

Explanation of "Composition of Capital Disclosure"

Mizuho Financial Group [Consolidated]
As of December 31, 2023

(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	66,675,039		
Call Loans and Bills Purchased	1,028,132		
Receivables under Resale Agreements	19,017,294		
Guarantee Deposits Paid under Securities Borrowing Transactions	1,940,810		
Other Debt Purchased	4,248,375		
Trading Assets	21,391,511		6-a
Money Held in Trust	547,119		
Securities	39,355,280		2-b, 6-b
Loans and Bills Discounted	91,738,654		6-c
Foreign Exchange Assets	2,269,844		
Derivatives other than for Trading Assets	2,737,723		6-d
Other Assets	8,240,489		6-e
Tangible Fixed Assets	1,123,832		
Intangible Fixed Assets	687,648		2-a
Net Defined Benefit Asset	760,955		3
Deferred Tax Assets	199,286		4-a
Customers' Liabilities for Acceptances and Guarantees	9,893,645		
Reserves for Possible Losses on Loans	(706,947)		
Reserve for Possible Losses on Investments	(2)		
Total Assets	271,148,694		
Liabilities			
Deposits	148,469,120		
Negotiable Certificates of Deposit	17,556,689		
Call Money and Bills Sold	1,555,058		
Payables under Repurchase Agreements	35,273,822		
Guarantee Deposits Received under Securities Lending Transactions	773,780		
Commercial Paper	1,541,661		
Trading Liabilities	15,001,675		6-f
Borrowed Money	5,608,362		8-a
Foreign Exchange Liabilities	848,057		
Short-term Bonds	462,301		
Bonds and Notes	11,365,532		8-b
Due to Trust Accounts	1,023,850		
Derivatives other than for Trading Liabilities	4,033,563		6-g
Other Liabilities	7,490,377		
Reserve for Bonus Payments	93,520		
Reserve for Variable Compensation	1,894		
Net Defined Benefit Liability	68,454		
Reserve for Director and Corporate Auditor Retirement Benefits	589		
Reserve for Possible Losses on Sales of Loans	21,794		
Reserve for Contingencies	19,065		
Reserve for Reimbursement of Deposits	10,918		
Reserve for Reimbursement of Debentures	5,501		
Reserves under Special Laws	3,354		
Deferred Tax Liabilities	26,499		4-b
Deferred Tax Liabilities for Revaluation Reserve for Land	57,986		4-c
Acceptances and Guarantees	9,893,645		
Total Liabilities	261,207,078		
Net Assets			
Common Stock	2,256,767		1-a
Capital Surplus	1,129,267		1-b
Retained Earnings	5,501,306		1-c
Treasury Stock	(8,444)		1-d
Total Shareholders' Equity	8,878,897		
Net Unrealized Gains (Losses) on Other Securities	773,273		
Deferred Gains or Losses on Hedges	(349,849)		5
Revaluation Reserve for Land	127,792		
Foreign Currency Translation Adjustments	294,788		
Remeasurements of Defined Benefit Plans	137,584		
Own Credit Risk Adjustments, Net of Tax	88		
Total Accumulated Other Comprehensive Income	983,677	(a)	
Stock Acquisition Rights	5		
Non-Controlling Interests	79,035		7
Total Net Assets	9,941,616		
Total Liabilities and Net Assets	271,148,694		

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 December 31, 2023	Remarks
1-a	Common Stock	2,256,767	
1-b	Capital Surplus	1,129,267	
1-c	Retained Earnings	5,501,306	
1-d	Treasury Stock	(8,444)	
	Total Shareholders' Equity	8,878,897	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of December 31, 2023	Remarks
	Directly issued qualifying common share capital plus related stock surplus and retained earnings	8,878,871	Shareholders' equity attributable to common shares (before adjusting national specific regulatory adjustments (earnings to be distributed))
1a	of which: capital and stock surplus	3,386,035	
2	of which: retained earnings	5,501,280	
1c	of which: treasury stock (-)	8,444	
	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 December 31, 2023	Remarks
2-a	Intangible Fixed Assets	687,648	
2-b	Securities	39,355,280	
	of which: share of goodwill of companies accounted for using the equity method	68,663	Share of goodwill of companies accounted for using the equity method
	Income taxes related to above	(171,220)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of December 31, 2023	Remarks
8	Goodwill (net of related tax liability, including those equivalent)	188,232	
9	Other intangibles other than goodwill and mortgage servicing rights (net of related tax liability)	396,858	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 December 31, 2023	Remarks
3	Net Defined Benefit Asset	760,955	
	Income taxes related to above	(232,979)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of December 31, 2023	Remarks
15	Net Defined Benefit Asset	527,976	

4. Deferred tax assets

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of December 31, 2023	Remarks
4-a	Deferred Tax Assets	199,286	
4-b	Deferred Tax Liabilities	26,499	
4-c	Deferred Tax Liabilities for Revaluation Reserve for Land	57,986	
	Tax effects on intangible fixed assets	171,220	
	Tax effects on net defined benefit asset	232,979	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of December 31, 2023	Remarks
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	9,702	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)	533,746	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)	533,746	

5. Deferred gains or losses on derivatives under hedge accounting

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of December 31, 2023	Remarks
5	Deferred Gains or Losses on Hedges	(349,849)	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of December 31, 2023	Remarks
11	Deferred gains or losses on derivatives under hedge accounting	(353,911)	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 December 31, 2023	Remarks
6-a	Trading Assets	21,391,511	Including trading account securities and derivatives for trading assets
6-b	Securities	39,355,280	
6-c	Loans and Bills Discounted	91,738,654	Including subordinated loans
6-d	Derivatives other than for Trading Assets	2,737,723	
6-e	Other Assets	8,240,489	Including money invested
6-f	Trading Liabilities	15,001,675	Including trading account securities sold
6-g	Derivatives other than for Trading Liabilities	4,033,563	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of December 31, 2023	Remarks
16	Investments in own capital instruments	11,486	
37	Common Equity Tier 1 capital	5,184	
52	Additional Tier 1 capital	2,700	
	Tier 2 capital	3,602	
	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)	493,132	
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	4,354	
72	Non-significant investments in the capital and other TLAC liabilities of other financials that are below the thresholds for deduction (before risk weighting)	488,778	
	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions	502,981	
19	Amount exceeding the 10% threshold on specified items	-	
23	Amount exceeding the 15% threshold on specified items	-	
40	Additional Tier 1 capital	10,017	
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)	492,964	

7. Non-Controlling Interests

(1) Consolidated balance sheet

Ref. No.	Consolidated balance sheet items	As of December 31, 2023	Remarks
7	Non-Controlling Interests	79,035	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of December 31, 2023	Remarks
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)	535	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)	18,960	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	10,130	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)	3,980	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 December 31, 2023	Remarks
8-a	Borrowed Money	5,608,362	
8-b	Bonds and Notes	11,365,532	
	Total	16,973,895	

(2) Composition of capital

Basel III Template No.	Composition of capital disclosure	As of December 31, 2023	Remarks
32	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,551,000	
46	Directly issued qualifying Tier 2 instruments plus related stock surplus of which: classified as liabilities under applicable accounting standards	1,426,180	