

### Explanation of "Composition of Capital Disclosure"

Mizuho Trust & Banking [Non-Consolidated]  
As of September 30, 2020

(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
<b>Assets</b>			
Cash and Due from Banks	2,235,246		
Call Loans	6,345		
Guarantee Deposits Paid under Securities Borrowing Transactions	32,855		
Other Debt Purchased	167,398		
Trading Assets	162,639		6-a
Money Held in Trust	8,018		
Securities	695,685		6-b
Loans and Bills Discounted	3,465,966		6-c
Foreign Exchange Assets	9,110		
Other Assets	270,761		6-d
Tangible Fixed Assets	100,808		
Intangible Fixed Assets	28,021		2
Prepaid Pension Cost	78,345		3
Customers' Liabilities for Acceptances and Guarantees	15,818		
Reserves for Possible Losses on Loans	(3,441)		
<b>Total Assets</b>	<b>7,273,580</b>		
<b>Liabilities</b>			
Deposits	3,133,125		
Negotiable Certificates of Deposit	561,080		
Call Money	626,275		
Guarantee Deposits Received under Securities Lending Transactions	355,615		
Trading Liabilities	166,077		6-e
Borrowed Money	462,502		7-a
Foreign Exchange Liabilities	2		
Bonds and Notes	10,000		7-b
Due to Trust Accounts	1,336,263		
Other Liabilities	23,236		6-f
Reserve for Bonus Payments	2,293		
Reserve for Variable Compensation	190		
Provision for Retirement Benefits	1,892		
Reserve for Reimbursement of Deposits	1,797		
Deferred Tax Liabilities	11,414		4-b
Acceptances and Guarantees	15,818		
<b>Total Liabilities</b>	<b>6,707,585</b>		
<b>Net Assets</b>			
Common Stock and Preferred Stock	247,369		1-a
Capital Surplus	15,505		1-b
Retained Earnings	248,353		1-c
<b>Total Shareholders' Equity</b>	<b>511,228</b>		
Net Unrealized Gains (Losses) on Other Securities, net of Taxes	60,700		
Net Deferred Hedge Gains (Losses), net of Taxes	(5,933)		5
<b>Total Valuation and Translation Adjustments</b>	<b>54,767</b>	(a)	
<b>Total Net Assets</b>	<b>565,995</b>		
<b>Total Liabilities and Net Assets</b>	<b>7,273,580</b>		

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, 2020	Remarks
1-a	Common Stock and Preferred Stock	247,369	
1-b	Capital Surplus	15,505	
1-c	Retained Earnings	248,353	
	<b>Total Shareholders' Equity</b>	<b>511,228</b>	

## (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	511,228	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	248,353	
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, 2020	Remarks
2	Intangible Fixed Assets	28,021	
	Income taxes related to above	(8,477)	

## (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)	336	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	19,208	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, 2020	Remarks
3	Prepaid Pension Costs	78,345	
	Income taxes related to above	(23,989)	

## (2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2020	Remarks
15	Defined-benefit pension fund net assets (prepaid pension costs)	54,355	

## 4. Deferred tax assets

## (1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2020	Remarks
	Deferred Tax Assets	-	
4-b	Deferred Tax Liabilities	11,414	
	Tax effects on intangible fixed assets	8,477	
	Tax effects on defined-benefit pension fund net assets (prepaid pension costs)	23,989	

## (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)	-	
	Deferred tax assets that rely on future profitability arising from temporary differences (net of related tax liability)	21,051	
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)	21,051	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2020	Remarks
5	Net Deferred Hedge Gains (Losses), net of Taxes	(5,933)	

(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	(3,404)	Excluding those items whose valuation differences arising from hedged items are recognized as "Total valuation and translation adjustments"

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

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2020	Remarks
6-a	Trading Assets	162,639	Including trading account securities and derivatives for trading assets
6-b	Securities	695,685	
6-c	Loans and Bills Discounted	3,465,966	
6-d	Other Assets	270,761	Including Derivatives other than for Trading Assets and money invested
6-e	Trading Liabilities	166,077	Including trading account securities sold
6-f	Other Liabilities	23,236	Including Derivatives other than for Trading Liabilities

(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)	8,425	
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)	8,425	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	507	
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)	507	

7. Other capital instruments

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2020	Remarks
7-a	Borrowed Money	462,502	
7-b	Bonds and Notes	10,000	
	Total	472,502	

(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	-	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	-	