

IAC/INTERACTIVECORP  
Form 4  
July 02, 2013

**FORM 4**

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549**

OMB APPROVAL

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**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
Von Furstenberg Alexander

(Last) (First) (Middle)

C/O ARROW INVESTMENTS, 555  
WEST 18TH STREET, 5TH FLOOR

(Street)

NEW YORK, NY 10011

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
IAC/INTERACTIVECORP [IACI]

3. Date of Earliest Transaction  
(Month/Day/Year)  
06/30/2013

4. If Amendment, Date Original Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

Director  10% Owner  
 Officer (give title below)  Other (specify below)

6. Individual or Joint/Group Filing(Check Applicable Line)  
 Form filed by One Reporting Person  
 Form filed by More than One Reporting Person

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Ownership (Instr. 4)
			Code	V Amount (A) or (D) Price			
Common Stock, par value \$0.001 <sup>(1)</sup>	06/30/2013		A <sup>(1)</sup>	263 A \$ 47.58	43,092 <sup>(2)</sup>	D	

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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SEC 1474 (9-02)

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)**

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1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of Derivative Securities Owned Following Reporting Transaction (Instr. 6)
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## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Von Furstenberg Alexander C/O ARROW INVESTMENTS 555 WEST 18TH STREET, 5TH FLOOR NEW YORK, NY 10011	X			

## Signatures

Tanya M. Stanich as Attorney-in-Fact for Alexander Von Furstenberg 07/02/2013

\*\*Signature of Reporting Person Date

## Explanation of Responses:

- \* If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).
- \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) Represents share units accrued under the Non-Employee Director Deferred Compensation Plan as of June 30, 2013.
- (2) Includes (i) 40,118 shares of IAC Common Stock held directly by the reporting person and (ii) 2,974 share units accrued under the Non-Employee Director Deferred Compensation Plan as of June 30, 2013.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number. WIDTH="100%" BORDER="0" ALIGN="center"> **Amounts less than one million yen are rounded down Ordinary Income Ordinary Profits Net Income**

**Net Income per Share of**

**Common Stock**

**Diluted Net Income per Share of**

**Common Stock**

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¥ million % ¥ million % ¥ million % ¥ ¥

3Q F2006

2,861,519 10.8 743,087 (0.3) 579,967 (0.2) 49,662.96 45,643.70

3Q F2005

2,581,654 19.8 745,372 59.7 581,155 (6.8) 52,690.46 42,020.55

(Reference) Fiscal 2005

3,557,549 921,069 649,903 55,157.15 46,234.51

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- Notes:
1. Equity in Income from Investments in Affiliates :  
3Q F2006 ¥6,772 million, 3Q F2005 ¥7,315 million, (Reference) Fiscal 2005 ¥9,161 million
  2. Average outstanding shares of common stock (consolidated basis) :  
3Q F2006 11,607,650 shares, 3Q F2005 11,029,611 shares, (Reference) Fiscal 2005 11,172,246 shares

**(2) Consolidated Financial Conditions**

	<b>Total Assets</b> ¥ million	<b>Total Net Assets</b> ¥ million	<b>Shareholders</b>	<b>Equity Ratio</b> %	<b>Total Net Assets</b> <b>per Share of Common Stock</b> ¥
3Q F2006	151,853,501	5,942,522		3.0	309,213.45
3Q F2005	150,032,120	4,661,751		3.1	265,444.36
(Reference) Fiscal 2005	149,612,794	4,804,993		3.2	274,906.95

- Notes:
- Please refer to page 2-9 for Capital Adequacy Ratio (BIS Capital Ratio).
  - Outstanding shares of common stock (consolidated basis) :  
As of December 31, 2006 11,607,320 shares, As of December 31, 2005 11,608,163 shares,  
(Reference) As of March 31, 2006 11,607,970 shares
  - Figures for 3Q F2006 were based on the Accounting Standards for Presentation of Net Assets in the Balance Sheet and others.  
Figures for 3Q F2005 and for Fiscal 2005 were based on the previously applied accounting standards.

**(Reference)****Earnings Estimates for Fiscal 2006 (for the fiscal year ending March 31, 2007)**

There is no revision of the earnings estimates for Fiscal 2006 announced on November 20, 2006. The figures are as follows:

	<b>Ordinary Income</b> ¥ million	<b>Ordinary Profits</b> ¥ million	<b>Net Income</b> ¥ million
Fiscal 2006	3,800,000	1,080,000	720,000

**Formulae for indices - Financial Highlights for the Third Quarter of Fiscal 2006****Net Income per Share of Common Stock**

Net Income - Amount not attributable to common shareholders (\*1)  
Average outstanding shares of common stock (during the period) (\*2)

**Diluted Net Income per Share of Common Stock**

Net Income - Amount not attributable to common shareholders (\*1) + Adjustments  
Average outstanding shares of common stock (during the period) (\*2) + Increasing shares of common stock for dilutive securities (\*3)

**Shareholders Equity Ratio**

$$\frac{\text{Total Net Assets (period-end)} - \text{Minority Interests (period-end)}}{\text{Total Assets (period-end)}} \times 100$$

Explanation of Responses:

**Total Net Assets per Share of Common Stock**

Total Net Assets (period-end) - Deduction (\*4)  
Outstanding shares of common stock (period-end) (\*2)

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- \* 1 Cash dividends on preferred stock and others.
  - \* 2 Treasury stock is excluded from outstanding shares of stock.
  - \* 3 Calculated under the assumption that dilutive options regarding dilutive securities were exercised at the beginning of the fiscal year in accordance with accounting standards. That is, all dilutive convertible securities, including those before the conversion period, are assumed to be converted at the price calculated based on the market price at the beginning of the fiscal year.
  - \* 4 Issued amount of preferred stock, cash dividends on preferred stock and others.
- 

*This immediate release contains statements that constitute forward-looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995, including estimates, forecasts, targets and plans. Such forward-looking statements do not represent any guarantee by management of future performance. These statements reflect our current views with respect to future events and are subject to risks, uncertainties and assumptions.*

*We may not be successful in implementing our business strategies, and management may fail to achieve its targets, for a wide range of possible reasons, including, without limitation, incurrence of significant credit-related costs; declines in the value of our securities portfolio; changes in interest rates; foreign currency fluctuations; revised assumptions or other changes related to our pension plans; failure to maintain required capital adequacy ratio levels; downgrades in our credit ratings; the effectiveness of our operational, legal and other risk management policies; our ability to avoid reputational harm; and effects of changes in general economic conditions in Japan.*

*Further information regarding factors that could affect our financial condition and results of operations is included in Item 3.D. Key Information Risk Factors, and Item 5. Operating and Financial Review and Prospects in our registration statement on Form 20-F filed with the U.S. Securities and Exchange Commission ( SEC ) on October 19, 2006, which is available in the Financial Information section of our web page at [www.mizuho-fg.co.jp/english/](http://www.mizuho-fg.co.jp/english/) and also at the SEC's web site at [www.sec.gov](http://www.sec.gov).*

*We do not intend to update our forward-looking statements. We are under no obligation, and disclaim any obligation, to update or alter our forward-looking statements, whether as a result of new information, future events or otherwise, except as may be required by the rules of the Tokyo Stock Exchange.*

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**CONSOLIDATED RESULTS OF OPERATIONS AND FINANCIAL CONDITIONS****(1) Results of Operations (refer to page 2-1)**

Consolidated Gross Profits for the third quarter of fiscal 2006 came to ¥1,495.5 billion, decreasing by ¥53.8 billion from the corresponding period of the previous fiscal year. Net Interest Income was ¥785.5 billion, increasing by ¥8.8 billion from the corresponding period of the previous fiscal year. Net Fee and Commission Income was ¥377.7 billion, decreasing by ¥12.2 billion from the corresponding period of the previous fiscal year. Net Trading Income was ¥170.5 billion, increasing by ¥49.6 billion from the corresponding period of the previous fiscal year. Net Other Operating Income was ¥113.7 billion, decreasing by ¥94.0 billion from the corresponding period of the previous fiscal year, mainly due to a decline in market-related income.

General and Administrative Expenses amounted to ¥800.3 billion, decreasing by ¥17.0 billion from the corresponding period of the previous fiscal year. This resulted from the outlay on Strategic Expenses aimed at increasing top-line profits being more than offset by reductions in Base Expenses, especially IT-related expenses, expenses related to employee retirement benefits, and other factors.

Credit-related Costs including Expenses related to Portfolio Problems resulted in a gain on reversal in costs of ¥56.9 billion, mainly due to decreases in costs related to write-offs with the near-completion of the removal of non-performing loans from the balance sheet and reversal of reserves with the strengthening of the Group's asset quality.

Net Gains related to Stocks amounted to ¥111.2 billion, supported by gains on credit and alternative investments (stock-related), which we made as part of our efforts to diversify sources of our market-related income, in addition to gains on sales of preferred stocks.

