

ORIX CORP
Form 6-K
October 29, 2015
Table of Contents

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM 6-K

REPORT OF FOREIGN PRIVATE ISSUER

Pursuant to Rule 13a-16 or 15d-16 OF

THE SECURITIES EXCHANGE Act of 1934

For the month of October 2015

ORIX Corporation

(Translation of Registrant's Name into English)

World Trade Center Bldg., 2-4-1 Hamamatsu-cho, Minato-Ku, Tokyo, JAPAN

(Address of Principal Executive Offices)

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(Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.)

Form 20-F Form 40-F

(Indicate by check mark whether the registrant by furnishing the information contained in this form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.)

Yes No

Table of Contents

Table of Documents Filed

| | Page |
|---|-------------|
| 1. <u>ORIX's Second Quarter Consolidated Financial Results (April 1, 2015 – September 30, 2015) filed with the Tokyo Stock Exchange on Thursday October 29, 2015.</u> | |

Table of Contents

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

ORIX Corporation

Date: October 29, 2015

By /s/ Kazuo Kojima
Kazuo Kojima
Director
Deputy President & CFO
ORIX Corporation

Table of Contents

Consolidated Financial Results

April 1, 2015 – September 30, 2015

October 29, 2015

In preparing its consolidated financial information, ORIX Corporation and its subsidiaries have complied with generally accepted accounting principles in the United States of America.

These documents may contain forward-looking statements about expected future events and financial results that involve risks and uncertainties. Such statements are based on our current expectations and are subject to uncertainties and risks that could cause actual results to differ materially from those described in the forward-looking statements. Factors that could cause such a difference include, but are not limited to, those described under "Risk Factors" in the Company's annual report on Form 20-F filed with the United States Securities and Exchange Commission.

The Company believes that it will be considered a "passive foreign investment company" for United States Federal income tax purposes in the year to which these consolidated financial results relate and for the foreseeable future by reason of the composition of its assets and the nature of its income. A U.S. holder of the shares or ADSs of the Company is therefore subject to special rules generally intended to eliminate any benefits from the deferral of U.S. Federal income tax that a holder could derive from investing in a foreign corporation that does not distribute all of its earnings on a current basis. Investors should consult their tax advisors with respect to such rules, which are summarized in the Company's annual report.

For further information please contact:

Investor Relations

ORIX Corporation

World Trade Center Building, 2-4-1 Hamamatsucho, Minato-ku, Tokyo 105-6135

JAPAN

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Table of Contents**Consolidated Financial Results from April 1, 2015 to September 30, 2015**

(U.S. GAAP Financial Information for ORIX Corporation and its Subsidiaries)

Corporate Name: ORIX Corporation
 Listed Exchanges: Tokyo Stock Exchange (Securities No. 8591)
 New York Stock Exchange (Trading Symbol : IX)
 Head Office: Tokyo JAPAN
 Tel: +81-3-3435-3121
 (URL <http://www.orix.co.jp/grp/en/ir/index.html>)

1. Performance Highlights as of and for the Six Months Ended September 30, 2015**(1) Performance Highlights - Operating Results (Unaudited)**

(millions of yen)*1

| | Total Revenues | Year-on-Year Change | Operating Income | Year-on-Year Change | Income before Income Taxes*2 | Year-on-Year Change | Net Income Attributable to ORIX Corporation Shareholders | Year-on-Year Change |
|--------------------|----------------|---------------------|------------------|---------------------|------------------------------|---------------------|--|---------------------|
| September 30, 2015 | 1,170,194 | 22.5% | 182,480 | 35.2% | 250,745 | 24.7% | 161,298 | 14.2% |
| September 30, 2014 | 955,635 | 62.0% | 134,969 | 26.2% | 201,133 | 64.7% | 141,299 | 75.7% |

Comprehensive Income Attributable to ORIX Corporation Shareholders was ¥141,697 million for the six months ended September 30, 2015 (year-on-year change was a 5.5% decrease) and ¥149,928 million for the six months ended September 30, 2014 (year-on-year change was a 75.2% increase).

| | Basic Earnings Per Share | Diluted Earnings Per Share |
|--------------------|--------------------------|----------------------------|
| September 30, 2015 | 123.23 | 123.11 |
| September 30, 2014 | 107.88 | 107.72 |

***Note 1:** Unless otherwise stated, all amounts shown herein are in millions of Japanese yen, except for Per Share and dividends amounts which are in single yen.

***Note 2:** Income before Income Taxes as used throughout the report represents Income before Income Taxes and Discontinued Operations.

(2) Performance Highlights - Financial Position (Unaudited)

| | Total Assets | Total Equity | Shareholders Equity | Shareholders Equity Ratio |
|--------------------|--------------|--------------|---------------------|---------------------------|
| September 30, 2015 | 11,080,559 | 2,420,267 | 2,249,232 | 20.3% |
| March 31, 2015 | 11,443,628 | 2,318,071 | 2,152,198 | 18.8% |

***Note 3:** Shareholders Equity refers to Total ORIX Corporation Shareholders Equity.

Shareholders Equity Ratio is the ratio of Total ORIX Corporation Shareholders Equity to Total Assets.

