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**FOR IMMEDIATE RELEASE**

**Contact Information:**

ORIX Corporation  
 Investor Relations  
 Tel: +81-3-5419-5042  
 Fax: +81-3-5419-5901  
 URL: [www.orix.co.jp/index\\_e.htm](http://www.orix.co.jp/index_e.htm)

**ORIX Announces Consolidated Financial Results for the First Quarter of FY 2010**  
**Five out of Six Segments Record Profits**

TOKYO, Japan – August 5, 2009 – ORIX Corporation (TSE: 8591; NYSE: IX), a leading integrated financial services group, today announced that its net income was Y7.6 billion for the three months ended June 30, 2009. Profits were recorded for two consecutive quarterly periods and 25% of the Y30 billion net income forecast for fiscal 2010 has been achieved. Business performance is on the path to recovery as five out of six segments recorded profits compared to three segments in the fourth quarter of the previous fiscal year.

■ **Major Points for the First Quarter**

	Major Points	Progress
1	First Quarter Results	- Net income <sup>*1</sup> Y7.6 billion (25% of FY10 forecast)
2	Fortification of Financial Stability	- Y199.5 billion reduction of interest-bearing debt <sup>*2</sup> compared to the end of FY09 (25% of FY10 target of Y802.0 billion) - Decreased D/E ratio <sup>*2</sup> from 4.5x in 09/3 to 4.3x in 09/6 and to 4.0x after capital increase (Strengthened capital base by Y83.4 billion through public offering. Payment received on July 21, 2009)
3	Asset Reduction	- Y230.3 billion reduction of total assets compared to end of FY09 (37% of FY10 target of Y619.7 billion)
4	Credit Cost	- Y12.4 billion in provisions (16% of Y78 billion forecast for FY10)
5	Enhanced Real Estate Risk Management	- Y60.8 billion reduction on real estate-related assets (19% of FY10 target of Y322.0 billion)
6	Situation of Major Investments	- Y10.2 billion loss recorded due to JOINT CORPORATION's filing for protection under the Corporate Rehabilitation Law
7	Investment in Securities	- Recorded both realized and unrealized gains (Y1.9 billion and Y1.8 billion respectively)

\*1 "Net income" used in this release is the same as "quarterly net income attributable to ORIX" referred to in the financial statement "First Quarter Results June 30, 2009"

\*2 Excluding deposits from ORIX Trust and Banking

As a result of the unprecedented and extensive fiscal stimulus expenditures by major economic countries in reaction to the financial crisis, the global economy has started to show signs of recovery and that the worst is behind. In Japan, domestic economic conditions have shown signs of bottoming out as a result of inventory adjustments and governmental economic stimulus

packages. However, real economic recovery is projected to take some time due to declining real estate prices and a continued rise in office-building vacancy rates.

In order to adapt to the global economic downturn and effects of the credit crunch, ORIX Group will continue to strengthen the corporate structure and realign operations to improve profitability while securing financial and asset stability in fiscal year 2010. By implementing various measures based on these management policies, ORIX is targeting a moderate recovery and forecasting total revenues of Y960 billion, down 10.8% year on year, and net income of Y30 billion, up 36.8% year on year, for the consolidated fiscal year ending March 31, 2010.

(No revision has been made to the earnings forecast announced in the Consolidated Financial Results as of March 31, 2009.)

## ■ Trends for Major Performance Indicators

Consolidated Financial Results April 1, 2009 - June 30, 2009

(Billions of yen except per share amounts)

	<u>2008.4-6</u>	<u>2008.7-9</u>	<u>2008.10-12</u>	<u>2009.1-3</u>	<u>2009.4-6</u>
Total Revenue	272.0	280.5	247.4	275.4	239.0
Segment Profits	54.6	41.9	(59.9)	(4.7)	13.6
Net Income	32.4	22.9	(41.9)	8.6	7.6
ROE (Annualized)	10.3%	7.3%	(14.0%)	3.0%	2.6%
ROA (Annualized)	1.44%	1.02%	(1.92%)	0.41%	0.37%
Earnings Per Share (Basic)	362.96	258.20	(472.72)	96.75	85.36
Earnings Per Share (Diluted)	356.09	254.62	(472.72)	81.18	72.02

	<u>2009.3</u>	<u>2009.6</u>	Year on Year Change (%)
Shareholders' Equity	1,167.5	1,175.4	1%
Total Assets	8,369.7	8,139.4	(3%)
Shareholders' Equity Ratio	13.9%	14.4%	-
Shareholders' Equity Per Share	13,059.59	13,147.74	1%

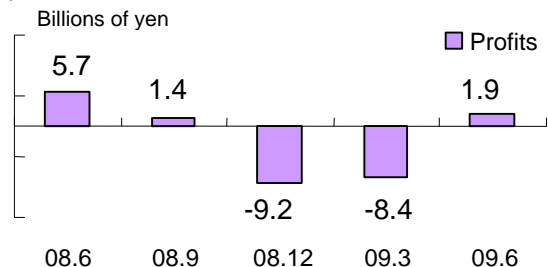
## ■ Trends for Segment Income before Income Taxes

Business performance is on the path to recovery as seen in such factors as the number of segments securing profits increased to five compared to three in the fourth quarter of the previous fiscal year. The "Corporate Financial Services" and "Retail" segments, which had previously recorded losses, returned to profitability, and losses recorded in the "Investment Banking" segment significantly decreased despite losses realized due to JOINT CORPORATION's filing for protection under the Corporate Rehabilitation Law.