We recorded a loss of ¥25.7 billion in Other Ordinary Profits, down ¥92.2 billion from the corresponding period of the previous fiscal year, partly due to recognition of losses through a review of the bond portfolio for the third quarter of fiscal 2005.

After reflecting the above, Consolidated Ordinary Profits was ¥743.0 billion, decreasing by ¥2.2 billion from the corresponding period of the previous fiscal year.

Net Extraordinary Gains (Losses) amounted to a gain of ¥102.0 billion as a result of Reversal of Reserves for Possible Losses on Loans as Extraordinary Gains, etc.

Income Taxes amounted to ¥208.7 billion, increasing by ¥41.2 billion from the corresponding period of the previous fiscal year.

Minority Interests in Net Income amounted to ¥56.4 billion, decreasing by ¥4.7 billion from the corresponding period of the previous fiscal year.

After reflecting the above, Net Income amounted to ¥579.9 billion, decreasing by ¥1.1 billion from the corresponding period of the previous fiscal year.

**(2) Financial Conditions**

Total Assets as of December 31, 2006 amounted to ¥151,853.5 billion, increasing by ¥1,821.3 billion from the end of the corresponding period of the previous fiscal year.

Net Assets amounted to ¥5,942.5 billion, which consists of ¥3,310.2 billion of Total Shareholders' Equity, ¥1,259.3 billion of Total Valuation and Translation Adjustments, and ¥1,372.9 billion of Minority Interests.

As for asset accounts, Securities amounted to ¥36,791.7 billion, decreasing by ¥3,800.2 billion, and Loans and Bills Discounted amounted to ¥65,456.5 billion, increasing by ¥1,696.9 from the end of the corresponding period of the previous fiscal year. As for liability accounts, Deposits amounted to ¥72,158.3 billion, increasing by ¥1,107.4 billion from the end of the corresponding period of the previous fiscal year.

The Group maintains its financial soundness at a high level. The Group's Consolidated Capital Adequacy Ratio (BIS Capital Ratio) was 10.96% as of December 31, 2006.



(Attached Documents)

## 1. CONSOLIDATED BALANCE SHEETS

	Millions of yen (Reference)			
	As of December 31, 2006	As of December 31, 2005	Change	As of March 31, 2006
<b>Assets</b>				
Cash and Due from Banks	¥ 3,546,570	¥ 6,327,920	¥ (2,781,349)	¥ 5,016,216
Call Loans and Bills Purchased	507,340	1,098,775	(591,435)	938,435
Receivables under Resale Agreements	9,594,951	7,128,111	2,466,840	5,976,043
Guarantee Deposits Paid under Securities Borrowing Transactions	7,642,600	6,910,514	732,085	8,643,570
Other Debt Purchased	3,122,849	1,897,289	1,225,560	2,476,132
Trading Assets	11,156,490	11,386,659	(230,169)	10,007,149
Money Held in Trust	38,856	55,610	(16,753)	49,898
Securities	36,791,747	40,591,958	(3,800,210)	37,702,957
Loans and Bills Discounted	65,456,500	63,759,566	1,696,934	65,408,672
Foreign Exchange Assets	786,116	822,082	(35,965)	809,205
Other Assets	6,671,570	5,352,725	1,318,845	6,463,242
Tangible Fixed Assets	795,809		795,809	
Intangible Fixed Assets	238,359		238,359	
Premises and Equipment		976,124	(976,124)	955,888
Deferred Debenture Charges	35	291	(255)	267
Deferred Tax Assets	383,864	466,103	(82,238)	423,572
Customers Liabilities for Acceptances and Guarantees	5,902,989	4,170,800	1,732,189	5,556,929
Reserves for Possible Losses on Loans	(782,117)	(910,431)	128,314	(814,178)
Reserve for Possible Losses on Investments	(1,035)	(1,979)	944	(1,208)
<b>Total Assets</b>	<b>¥ 151,853,501</b>	<b>¥ 150,032,120</b>	<b>¥ 1,821,381</b>	<b>¥ 149,612,794</b>
<b>Liabilities</b>				
Deposits	¥ 72,158,380	¥ 71,050,886	¥ 1,107,493	¥ 73,007,994
Negotiable Certificates of Deposit	10,735,776	9,648,682	1,087,094	9,359,131
Debentures	5,132,545	6,962,064	(1,829,518)	6,606,305
Call Money and Bills Sold	6,442,078	9,750,419	(3,308,340)	9,466,054
Payables under Repurchase Agreements	14,604,142	13,130,246	1,473,895	10,079,585
Guarantee Deposits Received under Securities Lending Transactions	5,955,272	6,526,769	(571,497)	7,301,540
Commercial Paper	30,000	40,000	(10,000)	50,000
Trading Liabilities	8,735,740	8,593,913	141,827	7,880,634
Borrowed Money	4,493,530	3,162,560	1,330,970	2,768,811
Foreign Exchange Liabilities	229,266	307,568	(78,302)	389,638
Short-term Bonds	721,480	2,078,300	(1,356,819)	1,385,100
Bonds and Notes	3,083,879	2,474,672	609,206	2,488,498
Due to Trust Accounts	1,195,065	1,331,402	(136,337)	1,354,889
Other Liabilities	6,117,052	4,710,204	1,406,847	5,382,931
Reserve for Bonus Payments	16,558	15,965	593	35,374
Reserve for Employee Retirement Benefits	37,410	37,426	(16)	38,616
Reserve for Contingencies	29,767	34,367	(4,599)	45,567

Explanation of Responses:



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Reserves under Special Laws	2,587	2,161	426	2,352
Deferred Tax Liabilities	174,019	49,631	124,387	127,847
Deferred Tax Liabilities for Revaluation Reserve for Land	113,434	126,003	(12,569)	120,873
Acceptances and Guarantees	5,902,989	4,170,800	1,732,189	5,556,929
<b>Total Liabilities</b>	<b>145,910,979</b>	<b>144,204,046</b>	<b>1,706,932</b>	<b>143,448,677</b>
<b>Net Assets</b>				
Common Stock and Preferred Stock	1,540,965		1,540,965	
Capital Surplus	411,110		411,110	
Retained Earnings	1,390,313		1,390,313	
Treasury Stock	(32,182)		(32,182)	
<b>Total Shareholders Equity</b>	<b>3,310,206</b>		<b>3,310,206</b>	
Net Unrealized Gains on Other Securities, net of Taxes	1,261,478		1,261,478	
Net Deferred Hedge Losses, net of Taxes	(123,747)		(123,747)	
Revaluation Reserve for Land, net of Taxes	159,609		159,609	
Foreign Currency Translation Adjustments	(37,977)		(37,977)	
<b>Total Valuation and Translation Adjustments</b>	<b>1,259,362</b>		<b>1,259,362</b>	
Minority Interests	1,372,952		1,372,952	
<b>Total Net Assets</b>	<b>5,942,522</b>		<b>5,942,522</b>	
<b>Total Liabilities and Net Assets</b>	<b>¥ 151,853,501</b>	<b>¥</b>	<b>¥ 151,853,501</b>	<b>¥</b>
<b>Minority Interests</b>				
Minority Interests		1,166,321	(1,166,321)	1,359,122
<b>Shareholders Equity</b>				
Common Stock and Preferred Stock		1,540,965	(1,540,965)	1,540,965
Capital Surplus		411,155	(411,155)	411,160
Retained Earnings		1,418,178	(1,418,178)	1,498,143
Revaluation Reserve for Land, net of Taxes		184,268	(184,268)	170,384
Net Unrealized Gains on Other Securities, net of Taxes		1,202,639	(1,202,639)	1,279,216
Foreign Currency Translation Adjustments		(48,825)	48,825	(48,062)
Treasury Stock		(46,631)	46,631	(46,814)
<b>Total Shareholders Equity</b>		<b>4,661,751</b>	<b>(4,661,751)</b>	<b>4,804,993</b>
<b>Total Liabilities, Minority Interests and Shareholders Equity</b>	<b>¥</b>	<b>¥ 150,032,120</b>	<b>¥ (150,032,120)</b>	<b>¥ 149,612,794</b>

Note : Amounts less than one million yen are rounded down.

