

Financial Section

Eleven-Year Summary

ORIX Corporation and Subsidiaries

Years Ended March 31

| | 2005 | 2006 | 2007 | 2008 |
|----------------------------------------------------------------------------------------|-------------|-------------|-------------|-------------|
| Financial Position | | | | |
| Investment in Direct Financing Leases | ¥ 1,451,574 | ¥ 1,437,491 | ¥ 1,258,404 | ¥ 1,098,128 |
| Installment Loans | 2,386,597 | 2,926,036 | 3,490,326 | 3,766,310 |
| Allowance for Doubtful Receivables on Direct Financing Leases and Probable Loan Losses | (115,250) | (97,002) | (89,508) | (102,007) |
| Allowance/Investment in Direct Financing Leases and Installment Loans (%) | 3.0 | 2.2 | 1.9 | 2.1 |
| Investment in Operating Leases | 619,005 | 720,096 | 862,049 | 1,019,956 |
| Investment in Securities | 589,271 | 682,798 | 875,581 | 1,121,784 |
| Property under Facility Operations | 82,651 | 91,856 | 152,106 | 197,295 |
| Total Assets | 6,060,035 | 7,232,094 | 8,194,991 | 8,981,012 |
| Short-Term Debt, Long-Term Debt and Deposits | 4,146,322 | 4,925,753 | 5,483,922 | 6,263,017 |
| ORIX Corporation Shareholders' Equity | 723,017 | 946,961 | 1,186,366 | 1,258,906 |
| Revenues and Expenses | | | | |
| Total Revenues | ¥ 880,310 | ¥ 899,679 | ¥ 1,101,323 | ¥ 1,101,364 |
| Total Expenses | 750,800 | 692,774 | 824,758 | 926,837 |
| Provision for Doubtful Receivables and Probable Loan Losses | 39,498 | 16,227 | 13,807 | 33,223 |
| Income before Income Taxes and Discontinued Operations | 152,529 | 241,691 | 310,478 | 235,075 |
| Income from Continuing Operations | 85,513 | 147,579 | 186,510 | 141,496 |
| Net Income Attributable to ORIX Corporation Shareholders | 90,447 | 165,459 | 195,323 | 168,454 |
| ROA (%) | 1.55 | 2.49 | 2.53 | 1.96 |
| ROE (%) | 14.1 | 19.8 | 18.3 | 13.8 |
| Per Share Data (Yen): | | | | |
| Net Income Attributable to ORIX Corporation Shareholders | | | | |
| Basic Earnings per Share | ¥ 107.53 | ¥ 187.34 | ¥ 216.40 | ¥ 184.81 |
| Diluted Earnings per Share | 99.09 | 178.04 | 208.84 | 180.57 |
| ORIX Corporation Shareholders' Equity per Share | 827.36 | 1,053.46 | 1,300.36 | 1,391.10 |
| Cash Dividend | 4.00 | 9.00 | 13.00 | 26.00 |
| Operations | | | | |
| Direct Financing Leases: | | | | |
| New Equipment Acquisitions | ¥ 767,672 | ¥ 800,802 | ¥ 636,723 | ¥ 574,859 |
| Installment Loans: | | | | |
| New Loans Added | 1,545,517 | 1,834,192 | 2,226,282 | 2,331,331 |
| Operating Leases: | | | | |
| New Equipment Acquisitions | 248,327 | 317,645 | 348,561 | 465,909 |
| Investment in Securities: | | | | |
| New Securities Added | 244,600 | 235,932 | 331,055 | 688,148 |
| Other Operating Transactions: | | | | |
| New Assets Added | 129,604 | 132,017 | 215,409 | 152,480 |
| Number of Employees | 13,734 | 15,067 | 16,662 | 18,702 |

Notes: 1. In fiscal 2011, the Company and its subsidiaries adopted FASB Accounting Standards Update 2009-16 (ASC 860 ("Transfers and Servicing")) and FASB Accounting Standards Update 2009-17 (ASC 810 ("Consolidation")). The effects of adopting these updates on the Company and its subsidiaries' financial conditions at the initial adoption date were an increase of ¥1,147.4 billion in total assets, an increase of ¥1,169.0 billion in total liabilities and a decrease of ¥22.5 billion in retained earnings, net of tax, in the consolidated balance sheets.

