

Explanation of "Composition of Capital Disclosure"

Mizuho Trust & Banking [Non-Consolidated]
As of September 30, 2021

(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
Assets			
Cash and Due from Banks	2,127,000		
Guarantee Deposits Paid under Securities Borrowing Transactions	40,152		
Other Debt Purchased	43,763		
Money Held in Trust	25,702		
Securities	337,566		6-b
Loans and Bills Discounted	3,179,321		6-c
Foreign Exchange Assets	2,802		
Other Assets	125,210		6-d
Tangible Fixed Assets	100,696		
Intangible Fixed Assets	22,928		2
Prepaid Pension Cost	63,341		3
Customers' Liabilities for Acceptances and Guarantees	14,649		
Reserves for Possible Losses on Loans	(4,006)		
Total Assets	6,079,130		
Liabilities			
Deposits	2,664,715		
Negotiable Certificates of Deposit	720,080		
Call Money	604,200		
Borrowed Money	300,000		7-a
Due to Trust Accounts	1,182,263		
Other Liabilities	39,918		6-f
Reserve for Bonus Payments	1,676		
Reserve for Variable Compensation	122		
Provision for Retirement Benefits	6,794		
Reserve for Reimbursement of Deposits	1,363		
Reserve for Loss of Transfer	4,449		
Deferred Tax Liabilities	18,293		4-b
Acceptances and Guarantees	14,649		
Total Liabilities	5,558,528		
Net Assets			
Common Stock and Preferred Stock	247,369		1-a
Capital Surplus	15,505		1-b
Retained Earnings	272,254		1-c
Treasury Stock	(79,999)		1-d
Total Shareholders' Equity	455,129		
Net Unrealized Gains (Losses) on Other Securities, net of Taxes	70,199		
Net Deferred Hedge Gains (Losses), net of Taxes	(4,727)		5
Total Valuation and Translation Adjustments	65,472	(a)	
Total Net Assets	520,601		
Total Liabilities and Net Assets	6,079,130		

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, 2021	Remarks
1-a	Common Stock and Preferred Stock	247,369	
1-b	Capital Surplus	15,505	
1-c	Retained Earnings	272,254	
1-d	Treasury Stock	(79,999)	
	Total Shareholders' Equity	455,129	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2021	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	455,129	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	272,254	
1c	of which: treasury stock (-)	79,999	
	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, 2021	Remarks
2	Intangible Fixed Assets	22,928	
	Income taxes related to above	(6,931)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2021	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	292	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	15,704	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, 2021	Remarks
3	Prepaid Pension Costs	63,341	
	Income taxes related to above	(19,395)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2021	Remarks
15	Defined-benefit pension fund net assets (prepaid pension costs)	43,946	

4. Deferred tax assets

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2021	Remarks
	Deferred Tax Assets	-	
4-b	Deferred Tax Liabilities	18,293	
	Tax effects on intangible fixed assets	6,931	
	Tax effects on defined-benefit pension fund net assets (prepaid pension costs)	19,395	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2021	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)	8,033	
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)	8,033	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2021	Remarks
5	Net Deferred Hedge Gains (Losses), net of Taxes	(4,727)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2021	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	(4,727)	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, 2021	Remarks
	Trading Assets	-	
6-b	Securities	337,566	
6-c	Loans and Bills Discounted	3,179,321	
6-d	Other Assets	125,210	Including Derivatives other than for Trading Assets and money invested
	Trading Liabilities	-	
6-f	Other Liabilities	39,918	Including Derivatives other than for Trading Liabilities

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2021	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)	8,315	
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)	8,315	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	601	
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)	601	

7. Other capital instruments

(1) Balance sheet

Ref. No.	Balance sheet items	As of September 30, 2021	Remarks
7-a	Borrowed Money	300,000	
	Bonds and Notes	-	
	Total	300,000	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of September 30, 2021	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	-	