2. Dividends (Unaudited)

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| | First Quarter-end | Second Quarter-end | Third Quarter-end | Year-end | Total |
|-----------------------|----------------------|-----------------------|----------------------|----------|-------|
| March 31, 2015 | | | | 36.00 | 36.00 |
| March 31, 2016 | | 22.00 | | | |
| March 31, 2016 (Est.) | | | | 23.00 | 45.00 |

3. Targets for the Year Ending March 31, 2016 (Unaudited)

In order to facilitate a better understanding on our medium- and long- term growth projection for our shareholders and potential investors, we disclose our medium-term management target in this document. For details, refer to 1.Summary of Consolidated Financial Results (3) Medium-Term Management Targets on page 7.

4. Other Information

(1) Changes in Significant Consolidated Subsidiaries Yes () No (x)

Addition - None () Exclusion - None ()

(2) Adoption of Simplified Accounting Method Yes () No (x)

(3) Changes in Accounting Principles, Procedures and Disclosures

1. Changes due to adoptions of new accounting standards Yes () No (x)

2. Other than those above Yes () No (x)

(4) Number of Issued Shares (Ordinary Shares)

1. The number of issued shares, including treasury stock, was 1,324,049,228 as of September 30, 2015, and 1,323,644,528 as of March 31, 2015.

2. The number of treasury stock shares was 12,848,265 as of September 30, 2015, and 12,847,757 as of March 31, 2015.

3. The average number of outstanding shares was 1,308,920,421 for the six months ended September 30, 2015, and 1,309,723,795 for the six months ended September 30, 2014.

The Company's shares held through the Board Incentive Plan Trust (2,153,800 shares as of March 31, 2015 and 1,946,800 shares as of September 30, 2015) are not included in the number of treasury stock shares as of the end of the periods, but are included in the average number of shares outstanding as treasury stock shares that are deducted from the basis of the calculation of per share data.

Table of Contents**1. Summary of Consolidated Financial Results****(1) Analysis of Financial Highlights****Financial Results for the Six Months Ended September 30, 2015**

| | | Six months ended September 30, 2014 | Six months ended September 30, 2015 | Change | Year on Year Change |
|--|-------------------|---|---|---------|---------------------------|
| Total Revenues | (millions of yen) | 955,635 | 1,170,194 | 214,559 | 22% |
| Total Expenses | (millions of yen) | 820,666 | 987,714 | 167,048 | 20% |
| Income before Income Taxes and Discontinued Operations | (millions of yen) | 201,133 | 250,745 | 49,612 | 25% |
| Net Income Attributable to ORIX Corporation Shareholders | (millions of yen) | 141,299 | 161,298 | 19,999 | 14% |
| Earnings Per Share (Basic) | (yen) | 107.88 | 123.23 | 15.35 | 14% |
| (Diluted) | (yen) | 107.72 | 123.11 | 15.39 | 14% |
| ROE (Annualized)*1 | (%) | 14.3 | 14.7 | 0.4 | |
| ROA (Annualized)*2 | (%) | 2.79 | 2.86 | 0.07 | |

*Note 1: ROE is the ratio of Net Income Attributable to ORIX Corporation Shareholders for the period to average ORIX Corporation Shareholders Equity.

*Note 2: ROA is calculated based on Net Income Attributable to ORIX Corporation Shareholders.

Economic Environment

Concerns over declines of economic activities in emerging and developing countries and improved short-term economic outlook among developed countries create uneven economic landscapes. Japanese economy continues to show gradual recovery although there are some indicators of weak performance.

Overview of Business Performance (April 1, 2015 to September 30, 2015)

Total revenues for the six months ended September 30, 2015 (hereinafter, the second consolidated period) increased 22% to ¥1,170,194 million compared to ¥955,635 million during the same period of the previous fiscal year. Sales of goods and real estate increased primarily due to revenue generated by subsidiaries acquired during the previous fiscal year. In addition, services income increased due to, among other things, revenue generated by the asset management business of Robeco Groep N.V. (hereinafter, Robeco), as well as expansion of environment and energy-related business and other fee-related businesses. Meanwhile, with the deterioration of market environment since the latter half of August 2015, life insurance premiums and related investment income decreased due to a significant decrease in investment income from variable annuity and variable life insurance contracts held by Hartford Life Insurance K.K. (hereinafter, HLIKK), which was merged into ORIX Life Insurance Corporation on July 1, 2015.

Total expenses increased 20% to ¥987,714 million compared to ¥820,666 million during the same period of the previous fiscal year. Services expense and costs of goods and real estate sold each increased in line with the aforementioned revenue increases. Selling, general and administrative expenses also increased due in part to an increase in the number of consolidated subsidiaries. On the other hand, life insurance costs decreased due to reversal of liability reserve in line with the aforementioned decrease in investment income from variable annuity and variable life insurance contracts.

Gains on sales of subsidiaries and affiliates and liquidation losses, net increased compared to the same period of the previous fiscal year due primarily to the recognition of a gain on sale of partial shares of Houlihan Lokey, Inc. (hereinafter, HL), in connection with its initial public offering in the United States, becoming an equity method affiliate.