2. Cash dividend represents the amount of dividend per share for the corresponding fiscal year.

Millions of yen

| 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|-------------|-----------|-----------|-----------|-------------|-------------|--------------------|
| ¥ 914,444 | ¥ 756,481 | ¥ 830,853 | ¥ 900,886 | ¥ 989,380 | ¥ 1,094,073 | ¥ 1,216,454 |
| 3,304,101 | 2,464,251 | 2,983,164 | 2,769,898 | 2,691,171 | 2,315,555 | 2,478,054 |
| (158,544) | (157,523) | (154,150) | (136,588) | (104,264) | (84,796) | (72,326) |
| 3.8 | 4.9 | 4.0 | 3.7 | 2.8 | 2.5 | 2.0 |
| 1,226,624 | 1,213,223 | 1,270,295 | 1,309,998 | 1,395,533 | 1,379,741 | 1,296,220 |
| 926,140 | 1,104,158 | 1,175,381 | 1,147,390 | 1,093,668 | 1,214,452 | 2,846,257 |
| 189,560 | 186,396 | 207,480 | 194,576 | 218,697 | 295,863 | 278,100 |
| 8,353,852 | 7,722,017 | 8,561,910 | 8,332,830 | 8,439,710 | 9,066,961 | 11,443,628 |
| 5,919,639 | 5,263,104 | 6,075,076 | 5,828,967 | 5,560,847 | 5,367,412 | 5,705,110 |
| 1,157,269 | 1,287,179 | 1,306,582 | 1,380,736 | 1,643,596 | 1,919,346 | 2,152,198 |
| ¥ 1,014,289 | ¥ 887,290 | ¥ 938,258 | ¥ 963,721 | ¥ 1,052,477 | ¥ 1,375,292 | ¥ 2,174,283 |
| 961,003 | 856,326 | 865,992 | 841,506 | 901,624 | 1,172,244 | 1,917,454 |
| 77,015 | 71,857 | 31,065 | 19,186 | 10,016 | 13,838 | 11,631 |
| 11,195 | 56,748 | 90,271 | 127,515 | 172,572 | 286,339 | 344,017 |
| 15,054 | 35,723 | 65,437 | 82,907 | 118,890 | 187,786 | 254,960 |
| 20,674 | 36,512 | 66,021 | 83,509 | 111,909 | 187,364 | 234,948 |
| 0.24 | 0.45 | 0.81 | 0.99 | 1.33 | 2.14 | 2.29 |
| 1.7 | 3.0 | 5.1 | 6.2 | 7.4 | 10.5 | 11.5 |
| ¥ 23.25 | ¥ 35.83 | ¥ 61.42 | ¥ 77.68 | ¥ 102.87 | ¥ 147.75 | ¥ 179.47 |
| 22.07 | 30.58 | 51.83 | 65.03 | 87.37 | 143.20 | 179.21 |
| 1,294.48 | 1,197.55 | 1,215.44 | 1,284.15 | 1,345.63 | 1,465.77 | 1,644.60 |
| 7.00 | 7.50 | 8.00 | 9.00 | 13.00 | 23.00 | 36.00 |
| ¥ 364,734 | ¥ 232,629 | ¥ 351,116 | ¥ 405,660 | ¥ 455,433 | ¥ 560,665 | ¥ 595,351 |
| 1,055,014 | 598,046 | 721,189 | 743,113 | 918,579 | 1,034,726 | 1,110,054 |
| 426,715 | 189,915 | 297,954 | 246,822 | 295,765 | 326,329 | 313,996 |
| 374,614 | 519,769 | 791,054 | 699,709 | 758,292 | 930,526 | 1,030,426 |
| 76,269 | 24,186 | 40,763 | 37,876 | 12,931 | 50,455 | 148,071 |
| 18,920 | 17,725 | 17,578 | 17,488 | 19,043 | 25,977 | 31,035 |

3. Balance sheet data and income statement data have been changed from beginning in the third consolidated fiscal period of fiscal 2015. The amounts in the previous years have been retrospectively reclassified for this change.

4. During fiscal 2015, we eliminated the accounting period gap that previously existed between DAIKYO and ORIX. The amounts in the previous years have been retrospectively reclassified for this change.

Financial Section

Consolidated Balance Sheets

ORIX Corporation and Subsidiaries

For the Years Ended March 31, 2013, 2014 and 2015 (FY2013.3 is unaudited)

