Composition of Capital Disclosure

Mizuho Financial Group【Consolidated】
As of March 31, 2021

(in million yen, except percentage)

CC1:Composition of Capital Disclosure

Basel III Template No.	Items	a	b	c
		As of March 31, 2021	As of December 31, 2020	Reference to Template CC2
Common Equity Tier 1 capital: instruments and reserves (1)				
1a+2-1c-26	Directly issued qualifying common share capital plus related stock surplus and retained earnings	7,711,821	7,689,604	
1a	of which: capital and stock surplus	3,392,708	3,392,716	
2	of which: retained earnings	4,421,438	4,304,092	
1c	of which: treasury stock (-)	7,124	7,203	
26	of which: national specific regulatory adjustments (earnings to be distributed) (-)	95,201	-	
	of which: other than above	-	-	
1b	Subscription rights to common shares	134	134	
3	Accumulated other comprehensive income and other disclosed reserves	1,449,035	1,216,134	(a)
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	7,361	8,160	
6	Common Equity Tier 1 capital: instruments and reserves (A)	9,168,353	8,914,033	
Common Equity Tier 1 capital: regulatory adjustments (2)				
8+9	Total intangible assets (net of related tax liability, excluding those relating to mortgage servicing rights)	459,854	458,314	
8	of which: goodwill (net of related tax liability, including those equivalent)	65,884	67,779	
9	of which: other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	393,969	390,535	
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	12,348	14,254	
11	Deferred gains or losses on derivatives under hedge accounting	30,475	96,792	
12	Shortfall of eligible provisions to expected losses	20,856	2,140	
13	Securitization gain on sale	-	-	
14	Gains and losses due to changes in own credit risk on fair valued liabilities	21,499	17,737	
15	Net defined benefit asset	769,795	638,002	
16	Investments in own shares (excluding those reported in the net assets section)	3,552	2,677	
17	Reciprocal cross-holdings in common equity	-	-	
18	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 the 10% threshold)	-	-	
19+20+21	Amount exceeding the 10% threshold on specified items	-	-	
19	of which: significant investments in the common stock of financials	-	-	
20	of which: mortgage servicing rights	-	-	
21	of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	
22	Amount exceeding the 15% threshold on specified items	-	-	
23	of which: significant investments in the common stock of financials	-	-	
24	of which: mortgage servicing rights	-	-	
25	of which: deferred tax assets arising from temporary differences (net of related tax liability)	-	-	
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-	-	
28	Common Equity Tier 1 capital: regulatory adjustments (B)	1,318,383	1,229,919	
Common Equity Tier 1 capital (CET1)				
29	Common Equity Tier 1 capital (CET1) ((A)-(B)) (C)	7,849,969	7,684,114	
Additional Tier 1 capital: instruments (3)				
30 / 31a	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as equity under applicable accounting standards and the breakdown	-	-	
30 / 31b	Subscription rights to Additional Tier 1 instruments	-	-	
30 / 32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,873,000	1,873,000	
30	Qualifying Additional Tier 1 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	-	-	
34-35	Additional Tier 1 instruments issued by subsidiaries and held by third parties (amount allowed in group AT1)	17,439	19,328	
33+35	Eligible Tier 1 capital instruments subject to phase-out arrangements included in Additional Tier 1 capital: instruments	-	-	
33	of which: directly issued capital instruments subject to phase out from Additional Tier 1	-	-	
35	of which: instruments issued by subsidiaries subject to phase out	-	-	
36	Additional Tier 1 capital: instruments (D)	1,890,439	1,892,328	
Additional Tier 1 capital: regulatory adjustments				
37	Investments in own Additional Tier 1 instruments	2,400	4,500	
38	Reciprocal cross-holdings in Additional Tier 1 instruments	-	-	
39	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 common share capital of the entity (amount above 10% threshold)	-	-	
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	36,078	28,200	
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	-	
43	Additional Tier 1 capital: regulatory adjustments (E)	38,478	32,700	
Additional Tier 1 capital (AT1)				
44	Additional Tier 1 capital ((D)-(E)) (F)	1,851,961	1,859,628	
Tier 1 capital (T1 = CET1 + AT1)				
45	Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G)	9,701,931	9,543,742	

