

## Explanation of "Composition of Capital Disclosure"

Mizuho Bank [Non-Consolidated]  
As of September 30, 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 September 30, 2018		
(Assets)			
Cash and Due from Banks	39,085,189		
Call Loans	252,147		
Receivables under Resale Agreements	984,011		
Other Debt Purchased	432,424		
Trading Assets	3,995,342	6-a	
Money Held in Trust	503		
Securities	34,063,481		
Loans and Bills Discounted	74,743,694	6-c	
Foreign Exchange Assets	2,252,683		
Derivatives other than for Trading Assets	3,358,122	6-d	
Other Assets	2,636,036		
Tangible Fixed Assets	789,855		
Intangible Fixed Assets	787,724	2	
Prepaid Pension Cost	460,846	3	
Customers' Liabilities for Acceptances and Guarantees	6,404,988		
Reserves for Possible Losses on Loans	(197,932)		
<b>Total Assets</b>	<b>170,049,119</b>		
(Liabilities)			
Deposits	113,780,522		
Negotiable Certificates of Deposit	12,333,714		
Call Money	1,106,986		
Payables under Repurchase Agreements	7,380,812		
Guarantee Deposits Received under Securities Lending Transactions	705,230		
Commercial Paper	683,390		
Trading Liabilities	2,549,414	6-f	
Borrowed Money	9,695,902		
Foreign Exchange Liabilities	659,377		
Bonds and Notes	2,304,029	7-b	
Derivatives other than for Trading Liabilities	3,330,069	6-g	
Other Liabilities	1,466,491		
Reserve for Bonus Payments	15,904		
Reserve for Variable Compensation	573		
Reserve for Possible Losses on Sales of Loans	1,153		
Reserve for Contingencies	3		
Reserve for Reimbursement of Deposits	17,906		
Reserve for Reimbursement of Debentures	28,197		
Deferred Tax Liabilities	152,372	4-b	
Deferred Tax Liabilities for Revaluation Reserve for Land	65,732	4-c	
Acceptances and Guarantees	6,404,988		
<b>Total Liabilities</b>	<b>162,682,772</b>		
(Net Assets)			
Common Stock and Preferred Stock	1,404,065	1-a	
Capital Surplus	2,286,328	1-b	
Retained Earnings	2,549,951		
<b>Total Shareholders' Equity</b>	<b>6,240,345</b>		
Net Unrealized Gains (Losses) on Other Securities, net of Taxes	1,115,927		
Net Deferred Hedge Gains (Losses), net of Taxes	(133,174)	5	
Revaluation Reserve for Land, net of Taxes	143,248		
<b>Total Valuation and Translation Adjustments</b>	<b>1,126,001</b>		3
<b>Total Net Assets</b>	<b>7,366,346</b>		
<b>Total Liabilities and Net Assets</b>	<b>170,049,119</b>		

Note1: Borrowed Money includes Subordinated borrowings of JPY 307,400 million. This item is included in "Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments" in the Composition of Capital Disclosure.

Note2: The non-consolidated capital adequacy ratio is calculated based on the consolidated financial statements which include special purpose companies in accordance with Article 15 of "Criteria for Judging Whether A Financial Institution's Capital is Sufficient in Light of the Assets Held, etc. under the Provision of Article 14-2 of the Banking Law" (Notification No. 19 of 2006, the Financial Services Agency). The above capital adequacy ratio is calculated using the following balance sheet accounts reported on the consolidated financial statements.

Balance sheet account	Amount reported on the consolidated financial statements	Cross-reference to Appended template	Reference # of common disclosure template under the Composition of Capital Disclosure
	As of September 30, 2018		
Securities	34,054,761	6-b	
Other Assets	2,636,038	6-e	
Borrowed Money	9,388,502	7-a	
Retained Earnings	2,550,150	1-c	

**(Appended template)**

## 1. Shareholders' equity

## (1) Balance sheet

(in million yen)

Ref. No.	Balance sheet items	As of September 30, 2018	Remarks
1-a	Common Stock and Preferred Stock	1,404,065	Including eligible Tier 1 capital instruments subject to phase-out arrangements
1-b	Capital Surplus	2,286,328	Including eligible Tier 1 capital instruments subject to phase-out arrangements
1-c	Retained Earnings	2,550,150	
	<b>Total Shareholders' Equity</b>	<b>6,240,544</b>	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	6,240,540	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	3,690,389	
2	of which: retained earnings	2,550,150	
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 September 30, 2018	Remarks
2	Intangible Fixed Assets	787,724	
	Income taxes related to above	(241,201)	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	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)	546,523	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 September 30, 2018	Remarks
3	Prepaid Pension Cost	460,846	
	Income taxes related to above	(141,111)	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
15	Defined-benefit pension fund net assets (prepaid pension costs)	319,734	

## 4. Deferred tax assets

## (1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2018	Remarks
	Deferred Tax Assets	-	
4-b	Deferred Tax Liabilities	152,372	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	65,732	
	Tax effects on intangible fixed assets	241,201	
	Tax effects on defined-benefit pension fund net assets (prepaid pension costs)	141,111	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	This item does not agree with the amount reported on the balance sheet due to offsetting of assets and liabilities.
	Deferred tax assets that rely on future profitability arising from temporary differences (net of related tax liability)	164,208	This item does not agree with the amount reported on the 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	-	
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	164,208	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2018	Remarks
5	Net Deferred Hedge Gains (Losses), net of Taxes	(133,174)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	(133,174)	

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

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2018	Remarks
6-a	Trading Assets	3,995,342	Including trading account securities and derivatives for trading assets
6-b	Securities	34,054,761	
6-c	Loans and Bills Discounted	74,743,694	Including subordinated loans
6-d	Derivatives other than for Trading Assets	3,358,122	
6-e	Other Assets	2,636,038	Including money invested
6-f	Trading Liabilities	2,549,414	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	3,330,069	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	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)	517,579	
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)	517,579	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	275,953	
19	Amount exceeding the 10% threshold on specified items	-	
23	Amount exceeding the 15% threshold on specified items	-	
40	Additional Tier 1 capital	46,204	
55	Tier 2 capital	90,000	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	139,749	

7. Other capital instruments

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2018	Remarks
7-a	Borrowed Money	9,388,502	
7-b	Bonds and Notes	2,304,029	
	Total	11,692,531	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
30-31ab-32	Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,570,000	
46	Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,164,555	