As a result of the foregoing, income before income taxes and discontinued operations for the second consolidated period increased 25% to ¥250,745 million compared to ¥201,133 million during the same period of the previous fiscal year, and net income attributable to ORIX Corporation shareholders increased 14% to ¥161,298 million compared to ¥141,299 million during the same period of the previous fiscal year.

Table of Contents**Segment Information**

Total segment profits for the second consolidated period increased 21% to ¥244,791 million compared to ¥202,987 million during the same period of the previous fiscal year. While profits from Retail segment decreased compared to the same period of the previous fiscal year, Overseas Business, Investment and Operation, Real Estate, and Corporate Financial Services segments contributed the most to the increase in total segment profits, and Maintenance Leasing segment continued to display strong performance.

In addition, during the three months ended March 31, 2015, the closing date of the accounting period of DAIKYO INCORPORATED (hereinafter, DAIKYO), which is included in Investment and Operation segment, has been changed in order to eliminate a lag period that previously existed between DAIKYO and the Company. Based on this change, the financial statements for the same period of the previous fiscal year have been adjusted retrospectively.

Segment information for the second consolidated period is as follows:

Corporate Financial Services Segment: Lending, leasing and fee business

| | | Six months ended September 30, 2014 | Six months ended September 30, 2015 | Change | Year on Year Change |
|------------------|-------------------|--|--|--------|------------------------|
| Segment Revenues | (millions of yen) | 40,822 | 52,712 | 11,890 | 29% |
| Segment Profits | | 12,646 | 21,564 | 8,918 | 71% |

| | | As of March 31, 2014 | As of September 30, 2015 | Change | Year on Year Change |
|----------------|-------------------|----------------------|--------------------------|----------|---------------------------|
| Segment Assets | (millions of yen) | 1,132,468 | 1,068,522 | (63,946) | (6)% |

The Japanese economy continues to show steady improvement due to an increase in capital investment in line with improved corporate earnings and a steady growth led by consumer spending despite some indicators of weak performance. Competition in the lending business continues to intensify as financial institutions increase their lending in response to increased demand for corporate funding.

Segment revenues increased 29% to ¥52,712 million compared to ¥40,822 million during the same period of the previous fiscal year due to increases in sales of goods and services income resulting primarily from revenue generated by Yayoi Co., Ltd. (hereinafter, Yayoi), which we acquired on December 22, 2014, and robust fee business generated from domestic small and medium-sized enterprise customers. In addition, recognition of gains on sales of investment securities increased, offsetting a decrease in finance revenues in line with the decreased average investment in direct financing leases and installment loan balances.

While segment expenses increased compared to the same period of the previous fiscal year due primarily to an increase in selling, general and administrative expenses following the consolidation of Yayoi, segment profits increased 71% to ¥21,564 million compared to ¥12,646 million during the same period of the previous fiscal year.

Segment assets decreased 6% to ¥1,068,522 million compared to the end of the previous fiscal year due primarily to decreases in investment in direct financing leases, installment loans, and investment in securities.

Maintenance Leasing Segment: Automobile leasing and rentals, car sharing, and test and measurement instruments and IT-related equipment rentals and leasing

| | | Six months ended September 30, 2014 | Six months ended September 30, 2015 | Change | Year on Year Change |
|------------------|-------------------|--|--|--------|------------------------|
| Segment Revenues | (millions of yen) | 131,671 | 135,924 | 4,253 | 3% |
| Segment Profits | | 21,509 | 23,117 | 1,608 | 7% |

| | | As of March 31, 2014 | As of September 30, 2015 | Change | Year on on |
|--|--|----------------------|--------------------------|--------|---------------|
|--|--|----------------------|--------------------------|--------|---------------|

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| | | | | | Year Change |
|----------------|-------------------|---------|---------|--------|----------------|
| Segment Assets | (millions of yen) | 662,851 | 699,346 | 36,495 | 6% |

- 3 -

Table of Contents

In line with an increase in capital investment resulted from improved corporate earnings, revenue has been growing by providing high value added services targeting demands in capital investment and cost reduction. Japanese automobile leasing industry has been experiencing the same level of the number of new auto leases as the same period of the previous fiscal year.

Segment revenues increased 3% to ¥135,924 million from ¥131,671 million during the same period of the previous fiscal year due primarily to increases in operating leases revenues and finance revenues resulting from the steady expansion of assets in the auto-business and in services income derived from value-added services such as maintenance.

While segment expenses increased due primarily to increases in the costs of operating leases, services expense, and selling, general and administrative expenses, which were in line with revenue growth, segment profits increased 7% to ¥23,117 million compared to ¥21,509 million during the same period of the previous fiscal year.

Segment assets increased 6% to ¥699,346 million compared to the end of the previous fiscal year due primarily to a steady increase in leasing asset mainly in the auto-business.

Real Estate Segment: Real estate development, rental and financing; facility operation, REIT asset management; and real estate investment and advisory services

| | | Six months ended September 30, 2014 | Six months ended September 30, 2015 | Change | Year on Year Change |
|------------------|-------------------|--|--|--------|------------------------|
| Segment Revenues | (millions of yen) | 94,381 | 109,047 | 14,666 | 16% |
| Segment Profits | | 15,751 | 33,717 | 17,966 | 114% |

| | | As of March 31, 2015 | As of September 30, 2015 | Change | Year on Year Change |
|----------------|-------------------|----------------------|--------------------------|----------|------------------------|
| Segment Assets | (millions of yen) | 835,386 | 753,892 | (81,494) | (10)% |

Office rents and vacancy rate in the Japanese office building market continue to show signs of improvement led by Tokyo. J-REIT and foreign investors remain active in property acquisitions, and we are seeing rising sales prices and increasing sales of large-scale real estate. Furthermore, due to increasing numbers of tourists from abroad, we are also seeing increases in the occupancy rate and average daily rate of hotels and Japanese inns.

Segment revenues increased 16% to ¥109,047 million compared to ¥94,381 million during the same period of the previous fiscal year due primarily to an increase in gains on sales of real estate under operating leases, which are included in operating leases revenues. An increase in services income from the facility operation business also contributed to segment revenues.

Segment expenses decreased compared to the same period of the previous fiscal year due primarily to a decrease in write-downs of long-lived assets in addition to decreases in interest expense and costs of operating leases in line with decreased assets.

As a result of the foregoing, segment profits increased 114% to ¥33,717 million compared to ¥15,751 million during the same period of the previous fiscal year.

Segment assets decreased 10% to ¥753,892 million compared to the end of the previous fiscal year due primarily to a decrease in investment in operating leases, which resulted from sales of rental properties, and a decrease in installment loans and investment in securities.

Table of Contents

Investment and Operation Segment: Environment and energy-related business, principal investment, and loan servicing (asset recovery)

| | | Six months ended September 30, 2014 | Six months ended September 30, 2015 | Change | Year on Year Change |
|------------------|-------------------|--|--|---------|------------------------|
| Segment Revenues | (millions of yen) | 257,668 | 493,525 | 235,857 | 92% |
| Segment Profits | | 14,503 | 36,450 | 21,947 | 151% |

| | | As of March 31, 2014 | As of September 30, 2015 | Change | Year on Year Change |
|----------------|-------------------|----------------------|--------------------------|----------|------------------------|
| Segment Assets | (millions of yen) | 660,014 | 598,957 | (61,057) | (9)% |

In the Japanese environment and energy-related business, even though the government is reassessing its renewable energy purchase program, the significance of renewable energy in the mid-to-long term is on the rise with investment targets expanding beyond solar power generation projects to include wind and geothermal power generation projects. In addition, the capital markets environment has continued to support domestic initial public offerings.

Segment revenues increased 92% to ¥493,525 million compared to ¥257,668 million during the same period of the previous fiscal year due primarily to significant increases in sales of goods and real estate contributed by subsidiaries acquired during the previous fiscal year, an increase in the number of condominiums sold by DAIKYO and an increase in amount of services income from environment and energy-related business.

Segment expenses also increased compared to the same period of the previous fiscal year due to an increase in expenses in connection with acquired subsidiaries, including DAIKYO, and the environment and energy-related business, each of which increased in line with segment revenues expansion.

In addition, due to the recognition of gains on sales of shares of subsidiaries, segment profits increased 151% to ¥36,450 million compared to ¥14,503 million during the same period of the previous fiscal year.

Segment assets decreased 9% to ¥598,957 million compared to the end of the previous fiscal year primarily due to decreases in investment in securities and goodwill and other intangible assets.

Retail Segment: Life insurance, banking and card loan business

| | | Six months ended September 30, 2014 | Six months ended September 30, 2015 | Change | Year on Year Change |
|------------------|-------------------|---|--|----------|------------------------|
| Segment Revenues | (millions of yen) | 182,050 | 102,401 | (79,649) | (44)% |
| Segment Profits | | 77,045 | 32,062 | (44,983) | (58)% |

| | | As of March 31, 2014 | As of September 30, 2015 | Change | Year on Year Change |
|----------------|-------------------|----------------------|--------------------------|-----------|------------------------|
| Segment Assets | (millions of yen) | 3,700,635 | 3,473,196 | (227,439) | (6)% |

Although the life insurance business is being affected by macroeconomic factors such as domestic population decline, we are seeing increasing numbers of companies developing new products in response to the rising demand for medical insurance. In the consumer finance sector, banks are increasing their assets to further secure new revenue streams and the competition in the lending business continues to intensify.

Segment revenues decreased 44% to ¥102,401 million compared to ¥182,050 million during the same period of the previous fiscal year due to recognition of a gain on sale of shares of Monex Group Inc. in the three months ended June 30, 2014, and a significant decrease in investment income from variable annuity and variable life insurance contracts held by HLIKK as a result of deterioration in market environment since the latter half of August 2015.

Table of Contents

Segment expenses decreased compared to the same period of the previous fiscal year due primarily to a reversal of liability reserve for the aforementioned decrease in investment income of HLIKK.

In addition, due primarily to the recognition of a bargain purchase gain resulted from the acquisition of HLIKK during the same period of the previous fiscal year, segment profits decreased 58% to ¥32,062 million compared to ¥77,045 million during the same period of the previous fiscal year.

