

Explanation of "Composition of Capital Disclosure"

Mizuho Financial Group [Consolidated]
As of March 31, 2021

(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	47,981,981		
Call Loans and Bills Purchased	589,776		
Receivables under Resale Agreements	11,623,654		
Guarantee Deposits Paid under Securities Borrowing Transactions	2,707,711		
Other Debt Purchased	3,208,004		
Trading Assets	12,589,294		6-a
Money Held in Trust	582,368		
Securities	43,697,262		2-b, 6-b
Loans and Bills Discounted	83,704,675		6-c
Foreign Exchange Assets	2,084,756		
Derivatives other than for Trading Assets	1,719,349		6-d
Other Assets	6,174,020		6-e
Tangible Fixed Assets	1,135,449		
Intangible Fixed Assets	620,224		2-a
Net Defined Benefit Asset	1,109,107		3
Deferred Tax Assets	31,402		4-a
Customers' Liabilities for Acceptances and Guarantees	6,602,744		
Reserves for Possible Losses on Loans	(575,572)		
Reserve for Possible Losses on Investments	(0)		
Total Assets	225,586,211		
Liabilities			
Deposits	133,312,406		
Negotiable Certificates of Deposit	17,192,572		
Call Money and Bills Sold	1,312,790		
Payables under Repurchase Agreements	18,607,255		
Guarantee Deposits Received under Securities Lending Transactions	958,148		
Commercial Paper	2,105,067		
Trading Liabilities	8,115,377		6-f
Borrowed Money	7,441,822		8-a
Foreign Exchange Liabilities	532,042		
Short-term Bonds	456,045		
Bonds and Notes	10,321,672		8-b
Due to Trust Accounts	1,160,608		
Derivatives other than for Trading Liabilities	1,739,671		6-g
Other Liabilities	5,862,013		
Reserve for Bonus Payments	104,131		
Reserve for Variable Compensation	2,935		
Net Defined Benefit Liability	71,049		
Reserve for Director and Corporate Auditor Retirement Benefits	683		
Reserve for Possible Losses on Sales of Loans	1,074		
Reserve for Contingencies	6,762		
Reserve for Reimbursement of Deposits	22,099		
Reserve for Reimbursement of Debentures	14,419		
Reserves under Special Laws	3,135		
Deferred Tax Liabilities	215,557		4-b
Deferred Tax Liabilities for Revaluation Reserve for Land	61,915		4-c
Acceptances and Guarantees	6,602,744		
Total Liabilities	216,224,003		
Net Assets			
Common Stock	2,256,767		1-a
Capital Surplus	1,135,940		1-b
Retained Earnings	4,421,655		1-c
Treasury Stock	(7,124)		1-d
Total Shareholders' Equity	7,807,239		
Net Unrealized Gains (Losses) on Other Securities	1,132,460		
Deferred Gains or Losses on Hedges	31,618		5
Revaluation Reserve for Land	136,384		
Foreign Currency Translation Adjustments	(139,514)		
Remeasurements of Defined Benefit Plans	288,088		
Total Accumulated Other Comprehensive Income	1,449,035	(a)	
Stock Acquisition Rights	134		
Non-Controlling Interests	105,797		7
Total Net Assets	9,362,207		
Total Liabilities and Net Assets	225,586,211		

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 March 31, 2021	Remarks
1-a	Common Stock	2,256,767	
1-b	Capital Surplus	1,135,940	
1-c	Retained Earnings	4,421,655	
1-d	Treasury Stock	(7,124)	
	Total Shareholders' Equity	7,807,239	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	7,807,022	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	3,392,708	
2	of which: retained earnings	4,421,438	
1c	of which: treasury stock (-)	7,124	
	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, 2021	Remarks
2-a	Intangible Fixed Assets	620,224	
2-b	Securities	43,697,262	
	of which: share of goodwill of companies accounted for using the equity method	9,635	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(170,006)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	65,884	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	393,969	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, 2021	Remarks
3	Net Defined Benefit Asset	1,109,107	
	Income taxes related to above	(339,312)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	Remarks
15	Net Defined Benefit Asset	769,795	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2021	Remarks
4-a	Deferred Tax Assets	31,402	
4-b	Deferred Tax Liabilities	215,557	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	61,915	
	Tax effects on intangible fixed assets	170,006	
	Tax effects on net defined benefit asset	339,312	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	12,348	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)	265,832	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)	265,832	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2021	Remarks
5	Deferred Gains or Losses on Hedges	31,618	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	30,475	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 March 31, 2021	Remarks
6-a	Trading Assets	12,589,294	Including trading account securities and derivatives for trading assets
6-b	Securities	43,697,262	
6-c	Loans and Bills Discounted	83,704,675	Including subordinated loans
6-d	Derivatives other than for Trading Assets	1,719,349	
6-e	Other Assets	6,174,020	Including money invested
6-f	Trading Liabilities	8,115,377	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	1,739,671	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	Remarks
16	Investments in own capital instruments	7,340	
37	Common Equity Tier 1 capital	3,552	
52	Additional Tier 1 capital	2,400	
	Tier 2 capital	1,388	
	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)	460,709	
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	334	
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	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	331,209	
19	Amount exceeding the 10% threshold on specified items	-	
23	Amount exceeding the 15% threshold on specified items	-	
40	Additional Tier 1 capital	36,078	
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)	295,131	

7. Non-Controlling Interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of March 31, 2021	Remarks
7	Non-Controlling Interests	105,797	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	7,361	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)	17,439	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	99,266	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)	5,173	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, 2021	Remarks
8-a	Borrowed Money	7,441,822	
8-b	Bonds and Notes	10,321,672	
	Total	17,763,494	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of March 31, 2021	Remarks
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,873,000	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,406,564	