Composition of Capital Disclosure

Mizuho Financial Group【Consolidated】
As of March 31, 2019

(in million yen, except percentage)

CC1:Composition of Capital Disclosure

Basel III Template No.	Items	a As of March 31, 2019	b As of December 31, 2018	c Reference to Template CC2
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	7,207,427	7,610,401	
1a	of which: capital and stock surplus	3,395,217	3,395,194	
2	of which: retained earnings	3,915,111	4,222,975	
1c	of which: treasury stock (-)	7,703	7,768	
26	of which: national specific regulatory adjustments (earnings to be distributed) (-)	95,197	-	
	of which: other than above	-	-	
1b	Subscription rights to common shares	707	707	
3	Accumulated other comprehensive income and other disclosed reserves	1,445,770	1,244,555	(a)
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	6,460	7,804	
6	Common Equity Tier 1 capital: instruments and reserves (A)	8,660,365	8,863,467	
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)	459,991	757,447	
8	of which: goodwill (net of related tax liability, including those equivalent)	73,003	74,878	
9	of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	386,987	682,568	
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	36,566	46,854	
11	Deferred gains or losses on derivatives under hedge accounting	(22,282)	(67,771)	
12	Shortfall of eligible provisions to expected losses	96,090	108,126	
13	Securitization gain on sale	-	-	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	13,006	3,481	
15	Net defined benefit asset	682,142	686,535	
16	Investments in own shares (excluding those reported in the net assets section)	4,792	2,412	
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)	-	-	
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)	1,270,307	1,537,086	
Common Equity Tier 1 capital (CET1)				
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	7,390,058	7,326,381	
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	-	-	
30 / 31b	Subscription rights to Additional Tier 1 instruments	-	-	
30 / 32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,570,000	1,570,000	
30	Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	-	
34-35	Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group AT1)	28,502	30,814	
33+35	Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments	303,000	303,000	
33	of which: directly issued capital instruments subject to phase out from Additional Tier 1	303,000	303,000	
35	of which: instruments issued by subsidiaries subject to phase out	-	-	
36	Additional Tier 1 capital: instruments (D)	1,901,502	1,903,814	
Additional Tier 1 capital: regulatory adjustments				
37	Investments in own Additional Tier 1 instruments	2,900	2,500	
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)	-	-	
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)	56,500	52,500	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	-	
43	Additional Tier 1 capital: regulatory adjustments (E)	59,400	55,000	
Additional Tier 1 capital (AT1)				
44	Additional Tier 1 capital ((D)-(E)) (F)	1,842,102	1,848,814	
Tier 1 capital (T1 = CET1 + AT1)				
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	9,232,160	9,175,195	

(in million yen, except percentage)

CC1:Composition of Capital Disclosure				
		a	b	c
Basel III Template No.	Items	As of March 31, 2019	As of December 31, 2018	Reference to Template CC2
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	1,002,257	1,002,182	
	Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	166,150	166,365	
48-49	Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	7,777	8,721	
47+49	Eligible Tier 2 capital instruments subject to phase-out arrangements included in Tier 2: instruments and provisions	506,118	566,762	
47	of which: directly issued capital instruments subject to phase out from Tier 2	102,237	117,901	
49	of which: instruments issued by subsidiaries subject to phase out	403,880	448,861	
50	Total of general allowance for loan losses and eligible provisions included in Tier 2	4,377	4,988	
50a	of which: general allowance for loan losses	4,377	4,988	
50b	of which: eligible provisions	-	-	
51	Tier 2 capital: instruments and provisions (H)	1,686,680	1,749,019	
Tier 2 capital: regulatory adjustments (5)				
52	Investments in own Tier 2 instruments	1,333	4,006	
53	Reciprocal cross-holdings in Tier 2 instruments and other TLAC liabilities	-	-	
54	Investments in the capital and other TLAC liabilities 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)	-	-	
54a	Investments in the other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity: amount previously designated for the 5% threshold but that no longer meets the conditions	-		
55	Significant investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-	
57	Tier 2 capital: regulatory adjustments (I)	1,333	4,006	
Tier 2 capital (T2)				
58	Tier 2 capital (T2) ((H)-(I)) (J)	1,685,347	1,745,012	
Total capital (TC = T1 + T2)				
59	Total capital (TC = T1 + T2) ((G) + (J)) (K)	10,917,507	10,920,208	
Risk weighted assets (6)				
60	Risk weighted assets (L)	57,899,567	61,655,523	
Capital ratio and buffers (consolidated) (7)				
61	Common Equity Tier 1 capital ratio (consolidated) ((C)/(L))	12.76%	11.88%	
62	Tier 1 capital ratio (consolidated) ((G)/(L))	15.94%	14.88%	
63	Total capital ratio (consolidated) ((K)/(L))	18.85%	17.71%	
64	Total of bank CET1 specific buffer requirements	3.55%	2.65%	
65	of which: capital conservation buffer requirement	2.50%	1.87%	
66	of which: countercyclical buffer requirement	0.05%	0.03%	
67	of which: bank G-SIB/D-SIB additional requirements	1.00%	0.75%	
68	CET1 available after meeting the bank's minimum capital requirements	8.26%	7.38%	
Regulatory adjustments (8)				
72	Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deduction (before risk weighting)	540,695	698,622	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	250,095	196,371	
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)	233,628	305,229	
Provisions included in Tier 2 capital: instruments and provisions (9)				
76	Provisions (general allowance for loan losses)	4,377	4,988	
77	Cap on inclusion of provisions (general allowance for loan losses)	43,521	42,923	
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	278,991	297,483	
Capital instruments subject to phase-out arrangements (10)				
82	Current cap on AT1 instruments subject to phase-out arrangements	624,941	833,255	
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-	-	
84	Current cap on T2 instruments subject to phase-out arrangements	506,118	674,824	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	37,812	-	