Segment assets decreased 6% to ¥3,473,196 million compared to the end of the previous fiscal year due to a large decrease in investment in securities held by HLIKK, offsetting an increase in installment loans in line with an increase in assets in the banking business.

Overseas Business Segment: Leasing, lending, investment in bonds, investment banking, asset management and ship- and aircraft-related operations

| | | Six months ended September 30, 2014 | Six months ended September 30, 2015 | Change | Year on Year Change |
|------------------|-------------------|--|--|--------|---------------------------|
| Segment Revenues | (millions of yen) | 253,254 | 277,843 | 24,589 | 10% |
| Segment Profits | | 61,533 | 97,881 | 36,348 | 59% |

| | | As of March 31, 2015 | As of September 30, 2015 | Change | Year on Year Change |
|----------------|-------------------|----------------------|--------------------------|---------|------------------------|
| Segment Assets | (millions of yen) | 2,178,895 | 2,172,123 | (6,772) | (0)% |

Concerns over declines of economic activities in emerging and developing countries and improved short-term economic outlook among developed countries create uneven economic landscapes.

Segment revenues increased 10% to ¥277,843 million compared to ¥253,254 million during the same period of the previous fiscal year due primarily to increases in finance revenues in the Americas, gains on sales of investment securities and operating leases revenues in Asia, and asset management revenues of Robeco despite a decrease resulted from deconsolidation of HL.

Segment expenses increased compared to the same period of the previous fiscal year due primarily to increases in the costs of operating leases and selling, general and administrative expenses of Robeco, each of which increased in line with revenues growth.

In addition, segment profits increased 59% to ¥97,881 million compared to ¥61,533 million in the same period of the previous fiscal year due primarily to the recognition of a gain on sale of partial shares of HL in connection with its initial public offering in the United States.

Segment assets were flat at ¥2,172,123 million compared to the end of the previous fiscal year due to an increase in investment in operating leases by aircraft-related operations, offsetting a decrease in installment loans in the Americas and impact of fluctuations in foreign exchange rates.

Table of Contents**(2) Analysis of Consolidated Financial Condition****Financial Condition**

| | | As of March 31, 2015 | As of September 30, 2015 | Change | Year on Year Change |
|--------------------------------|-------------------|----------------------------|--------------------------------|-----------|---------------------------|
| Total Assets | (millions of yen) | 11,443,628 | 11,080,559 | (363,069) | (3)% |
| (Segment Assets) | | 9,170,249 | 8,766,036 | (404,213) | (4)% |
| Total Liabilities | (millions of yen) | 9,058,656 | 8,641,780 | (416,876) | (5)% |
| (Long- and Short-term Debt) | | 4,417,730 | 4,371,247 | (46,483) | (1)% |
| (Deposits) | | 1,287,380 | 1,332,687 | 45,307 | 4% |
| Shareholders' Equity | (millions of yen) | 2,152,198 | 2,249,232 | 97,034 | 5% |
| Shareholders' Equity Per Share | (yen) | 1,644.60 | 1,717.95 | 73.35 | 4% |

Note 1: Shareholders' Equity refers to ORIX Corporation Shareholders' Equity based on US-GAAP. Shareholders' Equity Per Share is calculated using total ORIX Corporation Shareholders' Equity.

Total assets decreased 3% to ¥11,080,559 million compared to ¥11,443,628 million at the end of the previous fiscal year. Investment in operating leases increased due primarily to purchases of aircraft in Overseas Business segment. Meanwhile, investment in securities decreased due primarily to surrender of variable annuity and variable life insurance contracts held by HLIKK and a decrease in investment income from these contracts as a result of deterioration in the market environment. Segment assets decreased 4% to ¥8,766,036 million compared to the end of the previous fiscal year.

We manage our balance of interest-bearing liabilities at an appropriate level taking into account the condition of assets and our liquidity on-hand as well as the domestic and overseas financial environments. As a result, long- and short-term debt decreased and deposits increased compared to the end of the previous fiscal year. In addition, policy liabilities and policy account balances decreased due to the surrender of variable annuity and variable life insurance contracts held by HLIKK and a reversal of liability reserve in line with the decrease in investment income as mentioned above.

Shareholders' equity increased 5% to ¥2,249,232 million compared to the end of the previous fiscal year primarily due to an increase in retained earnings.

(3) Medium-Term Management Targets

In addition to sustainable growth of our existing business operations, we believe that there are new growth opportunities in all business segments and we strive to achieve a sustainable profit growth by pursuing these profit opportunities. Our mid-term strategy of Expansion in Non-Finance Business consists of Organic growth and Investment in key areas. With these principles, we will pursue new business opportunities arising from the changing business environment.

To achieve Organic growth, we will deepen our strength and expertise to expand our business in Japan and overseas. For Investment in key areas, we continue to pursue new investment opportunities in key areas identified as environment and energy-related business, network in Asia, asset management, and principal investments. The Company, while maintaining its financial soundness, aims to achieve ¥300 billion in net income, and ROE at around 11% to 12% for the fiscal year ending March 31, 2018.