For details on the first quarter earnings results please access "First Quarter Results 2009/6" and "First Quarter Results Supplementary Information 2009/6" from ORIX's web site at: [http://www.orix.co.jp/grp/ir\\_e/data/index.htm](http://www.orix.co.jp/grp/ir_e/data/index.htm)

## Corporate Financial Services

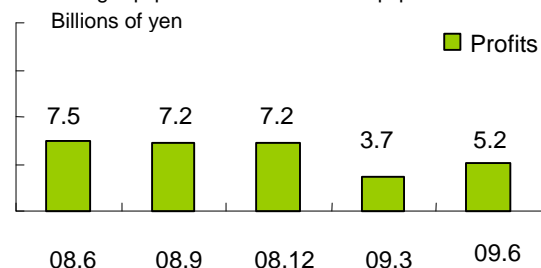
Lending, leasing, commission business for the sale of financial products, and environment-related business



- Revenues were down due to a decreased asset balance resulting from stringent selection of new transactions and enhanced collections.
- The segment recorded profits for the first time in three quarters, as provisions for doubtful receivables and probable loan losses decreased compared to the previous three quarters of FY09.

## Maintenance Leasing

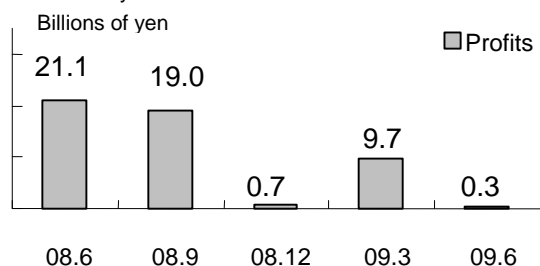
Automobile leasing and rentals, car sharing, and precision measuring equipment and IT-related equipment rentals and leasing



- Revenues were down due to a decreased demand for precision measuring equipment rentals and a decrease in gains on sales of used cars resulting from the sluggish secondary market.
- Segment Profit increased from the previous fourth quarter as a result of a decrease in expenses such as provisions for doubtful receivables and probable loan losses and selling, general administrative expenses. Profits have been stably recorded every quarter.

## Real Estate

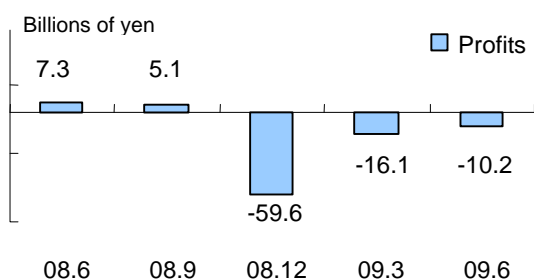
Development and leasing of commercial real estate, residential condominium development and sales, hotel, golf course, and training facility operation, senior housing development and management, REIT asset management, and real estate investment and advisory services



- Gains on sales of real estate under operating leases and the number of delivered condominiums declined due to the sluggish real estate market.
- The segment has recorded profits every quarter despite a decline in profits compared to the previous fourth quarter.

## Investment Banking

Real estate-related finance, commercial real estate asset securitization, loan servicing (asset recovery), principal investment, M&A advisory, and venture capital

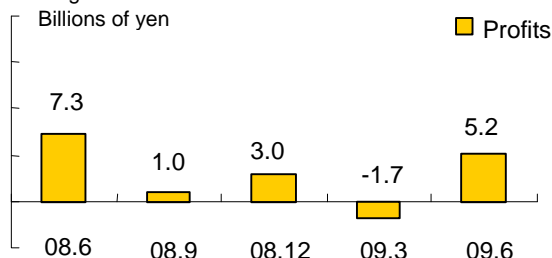


- Revenues were down due to the cessation of new non-recourse loan transactions and enhanced collections.
- Losses decreased compared to the third and fourth quarters of FY09 despite a loss recorded from JOINT CORPORATION's filing for protection under the Corporate Rehabilitation Law.

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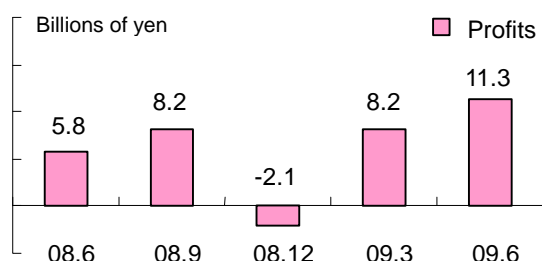
## Retail

Trust and banking, card loans, life insurance, and securities brokerage



## Overseas

Leasing, lending, investment in bonds, investment banking, real estate-related operations, and ship- and aircraft-related operations



- Operating income from the life insurance business recovered from the fourth quarter of FY09. Both revenues and expenses in the trust and banking business increased resulting from business expansion. The card loan business saw a decrease in profits due to increased provisions for doubtful receivables and probable loan losses.
- Segment profits rose dramatically from the previous fourth quarter when a segment loss was recorded.
- Profits increased due to realized gains on trading securities resulting from recovery of the financial and capital markets in the U.S. and the IPO of a company in Asia in which ORIX had an equity stake.
- Profits increased significantly compared to the same period and the fourth quarter of FY09. The segment has recorded profits for two consecutive quarters.

## About ORIX

ORIX Corporation (TSE: 8591; NYSE: IX) is an integrated financial services group based in Tokyo, Japan, providing innovative value-added products and services to both corporate and retail customers. With operations in 26 countries and regions worldwide, ORIX's activities include corporate financial services, such as leases and loans, as well as automobile operations, rental operations, real estate-related finance, real estate, life insurance, and investment banking. For more details, please visit our website at: [www.orix.co.jp/grp/index\\_e.htm](http://www.orix.co.jp/grp/index_e.htm)

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 and under "4. Risk Factors" of the "Summary of Consolidated Financial Results" of the "Consolidated Financial Results April 1, 2008 – March 31, 2009."