

## Explanation of "Composition of Capital Disclosure"

Mizuho Financial Group [Consolidated]  
As of June 30, 2018

(in million yen)

Items	Consolidated 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 June 30, 2018	As of March 31, 2018		
(Assets)				
Cash and Due from Banks	46,205,276	47,725,360		
Call Loans and Bills Purchased	1,940,563	715,149		
Receivables under Resale Agreements	9,709,658	8,080,873		
Guarantee Deposits Paid under Securities Borrowing Transactions	2,169,172	4,350,527		
Other Debt Purchased	2,593,511	2,713,742		
Trading Assets	12,461,929	10,507,133	6-a	
Money Held in Trust	308,716	337,429		
Securities	33,597,118	34,183,033	2-b, 6-b	
Loans and Bills Discounted	80,797,606	79,421,473	6-c	
Foreign Exchange Assets	2,012,127	1,941,677		
Derivatives other than for Trading Assets	1,614,184	1,807,999	6-d	
Other Assets	5,185,418	4,588,484	6-e	
Tangible Fixed Assets	1,100,849	1,111,128		
Intangible Fixed Assets	1,084,923	1,092,708	2-a	
Net Defined Benefit Asset	977,672	996,173	3	
Deferred Tax Assets	43,524	47,839	4-a	
Customers' Liabilities for Acceptances and Guarantees	6,017,315	5,723,186		
Reserves for Possible Losses on Loans	(266,950)	(315,621)		
<b>Total Assets</b>	<b>207,552,619</b>	<b>205,028,300</b>		
(Liabilities)				
Deposits	125,836,832	125,081,233		
Negotiable Certificates of Deposit	12,032,532	11,382,590		
Call Money and Bills Sold	2,551,035	2,105,293		
Payables under Repurchase Agreements	16,421,312	16,656,828		
Guarantee Deposits Received under Securities Lending Transactions	1,461,051	1,566,833		
Commercial Paper	753,308	710,391		
Trading Liabilities	7,884,107	8,121,543	6-f	
Borrowed Money	4,917,467	4,896,218	8-a	
Foreign Exchange Liabilities	440,990	445,804		
Short-term Bonds	335,948	362,185		
Bonds and Notes	7,872,869	7,544,256	8-b	
Due to Trust Accounts	4,587,255	4,733,131		
Derivatives other than for Trading Liabilities	1,387,551	1,514,483	6-g	
Other Liabilities	4,797,631	3,685,585		
Reserve for Bonus Payments	16,055	66,872		
Reserve for Variable Compensation	4,085	3,242		
Net Defined Benefit Liability	58,842	58,890		
Reserve for Director and Corporate Auditor				
Retirement Benefits	1,269	1,460		
Reserve for Possible Losses on Sales of Loans	2,578	1,075		
Reserve for Contingencies	5,342	5,622		
Reserve for Reimbursement of Deposits	18,064	20,011		
Reserve for Reimbursement of Debentures	29,561	30,760		
Reserves under Special Laws	2,358	2,361		
Deferred Tax Liabilities	430,894	421,002	4-b	
Deferred Tax Liabilities for Revaluation Reserve for Land	65,948	66,186	4-c	
Acceptances and Guarantees	6,017,315	5,723,186		
<b>Total Liabilities</b>	<b>197,932,212</b>	<b>195,207,054</b>		
(Net Assets)				
Common Stock and Preferred Stock	2,256,767	2,256,548	1-a	
Capital Surplus	1,138,449	1,134,922	1-b	
Retained Earnings	4,069,202	4,002,835	1-c	
Treasury Stock	(6,709)	(5,997)	1-d	
<b>Total Shareholders' Equity</b>	<b>7,457,709</b>	<b>7,388,309</b>		
Net Unrealized Gains (Losses) on Other Securities	1,447,258	1,392,392		
Deferred Gains or Losses on Hedges	(88,011)	(67,578)	5	
Revaluation Reserve for Land	143,738	144,277		
Foreign Currency Translation Adjustments	(102,730)	(85,094)		
Remeasurements of Defined Benefit Plans	283,430	293,536		
<b>Total Accumulated Other Comprehensive Income</b>	<b>1,683,685</b>	<b>1,677,534</b>		
Stock Acquisition Rights	728	1,163		
Non-Controlling Interests	478,282	754,239	7	
<b>Total Net Assets</b>	<b>9,620,407</b>	<b>9,821,246</b>		
<b>Total Liabilities and Net Assets</b>	<b>207,552,619</b>	<b>205,028,300</b>		

Note:

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

**(Appended template)**

## 1. Shareholders' equity

## (1) Consolidated balance sheet

(in million yen)

Ref. No.	Consolidated balance sheet items	As of June 30, 2018	As of March 31, 2018	Remarks
1-a	Common Stock and Preferred Stock	2,256,767	2,256,548	
1-b	Capital Surplus	1,138,449	1,134,922	
1-c	Retained Earnings	4,069,202	4,002,835	
1-d	Treasury Stock	(6,709)	(5,997)	
	<b>Total Shareholders' Equity</b>	<b>7,457,709</b>	<b>7,388,309</b>	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2018	As of March 31, 2018	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	7,457,229	7,387,824	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	3,395,217	3,391,471	
2	of which: retained earnings	4,068,721	4,002,350	
1c	of which: treasury stock (-)	6,709	5,997	
	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) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of June 30, 2018	As of March 31, 2018	Remarks
2-a	Intangible Fixed Assets	1,084,923	1,092,708	
2-b	Securities	33,597,118	34,183,033	
	of which: share of goodwill of companies accounted for using the equity method	11,486	14,588	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(309,503)	(312,342)	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2018	As of March 31, 2018	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	80,613	85,103	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	706,293	709,850	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. Net Defined Benefit Asset

## (1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of June 30, 2018	As of March 31, 2018	Remarks
3	Net Defined Benefit Asset	977,672	996,173	
	Income taxes related to above	(299,137)	(304,793)	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2018	As of March 31, 2018	Remarks
15	Net Defined Benefit Asset	678,535	691,380	

## 4. Deferred tax assets

## (1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of June 30, 2018	As of March 31, 2018	Remarks
4-a	Deferred Tax Assets	43,524	47,839	
4-b	Deferred Tax Liabilities	430,894	421,002	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	65,948	66,186	
	Tax effects on intangible fixed assets	309,503	312,342	
	Tax effects on net defined benefit asset	299,137	304,793	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2018	As of March 31, 2018	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	41,731	42,352	This item does not agree with the amount reported on the consolidated 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)	146,397	185,172	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	-	-	
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	146,397	185,172	

## 5. Deferred gains or losses on derivatives under hedge accounting

## (1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of June 30, 2018	As of March 31, 2018	Remarks
5	Deferred Gains or Losses on Hedges	(88,011)	(67,578)	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2018	As of March 31, 2018	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	(88,011)	(67,578)	

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

## (1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of June 30, 2018	As of March 31, 2018	Remarks
6-a	Trading Assets	12,461,929	10,507,133	Including trading account securities and derivatives for trading assets
6-b	Securities	33,597,118	34,183,033	
6-c	Loans and Bills Discounted	80,797,606	79,421,473	Including subordinated loans
6-d	Derivatives other than for Trading Assets	1,614,184	1,807,999	
6-e	Other Assets	5,185,418	4,588,484	Including money invested
6-f	Trading Liabilities	7,884,107	8,121,543	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	1,387,551	1,514,483	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2018	As of March 31, 2018	Remarks
16	Investments in own capital instruments	12,208	3,349	
37	Common Equity Tier 1 capital	5,847	1,457	
52	Additional Tier 1 capital	800	-	
	Tier 2 capital	5,561	1,892	
	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)	787,969	773,996	
18	Common Equity Tier 1 capital	16,412	20,140	
39	Additional Tier 1 capital	73	121	
54	Tier 2 capital	6,694	8,016	
72	Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting)	764,788	745,717	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	214,688	215,907	
19	Amount exceeding the 10% threshold on specified items	-	-	
23	Amount exceeding the 15% threshold on specified items	-	-	
40	Additional Tier 1 capital	73,500	73,500	
55	Tier 2 capital	-	-	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	141,188	142,407	

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

Ref. No.	Consolidated balance sheet items	As of June 30, 2018	As of March 31, 2018	Remarks
7	Non-Controlling Interests	478,282	754,239	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2018	As of March 31, 2018	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	21,676	14,344	After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)
30-31ab-32	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)
34-35	Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group AT1)	32,014	31,317	After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)
46	Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	165,810	159,405	After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)
48-49	Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	12,259	10,378	After reflecting amounts eligible for inclusion (Non-Controlling Interest after adjustments)

8. Other capital instruments  
(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of June 30, 2018	As of March 31, 2018	Remarks
8-a	Borrowed Money	4,917,467	4,896,218	
8-b	Bonds and Notes	7,872,869	7,544,256	
	Total	12,790,337	12,440,475	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2018	As of March 31, 2018	Remarks
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,220,000	1,220,000	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	941,905	828,702	