(in million yen, except percentage)

CC1:Composition of Capital Disclosure				
		a	b	c
Basel III Template No.	Items	As of March 31, 2021	As of December 31, 2020	Reference to Template CC2
Tier 2 capital: instruments and provisions (4)				
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as equity under applicable accounting standards and the breakdown	-	-	
	Subscription rights to Tier 2 instruments	-	-	
	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,406,564	1,412,367	
	Tier 2 instruments plus related stock surplus issued by special purpose vehicles and other equivalent entities	99,266	100,460	
48-49	Tier 2 instruments issued by subsidiaries and held by third parties (amount allowed in group Tier 2)	5,173	5,994	
47+49	Eligible Tier 2 capital instruments subject to phase-out arrangements included in Tier 2: instruments and provisions	168,706	249,203	
47	of which: directly issued capital instruments subject to phase out from Tier 2	30,739	47,945	
49	of which: instruments issued by subsidiaries subject to phase out	137,966	201,257	
50	Total of general allowance for loan losses and eligible provisions included in Tier 2	5,476	6,933	
50a	of which: general allowance for loan losses	5,476	6,933	
50b	of which: eligible provisions	-	-	
51	Tier 2 capital: instruments and provisions (H)	1,685,186	1,774,958	
Tier 2 capital: regulatory adjustments (5)				
52	Investments in own Tier 2 instruments	1,388	1,821	
53	Reciprocal cross-holdings in Tier 2 instruments and other TLAC liabilities	-	-	
54	Investments in the capital and other TLAC liabilities 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 common share capital of the entity (amount above the 10% threshold)	-	-	
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	334	687	
55	Significant investments in the capital and other TLAC liabilities of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-	
57	Tier 2 capital: regulatory adjustments (I)	1,722	2,508	
Tier 2 capital (T2)				
58	Tier 2 capital (T2) ((H)-(I)) (J)	1,683,464	1,772,449	
Total capital (TC = T1 + T2)				
59	Total capital (TC = T1 + T2) ((G) + (J)) (K)	11,385,395	11,316,192	
Risk weighted assets (6)				
60	Risk weighted assets (L)	67,481,983	66,124,705	
Capital ratio and buffers (consolidated) (7)				
61	Common Equity Tier 1 capital ratio (consolidated) ((C)/(L))	11.63%	11.62%	
62	Tier 1 capital ratio (consolidated) ((G)/(L))	14.37%	14.43%	
63	Total capital ratio (consolidated) ((K)/(L))	16.87%	17.11%	
64	Total of bank CET1 specific buffer requirements	3.51%	3.51%	
65	of which: capital conservation buffer requirement	2.50%	2.50%	
66	of which: countercyclical buffer requirement	0.01%	0.01%	
67	of which: bank G-SIB/D-SIB additional requirements	1.00%	1.00%	
68	CET1 available after meeting the bank's minimum capital requirements	7.13%	7.12%	
Regulatory adjustments (8)				
72	Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deduction (before risk weighting)	460,375	428,960	
73	Significant investments in the common stock of financials that are below the thresholds for deduction (before risk weighting)	295,131	283,957	
74	Mortgage servicing rights that are below the thresholds for deduction (before risk weighting)	-	-	
75	Deferred tax assets arising from temporary differences that are below the thresholds for deduction (before risk weighting)	265,832	253,672	
Provisions included in Tier 2 capital: instruments and provisions (9)				
76	Provisions (general allowance for loan losses)	5,476	6,933	
77	Cap on inclusion of provisions (general allowance for loan losses)	44,922	45,861	
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap) (if the amount is negative, report as "nil")	-	-	
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	337,311	328,553	
Capital instruments subject to phase-out arrangements (10)				
82	Current cap on AT1 instruments subject to phase-out arrangements	208,313	416,627	
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	-	-	
84	Current cap on T2 instruments subject to phase-out arrangements	168,706	337,412	
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil")	64,355	-	