## 2. CONSOLIDATED STATEMENTS OF INCOME

	For the nine months		For the nine months		Millions of yen
	ended December 31,		ended December 31,		(Reference)
	2006	2005	Change	2006	For the fiscal year ended March 31,
<b>Ordinary Income</b>	¥ 2,861,519	¥ 2,581,654	¥ 279,865	¥ 3,557,549	
Interest Income	1,822,624	1,390,549	432,075	1,935,048	
<i>Interest on Loans and Bills Discounted</i>	950,156	794,110	156,045	1,071,892	
<i>Interest and Dividends on Securities</i>	391,276	299,457	91,819	456,749	
Fiduciary Income	47,971	53,974	(6,002)	78,843	
Fee and Commission Income	465,760	459,923	5,837	650,549	
Trading Income	174,199	124,925	49,273	211,029	
Other Operating Income	197,283	301,960	(104,677)	354,481	
Other Ordinary Income	153,679	250,320	(96,641)	327,595	
<b>Ordinary Expenses</b>	2,118,432	1,836,281	282,151	2,636,480	
Interest Expenses	1,037,068	613,821	423,247	872,403	
<i>Interest on Deposits</i>	339,840	170,098	169,741	249,176	
<i>Interest on Debentures</i>	26,437	37,701	(11,263)	48,208	
Fee and Commission Expenses	87,987	69,890	18,097	94,614	
Trading Expenses	3,685	4,076	(390)	6,088	
Other Operating Expenses	83,521	94,124	(10,602)	254,408	
General and Administrative Expenses	800,325	817,391	(17,065)	1,095,243	
Other Ordinary Expenses	105,843	236,978	(131,135)	313,722	
<b>Ordinary Profits</b>	743,087	745,372	(2,285)	921,069	
<b>Extraordinary Gains</b>	121,070	130,463	(9,393)	174,616	
<b>Extraordinary Losses</b>	19,034	66,112	(47,078)	115,543	
<b>Income before Income Taxes and Minority Interests</b>	845,122	809,723	35,399	980,142	
Income Taxes:					
Current	30,529	42,352	(11,822)	64,038	
Deferred	178,185	125,066	53,118	185,035	
<b>Minority Interests in Net Income</b>	56,440	61,149	(4,708)	81,164	
<b>Net Income</b>	¥ 579,967	¥ 581,155	¥ (1,187)	¥ 649,903	

Note : Amounts less than one million yen are rounded down.

## 3. CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS

For the nine months ended December 31, 2006

	Shareholders Equity				Valuation and Translation Adjustments							Total Net Assets
	Common Stock and Preferred Stock	Capital Surplus	Retained Earnings	Treasury Stock	Total Shareholders Equity	Net Unrealized Gains on Other Securities, net of Taxes	Net Deferred Hedge Losses, net of Taxes	Revaluation Reserve for Land, net of Taxes	Foreign Currency Translation Adjustments	Total Valuation and Translation Adjustments	Minority Interests	
Balance as of March 31, 2006	¥ 1,540,965	¥ 411,160	¥ 1,498,143	¥ (46,814)	¥ 3,403,455	¥ 1,279,216	¥	¥ 170,384	¥ (48,062)	¥ 1,401,538	¥ 1,359,122	¥ 6,164,100
Changes during the period												
Dividends*			(79,849)		(79,849)							(79,849)
Share repurchases*			(36)		(36)							(36)
Net Income			579,967		579,967							579,967
Purchase of Treasury Stock				(604,169)	(604,169)							(604,169)
Repositioning of Treasury Stock		27		37	64							64
Cancellation of Treasury Stock		(77)	(618,686)	618,763								
Transfer from valuation reserve for land, net of taxes			10,774		10,774							10,774
Changes in minority interests						(17,738)	(123,747)	(10,774)	10,085	(142,175)	13,829	(128,310)
Total Changes during the period		(50)	(107,830)	14,632	(93,248)	(17,738)	(123,747)	(10,774)	10,085	(142,175)	13,829	(221,500)
Balance as of December 31, 2006	¥ 1,540,965	¥ 411,110	¥ 1,390,313	¥ (32,182)	¥ 3,310,206	¥ 1,261,478	¥ (123,747)	¥ 159,609	¥ (37,977)	¥ 1,259,362	¥ 1,372,952	¥ 5,942,500

\* Appropriation of Retained Earnings approved at the ordinary general meeting of shareholders in June 2006.

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Note : Amounts less than one million yen are rounded down.

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## 4. SEGMENT INFORMATION

## &lt;Segment Information by Type of Business&gt;

For the nine months ended December 31, 2006

	Banking		Securities		Total	Elimination	Millions of yen
	Business	Business	Other	Other			Consolidated
	Business	Business	Other	Other	Total	Elimination	Results
Ordinary Income							
(1) Ordinary Income from outside customers	2,258,650	485,382	117,486		2,861,519		2,861,519
(2) Inter-segment Ordinary Income	26,190	53,983	83,913		164,087	(164,087)	
Total	2,284,841	539,366	201,399		3,025,607	(164,087)	2,861,519
Ordinary Expenses	1,636,473	460,410	177,985		2,274,868	(156,436)	2,118,432
Ordinary Profits	648,368	78,955	23,414		750,738	(7,651)	743,087

For the nine months ended December 31, 2005

	Banking		Securities		Total	Elimination	Millions of yen
	Business	Business	Other	Other			Consolidated
	Business	Business	Other	Other	Total	Elimination	Results
Ordinary Income							
(1) Ordinary Income from outside customers	2,045,965	394,246	141,441		2,581,654		2,581,654
(2) Inter-segment Ordinary Income	17,605	34,055	74,027		125,688	(125,688)	
Total	2,063,571	428,302	215,469		2,707,343	(125,688)	2,581,654
Ordinary Expenses	1,462,203	313,442	179,835		1,955,481	(119,200)	1,836,281
Ordinary Profits	601,367	114,860	35,634		751,861	(6,488)	745,372

(Reference) For the fiscal year ended March 31, 2006

	Banking		Securities		Total	Elimination	Millions of yen
	Business	Business	Other	Other			Consolidated
	Business	Business	Other	Other	Total	Elimination	Results
Ordinary Income							
(1) Ordinary Income from outside customers	2,813,124	558,830	185,594		3,557,549		3,557,549
(2) Inter-segment Ordinary Income	24,379	48,741	115,480		188,600	(188,600)	

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Total	2,837,503	607,572	301,075	3,746,150	(188,600)	3,557,549
Ordinary Expenses	2,121,573	438,404	258,502	2,818,479	(181,999)	2,636,480
Ordinary Profits	715,930	169,167	42,572	927,670	(6,601)	921,069

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- Notes: 1. Ordinary Income and Ordinary Profits are presented in lieu of Sales and Operating Profits as utilized by non-financial companies.
2. Major components of type of business are as follows:
- (1) Banking Business: banking and trust banking business
  - (2) Securities Business: securities business
  - (3) Other: investment advisory business and other

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**(Changes in accounting methods since the most recent fiscal year)**

1. The appendix forms of Banking Law Enforcement Regulations (Ministry of Finance Ordinance No. 10, 1982) have been revised by the Cabinet Office Ordinance to Amend Part of Detailed Enforcement Regulations on Mutual Loan Business Law and Banking Law (Cabinet Office Ordinance No. 60, April 28, 2006), following the application of Accounting Standards for Presentation of Net Assets in the Balance Sheet (ASBJ Statement No. 5, December 9, 2005) and Guidance on Accounting Standards for Presentation of Net Assets in the Balance Sheet (ASBJ Guidance No. 8, December 9, 2005) effective from the interim period ending on or after the enforcement date of the Company Law. In accordance with the application of the revised Banking Law Enforcement Regulations commencing with the fiscal year beginning on or after April 1, 2006, presentation of account items has been changed as follows:

(1) Former Shareholders Equity is presented as Net Assets and classified into Shareholders Equity, Valuation and Translation Adjustments and Minority Interests.

The amount corresponding to former Shareholders Equity as of the end of this period was ¥4,693,316 million.

(2) The net realized and unrealized losses from hedging instruments formerly included in Other Assets as deferred hedge losses are presented as Net Deferred Hedge Losses, net of Taxes included in Valuation and Translation Adjustments, net of applicable income taxes.

(3) Minority Interests formerly listed after Liabilities is included in Net Assets.

(4) Former Premises and Equipment is classified into Tangible Fixed Assets, Intangible Fixed Assets and Other Assets.

(5) Software and other items formerly included in Other Assets is included in Intangible Fixed Assets.

(6) Amortization of consolidation differences formerly recognized as Other Ordinary Expenses under Ordinary Expenses is included as amortization of intangible fixed assets in General and Administrative Expenses under Ordinary Expenses.

2. Accounting Standards for Statement of Changes in Net Assets (ASBJ Statement No. 6, December 27, 2005) and Guidance on Accounting Standards for Statement of Changes in Net Assets (ASBJ Guidance No. 9, December 27, 2005) took effect as of the interim period ending on or after the enforcement date of the Company Law. Thus, the standards and guidance were adopted commencing with this period, with the Consolidated Statement of Changes in Net Assets newly prepared instead of the former Consolidated Statement of Capital Surplus and Retained Earnings.

**(Subsequent events)**

Mizuho Capital Investment (JPY) 1 Limited, which is an overseas special purpose subsidiary and of which the voting rights are wholly owned by MHFG, issued Preferred Securities on January 12, 2007 as follows:

(1) Type of Security : Japanese Yen denominated Non-cumulative Perpetual Preferred Securities (no right to convert into MHFG's shares is granted).