Millions of yen

| | 2013 | 2014 | 2015 |
|----------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|---------------------|
| ASSETS | | | |
| Cash and Cash Equivalents | ¥ 826,296 | ¥ 818,039 | ¥ 827,518 |
| Restricted Cash | 106,919 | 87,035 | 85,561 |
| Investment in Direct Financing Leases | 989,380 | 1,094,073 | 1,216,454 |
| Installment Loans | The amounts of ¥16,026 million as of March 31, 2013, ¥12,631 million as of March 31, 2014 and ¥15,361 million as of March 31, 2015 are measured at fair value by electing the fair value option under FASB ASC 825. 2,691,171 | 2,315,555 | 2,478,054 |
| Allowance for Doubtful Receivables on Direct Financing Leases and Probable Loan Losses | (104,264) | (84,796) | (72,326) |
| Investment in Operating Leases | 1,395,533 | 1,379,741 | 1,296,220 |
| Investment in Securities | The amounts of ¥5,800 million as of March 31, 2013, ¥11,433 million as of March 31, 2014 and ¥16,891 million as of March 31, 2015 are measured at fair value by electing the fair value option under FASB ASC 825. 1,093,668 | 1,214,452 | 2,846,257 |
| Property under Facility Operations | 218,697 | 295,863 | 278,100 |
| Investment in Affiliates | 326,732 | 297,325 | 378,087 |
| Trade Notes, Accounts and Other Receivable | 154,025 | 193,369 | 348,404 |
| Inventories | 41,489 | 106,031 | 165,540 |
| Office Facilities | 108,757 | 128,060 | 131,556 |
| Other Assets | The amount of ¥36,038 million as of March 31, 2015 is measured at fair value by electing the fair value option under FASB ASC 825. 591,307 | 1,222,214 | 1,464,203 |
| Total Assets | ¥ 8,439,710 | ¥ 9,066,961 | ¥ 11,443,628 |

Notes: 1. Balance sheet data and income statement data have been changed from beginning in the third consolidated fiscal period of fiscal 2015. The amounts in the previous years have been retrospectively reclassified for this change.

2. During fiscal 2015, we eliminated the accounting period gap that previously existed between DAIKYO and ORIX. The amounts in the previous years have been retrospectively reclassified for this change.

Millions of yen

| | 2013 | 2014 | 2015 |
|---------------------------------------------------------------------------------------------------------------------------------------|----------------|----------------------|--------------|
| LIABILITIES | | | |
| Short-Term Debt | ¥ 420,726 | ¥ 308,331 | ¥ 284,785 |
| Deposits | 1,078,587 | 1,206,413 | 1,287,380 |
| Trade Notes, Accounts and Other Payable | 205,170 | 263,823 | 335,936 |
| Policy Liabilities and Policy Account Balances | 426,007 | 454,436 | 2,073,650 |
| The amount of ¥1,254,483 million as of March 31, 2015 is measured at fair value by electing the fair value option under FASB ASC 825. | | | |
| Income Taxes: | | | |
| Current | 11,651 | 23,188 | 9,445 |
| Deferred | 131,406 | 288,683 | 336,069 |
| Long-Term Debt | 4,061,534 | 3,852,668 | 4,132,945 |
| Other Liabilities | 375,435 | 519,877 | 598,446 |
| Total Liabilities | 6,710,516 | 6,917,419 | 9,058,656 |
| Redeemable Noncontrolling Interests | 41,621 | 53,177 | 66,901 |
| Commitments and Contingent Liabilities | | | |
| EQUITY | | | |
| Common Stock: | 194,039 | 219,546 | 220,056 |
| Authorized | | 2,590,000,000 shares | |
| Issued | March 31, 2013 | 1,248,714,760 shares | |
| | March 31, 2014 | 1,322,777,628 shares | |
| | March 31, 2015 | 1,323,644,528 shares | |
| Additional paid-in capital | 229,600 | 255,449 | 255,595 |
| Retained earnings | 1,305,044 | 1,468,172 | 1,672,585 |
| Accumulated other comprehensive income (loss): | | | |
| Net unrealized gains on investment in securities | 28,974 | 38,651 | 50,330 |
| Defined benefit pension plans | (9,587) | (6,230) | (19,448) |
| Foreign currency translation adjustments | (53,759) | (31,949) | 431 |
| Net unrealized gains (losses) on derivative instruments | (1,891) | (434) | (940) |
| Sub-Total | (36,263) | 38 | 30,373 |
| Treasury stock, at cost: | (48,824) | (23,859) | (26,411) |
| March 31, 2013 | | 27,281,710 shares | |
| March 31, 2014 | | 13,333,334 shares | |
| March 31, 2015 | | 15,001,557 shares | |
| ORIX Corporation Shareholders' Equity | 1,643,596 | 1,919,346 | 2,152,198 |
| Noncontrolling interests | 43,977 | 177,019 | 165,873 |
| Total Equity | 1,687,573 | 2,096,365 | 2,318,071 |
| Total Liabilities and Equity | ¥ 8,439,710 | ¥ 9,066,961 | ¥ 11,443,628 |

3. The Company's shares held through the Board Incentive Plan Trust (2,153,800 shares) are included in the number of treasury stock shares as of March 31, 2015.

