

## Explanation of "Composition of Capital Disclosure"

Mizuho Trust & Banking 【Consolidated】  
As of September 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 September 30, 2018		
(Assets)			
Cash and Due from Banks	1,897,687		
Call Loans and Bills Purchased	2,271		
Guarantee Deposits Paid under Securities Borrowing Transactions	327,772		
Other Debt Purchased	7,629		
Trading Assets	75,806	6-a	
Money Held in Trust	3,815		
Securities	983,900	2-b, 6-b	
Loans and Bills Discounted	3,326,514	6-c	
Foreign Exchange Assets	1,956		
Other Assets	212,603	6-d	
Tangible Fixed Assets	24,633		
Intangible Fixed Assets	51,987	2-a	
Net Defined Benefit Asset	79,988	3	
Deferred Tax Assets	422	4-a	
Customers' Liabilities for Acceptances and Guarantees	35,101		
Reserves for Possible Losses on Loans	(2,660)		
<b>Total Assets</b>	<b>7,029,428</b>		
(Liabilities)			
Deposits	3,525,616		
Negotiable Certificates of Deposit	425,780		
Call Money and Bills Sold	425,883		
Payables under Repurchase Agreements	22,714		
Guarantee Deposits Received under Securities Lending Transactions	296,743		
Trading Liabilities	64,953	6-e	
Borrowed Money	420,340	8-a	
Foreign Exchange Liabilities	0		
Bonds and Notes	10,000	8-b	
Due to Trust Accounts	1,104,915		
Other Liabilities	42,143	6-f	
Reserve for Bonus Payments	3,438		
Reserve for Variable Compensation	251		
Net Defined Benefit Liability	1,243		
Reserve for Director and Corporate Auditor Retirement Benefits	249		
Reserve for Reimbursement of Deposits	1,895		
Deferred Tax Liabilities	23,285	4-b	
Acceptances and Guarantees	35,101		
<b>Total Liabilities</b>	<b>6,404,556</b>		
(Net Assets)			
Common Stock and Preferred Stock	247,369	1-a	
Capital Surplus	18,895	1-b	
Retained Earnings	237,220	1-c	
<b>Total Shareholders' Equity</b>	<b>503,485</b>		
Net Unrealized Gains (Losses) on Other Securities	96,770		
Deferred Gains or Losses on Hedges	2,009	5	
Foreign Currency Translation Adjustments	1,149		
Remeasurements of Defined Benefit Plans	18,024		
<b>Total Accumulated Other Comprehensive Income</b>	<b>117,954</b>		3
Non-Controlling Interests	3,432	7	
<b>Total Net Assets</b>	<b>624,872</b>		
<b>Total Liabilities and Net Assets</b>	<b>7,029,428</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 September 30, 2018	Remarks
1-a	Common Stock and Preferred Stock	247,369	
1-b	Capital Surplus	18,895	
1-c	Retained Earnings	237,220	
	Total Shareholders' Equity	503,485	

## (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	503,485	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	266,265	
2	of which: retained earnings	237,220	
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) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2018	Remarks
2-a	Intangible Fixed Assets	51,987	
2-b	Securities	983,900	
	of which: share of goodwill of companies accounted for using the equity method	-	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(11,696)	

## (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)	14,628	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	25,662	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 September 30, 2018	Remarks
3	Net Defined Benefit Asset	79,988	
	Income taxes related to above	(24,528)	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
15	Net Defined Benefit Asset	55,459	

## 4. Deferred tax assets

## (1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2018	Remarks
4-a	Deferred Tax Assets	422	
4-b	Deferred Tax Liabilities	23,285	
	Tax effects on intangible fixed assets	11,696	
	Tax effects on net defined benefit asset	24,528	

## (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)	51	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)	13,311	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)	13,311	

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

## (1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2018	Remarks
5	Deferred Gains or Losses on Hedges	2,009	

## (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	2,009	

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

## (1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2018	Remarks
6-a	Trading Assets	75,806	Including trading account securities and derivatives for trading assets
6-b	Securities	983,900	
6-c	Loans and Bills Discounted	3,326,514	
6-d	Other Assets	212,603	Including Derivatives other than for Trading Assets and money invested
6-e	Trading Liabilities	64,953	Including trading account securities sold
6-f	Other Liabilities	42,143	Including Derivatives other than for Trading Liabilities

## (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)	25,304	
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)	25,304	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	2,014	
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)	2,014	

## 7. Non-Controlling Interests

## (1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2018	Remarks
7	Non-Controlling Interests	3,432	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	-	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)	518	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	-	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)	122	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 September 30, 2018	Remarks
8-a	Borrowed Money	420,340	
8-b	Bonds and Notes	10,000	
	Total	430,340	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2018	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	-	