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- (2) Aggregate Issued Amount : ¥400,000 million
  
- (3) Dividend Rate : 2.96% per annum (Fixed rate until June 2016)  
Floating rate after June 2016 (Non Step-up)
  
- (4) Payment Date : January 12, 2007
  
- (5) The increase in Minority Interests resulting from the issuance of preferred securities amounted to ¥400,000 million. Proceeds from the issuance were ultimately provided to the banking subsidiaries as perpetual subordinated loans and will be incorporated into Tier 1 Capital, which is used in calculating the Capital Adequacy Ratio.

1-8



**SELECTED FINANCIAL INFORMATION**

**For the Third Quarter of Fiscal 2006**

**<under Japanese GAAP>**

**Mizuho Financial Group, Inc.**

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**C O N T E N T S**


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## Notes:

**CON** : Consolidated figures of Mizuho Financial Group, Inc.( MHFG )

**NON(B)** : Non-consolidated figures of Mizuho Bank, Ltd. ( MHBK ), Mizuho Corporate Bank, Ltd. ( MHCB ) and Mizuho Trust & Banking Co., Ltd. ( MHTB ).

**NON(B&R)** : Aggregated figures of the relevant banks including past figures for their former financial subsidiaries for corporate revitalization.

\*MHBK, MHCB and MHTB merged with their own financial subsidiaries for corporate revitalization respectively, as of October 1, 2005.

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**SUMMARY RESULTS FOR THE THIRD QUARTER OF FISCAL 2006**

<b>FINANCIAL INFORMATION FOR THE THIRD QUARTER OF FISCAL 2006</b>	<i>See above Notes</i>	<i>Pages</i>
<u>1. Income Analysis</u>	CON    NON(B&R)	2- 1
<u>2. Unrealized Gains/Losses on Securities</u>	CON    NON(B)	2- 3
<u>3. Deferred Hedge Gains/Losses on Derivative Transactions Qualifying for Hedge Accounting</u>	NON(B)	2- 5
<u>4. Status of Disclosed Claims under the Financial Reconstruction Law ( FRL )</u>	CON    NON(B)	2- 6
<u>5. Status of Deposits and Loans</u>	NON(B)	2- 8
<u>6. Capital Adequacy Ratio</u>	CON	2- 9

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*This immediate release contains statements that constitute forward-looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995, including estimates, forecasts, targets and plans. Such forward-looking statements do not represent any guarantee by management of future performance. These statements reflect our current views with respect to future events and are subject to risks, uncertainties and assumptions.*

*We may not be successful in implementing our business strategies, and management may fail to achieve its targets, for a wide range of possible reasons, including, without limitation, incurrence of significant credit-related costs; declines in the value of our securities portfolio; changes in interest rates; foreign currency fluctuations; revised assumptions or other changes related to our pension plans; failure to maintain required capital adequacy ratio levels; downgrades in our credit ratings; the effectiveness of our operational, legal and other risk management policies; our ability to avoid reputational harm; and effects of changes in general economic conditions in Japan.*

*Further information regarding factors that could affect our financial condition and results of operations is included in Item 3.D. Key Information Risk Factors, and Item 5. Operating and Financial Review and Prospects in our registration statement on Form 20-F filed with the U.S. Securities and Exchange Commission ( SEC ) on October 19, 2006, which is available in the Financial Information section of our web page at [www.mizuho-fg.co.jp/english/](http://www.mizuho-fg.co.jp/english/) and also at the SEC 's web site at [www.sec.gov](http://www.sec.gov).*

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*We do not intend to update our forward-looking statements. We are under no obligation, and disclaim any obligation, to update or alter our forward-looking statements, whether as a result of new information, future events or otherwise, except as may be required by the rules of the Tokyo Stock Exchange.*

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**Summary Results for the Third Quarter of Fiscal 2006**


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Mizuho Financial Group ( the Group ) is further enhancing comprehensive profitability centering on income from Customer Groups through implementation of various key initiatives under the Channel to Discovery Plan. We repaid in full the public funds in July 2006 and successfully listed on the New York Stock Exchange in November 2006. The Group is also working intensively on establishment of a sound management base to sustain further growth, including reinforcement of internal controls over financial reporting.

The summary results for the third quarter of fiscal 2006, which reflect these efforts, are described below.

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**I. Summary of Income Analysis****Ø Consolidated Net Business Profits (Apr.1-Dec.31, 2006)**

Consolidated Gross Profits for the nine months ended December 31, 2006 decreased by JPY 53.8 billion on a year-on-year basis mainly due to a decrease in market-related income of the banking subsidiaries and a decrease in the profits of the Group's securities companies. However, as for Customer Groups of the banking subsidiaries, interest income increased and fee and commission income has been steadily increasing.

Consolidated Net Business Profits for the same period decreased by JPY 76.1 billion on a year-on-year basis due to a combination of the above factors and an increase in G&A expenses (excluding Non-Recurring Losses) driven by an outlay on Strategic Expenses.

**(Consolidated)**

	3Q of FY2006	
	(Apr.1 - Dec.31, 2006)	
		Change from 3Q of FY2005
	(JPY Bn)	
Consolidated Gross Profits	1,495.5	-53.8
Consolidated Net Business Profits *1	667.9	-76.1
Credit-related Costs	56.9	4.9
Net Gains related to Stocks *2	111.2	-67.8
Ordinary Profits	743.0	-2.2
Net Income	579.9	-1.1
-		

\*1: Consolidated Gross Profits - General and Administrative Expenses (excluding Non-Recurring Losses) + equity in income from investments in affiliates and certain other consolidation adjustments

\*2: Gains of JPY 13.3 billion on sale of stock associated with credit and alternative investments, which we made as part of our efforts to diversify sources of our market-related income, were recorded as Net Gains related to Stocks.

The corresponding figure for 3Q of FY 2005 includes gains of JPY 42.4 billion on sales of common stock of our subsidiary.

**Ø Consolidated Net Income (Apr.1-Dec.31, 2006)**

Consolidated Net Income for the nine months ended December 31, 2006 amounted to JPY 579.9 billion (almost the same level as that for the corresponding period of the previous fiscal year), which is 80.5% of the full fiscal year's earnings estimates of JPY 720.0 billion. This was mainly due to Reversal of Reserves for Possible Losses on Loans and the recording of Net Gains related to Stocks.

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Given the above financial performance, Earnings per Share ( EPS ) and Return on Equity ( ROE ) as of the end of December 2006 remained at high levels.

The Group also maintains its financial soundness at a high level.  
(Consolidated)

	3Q of FY2006	
	(Apr.1 - Dec.31, 2006)	
		Change from 3Q of FY2005
EPS *1 (JPY)	45,643	3,623
ROE *2	16.4%	-1.5%

\*1: Fully diluted EPS: Diluted Net Income for 3Q per Share of Common Stock\*

[\*Calculated under the assumption that all dilutive convertible securities are converted at the price calculated based on the market price at the beginning of the fiscal year]

\*2: Return on Equity = Annualized Net Income\*\*/ [(Total Shareholders Equity + Total Valuation and Translation Adjustments) <beginning>\*\*\* + (Total Shareholders Equity + Total Valuation and Translation Adjustments) <period-end>\*\*\*] / 2 ] X 100

[\*\* Net Income for 3Q of FY2006 (Apr. 1 - Dec. 31, 2006) X 365 / 275]

[\*\*\* Figures other than for Dec. 31, 2006 calculated using former Total Shareholders Equity data]

	December 31, 2006	
		Change from September 30, 2006
	(JPY Bn)	
BIS Capital Ratio (Consolidated)	10.96%	-0.05%
Tier 1 Capital Ratio	5.62%	0.00%
Net Deferred Tax Assets (DTAs) (Consolidated)	209.8	-22.4
Net DTAs / Tier 1 Ratio	4.5%	-0.7%
Disclosed Claims under the Financial Reconstruction Law (3 Banks)	1,072.9	86.6
NPL Ratio	1.43%	0.10%
Unrealized Gains on Other Securities (Consolidated) *	2,161.6	107.6

\* The base amount to be recorded directly to Net Assets after tax and other necessary adjustments

## II. Steady Enhancement of the Group's Comprehensive Profitability

### - Steady increase in income from Customer Groups

#### Ø Net Interest Income

Consolidated Net Interest Income for the three-month period from October to December 2006 increased by JPY 6.8 billion on a year-on-year basis.

The average loan balance for the same period increased compared with the first half of fiscal 2006, mainly driven by expansion of overseas lending and stable growth in loans to individuals in the domestic market.

In addition, domestic loan-and-deposit rate margins for the same period improved compared with the first half of fiscal 2006.

\* Aggregate average balance of the 3 Banks for the period, excluding Trust Account and loans to Mizuho Financial Group, Inc.