Financial Section

Consolidated Statements of Income

ORIX Corporation and Subsidiaries

For the Years Ended March 31, 2013, 2014 and 2015

Millions of yen

| | 2013 | 2014 | 2015 |
|---------------------------------------------------------------------------|-----------|-----------|-----------|
| Revenues | | | |
| Finance revenues | ¥ 213,706 | ¥ 191,700 | ¥ 186,883 |
| Gains on investment securities and dividends | 34,814 | 27,181 | 56,395 |
| Operating leases | 302,145 | 330,606 | 363,095 |
| Life insurance premiums and related investment income | 138,726 | 155,406 | 351,493 |
| Sales of goods and real estate | 80,885 | 179,884 | 450,869 |
| Services income | 282,201 | 490,515 | 765,548 |
| Total revenues | 1,052,477 | 1,375,292 | 2,174,283 |
| Expenses | | | |
| Interest expense | 100,966 | 82,968 | 72,647 |
| Costs of operating leases | 194,429 | 216,568 | 238,157 |
| Life insurance costs | 98,599 | 108,343 | 271,948 |
| Costs of goods and real estate sold | 72,633 | 162,989 | 402,021 |
| Services expense | 159,867 | 260,278 | 425,676 |
| Other (income) and expense, net | (1,949) | (21,001) | 23,674 |
| Selling, general and administrative expenses | 226,329 | 316,851 | 427,816 |
| Provision for doubtful receivables and probable loan losses | 10,016 | 13,838 | 11,631 |
| Write-downs of long-lived assets | 17,896 | 23,421 | 34,887 |
| Write-downs of securities | 22,838 | 7,989 | 8,997 |
| Total expenses | 901,624 | 1,172,244 | 1,917,454 |
| Operating Income | 150,853 | 203,048 | 256,829 |
| Equity in Net Income of Affiliates | 13,836 | 18,368 | 30,531 |
| Gains on Sales of Subsidiaries and Affiliates and Liquidation Losses, net | 7,883 | 64,923 | 20,575 |
| Bargain Purchase Gain | - | - | 36,082 |
| Income before Income Taxes and Discontinued Operations | 172,572 | 286,339 | 344,017 |
| Provision for Income Taxes | 53,682 | 98,553 | 89,057 |
| Income from Continuing Operations | 118,890 | 187,786 | 254,960 |
| Discontinued Operations | | | |
| Income (Loss) from discontinued operations, net | (179) | 12,182 | 463 |
| Provision for income taxes | 347 | (4,681) | (166) |
| Discontinued operations, net of applicable tax effect | 168 | 7,501 | 297 |
| Net Income | 119,058 | 195,287 | 255,257 |
| Net Income Attributable to the Noncontrolling Interests | 3,164 | 3,815 | 15,339 |
| Net Income Attributable to the Redeemable Noncontrolling Interests | 3,985 | 4,108 | 4,970 |
| Net Income Attributable to ORIX Corporation Shareholders | ¥ 111,909 | ¥ 187,364 | ¥ 234,948 |

Notes: 1. Pursuant to FASB 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.

2. Balance sheet data and income statement data have been changed from beginning in the third consolidated fiscal period of fiscal 2015. The amounts in the previous years have been retrospectively reclassified for this change.

3. During fiscal 2015, we eliminated the accounting period gap that previously existed between DAIKYO and ORIX. The amounts in the previous years have been retrospectively reclassified for this change.

Yen

| Amounts per Share of Common Stock for Income Attributable to ORIX Corporation Shareholders | | | |
|---------------------------------------------------------------------------------------------------|----------|----------|----------|
| Basic: | | | |
| Income from continuing operations | ¥ 103.09 | ¥ 142.00 | ¥ 179.24 |
| Discontinued operations | (0.22) | 5.75 | 0.23 |
| Net income attributable to ORIX Corporation Shareholders | 102.87 | 147.75 | 179.47 |
| Diluted: | | | |
| Income from continuing operations | 87.55 | 137.63 | 178.99 |
| Discontinued operations | (0.18) | 5.57 | 0.22 |
| Net income attributable to ORIX Corporation Shareholders | 87.37 | 143.20 | 179.21 |
| Cash dividend | 13.00 | 23.00 | 36.00 |

Note: Cash dividend represents the amount of dividend per share for the corresponding fiscal year.

Consolidated Statements of Comprehensive Income

ORIX Corporation and Subsidiaries

For the Years Ended March 31, 2013, 2014 and 2015

Millions of yen

| | 2013 | 2014 | 2015 |
|------------------------------------------------------------------------------|-----------|-----------|-----------|
| Net Income | ¥ 119,058 | ¥ 195,287 | ¥ 255,257 |
| Other comprehensive income (loss), net of tax | | | |
| