variable Compensation	511	413		
Reserve for Reimbursement of Deposits	1,913	1,496		
Deferred Tax Liabilities	13,646	9,692	4-b	
Acceptances and Guarantees	20,056	23,887		
Total Liabilities	6,300,200	6,147,179		
(Net Assets)				
Common Stock and Preferred Stock	247,369	247,369	1-a	
Capital Surplus	15,505	15,505	1-b	
Retained Earnings	226,570	205,013	1-c	
Total Shareholders' Equity	489,445	467,888		
Net Unrealized Gains (Losses) on Other Securities, net of Taxes	99,258	96,529		
Net Deferred Hedge Gains (Losses), net of Taxes	1,624	1,654	5	
Total Valuation and Translation Adjustments	100,882	98,183		
Total Net Assets	590,328	566,071		3
Total Liabilities and Net Assets	6,890,529	6,713,251		

(Appended template)

1. Shareholders' equity

(in million yen)

Ref. No.	Balance sheet items	As of March 31, 2018	As of March 31, 2017	Remarks
1-a	Common Stock and Preferred Stock	247,369	247,369	
1-b	Capital Surplus	15,505	15,505	
1-c	Retained Earnings	226,570	205,013	
	Total Shareholders' Equity	489,445	467,888	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	489,445	467,888	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	226,570	205,013	
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	-	-	

2. Intangible fixed assets

(1) Balance sheet

Ref. No.	Balance sheet items	As of March 31, 2018	As of March 31, 2017	Remarks
2	Intangible Fixed Assets	35,041	33,477	
	Income taxes related to above	(10,722)	(10,244)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	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)	24,318	23,233	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, 2018	As of March 31, 2017	Remarks
3	Prepaid Pension Costs	49,592	49,230	
	Income taxes related to above	(15,175)	(15,064)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	Remarks
15	Defined-benefit pension fund net assets (prepaid pension costs)	34,417	34,166	

4. Deferred tax assets

(1) Balance sheet

Ref. No.	Balance sheet items	As of March 31, 2018	As of March 31, 2017	Remarks
	Deferred Tax Assets	-	-	
4-b	Deferred Tax Liabilities	13,646	9,692	
	Tax effects on intangible fixed assets	10,722	10,244	
	Tax effects on defined-benefit pension fund net assets (prepaid pension costs)	15,175	15,064	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	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)	12,251	15,615	
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)	12,251	15,615	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Balance sheet

Ref. No.	Balance sheet items	As of March 31, 2018	As of March 31, 2017	Remarks
5	Net Deferred Hedge Gains (Losses), net of Taxes	1,624	1,654	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	1,624	1,654	

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

(1) Balance sheet

Ref. No.	Balance sheet items	As of March 31, 2018	As of March 31, 2017	Remarks
6-a	Trading Assets	79,551	90,487	Including trading account securities and derivatives for trading assets
6-b	Securities	1,091,950	1,253,105	
6-c	Loans and Bills Discounted	3,433,750	3,326,296	
6-d	Other Assets	171,731	83,804	Including Derivatives other than for Trading Assets and money invested
6-e	Trading Liabilities	69,367	83,683	Including trading account securities sold
6-f	Other Liabilities	78,418	36,173	Including Derivatives other than for Trading Liabilities

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	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)	22,706	22,202	
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)	22,706	22,202	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	777	974	
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)	777	974	

7. Other capital instruments

(1) Balance sheet

Ref. No.	Balance sheet items	As of March 31, 2018	As of March 31, 2017	Remarks
7-a	Borrowed Money	387,490	372,578	
7-b	Bonds and Notes	10,000	10,000	
	Total	397,490	382,578	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2018	As of March 31, 2017	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 as of March 31, 2017 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.