\*\* Aggregate figures of domestic operations of Mizuho Bank and Mizuho Corporate Bank after excluding loans to Mizuho Financial Group, Inc., Deposit Insurance Corporation of Japan, and Japanese government

#### Ø Non-Interest Income

Net Fee and Commission Income of the 3 Banks for the three-month period from October to December 2006 continued to increase by JPY 11.7 billion, or 14.1%, on a year-on-year basis.

As for our corporate business, fee and commission income from solution-related business, which decreased in the first half of fiscal 2006, showed an increase. Income from trust and asset management business of Mizuho Trust & Banking steadily increased.

As for our business with individual customers, fee income related to investment trusts and individual annuities continued to increase.

#### Ø G&A Expenses

Base Expenses for the nine months ended December 31, 2006 further decreased by JPY 14.2 billion on a year-on-year basis, mainly due to a decrease in Personnel Expenses and a reduction in IT-related expenses.

There was an outlay on Strategic Expenses of JPY 64.2 billion for enhancing future top-line growth. As a result, total G&A Expenses of the 3 Banks increased by JPY 30.9 billion on a year-on-year basis.

### **III. Disciplined Capital Management**

The Group is implementing disciplined capital management through which we aim to enhance the quality of capital and reinforce the capital base in order to sustain our top-line growth strategies, even after the full repayment of public funds in July 2006.

#### **Ø Listing on the New York Stock Exchange**

In November 2006, we listed our ADRs (American Depositary Receipts) on the New York Stock Exchange. We believe the listing enhances investor convenience in the U.S. capital markets while ensuring flexibility in the Group's future capital management and expanding our investor base.

#### **Ø Issuance of Preferred Securities**

In January 2007, we issued JPY 400.0 billion of preferred securities through an overseas special purpose subsidiary, so as to increase the Group's Tier 1 capital for securing the agility and improving the flexibility of our future capital strategy.

### **IV. Topics**

#### **Ø Financial Holding Company status obtained in the United States**

In December 2006, Mizuho Corporate Bank, Ltd. was authorized to become a Financial Holdings Company (FHC) under the U.S. Bank Holding Company Act.

With the FHC status, we are now able to engage in comprehensive investment banking business in the U.S., such as underwriting and dealing of corporate bonds, equities, and other types of securities.

#### **Ø Merger of Mizuho Securities and Shinko Securities**

In January 2007, Mizuho Securities Co., Ltd. and Shinko Securities Co., Ltd. reached a basic agreement to merge as of the target date of January 1, 2008, subject to approval from shareholders and relevant governmental authorities.

The merged entity will aim to become Japan's leading full-service securities company that conducts investment banking business on a global basis.

#### **Ø Merger of Dai-Ichi Kangyo Asset Management and Fuji Investment Management**

In January 2007, Dai-Ichi Kangyo Asset Management Co., Ltd. (DKA) and Fuji Investment Management Co., Ltd. (FIMCO) reached a basic agreement to merge as of the target date of July 1, 2007, subject to regulatory approvals and other procedures. The merged entity will be meeting the diversified needs of customers as one of the Group's core asset management companies, together with DLIBJ Asset Management Company Co., Ltd. (DIAM).

**Definition**

**3 Banks:** Aggregate figures for Mizuho Bank, Mizuho Corporate Bank and Mizuho Trust & Banking on a non-consolidated basis. On October 1, 2005, each of the financial subsidiaries for corporate revitalization was merged into its own parent bank, and figures before October 1, 2005 are the aggregate figures for the above three banks and their financial subsidiaries for corporate revitalization

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This immediate release contains statements that constitute forward-looking statements within the meaning of the United States Private Securities Litigation Reform Act of 1995, including estimates, forecasts, targets and plans. Such forward-looking statements do not represent any guarantee by management of future performance.

In many cases, but not all, we use such words as aim, anticipate, believe, endeavor, estimate, expect, intend, may, plan, probably, seek, should, strive, target and similar expressions in relation to us or our management to identify forward-looking statements. You can also identify forward-looking statements by discussions of strategy, plans or intentions. These statements reflect our current views with respect to future events and are subject to risks, uncertainties and assumptions.

We may not be successful in implementing our business strategies, and management may fail to achieve its targets, for a wide range of possible reasons, including, without limitation, incurrence of significant credit-related costs; declines in the value of our securities portfolio; changes in interest rates; foreign currency fluctuations; revised assumptions or other changes related to our pension plans; failure to maintain required capital adequacy ratio levels; downgrades in our credit ratings; the effectiveness of our operational, legal and other risk management policies; our ability to avoid reputational harm; and effects of changes in general economic conditions in Japan.

Further information regarding factors that could affect our financial condition and results of operations is included in Item 3.D. Key Information Risk Factors, and Item 5. Operating and Financial Review and Prospects in our registration statement on Form 20-F filed with the U.S. Securities and Exchange Commission (SEC) on October 19, 2006, which is available in the Financial Information section of our web page at [www.mizuho-fg.co.jp/english/](http://www.mizuho-fg.co.jp/english/) and also at the SEC's web site at [www.sec.gov](http://www.sec.gov).

We do not intend to update our forward-looking statements. We are under no obligation, and disclaim any obligation, to update or alter our forward-looking statements, whether as a result of new information, future events or otherwise, except as may be required by the rules of the Tokyo Stock Exchange.

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## FINANCIAL INFORMATION FOR THE THIRD QUARTER OF FISCAL 2006

1. Income Analysis

## Consolidated

		(Billions of yen)			
		Third Quarter of	Change	Third Quarter of	(Reference)
		Fiscal 2006		Fiscal 2005	
	(A)	(A) - (B)	(B)	Fiscal 2005	
Consolidated Gross Profits	1	<b>1,495.5</b>	(53.8)	1,549.4	2,002.4
Net Interest Income	2	<b>785.5</b>	8.8	776.7	1,062.6
Fiduciary Income	3	<b>47.9</b>	(6.0)	53.9	78.8
<i>Credit Costs for Trust Accounts</i>	4		<i>1.0</i>	<i>(1.0)</i>	<i>(1.4)</i>
Net Fee and Commission Income	5	<b>377.7</b>	(12.2)	390.0	555.9
Net Trading Income	6	<b>170.5</b>	49.6	120.8	204.9
Net Other Operating Income	7	<b>113.7</b>	(94.0)	207.8	100.0
General and Administrative Expenses	8	<b>(800.3)</b>	17.0	(817.3)	(1,095.2)
Expenses related to Portfolio Problems (including Reversal of (Provision for) General Reserve for Possible Losses on Loans)	9	<b>(44.4)</b>	10.6	(55.1)	(84.7)
Net Gains (Losses) related to Stocks *	10	<b>111.2</b>	(67.8)	179.1	231.5
Equity in Income from Investments in Affiliates	11	<b>6.7</b>	(0.5)	7.3	9.1
Other	12	<b>(25.7)</b>	92.2	(117.9)	(142.1)
Ordinary Profits	13	<b>743.0</b>	(2.2)	745.3	921.0
Net Extraordinary Gains (Losses)	14	<b>102.0</b>	37.6	64.3	59.0
<i>Reversal of Reserves for Possible Losses on Loans, etc.</i>	15	<b>101.4</b>	(6.7)	<i>108.1</i>	<i>139.3</i>
<i>Reversal of Reserve for Possible Losses on Investments</i>	16		<i>(2.4)</i>	<i>2.4</i>	<i>3.2</i>
Income before Income Taxes and Minority Interests	17	<b>845.1</b>	35.3	809.7	980.1
Income Taxes	18	<b>(208.7)</b>	(41.2)	(167.4)	(249.0)
Minority Interests in Net Income	19	<b>(56.4)</b>	4.7	(61.1)	(81.1)
Net Income	20	<b>579.9</b>	(1.1)	581.1	649.9

\* Net Gains (Losses) related to Stocks includes gains on disposition of investment in subsidiary of ¥42.4 billion both for the Third Quarter of Fiscal 2005 and for Fiscal 2005.

