

Explanation of "Composition of Capital Disclosure"

Mizuho Trust & Banking [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	2,539,781		
Call Loans and Bills Purchased	24,417		
Guarantee Deposits Paid under Securities Borrowing Transactions	332,116		
Other Debt Purchased	6,692		
Trading Assets	111,667		6-a
Money Held in Trust	4,641		
Securities	840,220		2-b, 6-b
Loans and Bills Discounted	3,337,229		6-c
Foreign Exchange Assets	4,073		
Other Assets	203,540		6-d
Tangible Fixed Assets	23,960		
Intangible Fixed Assets	49,937		2-a
Net Defined Benefit Asset	87,168		3
Deferred Tax Assets	397		4-a
Customers' Liabilities for Acceptances and Guarantees	16,907		
Reserves for Possible Losses on Loans	(3,132)		
Total Assets	7,579,619		
Liabilities			
Deposits	3,339,104		
Negotiable Certificates of Deposit	566,110		
Call Money and Bills Sold	947,104		
Payables under Repurchase Agreements	22,198		
Guarantee Deposits Received under Securities Lending Transactions	362,246		
Trading Liabilities	107,096		6-e
Borrowed Money	379,706		8-a
Bonds and Notes	10,000		8-b
Due to Trust Accounts	1,102,073		
Other Liabilities	76,373		6-f
Reserve for Bonus Payments	3,607		
Reserve for Variable Compensation	467		
Net Defined Benefit Liability	1,303		
Reserve for Director and Corporate Auditor Retirement Benefits	287		
Reserve for Reimbursement of Deposits	2,081		
Deferred Tax Liabilities	16,485		4-b
Acceptances and Guarantees	16,907		
Total Liabilities	6,953,154		
Net Assets			
Common Stock and Preferred Stock	247,369		1-a
Capital Surplus	18,895		1-b
Retained Earnings	258,632		1-c
Total Shareholders' Equity	524,897		
Net Unrealized Gains (Losses) on Other Securities	77,588		
Deferred Gains or Losses on Hedges	(1,608)		5
Foreign Currency Translation Adjustments	1,173		
Remeasurements of Defined Benefit Plans	20,762		
Total Accumulated Other Comprehensive Income	97,916	(a)	
Non-Controlling Interests	3,651		7
Total Net Assets	626,465		
Total Liabilities and Net Assets	7,579,619		

Note:

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

(Appended template)

1. Shareholders' equity

(in million yen)

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2019	Remarks
1-a	Common Stock and Preferred Stock	247,369	
1-b	Capital Surplus	18,895	
1-c	Retained Earnings	258,632	
	Total Shareholders' Equity	524,897	

(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	524,897	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	258,632	
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 March 31, 2019	Remarks
2-a	Intangible Fixed Assets	49,937	
2-b	Securities	840,220	
	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	(11,195)	

(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)	14,195	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	24,547	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	87,168	
	Income taxes related to above	(26,725)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2019	Remarks
15	Net Defined Benefit Asset	60,443	

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	397	
4-b	Deferred Tax Liabilities	16,485	
	Tax effects on intangible fixed assets	11,195	
	Tax effects on net defined benefit asset	26,725	

(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)	-	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)	21,998	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)	21,998	

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	(1,608)	

(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	(1,608)	

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	111,667	Including trading account securities and derivatives for trading assets
6-b	Securities	840,220	
6-c	Loans and Bills Discounted	3,337,229	
6-d	Other Assets	203,540	Including Derivatives other than for Trading Assets and money invested
6-e	Trading Liabilities	107,096	Including trading account securities sold
6-f	Other Liabilities	76,373	Including Derivatives other than for Trading Liabilities

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2019	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 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)	15,964	
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)	15,964	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	1,797	
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 and other TLAC liabilities	-	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	1,797	

7. Non-Controlling Interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2019	Remarks
7	Non-Controlling Interests	3,651	

(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)	-	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)	537	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)	126	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	379,706	
8-b	Bonds and Notes	10,000	
	Total	389,706	

(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	-	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	