

Explanation of "Composition of Capital Disclosure"

Mizuho Trust & Banking [Non-Consolidated]
As of September 30, 2019

(in million yen)

CC2: Reconciliation of regulatory capital to balance sheet			
Items	a	b	c
	Balance sheet as in published financial statements	Reference to Template CC1	Cross-reference to Appended template
Assets			
Cash and Due from Banks	2,188,610		
Guarantee Deposits Paid under Securities Borrowing Transactions	286,581		
Other Debt Purchased	7,135		
Trading Assets	149,473		6-a
Money Held in Trust	6,445		
Securities	866,541		6-b
Loans and Bills Discounted	3,370,722		6-c
Foreign Exchange Assets	2,421		
Other Assets	254,047		6-d
Tangible Fixed Assets	19,927		
Intangible Fixed Assets	31,802		2
Prepaid Pension Cost	60,339		3
Customers' Liabilities for Acceptances and Guarantees	19,476		
Reserves for Possible Losses on Loans	(2,111)		
Total Assets	7,261,411		
Liabilities			
Deposits	3,385,851		
Negotiable Certificates of Deposit	483,880		
Call Money	792,423		
Guarantee Deposits Received under Securities Lending Transactions	403,633		
Trading Liabilities	146,649		6-e
Borrowed Money	307,358		7-a
Foreign Exchange Liabilities	0		
Bonds and Notes	10,000		7-b
Due to Trust Accounts	1,114,501		
Other Liabilities	21,553		6-f
Reserve for Bonus Payments	2,125		
Reserve for Variable Compensation	184		
Reserve for Reimbursement of Deposits	1,787		
Deferred Tax Liabilities	8,501		4-b
Acceptances and Guarantees	19,476		
Total Liabilities	6,697,925		
Net Assets			
Common Stock and Preferred Stock	247,369		1-a
Capital Surplus	15,505		1-b
Retained Earnings	233,628		1-c
Total Shareholders' Equity	496,503		
Net Unrealized Gains (Losses) on Other Securities, net of Taxes	69,511		
Net Deferred Hedge Gains (Losses), net of Taxes	(2,529)		5
Total Valuation and Translation Adjustments	66,982	(a)	
Total Net Assets	563,486		
Total Liabilities and Net Assets	7,261,411		

Note:

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

(Appended template)

1. Shareholders' equity

(1) Balance sheet

(in million yen)

Ref. No.	Balance sheet items	As of September 30, 2019	Remarks
1-a	Common Stock and Preferred Stock	247,369	
1-b	Capital Surplus	15,505	
1-c	Retained Earnings	233,628	
	Total Shareholders' Equity	496,503	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2019	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	496,503	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	262,874	
2	of which: retained earnings	233,628	
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) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2019	Remarks
2	Intangible Fixed Assets	31,802	
	Income taxes related to above	(9,615)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2019	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	379	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	21,807	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. Defined-benefit pension fund net assets (prepaid pension costs)

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2019	Remarks
3	Prepaid Pension Costs	60,339	
	Income taxes related to above	(18,463)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2019	Remarks
15	Defined-benefit pension fund net assets (prepaid pension costs)	41,875	

4. Deferred tax assets

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2019	Remarks
	Deferred Tax Assets	-	
4-b	Deferred Tax Liabilities	8,501	
	Tax effects on intangible fixed assets	9,615	
	Tax effects on defined-benefit pension fund net assets (prepaid pension costs)	18,463	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2019	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	
	Deferred tax assets that rely on future profitability arising from temporary differences (net of related tax liability)	19,578	
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)	19,578	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2019	Remarks
5	Net Deferred Hedge Gains (Losses), net of Taxes	(2,529)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2019	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	(2,529)	

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

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2019	Remarks
6-a	Trading Assets	149,473	Including trading account securities and derivatives for trading assets
6-b	Securities	866,541	
6-c	Loans and Bills Discounted	3,370,722	
6-d	Other Assets	254,047	Including Derivatives other than for Trading Assets and money invested
6-e	Trading Liabilities	146,649	Including trading account securities sold
6-f	Other Liabilities	21,553	Including Derivatives other than for Trading Liabilities

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 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)	15,390	
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 of other financials and other TLAC liabilities that are below the thresholds for deduction (before risk weighting)	15,390	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	587	
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)	587	

7. Other capital instruments

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2019	Remarks
7-a	Borrowed Money	307,358	
7-b	Bonds and Notes	10,000	
	Total	317,358	

(2) Composition of capital

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