## Credit-related Costs

(including Credit Costs for Trust Accounts)	21	<b>56.9</b>	4.9	52.0	53.2
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\* Credit-related Costs [21] = Expenses related to Portfolio Problems (including Reversal of (Provision for) General Reserve for

Possible Losses on Loans) [9] + Reversal of Reserves for Possible Losses on Loans, etc. [15]

+ Credit Costs for Trust Accounts [4]

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(Reference)

Consolidated Net Business Profits	22	<b>667.9</b>	(76.1)	744.1	922.5
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\* Consolidated Net Business Profits[22] = Consolidated Gross Profits[1] + General and Administrative Expenses (excluding

Non-Recurring Losses) + Equity in Income from Investments in Affiliates

and certain other consolidation adjustments

Number of consolidated subsidiaries	23	<b>133</b>	19	114	130
Number of affiliates under the equity method	24	<b>19</b>		19	19

2-1

## Non-Consolidated

## Aggregated Figures of the 3 Banks (including past figures for their former revitalization subsidiaries)

	Third Quarter of Fiscal 2006					Third		
	Aggregated					Quarter of		
	Figures					Change	Fiscal 2005	(Reference)
	MHBK	MHCB	MHTB	(A)	(A) - (B)	(B)	Fiscal 2005	
Gross Profits	1	694.8	393.2	121.3	1,209.4	(155.5)	1,364.9	1,698.8
Net Interest Income *1	2	437.8	214.1	36.6	688.6	(163.7)	852.4	1,112.0
Fiduciary Income	3			47.2	47.2	(6.3)	53.6	77.9
Credit Costs for Trust Accounts	4					1.0	(1.0)	(1.4)
Net Fee and Commission Income	5	147.1	95.5	31.5	274.2	19.4	254.7	378.4
Net Trading Income	6	18.4	63.5	0.7	82.7	78.0	4.7	33.4
Net Other Operating Income	7	91.3	20.0	5.2	116.5	(82.9)	199.4	96.9
General and Administrative Expenses (excluding Non-Recurring Losses)	8	(386.5)	(179.2)	(66.0)	(631.7)	(30.9)	(600.8)	(810.9)
Net Business Profits (before Reversal of (Provision for) General Reserve for Possible Losses on Loans) *2	9	308.2	214.0	55.3	577.6	(187.4)	765.1	889.2
Reversal of (Provision for) General Reserve for Possible Losses on Loans	10	(29.7)		(2.8)	(32.6)	(26.9)	(5.7)	0.2
Net Business Profits	11	278.5	214.0	52.4	545.0	(213.4)	758.4	888.1
Net Gains (Losses) related to Bonds	12	(10.5)	39.1	5.3	33.9	4.2	29.7	(104.1)
Net Non-Recurring Gains (Losses)	13	(61.0)	74.7	2.9	16.6	84.5	(67.9)	(98.7)
Net Gains (Losses) related to Stocks	14	2.2	90.2	7.4	99.9	(49.8)	149.7	199.7
Expenses related to Portfolio Problems	15	(59.4)	(2.2)	(1.4)	(63.1)	8.2	(71.3)	(115.4)
Other	16	(3.8)	(13.2)	(3.0)	(20.1)	126.1	(146.3)	(182.9)
Ordinary Profits	17	217.4	288.7	55.4	561.6	(128.8)	690.5	789.4
Net Extraordinary Gains (Losses)	18	35.6	108.1	0.9	144.7	16.4	128.3	146.1
Reversal of Reserves for Possible Losses on Loans, etc.	19	39.6	103.3	0.4	143.4	15.1	128.3	180.5
Reversal of Reserve for Possible Losses on Investments	20					(7.9)	7.9	8.7
Income before Income Taxes	21	253.0	396.9	56.4	706.4	(112.4)	818.8	935.6
Income Taxes	22	(73.5)	(83.1)	(18.6)	(175.3)	(32.2)	(143.1)	(202.6)
Net Income	23	179.5	313.7	37.7	531.0	(144.6)	675.6	732.9

\*1 Dividends from the financial subsidiaries for corporate revitalization of ¥120.0 billion were included both for the Third Quarter of Fiscal 2005 and for Fiscal 2005 due to the simple aggregation of the 3 banks (non-consolidated) and their revitalization subsidiaries.

\*2 Net Business Profits (before Reversal of (Provision for) General Reserve for Possible Losses on Loans) of MHTB excludes the amounts of Credit Costs for Trust Accounts [4].

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Credit-related Costs	24	(49.6)	101.1	(3.8)	47.7	(2.5)	50.2	63.9
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\* Credit-related Costs [24] = Expenses related to Portfolio Problems [15] + Reversal of (Provision for) General Reserve for Losses on Loans [10] + Reversal of Reserves for Possible Losses on Loans, etc. [19]  
Possible  
+ Credit Costs for Trust Accounts [4]

2-2

**2. Unrealized Gains/Losses on Securities****Consolidated****(1) Other Securities (which have readily determinable fair value)**

(Billions of yen)  
(Reference)

	As of December 31, 2006				As of December 31, 2005				As of September 30, 2006			
	Book Value		Unrealized Gains/Losses		Book Value		Unrealized Gains/Losses		Book Value		Unrealized Gains/Losses	
	(=Fair Value)		Gains	Losses	(=Fair Value)		Gains	Losses	(=Fair Value)		Gains	Losses
<b>MHFG (Consolidated)</b>												
Other Securities	31,317.5	2,153.2	2,554.7	401.4	35,306.2	2,073.9	2,398.2	324.2	31,788.1	2,038.3	2,394.7	356.4
Japanese Stocks	5,488.1	2,434.0	2,482.9	48.8	5,298.4	2,286.1	2,320.8	34.7	5,311.0	2,291.3	2,334.5	43.1
Japanese Bonds	16,362.4	(183.8)	2.8	186.6	21,716.0	(159.3)	4.3	163.6	18,781.4	(156.1)	7.8	164.0
Other	9,466.9	(96.9)	68.9	165.9	8,291.7	(52.8)	73.0	125.8	7,695.5	(96.8)	52.3	149.2

\* In addition to Securities on the consolidated balance sheets, NCDs in Cash and Due from Banks and certain items in Other Debt Purchased are also included.

\* Fair value of Japanese stocks with a quoted market price is determined based on the average quoted market price over the month preceding the consolidated balance sheet date.

Fair value of securities other than Japanese stocks is determined at the quoted market price if available, or other reasonable value at the consolidated balance sheet date.

\* Unrealized Gains/Losses include ¥(8.3) billion, ¥12.0 billion and ¥(15.6) billion, which were recognized in the statement of income for the Third quarter of Fiscal 2006 and 2005, and for the period ended September 30, 2006, respectively, by applying the fair-value hedge method.

**(2) Bonds Held to Maturity (which have readily determinable fair value)**

(Billions of yen)  
(Reference)

	As of December 31, 2006				As of December 31, 2005				As of September 30, 2006			
	Book Value		Unrealized Gains/Losses		Book Value		Unrealized Gains/Losses		Book Value		Unrealized Gains/Losses	
			Gains	Losses			Gains	Losses			Gains	Losses
<b>MHFG (Consolidated)</b>	1,339.9	(10.5)		10.5	1,537.6	(5.3)	3.0	8.3	1,337.0	(9.3)	0.0	9.4
<b>Non-Consolidated</b>												

**Aggregated Figures of the 3 Banks****(1) Other Securities (which have readily determinable fair value)**

(Billions of yen)

	As of December 31, 2006				As of December 31, 2005				(Reference) As of September 30, 2006			
	Book Value		Unrealized Gains/Losses		Book Value		Unrealized Gains/Losses		Book Value		Unrealized Gains/Losses	
	(=Fair Value)		Gains	Losses	(=Fair Value)		Gains	Losses	(=Fair Value)		Gains	Losses

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<b>MHBK</b>												
Other Securities	12,003.8	332.0	445.9	113.8	17,164.3	312.0	434.3	122.3	14,036.5	327.2	427.6	100.4
Japanese Stocks	1,162.4	404.7	425.5	20.7	1,170.8	410.4	421.5	11.0	1,143.6	386.2	405.4	19.1
Japanese Bonds	10,072.6	(84.4)	1.8	86.2	15,257.0	(92.7)	1.4	94.1	12,488.5	(70.6)	6.3	76.9
Other	768.8	11.7	18.4	6.7	736.4	(5.7)	11.3	17.0	404.3	11.5	15.9	4.3
<b>MHCB</b>												
Other Securities	17,094.3	1,566.8	1,820.3	253.5	15,828.3	1,516.8	1,693.9	177.1	15,582.5	1,459.7	1,686.8	227.1
Japanese Stocks	3,872.4	1,742.3	1,770.3	28.0	3,695.1	1,609.6	1,633.3	23.7	3,717.9	1,622.9	1,646.7	23.7
Japanese Bonds	5,086.7	(71.0)	0.8	71.8	5,219.6	(49.1)	2.3	51.4	5,212.4	(61.5)	1.4	63.0
Other	8,135.1	(104.5)	49.1	153.6	6,913.5	(43.7)	58.2	101.9	6,652.1	(101.6)	38.6	140.3
<b>MHTB</b>												
Other Securities	1,642.5	175.8	210.1	34.2	1,766.5	184.0	208.0	24.0	1,609.9	174.1	202.5	28.3
Japanese Stocks	400.2	207.1	208.1	1.0	401.4	206.5	206.7	0.1	394.7	201.3	201.9	0.6
Japanese Bonds	1,020.9	(28.1)	0.0	28.1	1,054.8	(17.2)	0.4	17.7	904.7	(23.7)	0.0	23.8
Other	221.3	(3.1)	1.9	5.0	310.1	(5.2)	0.8	6.1	310.4	(3.3)	0.4	3.8
<b>Total</b>												
Other Securities	30,740.7	2,074.7	2,476.4	401.6	34,759.1	2,012.8	2,336.3	323.5	31,228.9	1,961.1	2,317.0	355.9
Japanese Stocks	5,435.1	2,354.2	2,404.1	49.8	5,267.5	2,226.6	2,261.6	34.9	5,256.2	2,210.5	2,254.1	43.5
Japanese Bonds	16,180.3	(183.5)	2.8	186.3	21,531.5	(159.1)	4.2	163.4	18,605.7	(155.9)	7.8	163.8
Other	9,125.3	(95.9)	69.5	165.4	7,960.1	(54.6)	70.4	125.1	7,366.9	(93.4)	55.1	148.6

\* NCDs and certain other items are also included.