Although forward-looking statements in this document are attributable to current information available to ORIX Corporation and are based on assumptions deemed rational by ORIX Corporation, actual financial results may differ materially due to various factors, including, but are not limited to, those described under Risk Factors in our annual report on Form 20-F for the fiscal year ended March 31, 2015 submitted to the U.S. Securities and Exchange Commission on June 25, 2015. Readers are urged not to place undue reliance on such forward-looking statements.

Table of Contents

2. Others

(1) Changes in Significant Consolidated Subsidiaries

There is no corresponding item.

(2) Adoption of Simplified Accounting Method

There is no corresponding item.

(3) Changes in Accounting Principles, Procedures and Disclosures

There is no significant change from the description in Form 20-F filed on June 25, 2015.

Table of Contents**3. Financial Information****(1) Condensed Consolidated Balance Sheets**

(As of March 31, 2015 and September 30, 2015)

(Unaudited)

| | (millions of yen) | |
|--|-------------------------|-----------------------------|
| | As of March 31, 2015 | As of September 30, 2015 |
| Assets | | |
| Cash and Cash Equivalents | 827,518 | 949,121 |
| Restricted Cash | 85,561 | 86,506 |
| Investment in Direct Financing Leases | 1,216,454 | 1,174,772 |
| Installment Loans | 2,478,054 | 2,491,670 |
| (The amounts of ¥15,361 million as of March 31, 2015 and ¥15,794 million as of September 30, 2015 are measured at fair value by electing the fair value option under ASC 825.) | | |
| Allowance for Doubtful Receivables on Direct Financing Leases and Probable Loan Losses | (72,326) | (66,810) |
| Investment in Operating Leases | 1,296,220 | 1,322,202 |
| Investment in Securities | 2,846,257 | 2,443,733 |
| (The amounts of ¥16,891 million as of March 31, 2015 and ¥20,623 million as of September 30, 2015 are measured at fair value by electing the fair value option under ASC 825.) | | |
| Property under Facility Operations | 278,100 | 281,170 |
| Investment in Affiliates | 378,087 | 468,208 |
| Trade Notes, Accounts and Other Receivable | 348,404 | 262,017 |
| Inventories | 165,540 | 149,825 |
| Office Facilities | 131,556 | 131,622 |
| Other Assets | 1,464,203 | 1,386,523 |
| (The amounts of ¥36,038 million as of March 31, 2015 and ¥42,825 million as of September 30, 2015 are measured at fair value by electing the fair value option under ASC 825.) | | |
| Total Assets | 11,443,628 | 11,080,559 |
| Liabilities and Equity | | |
| Short-Term Debt | 284,785 | 310,550 |
| Deposits | 1,287,380 | 1,332,687 |
| Trade Notes, Accounts and Other Payable | 335,936 | 267,946 |
| Policy Liabilities and Policy Account Balances | 2,073,650 | 1,789,642 |
| (The amounts of ¥1,254,483 million as of March 31, 2015 and ¥934,909 million as of September 30, 2015 are measured at fair value by electing the fair value option under ASC 825.) | | |
| Current and Deferred Income Taxes | 345,514 | 364,198 |
| Long-Term Debt | 4,132,945 | 4,060,697 |
| Other Liabilities | 598,446 | 516,060 |
| Total Liabilities | 9,058,656 | 8,641,780 |
| Redeemable Noncontrolling Interests | 66,901 | 18,512 |
| Commitments and Contingent Liabilities | | |

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| | | |
|---|-------------------|-------------------|
| Common Stock | 220,056 | 220,458 |
| Additional Paid-in Capital | 255,595 | 255,615 |
| Retained Earnings | 1,672,585 | 1,788,470 |
| Accumulated Other Comprehensive Income | 30,373 | 10,772 |
| Treasury Stock, at Cost | (26,411) | (26,083) |
| Total ORIX Corporation Shareholders Equity | 2,152,198 | 2,249,232 |
| Noncontrolling Interests | 165,873 | 171,035 |
| Total Equity | 2,318,071 | 2,420,267 |
| Total Liabilities and Equity | 11,443,628 | 11,080,559 |

| | As of March 31, 2015 | As of September 30, 2015 |
|--|----------------------------|--------------------------------|
| Accumulated Other Comprehensive Income (Loss) | | |
| Net unrealized gains on investment in securities | 50,330 | 36,530 |
| Defined benefit pension plans | (19,448) | (19,904) |
| Foreign currency translation adjustments | 431 | (4,924) |
| Net unrealized losses on derivative instruments | (940) | (930) |
| | 30,373 | 10,772 |

Table of Contents**(2) Condensed Consolidated Statements of Income**

(For the Six Months Ended September 30, 2014 and 2015)

(Unaudited)

| | Six Months ended September 30, 2014 | (millions of yen) Six Months ended September 30, 2015 |
|---|---|--|
| Revenues: | | |
| Finance revenues | 91,183 | 101,244 |
| Gains on investment securities and dividends | 31,322 | 31,317 |
| Operating leases | 181,894 | 191,330 |
| Life insurance premiums and related investment income | 137,939 | 70,492 |
| Sales of goods and real estate | 158,176 | 395,426 |
| Services income | 355,121 | 380,385 |
| Total Revenues | 955,635 | 1,170,194 |
| Expenses: | | |
| Interest expense | 36,725 | 35,858 |
| Costs of operating leases | 117,771 | 122,440 |
| Life insurance costs | 108,597 | 31,800 |
| Costs of goods and real estate sold | 141,402 | 351,461 |
| Services expense | 206,479 | 217,880 |
| Other (income) and expense, net | 2,007 | 4,555 |
| Selling, general and administrative expenses | 197,074 | 216,344 |
| Provision for doubtful receivables and probable loan losses | 1,975 | 2,948 |
| Write-downs of long-lived assets | 6,882 | 946 |
| Write-downs of securities | 1,754 | 3,482 |
| Total Expenses | 820,666 | 987,714 |
| Operating Income | 134,969 | 182,480 |
| Equity in Net Income of Affiliates | 10,225 | 11,856 |
| Gains on Sales of Subsidiaries and Affiliates and Liquidation Losses, Net | 19,857 | 56,409 |
| Bargain Purchase Gain | 36,082 | |
| Income before Income Taxes and Discontinued Operations | 201,133 | 250,745 |
| Provision for Income Taxes | 55,014 | 82,636 |
| Income from Continuing Operations | 146,119 | 168,109 |
| Discontinued Operations: | | |
| Income from discontinued operations, net | 463 | |
| Provision for income taxes | (166) | |
| Discontinued operations, net of applicable tax effect | 297 | |
| Net Income | 146,416 | 168,109 |

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| | | |
|---|---------|---------|
| Net Income Attributable to the Noncontrolling Interests | 3,089 | 5,546 |
| Net Income Attributable to the Redeemable Noncontrolling Interests | 2,028 | 1,265 |
| Net Income Attributable to ORIX Corporation Shareholders | 141,299 | 161,298 |

- 10 -

Table of Contents**(3) Condensed Consolidated Statements of Comprehensive Income**

(For the Six Months Ended September 30, 2014 and 2015)

(Unaudited)

| | (millions of yen) | |
|---|--|---|
| | Six Months ended September 30, 2014 | Six Months ended September 30, 2015 |
| Net Income: | 146,416 | 168,109 |
| Other comprehensive income (loss), net of tax: | | |
| Net change of unrealized losses on investment in securities | (2,770) | (13,814) |
| Net change of defined benefit pension plans | 234 | (461) |
| Net change of foreign currency translation adjustments | 15,224 | (3,140) |
| Net change of unrealized gains (losses) on derivative instruments | (62) | 12 |
| Total other comprehensive income (loss) | 12,626 | (17,403) |
| Comprehensive Income | 159,042 | 150,706 |
| Comprehensive Income Attributable to the Noncontrolling Interests | 3,662 | 6,586 |
| Comprehensive Income Attributable to the Redeemable Noncontrolling Interests | 5,452 | 2,423 |
| Comprehensive Income Attributable to ORIX Corporation Shareholders | 149,928 | 141,697 |

- 11 -

Table of Contents

Note

- 1: Pursuant to ASC 205-20 (Presentation of Financial Statements Discontinued Operations), the results of operations which meet the criteria for discontinued operations are reported as a separate component of income, and those related amounts that had been previously reported are reclassified.
- 2: Certain line items presented in the condensed consolidated balance sheets and the condensed consolidated statements of income have been changed starting from the nine months period ended December 31, 2014. These changes aim to reflect fairly the changing revenues structure of the Company and its subsidiaries on the consolidated financial statements, which has resulted from continued diversification in our business activities and also an increase in the number of consolidated subsidiaries acquired in recent years. Corresponding to these changes, the presented amounts in the condensed consolidated statement of income for the six months period ended September 30, 2014 have also been reclassified retrospectively as follows to conform to the presentation for the six months ended September 30, 2015.

Direct financing leases and Interest on loans and investment securities have been presented as Finance revenues. Certain finance-related revenues previously included in Other operating revenues have been included in Finance revenues.

Brokerage commissions and net gains on investment securities has been changed to Gains on investment securities and dividends.

Gains (losses) on sales of real estate under operating leases has been reclassified and combined into Operating leases.

Real estate sales and Sales of goods have been reclassified and combined into Sales of goods and real estate. Costs of real estate sales and

Costs of goods sold have been reclassified and combined into Costs of goods and real estate sold.

Revenues from asset management and servicing and part of the service-related revenues previously classified under Other operating revenues have been reclassified into Services income. Expenses from asset management and servicing and part of service-related expenses previously classified under Other operating expenses have been reclassified into Services expense.

Foreign currency transaction loss (gain), net and revenues and expenses other than service-related those were previously classified under

Other operating revenues and Other operating expenses, as well as part of expenses previously classified under Selling, general and administrative expenses, have been reclassified and combined into Other (income) and expense, net.

- 3: A lag period of up to three months is used on a consistent basis for recognizing the results of certain subsidiaries and affiliates. Since its acquisition on February 27, 2014, the Company had been consolidating DAIKYO on a lag basis. In order to reflect DAIKYO's financial position and results of operations in the Company's consolidated financial statements in a concurrent manner, the Company eliminated the lag period and has aligned the fiscal year end of DAIKYO with the Company's fiscal year end of March 31 from the fourth consolidated period of the year ended March 31, 2015. Based on this change, the Company retrospectively adjusted the second consolidated period of the previous year's condensed consolidated statements of income and condensed consolidated statements of comprehensive income.

