

Explanation of "Composition of Capital Disclosure"

Mizuho Financial Group [Consolidated]
As of March 31, 2019

(in million yen)

CC2: Reconciliation of regulatory capital to consolidated balance sheet			
Items	a	b	c
	Consolidated balance sheet as in published financial statements	Reference to Template CC1	Cross-reference to Appended template
Assets			
Cash and Due from Banks	45,108,602		
Call Loans and Bills Purchased	648,254		
Receivables under Resale Agreements	12,997,628		
Guarantee Deposits Paid under Securities Borrowing Transactions	2,578,133		
Other Debt Purchased	2,828,959		
Trading Assets	12,043,608		6-a
Money Held in Trust	351,889		
Securities	29,774,489		2-b, 6-b
Loans and Bills Discounted	78,456,935		6-c
Foreign Exchange Assets	1,993,668		
Derivatives other than for Trading Assets	1,328,227		6-d
Other Assets	4,229,589		6-e
Tangible Fixed Assets	1,037,006		
Intangible Fixed Assets	620,231		2-a
Net Defined Benefit Asset	982,804		3
Deferred Tax Assets	37,960		4-a
Customers' Liabilities for Acceptances and Guarantees	6,062,053		
Reserves for Possible Losses on Loans	(287,815)		
Total Assets	200,792,226		
Liabilities			
Deposits	124,311,025		
Negotiable Certificates of Deposit	13,338,571		
Call Money and Bills Sold	2,841,931		
Payables under Repurchase Agreements	14,640,439		
Guarantee Deposits Received under Securities Lending Transactions	1,484,584		
Commercial Paper	941,181		
Trading Liabilities	8,325,520		6-f
Borrowed Money	3,061,504		8-a
Foreign Exchange Liabilities	669,578		
Short-term Bonds	355,539		
Bonds and Notes	8,351,071		8-b
Due to Trust Accounts	1,102,073		
Derivatives other than for Trading Liabilities	1,165,602		6-g
Other Liabilities	4,512,325		
Reserve for Bonus Payments	68,117		
Reserve for Variable Compensation	2,867		
Net Defined Benefit Liability	60,873		
Reserve for Director and Corporate Auditor Retirement Benefits	1,389		
Reserve for Possible Losses on Sales of Loans	630		
Reserve for Contingencies	4,910		
Reserve for Reimbursement of Deposits	19,068		
Reserve for Reimbursement of Debentures	25,566		
Reserves under Special Laws	2,473		
Deferred Tax Liabilities	185,974		4-b
Deferred Tax Liabilities for Revaluation Reserve for Land	63,315		4-c
Acceptances and Guarantees	6,062,053		
Total Liabilities	191,598,188		
Net Assets			
Common Stock	2,256,767		1-a
Capital Surplus	1,138,449		1-b
Retained Earnings	3,915,521		1-c
Treasury Stock	(7,703)		1-d
Total Shareholders' Equity	7,303,034		
Net Unrealized Gains (Losses) on Other Securities	1,186,401		
Deferred Gains or Losses on Hedges	(22,282)		5
Revaluation Reserve for Land	137,772		
Foreign Currency Translation Adjustments	(111,057)		
Remeasurements of Defined Benefit Plans	254,936		
Total Accumulated Other Comprehensive Income	1,445,770	(a)	
Stock Acquisition Rights	707		
Non-Controlling Interests	444,525		7
Total Net Assets	9,194,038		
Total Liabilities and Net Assets	200,792,226		

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 March 31, 2019	Remarks
1-a	Common Stock	2,256,767	
1-b	Capital Surplus	1,138,449	
1-c	Retained Earnings	3,915,521	
1-d	Treasury Stock	(7,703)	
	Total Shareholders' Equity	7,303,034	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2019	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	7,302,625	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	
2	of which: retained earnings	3,915,111	
1c	of which: treasury stock (-)	7,703	
	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 March 31, 2019	Remarks
2-a	Intangible Fixed Assets	620,231	
2-b	Securities	29,774,489	
	of which: share of goodwill of companies accounted for using the equity method	7,508	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(167,749)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2019	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	73,003	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	386,987	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 March 31, 2019	Remarks
3	Net Defined Benefit Asset	982,804	
	Income taxes related to above	(300,661)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2019	Remarks
15	Net Defined Benefit Asset	682,142	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2019	Remarks
4-a	Deferred Tax Assets	37,960	
4-b	Deferred Tax Liabilities	185,974	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	63,315	
	Tax effects on intangible fixed assets	167,749	
	Tax effects on net defined benefit asset	300,661	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2019	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	36,566	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)	233,628	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)	233,628	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2019	Remarks
5	Deferred Gains or Losses on Hedges	(22,282)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2019	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	(22,282)	

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

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2019	Remarks
6-a	Trading Assets	12,043,608	Including trading account securities and derivatives for trading assets
6-b	Securities	29,774,489	
6-c	Loans and Bills Discounted	78,456,935	Including subordinated loans
6-d	Derivatives other than for Trading Assets	1,328,227	
6-e	Other Assets	4,229,589	Including money invested
6-f	Trading Liabilities	8,325,520	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	1,165,602	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2019	Remarks
	Investments in own capital instruments	9,026	
16	Common Equity Tier 1 capital	4,792	
37	Additional Tier 1 capital	2,900	
52	Tier 2 capital	1,333	
	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 and other TLAC liabilities	-	
	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)	540,695	
18	Common Equity Tier 1 capital	-	
39	Additional Tier 1 capital	-	
54	Tier 2 capital and other TLAC liabilities	-	
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	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	306,595	
19	Amount exceeding the 10% threshold on specified items	-	
23	Amount exceeding the 15% threshold on specified items	-	
40	Additional Tier 1 capital	56,500	
55	Tier 2 capital and other TLAC liabilities	-	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	250,095	

7. Non-Controlling Interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2019	Remarks
7	Non-Controlling Interests	444,525	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2019	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	6,460	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)	28,502	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	166,150	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)	7,777	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 March 31, 2019	Remarks
8-a	Borrowed Money	3,061,504	
8-b	Bonds and Notes	8,351,071	
	Total	11,412,575	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2019	Remarks
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	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,002,257	