\* Fair value of Japanese stocks with a quoted market price is determined based on the average quoted market price over the month preceding the date above.

Fair value of securities other than Japanese stocks is determined at the quoted market price if available, or other reasonable value at the date above.

\* Unrealized Gains/Losses include ¥(8.3) billion, ¥12.0 billion and ¥(15.6) billion, which were recognized as Income/Losses for the Third quarter of Fiscal 2006 and 2005, and for the period ended September 30, 2006, respectively, by applying the fair-value hedge method.

Mizuho Financial Group, Inc.

**(2) Bonds Held to Maturity (which have readily determinable fair value)**

*(Billions of yen)*  
**(Reference)**

	As of December 31, 2006				As of December 31, 2005				As of September 30, 2006			
	Book Value	Unrealized Gains/Losses			Book Value	Unrealized Gains/Losses			Book Value	Unrealized Gains/Losses		
		Gains	Losses			Gains	Losses			Gains	Losses	
MHBK	1,339.9	(10.5)	10.5		1,537.6	(5.3)	3.0	8.3	1,337.0	(9.3)	0.0	9.4
MHCB												
MHTB												
Total	1,339.9	(10.5)	10.5		1,537.6	(5.3)	3.0	8.3	1,337.0	(9.3)	0.0	9.4

**(3) Investments in Subsidiaries and Affiliates (which have readily determinable fair value)**

*(Billions of yen)*  
**(Reference)**

	As of December 31, 2006				As of December 31, 2005				As of September 30, 2006			
	Book Value	Unrealized Gains/Losses			Book Value	Unrealized Gains/Losses			Book Value	Unrealized Gains/Losses		
		Gains	Losses			Gains	Losses			Gains	Losses	
MHBK	67.0	55.4	55.4		67.0	146.7	146.7		67.0	77.7	77.7	
MHCB	11.6	26.6	26.6		11.6	34.4	34.4		11.6	26.9	26.9	
MHTB												
Total	78.7	82.0	82.0		78.7	181.2	181.2		78.7	104.6	104.6	

**(Reference)****Unrealized Gains/Losses on Other Securities****(the base amount to be recorded directly to Net Assets after tax and other necessary adjustments)**

For certain Other Securities (which have readily determinable fair value), unrealized gains/losses are recognized as Income/Losses by applying the fair-value hedge method. They are excluded from unrealized gains/losses on Other Securities.

These adjusted unrealized gains/losses are the base amount, which is to be recorded directly to Net Assets after tax and other necessary adjustments.

The base amount is as follows:

**Consolidated**

As of December 31, 2006

As of December 31, 2005

*(Billions of yen)*  
**(Reference)**

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	Unrealized Gains/Losses (Reference)		Unrealized Gains/Losses		As of September 30, 2006 Unrealized Gains/Losses
	Change from		Change from		
	December 31, 2005	September 30, 2006			
Other Securities	2,161.6	99.7	107.6	2,061.8	2,053.9
Japanese Stocks	2,434.0	147.9	142.6	2,286.1	2,291.3
Japanese Bonds	(187.8)	(8.8)	(27.9)	(179.0)	(159.9)
Other	(84.5)	(39.3)	(7.0)	(45.1)	(77.5)
<b>Non-Consolidated</b>					

Aggregated Figures of the 3 Banks

	As of December 31, 2006 Unrealized Gains/Losses (Reference)		As of December 31, 2005 Unrealized Gains/Losses		(Billions of yen) (Reference) As of September 30, 2006 Unrealized Gains/Losses
	Change from		Change from		
	December 31, 2005	September 30, 2006			
Other Securities	2,083.1	82.3	106.4	2,000.8	1,976.7
Japanese Stocks	2,354.2	127.5	143.6	2,226.6	2,210.5
Japanese Bonds	(187.5)	(8.7)	(27.8)	(178.8)	(159.7)
Other	(83.4)	(36.5)	(9.3)	(46.9)	(74.1)



**3. Deferred Hedge Gains/Losses on Derivative Transactions Qualifying for Hedge Accounting****Non-Consolidated****Aggregated Figures of the 3 Banks**

*(Billions of yen)*  
**(Reference)**

	As of December 31, 2006			As of December 31, 2005			As of September 30, 2006		
	Deferred Hedge Gains/Losses			Deferred Hedge Gains/Losses			Deferred Hedge Gains/Losses		
	Gains	Losses		Gains	Losses		Gains	Losses	
MHBK	104.2	216.7	(112.4)	136.1	207.7	(71.5)	115.5	229.1	(113.5)
MHCB	396.8	517.8	(120.9)	442.2	518.1	(75.9)	427.2	507.9	(80.7)
MHTB	52.6	52.3	0.3	45.9	49.8	(3.8)	54.7	54.7	(0.0)
Total	553.7	786.8	(233.1)	624.3	775.7	(151.3)	597.5	791.9	(194.3)

Note: Above figures reflect all derivative transactions qualifying for hedge accounting, and are before net of applicable income taxes.

**4. Status of Disclosed Claims under the Financial Reconstruction Law ( FRL )****Consolidated**

			(Reference)		(Billions of yen) (Reference)	
	As of December 31, 2006 (A)	Change (A) - (B)	Change (A) - (C)	As of December 31, 2005 (B)	As of September 30, 2006 (C)	
<b>Consolidated</b>						
Claims against Bankrupt and Substantially Bankrupt Obligors	151.5	(14.4)	16.1	166.0	135.4	
Claims with Collection Risk	380.7	(231.0)	34.3	611.7	346.3	
Claims for Special Attention	559.4	51.1	32.4	508.3	526.9	
Total	1,091.7	(194.3)	82.9	1,286.1	1,008.7	

**Trust Account**

Claims against Bankrupt and Substantially Bankrupt Obligors		(0.0)		0.0		
Claims with Collection Risk	7.7	7.7	0.8		6.8	
Claims for Special Attention	0.1	(3.6)	(0.0)	3.7	0.1	
Total	7.8	4.0	0.8	3.7	6.9	

**Total (Consolidated + Trust Account)**

Claims against Bankrupt and Substantially Bankrupt Obligors	151.5	(14.4)	16.1	166.0	135.4	
Claims with Collection Risk	388.4	(223.3)	35.2	611.7	353.1	
Claims for Special Attention	559.5	47.4	32.3	512.0	527.1	
Total	1,099.5	(190.3)	83.7	1,289.9	1,015.7	

Note: Trust Account denotes trust accounts with contracts indemnifying the principal amounts.

**Non-Consolidated****Aggregated Figures of the 3 Banks**

	As of		(Reference)	As of	
	December 31,	Change	Change	December 31,	September 30,
	2006 (A)	(A) - (B)	(A) - (C)	2005 (B)	2006 (C)
<i>(Billions of yen, %)</i> <i>(Reference)</i>					
<b>MHBK</b>					
Claims against Bankrupt and Substantially Bankrupt Obligors	110.1	13.5	20.0	96.5	90.1
Claims with Collection Risk	262.6	(127.9)	29.5	390.5	233.1
Claims for Special Attention	267.0	48.1	53.7	218.8	213.2
Sub-total [1]	639.8	(66.2)	103.3	706.0	536.4
<i>NPL ratio</i> [1]/[2]	1.71%	(0.30)%	0.28%	2.02%	1.43%
Normal Claims	36,558.9	2,433.4	(277.3)	34,125.5	36,836.3
Total [2]	37,198.7	2,367.2	(174.0)	34,831.5	37,372.7
<b>MHCB</b>					
Claims against Bankrupt and Substantially Bankrupt Obligors	19.2	(14.8)	(0.6)	34.0	19.8
Claims with Collection Risk	76.4	(86.1)	(0.1)	162.6	76.5
Claims for Special Attention	226.6	(26.0)	(18.6)	252.6	245.2
Sub-total [3]	322.3	(127.1)	(19.3)	449.4	341.7
<i>NPL ratio</i> [3]/[4]	0.95%	(0.47)%	(0.07)%	1.43%	1.02%
Normal Claims	33,538.8	2,565.7	664.3	30,973.0	32,874.4
Total [4]	33,861.1	2,438.6	644.9	31,422.4	33,216.1
<b>MHTB</b>					
<b>Banking Account</b>					
Claims against Bankrupt and Substantially Bankrupt Obligors	4.2	0.0	(0.5)	4.2	4.8
Claims with Collection Risk	34.4	(10.2)	5.2	44.7	29.2
Claims for Special Attention	64.3	29.3	(2.7)	34.9	67.0
Sub-total [5]	103.0	19.1	1.9	83.8	101.1
<i>NPL ratio</i> [5]/[6]	2.75%	0.44%	0.07%	2.31%	2.68%
Normal Claims	3,631.8	84.1	(37.3)	3,547.7	3,669.1
Total [6]	3,734.8	103.2	(35.3)	3,631.6	3,770.2
<b>Trust Account</b>					
Claims against Bankrupt and Substantially Bankrupt Obligors		(0.0)		0.0	

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Claims with Collection Risk	7.7	7.7	0.8		6.8
Claims for Special Attention	0.1	(3.6)	(0.0)	3.7	0.1
Sub-total [7]	7.8	4.0	0.8	3.7	6.9
<i>NPL ratio</i> [7]/[8]	13.52%	10.03%	2.93%	3.49%	10.59%
Normal Claims	50.0	(54.8)	(8.8)	104.8	58.9
Total [8]	57.8	(50.7)	(8.0)	108.6	65.8

**Total (Banking Account + Trust Account)**

Claims against Bankrupt and Substantially Bankrupt					
Obligors	133.6	(1.2)	18.8	134.9	114.8
Claims with Collection Risk	381.2	(216.6)	35.5	597.9	345.7
Claims for Special Attention	558.0	47.7	32.3	510.2	525.7
Sub-total [9]	1,072.9	(170.1)	86.6	1,243.1	986.2
<i>NPL ratio</i> [9]/[10]	1.43%	(0.34)%	0.10%	1.77%	1.32%
Normal Claims	73,779.6	5,028.5	340.7	68,751.1	73,438.8
Total [10]	74,852.6	4,858.3	427.4	69,994.2	74,425.1

Note: 1. Trust Account denotes trust accounts with contracts indemnifying the principal amounts.

2. NPL : Non-Performing Loans

**5. Status of Deposits and Loans****Non-Consolidated****(1)-1 Deposits****Aggregated Figures of the 3 Banks**

	As of December 31, 2006 (A)	Change (A)-(B)	As of December 31, 2005 (B)	(Billions of yen) (Reference) As of September 30, 2006
MHBK	51,258.8	619.1	50,639.6	50,834.7
MHCB	18,615.2	(22.7)	18,637.9	18,852.0
MHTB	2,847.2	490.9	2,356.2	2,779.1
Total	72,721.2	1,087.3	71,633.9	72,465.9

**(1)-2 Domestic Deposits****Aggregated Figures of the 3 Banks**

	As of December 31, 2006 (A)	Change (A)-(B)	As of December 31, 2005 (B)	(Billions of yen) (Reference) As of September 30, 2006
<b>MHBK</b>	<b>51,292.7</b>	<b>611.2</b>	<b>50,681.5</b>	<b>50,789.7</b>
<i>Individual deposits</i>	<i>30,777.8</i>	<i>470.0</i>	<i>30,307.8</i>	<i>29,991.6</i>
<b>MHCB</b>	<b>9,509.9</b>	<b>(1,381.7)</b>	<b>10,891.6</b>	<b>10,602.6</b>
<i>Individual deposits</i>	<i>9.8</i>	<i>2.6</i>	<i>7.1</i>	<i>7.8</i>
<b>MHTB</b>	<b>2,834.4</b>	<b>478.2</b>	<b>2,356.2</b>	<b>2,772.1</b>
<i>Individual deposits</i>	<i>1,880.0</i>	<i>115.9</i>	<i>1,764.1</i>	<i>1,832.9</i>
<b>Total</b>	<b>63,637.1</b>	<b>(292.3)</b>	<b>63,929.4</b>	<b>64,164.4</b>
<i>Individual deposits</i>	<i>32,667.8</i>	<i>588.6</i>	<i>32,079.1</i>	<i>31,832.4</i>

Note: Above figures are before adjustment of transit accounts for inter-office transactions, and do not include deposits booked at overseas offices and offshore deposits.

**(2) Loans and Bills Discounted****Aggregated Figures of the 3 Banks**

	As of December 31, 2006 (A)	Change (A)-(B)	As of December 31, 2005 (B)	(Billions of yen) (Reference) As of September 30,
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				<b>2006</b>
MHBK	<b>33,928.5</b>	979.0	32,949.4	34,179.6
MHCB	<b>28,759.6</b>	1,734.3	27,025.2	28,099.4
MHTB	<b>3,605.5</b>	148.6	3,456.8	3,646.1
Total	<b>66,293.6</b>	2,862.0	63,431.6	65,925.3

Note: Loans to MHFG are included as follows:

As of December 31, 2006 : ¥1,380.0 billion (from MHBK ¥690.0 billion; from MHCB ¥690.0 billion)

As of December 31, 2005 : ¥37.0 billion (from MHBK ¥37.0 billion)

As of September 30, 2006 : ¥1,380.0 billion (from MHBK ¥690.0 billion; from MHCB ¥690.0 billion)

**(3) Interest Margins (Domestic Operations)**

**Aggregated Figures of MHBK and MHCB**

		Third Quarter of Fiscal 2006	Change	Third Quarter of Fiscal 2005	(Reference)
		(For the nine months) (A)	(A)-(B)	(For the nine months) (B)	Fiscal 2005
					(%)
<b>MHBK</b>					
Return on Loans and Bills Discounted	1	<b>1.59%</b>	0.01%	1.57%	1.54%
Cost of Deposits and Debentures	2	<b>0.08%</b>	0.05%	0.03%	0.02%
Loan and Deposit Rate Margin [1]-[2]	3	<b>1.50%</b>	(0.03)%	1.53%	1.51%
<b>MHCB</b>					
Return on Loans and Bills Discounted	4	<b>0.98%</b>	0.08%	0.89%	0.88%
Cost of Deposits and Debentures	5	<b>0.29%</b>	0.05%	0.24%	0.23%
Loan and Deposit Rate Margin [4]-[5]	6	<b>0.68%</b>	0.03%	0.65%	0.64%
<b>Total</b>					
Return on Loans and Bills Discounted	7	<b>1.36%</b>	0.04%	1.32%	1.29%
Cost of Deposits and Debentures	8	<b>0.13%</b>	0.04%	0.09%	0.08%
Loan and Deposit Rate Margin [7]-[8]	9	<b>1.22%</b>	(0.00)%	1.23%	1.21%

Note: Return on Loans and Bills Discounted excludes loans to MHFG.

(Reference) After excluding Loans to Deposit Insurance Corporation of Japan and Japanese government

<b>Total</b>					
Return on Loans and Bills Discounted	10	<b>1.46%</b>	0.02%	1.44%	1.41%
Loan and Deposit Rate Margin [10]-[8]	11	<b>1.32%</b>	(0.02)%	1.35%	1.32%

**6. Capital Adequacy Ratio****Consolidated**

	(% , Billions of yen) (Reference)			
	As of	Change	As of	As of
	December 31,		December 31,	September 30,
	2006 (A)	(A) - (B)	2005 (B)	2006
<b>MHFG</b>				
BIS standard				
Capital Adequacy Ratio	10.96%	(0.78)%	11.74%	11.01%
Tier 1 Capital Ratio	5.62%	(0.35)%	5.97%	5.62%
Tier 1 Capital	4,586.1	195.7	4,390.3	4,374.3
Tier 2 Capital (included as Qualifying Capital)	4,476.5	115.1	4,361.4	4,310.3
Deductions for Total Risk-based Capital	121.3	(0.1)	121.5	117.3
Total Risk-based Capital	8,941.3	311.1	8,630.2	8,567.4
Risk-weighted Assets	81,569.5	8,084.9	73,484.5	77,791.3
<b>MHBK</b>				
Domestic standard				
Capital Adequacy Ratio	10.60%	(0.17)%	10.77%	10.45%
Tier 1 Capital Ratio	6.19%	(0.04)%	6.23%	6.16%
(Reference) BIS standard				
Capital Adequacy Ratio	11.32%	(0.05)%	11.37%	11.12%
Tier 1 Capital Ratio	6.20%	(0.01)%	6.21%	6.17%
<b>MHCB</b>				
BIS standard				
Capital Adequacy Ratio	12.28%	(0.82)%	13.10%	12.81%
Tier 1 Capital Ratio	7.13%	(0.07)%	7.20%	7.36%
<b>MHTB</b>				
BIS standard				
Capital Adequacy Ratio	13.92%	(1.31)%	15.23%	13.69%
Tier 1 Capital Ratio	7.54%	(0.31)%	7.85%	7.26%