Table of Contents

(4) Assumptions for Going Concern

There is no corresponding item.

(5) Segment Information (Unaudited)

1. Segment Information by Sector

| | (millions of yen) | | | | | |
|---|--|--------------------|--|--------------------|-------------------|-----------------------|
| | Six Months ended September 30, 2014 | | Six Months ended September 30, 2015 | | March 31, 2015 | September 30, 2015 |
| | Segment Revenues | Segment Profits | Segment Revenues | Segment Profits | Segment Assets | Segment Assets |
| Corporate Financial Services | 40,822 | 12,646 | 52,712 | 21,564 | 1,132,468 | 1,068,522 |
| Maintenance Leasing | 131,671 | 21,509 | 135,924 | 23,117 | 662,851 | 699,346 |
| Real Estate | 94,381 | 15,751 | 109,047 | 33,717 | 835,386 | 753,892 |
| Investment and Operation | 257,668 | 14,503 | 493,525 | 36,450 | 660,014 | 598,957 |
| Retail | 182,050 | 77,045 | 102,401 | 32,062 | 3,700,635 | 3,473,196 |
| Overseas Business | 253,254 | 61,533 | 277,843 | 97,881 | 2,178,895 | 2,172,123 |
| Segment Total | 959,846 | 202,987 | 1,171,452 | 244,791 | 9,170,249 | 8,766,036 |
| Difference between Segment Total and Consolidated Amounts | (4,211) | (1,854) | (1,258) | 5,954 | 2,273,379 | 2,314,523 |
| Consolidated Amounts | 955,635 | 201,133 | 1,170,194 | 250,745 | 11,443,628 | 11,080,559 |

Note 1: The Company evaluates the performance of segments based on income before income taxes and discontinued operations, adjusted for results of discontinued operations, net income attributable to the noncontrolling interests and net income attributable to the redeemable noncontrolling interests before applicable tax effect. Tax expenses are not included in segment profits.

Note 2: For certain VIEs that are used for securitization and are consolidated in accordance with ASC 810-10 (Consolidations), for which the VIE s assets can be used only to settle related obligations of those VIEs and the creditors (or beneficial interest holders) do not have recourse to other assets of the Company or its subsidiaries, segment assets are measured based on the amount of the Company and its subsidiaries net investments in the VIEs, which is different from the amount of total assets of the VIEs, and accordingly, segment revenues are also measured at a net amount representing the revenues earned on the net investments in the VIEs. Certain gains or losses related to assets and liabilities of consolidated VIEs, which are not ultimately attributable to the Company and its subsidiaries, are excluded from segment profits.

Note 3: Inter-segment transactions are included in segment revenues, and eliminations of inter-segment transactions are included in difference between segment total and consolidated amounts.

Note 4: From the fourth consolidated period in the year ended March 31, 2015, we eliminated the accounting period gap that previously existed between ORIX and DAIKYO, which is grouped under Investment and Operation segment. Based on this change, we have retrospectively adjusted the segment information for the second consolidated period of the previous fiscal year.

2. Geographic Information

| | (millions of yen) | | | |
|--|-------------------------------------|----------------|---------|---|
| | Six Months Ended September 30, 2014 | | | |
| | Japan | The Americas*2 | Other*3 | Difference between Geographic Total and Consolidated Amounts |

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| | Consolidated Amounts | | | | |
|------------------------------|----------------------|--------|---------|---------|---------|
| Total Revenues | 700,231 | 89,132 | 168,486 | (2,214) | 955,635 |
| Income before Income Taxes*1 | 136,766 | 16,703 | 48,127 | (463) | 201,133 |

(millions of yen)

| | Six Months Ended September 30, 2015 | | | | |
|------------------------------|-------------------------------------|----------------|---------|--|----------------------|
| | Japan | The Americas*2 | Other*3 | Difference between Geographic Total and Consolidated Amounts | Consolidated Amounts |
| Total Revenues | 885,283 | 102,876 | 182,035 | | 1,170,194 |
| Income before Income Taxes*1 | 153,554 | 51,310 | 45,881 | | 250,745 |

***Note 1:** Results of discontinued operations, pre-tax are included in each amount attributed to each geographic area.

***Note 2:** Mainly the United States

***Note 3:** Mainly Asia, Europe, Australasia and Middle East

Note 4: Robeco, one of the Company's subsidiaries domiciled in the Netherlands, conducts principally an asset management business. Due to the integrated nature of such business with its customer base spread across the world, Other locations include the total revenues and the income before income taxes of Robeco, respectively, for the six months ended September 30, 2014 and the six months ended September 30, 2015. The revenues of Robeco aggregated on a legal entity basis were ¥45,805 million in the Americas and ¥39,000 million in Other for the six months ended September 30, 2014, and ¥56,927 million in the Americas and ¥38,993 million in Other for the six months ended September 30, 2015.

Table of Contents

(6) Significant Changes in Shareholders' Equity

There is no corresponding item.

(7) Subsequent Events

There is no corresponding item.