

## Explanation of "Composition of Capital Disclosure"

Mizuho Financial Group [Consolidated]  
As of June 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
<b>Assets</b>			
Cash and Due from Banks	39,575,631		
Call Loans and Bills Purchased	557,396		
Receivables under Resale Agreements	16,405,794		
Guarantee Deposits Paid under Securities Borrowing Transactions	2,115,294		
Other Debt Purchased	2,845,881		
Trading Assets	14,888,607		6-a
Money Held in Trust	431,633		
Securities	39,354,461		2-b, 6-b
Loans and Bills Discounted	88,824,317		6-c
Foreign Exchange Assets	1,839,879		
Derivatives other than for Trading Assets	1,390,369		6-d
Other Assets	4,222,697		6-e
Tangible Fixed Assets	1,099,406		
Intangible Fixed Assets	626,563		2-a
Net Defined Benefit Asset	853,330		3
Deferred Tax Assets	24,751		4-a
Customers' Liabilities for Acceptances and Guarantees	6,011,025		
Reserves for Possible Losses on Loans	(457,206)		
<b>Total Assets</b>	<b>220,609,837</b>		
<b>Liabilities</b>			
Deposits	136,697,880		
Negotiable Certificates of Deposit	13,558,843		
Call Money and Bills Sold	1,963,757		
Payables under Repurchase Agreements	18,045,730		
Guarantee Deposits Received under Securities Lending Transactions	1,210,080		
Commercial Paper	574,286		
Trading Liabilities	9,286,120		6-f
Borrowed Money	7,643,540		8-a
Foreign Exchange Liabilities	460,435		
Short-term Bonds	338,580		
Bonds and Notes	8,923,840		8-b
Due to Trust Accounts	1,117,643		
Derivatives other than for Trading Liabilities	1,271,638		6-g
Other Liabilities	4,494,786		
Reserve for Bonus Payments	19,127		
Reserve for Variable Compensation	3,350		
Net Defined Benefit Liability	61,451		
Reserve for Director and Corporate Auditor Retirement Benefits	623		
Reserve for Possible Losses on Sales of Loans	231		
Reserve for Contingencies	4,901		
Reserve for Reimbursement of Deposits	26,387		
Reserve for Reimbursement of Debentures	18,140		
Reserves under Special Laws	2,506		
Deferred Tax Liabilities	85,119		4-b
Deferred Tax Liabilities for Revaluation Reserve for Land	62,555		4-c
Acceptances and Guarantees	6,011,025		
<b>Total Liabilities</b>	<b>211,882,582</b>		
<b>Net Assets</b>			
Common Stock	2,256,767		1-a
Capital Surplus	1,136,467		1-b
Retained Earnings	4,167,459		1-c
Treasury Stock	(6,072)		1-d
<b>Total Shareholders' Equity</b>	<b>7,554,621</b>		
Net Unrealized Gains (Losses) on Other Securities	956,353		
Deferred Gains or Losses on Hedges	62,704		5
Revaluation Reserve for Land	137,834		
Foreign Currency Translation Adjustments	(179,847)		
Remeasurements of Defined Benefit Plans	89,949		
<b>Total Accumulated Other Comprehensive Income</b>	<b>1,066,993</b>	(a)	
Stock Acquisition Rights	134		
Non-Controlling Interests	105,505		7
<b>Total Net Assets</b>	<b>8,727,255</b>		
<b>Total Liabilities and Net Assets</b>	<b>220,609,837</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 June 30, 2020	Remarks
1-a	Common Stock	2,256,767	
1-b	Capital Surplus	1,136,467	
1-c	Retained Earnings	4,167,459	
1-d	Treasury Stock	(6,072)	
	<b>Total Shareholders' Equity</b>	<b>7,554,621</b>	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2020	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	7,554,340	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	3,393,235	
2	of which: retained earnings	4,167,177	
1c	of which: treasury stock (-)	6,072	
	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 June 30, 2020	Remarks
2-a	Intangible Fixed Assets	626,563	
2-b	Securities	39,354,461	
	of which: share of goodwill of companies accounted for using the equity method	6,817	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(171,380)	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2020	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	66,023	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	395,976	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 June 30, 2020	Remarks
3	Net Defined Benefit Asset	853,330	
	Income taxes related to above	(260,876)	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2020	Remarks
15	Net Defined Benefit Asset	592,453	

## 4. Deferred tax assets

## (1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of June 30, 2020	Remarks
4-a	Deferred Tax Assets	24,751	
4-b	Deferred Tax Liabilities	85,119	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	62,555	
	Tax effects on intangible fixed assets	171,380	
	Tax effects on net defined benefit asset	260,876	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2020	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	15,678	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)	308,714	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)	308,714	

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

## (1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of June 30, 2020	Remarks
5	Deferred Gains or Losses on Hedges	62,704	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2020	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	124,370	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 June 30, 2020	Remarks
6-a	Trading Assets	14,888,607	Including trading account securities and derivatives for trading assets
6-b	Securities	39,354,461	
6-c	Loans and Bills Discounted	88,824,317	Including subordinated loans
6-d	Derivatives other than for Trading Assets	1,390,369	
6-e	Other Assets	4,222,697	Including money invested
6-f	Trading Liabilities	9,286,120	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	1,271,638	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2020	Remarks
16	Investments in own capital instruments	5,350	
37	Common Equity Tier 1 capital	1,604	
52	Additional Tier 1 capital	1,800	
	Tier 2 capital	1,946	
	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)	483,159	
18	Common Equity Tier 1 capital	-	
39	Additional Tier 1 capital	-	
54	Tier 2 capital and other TLAC liabilities	-	
54a	Investments in the other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity: amount previously designated for the 5% threshold but that no longer meets the conditions	1,570	
72	Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deduction (before risk weighting)	481,589	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	311,298	
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	-	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	267,348	

## 7. Non-Controlling Interests

## (1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of June 30, 2020	Remarks
7	Non-Controlling Interests	105,505	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2020	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	8,794	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)	20,808	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	120,831	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)	6,377	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 June 30, 2020	Remarks
8-a	Borrowed Money	7,643,540	
8-b	Bonds and Notes	8,923,840	
	Total	16,567,380	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of June 30, 2020	Remarks
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,805,000	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,279,679	