

Explanation of "Composition of Capital Disclosure"

Mizuho Bank [Consolidated]
As of September 30, 2020

(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	39,915,819		
Call Loans and Bills Purchased	817,329		
Receivables under Resale Agreements	8,861,715		
Guarantee Deposits Paid under Securities Borrowing Transactions	157,087		
Other Debt Purchased	2,508,649		
Trading Assets	5,968,675		6-a
Money Held in Trust	503		
Securities	42,458,109		2-b, 6-b
Loans and Bills Discounted	84,401,561		6-c
Foreign Exchange Assets	1,924,244		
Derivatives other than for Trading Assets	1,449,051		6-d
Other Assets	3,566,078		6-e
Tangible Fixed Assets	924,100		
Intangible Fixed Assets	405,514		2-a
Net Defined Benefit Asset	728,156		3
Deferred Tax Assets	20,373		4-a
Customers' Liabilities for Acceptances and Guarantees	5,930,048		
Reserves for Possible Losses on Loans	(470,580)		
Reserve for Possible Losses on Investments	(0)		
Total Assets	199,566,439		
Liabilities			
Deposits	131,650,772		
Negotiable Certificates of Deposit	13,544,691		
Call Money and Bills Sold	1,181,211		
Payables under Repurchase Agreements	13,703,910		
Guarantee Deposits Received under Securities Lending Transactions	292,521		
Commercial Paper	921,282		
Trading Liabilities	2,896,976		6-f
Borrowed Money	14,387,578		8-a
Foreign Exchange Liabilities	456,373		
Short-term Bonds	34,447		
Bonds and Notes	1,326,591		8-b
Derivatives other than for Trading Liabilities	1,286,891		6-g
Other Liabilities	3,954,701		
Reserve for Bonus Payments	31,469		
Reserve for Variable Compensation	491		
Net Defined Benefit Liability	7,639		
Reserve for Director and Corporate Auditor Retirement Benefits	306		
Reserve for Possible Losses on Sales of Loans	1,142		
Reserve for Contingencies	4,180		
Reserve for Reimbursement of Deposits	23,407		
Reserve for Reimbursement of Debentures	17,663		
Deferred Tax Liabilities	102,180		4-b
Deferred Tax Liabilities for Revaluation Reserve for Land	62,555		4-c
Acceptances and Guarantees	5,930,048		
Total Liabilities	191,819,035		
Net Assets			
Common Stock and Preferred Stock	1,404,065		1-a
Capital Surplus	2,210,553		1-b
Retained Earnings	2,975,864		1-c
Total Shareholders' Equity	6,590,483		
Net Unrealized Gains (Losses) on Other Securities	954,342		
Deferred Gains or Losses on Hedges	72,197		5
Revaluation Reserve for Land	137,834		
Foreign Currency Translation Adjustments	(128,098)		
Remeasurements of Defined Benefit Plans	75,816		
Total Accumulated Other Comprehensive Income	1,112,091	(a)	
Non-Controlling Interests	44,829		7
Total Net Assets	7,747,403		
Total Liabilities and Net Assets	199,566,439		

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, 2020	Remarks
1-a	Common Stock and Preferred Stock	1,404,065	Including eligible Tier 1 capital instruments subject to phase-out arrangements
1-b	Capital Surplus	2,210,553	Including eligible Tier 1 capital instruments subject to phase-out arrangements
1-c	Retained Earnings	2,975,864	
	Total Shareholders' Equity	6,590,483	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2020	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	6,590,479	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	3,614,614	
2	of which: retained earnings	2,975,864	
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, 2020	Remarks
2-a	Intangible Fixed Assets	405,514	
2-b	Securities	42,458,109	
	of which: share of goodwill of companies accounted for using the equity method	6,642	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(122,028)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2020	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	9,526	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	280,602	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, 2020	Remarks
3	Net Defined Benefit Asset	728,156	
	Income taxes related to above	(222,961)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2020	Remarks
15	Net Defined Benefit Asset	505,194	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2020	Remarks
4-a	Deferred Tax Assets	20,373	
4-b	Deferred Tax Liabilities	102,180	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	62,555	
	Tax effects on intangible fixed assets	122,028	
	Tax effects on net defined benefit asset	222,961	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2020	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	3,563	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)	211,537	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)	211,537	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2020	Remarks
5	Deferred Gains or Losses on Hedges	72,197	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2020	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	126,870	Excluding those items whose valuation differences arising from hedged items are recognized as "Total accumulated other comprehensive income"

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, 2020	Remarks
6-a	Trading Assets	5,968,675	Including trading account securities and derivatives for trading assets
6-b	Securities	42,458,109	
6-c	Loans and Bills Discounted	84,401,561	Including subordinated loans
6-d	Derivatives other than for Trading Assets	1,449,051	
6-e	Other Assets	3,566,078	Including money invested
6-f	Trading Liabilities	2,896,976	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	1,286,891	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2020	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)	319,793	
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)	319,793	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	369,555	
19	Amount exceeding the 10% threshold on specified items	-	
23	Amount exceeding the 15% threshold on specified items	-	
40	Additional Tier 1 capital	43,950	
55	Tier 2 capital and other TLAC liabilities	91,546	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	234,058	

7. Non-Controlling interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of September 30, 2020	Remarks
7	Non-Controlling Interests	44,829	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2020	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	438	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)	11,402	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)	2,411	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, 2020	Remarks
8-a	Borrowed Money	14,387,578	
8-b	Bonds and Notes	1,326,591	
	Total	15,714,169	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2020	Remarks
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	2,042,000	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,382,611	