

Composition of Capital Disclosure (Capital ratio of the fiscal year ended March 31, 2019, Basel III)

Capital ratio (consolidated)

(Appended Form 2 of Supplementary Provision of the Notification of Japanese Financial Services Agency No. 7, 2014)

| | | Millions of yen, % | | |
|---|---|---|------------------------------|---------------------------------|
| | | CC1: Composition of regulatory capital (consolidated) | | |
| | | a | b | c |
| Basel III Template No. | Items | Year ended March 31, 2019 | Year ended March 31, 2018 | Reference to Template CC2 |
| Common Equity Tier 1 capital: instruments and reserves | | | | |
| 1a+2-1c-26 | Directly issued qualifying common share capital plus related capital surplus and retained earnings | 260,205 | 250,167 | |
| 1a | of which: capital and capital surplus | 57,613 | 57,613 | (6)+(7) |
| 2 | of which: retained earnings | 209,664 | 197,201 | (8) |
| 1c | of which: treasury stock (-) | 5,921 | 3,476 | (9) |
| 26 | of which: national specific regulatory adjustments (earnings to be distributed) (-) | 1,150 | 1,171 | |
| | of which: other than above | — | — | |
| 1b | Subscription rights to common shares | 129 | 125 | (14) |
| 3 | Accumulated other comprehensive income and other disclosed reserves | 140,741 | 156,440 | (10)+(11)+(12)+(13) |
| 5 | Common share capital issued by subsidiaries and held by non-controlling interests (amount allowed in group Common Equity Tier 1) | — | — | |
| 6 | Common Equity Tier 1 capital: instruments and reserves (A) | 401,077 | 406,733 | |
| Common Equity Tier 1 capital: regulatory adjustments | | | | |
| 8+9 | Total intangible fixed assets (excluding those relating to mortgage servicing rights) | 1,661 | 1,953 | |
| 8 | of which: goodwill (including those equivalent) | — | — | |
| 9 | of which: other intangibles other than goodwill and mortgage servicing rights | 1,661 | 1,953 | (1) |
| 10 | Deferred tax assets that rely on future profitability excluding those arising from temporary differences | — | — | (3) |
| 11 | Deferred gains or losses on derivatives under hedge accounting | 0 | 0 | (11) |
| 12 | Shortfall of eligible provisions to expected losses | 6,869 | 7,025 | |
| 13 | Securitization gain on sale | — | — | |
| 14 | Gains and losses due to changes in own credit risk on fair valued liabilities | — | — | |
| 15 | Asset for retirement benefits | — | — | (2) |
| 16 | Investments in own shares (excluding those reported in the Net assets section) | 0 | 2 | |
| 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 | — | — | |
| 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: intangible fixed assets relating to mortgage servicing rights | — | — | |
| 21 | of which: deferred tax assets arising from temporary differences | — | — | |
| 22 | Amount exceeding the 15% threshold on specified items | — | — | |
| 23 | of which: significant investments in the common stock of financials | — | — | |
| 24 | of which: intangible fixed assets relating to mortgage servicing rights | — | — | |
| 25 | of which: deferred tax assets arising from temporary differences | — | — | |
| 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) | 8,531 | 8,982 | |
| Common Equity Tier 1 capital (CET1) | | | | |
| 29 | Common Equity Tier 1 capital (CET1) ((A)-(B)) (C) | 392,545 | 397,750 | |
| Additional Tier 1 capital: instruments | | | | |
| 31a | Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as equity under applicable accounting standards | — | — | |
| 31b | Subscription rights to Additional Tier 1 instruments | — | — | |
| 30 | Directly issued qualifying Additional Tier 1 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards | — | — | |
| 32 | Qualifying Additional Tier 1 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities | — | — | |
| 34-35 | Additional Tier 1 instruments issued by subsidiaries and held by non-controlling interests (amount allowed in group Additional Tier 1) | — | — | |
| 33+35 | Eligible Tier 1 capital instruments subject to transitional arrangements included in Additional Tier 1 capital: instruments | — | — | |
| 33 | of which: instruments issued by bank and its special purpose vehicles | — | — | |
| 35 | of which: instruments issued by subsidiaries | — | — | |
| 36 | Additional Tier 1 capital: instruments (D) | — | — | |
| Additional Tier 1 capital: regulatory adjustments | | | | |
| 37 | Investments in own Additional Tier 1 instrument | — | — | |
| 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 | — | — | |
| 40 | Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation | — | — | |

Millions of yen, %

CC1: Composition of regulatory capital (consolidated)

| Basel III Template No. | Items | a | b | c |
|--|---|------------------------------|------------------------------|---------------------------------|
| | | Year ended March 31, 2019 | Year ended March 31, 2018 | Reference to Template CC2 |
| 42 | Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deduction | — | — | |
| 43 | Additional Tier 1 capital: regulatory adjustments (E) | — | — | |
| Additional Tier 1 capital | | | | |
| 44 | Additional Tier 1 capital ((D) – (E)) (F) | — | — | |
| Tier 1 capital (T1 = CET1 + AT1) | | | | |
| 45 | Tier 1 capital (T1 = CET1 + AT1) ((C)+(F)) (G) | 392,545 | 397,750 | |
| Tier 2 capital: instruments and provisions | | | | |
| 46 | Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as equity under applicable accounting standards | — | — | |
| | Subscription rights to Tier 2 instruments | — | — | |
| | Directly issued qualifying Tier 2 instruments plus related capital surplus of which: classified as liabilities under applicable accounting standards | 5,467 | 9,478 | (5) |
| | Qualifying Tier 2 instruments plus related capital surplus issued by special purpose vehicles and other equivalent entities | — | — | |
| 48-49 | Tier 2 instruments issued by subsidiaries and held by non-controlling interests (amount allowed in group Tier 2) | — | — | |
| 47+49 | Eligible Tier 2 capital instruments subject to transitional arrangements included in Tier 2: instruments and provisions | 18,000 | 20,000 | |
| 47 | of which: instruments issued by bank and its special purpose vehicles | 18,000 | 20,000 | (4) |
| 49 | of which: instruments issued by subsidiaries | — | — | |
| 50 | Total of general allowance for credit losses and eligible provisions included in Tier 2 | 150 | 136 | |
| 50a | of which: provision for general allowance for credit losses | 150 | 136 | |
| 50b | of which: eligible provisions | — | — | |
| 51 | Tier 2 capital: instruments and provisions (H) | 23,618 | 29,614 | |
| Tier 2 capital: regulatory adjustments | | | | |
| 52 | Investments in own Tier 2 instruments | — | — | |
| 53 | Reciprocal cross-holdings in Tier 2 instruments | — | — | |
| 54 | Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation | — | — | |
| 55 | Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation | — | — | |
| 57 | Tier 2 capital: regulatory adjustments (I) | — | — | |
| Tier 2 capital (T2) | | | | |
| 58 | Tier 2 capital (T2) ((H)-(I)) (J) | 23,618 | 29,614 | |
| Total capital (TC = T1 + T2) | | | | |
| 59 | Total capital (TC = T1 + T2) ((G)+(J)) (K) | 416,163 | 427,365 | |
| Risk weighted assets | | | | |
| 60 | Risk weighted assets (L) | 2,652,748 | 2,516,280 | |
| Capital ratio (consolidated) | | | | |
| 61 | Common Equity Tier 1 capital ratio (consolidated) ((C)/(L)) | 14.79 | 15.80 | |
| 62 | Tier 1 capital ratio (consolidated) ((G)/(L)) | 14.79 | 15.80 | |
| 63 | Total capital ratio (consolidated) ((K)/(L)) | 15.68 | 16.98 | |
| 64 | CET1 specific buffer requirement | 2.50 | 1.87 | |
| 65 | of which: capital conservation buffer requirement | 2.50 | 1.87 | |
| 66 | of which: countercyclical buffer requirement | 0.00 | 0.00 | |
| 67 | of which: G-SIB/D-SIB additional requirement | — | — | |
| 68 | CET1 available after meeting the minimum capital requirements | 7.68 | 8.98 | |
| Regulatory adjustments | | | | |
| 72 | Non-significant investments in the capital of other financials that are below the thresholds for deduction (before risk weighting) | 23,712 | 26,019 | |
| 73 | Significant investments in the common stock of other financials that are below the thresholds for deduction (before risk weighting) | 868 | 768 | |
| 74 | Intangible fixed assets relating to 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) | — | — | |
| Provisions included in Tier 2 capital: instruments and provisions | | | | |
| 76 | Provisions (general allowance for credit losses) | 150 | 136 | |
| 77 | Cap on inclusion of provisions (general allowance for credit losses) | 511 | 488 | |
| 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 | 13,685 | 13,533 | |
| Capital instruments subject to transitional arrangements | | | | |
| 82 | Current cap on AT1 instruments subject to phase out arrangements | — | — | |
| | Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil") | — | — | |
| 83 | Current cap on T2 instruments subject to transitional arrangements | 18,000 | 24,000 | (4) |
| | Amount excluded from T2 due to cap (excess over cap after redemptions and maturities) (if the amount is negative, report as "nil") | 2,000 | — | |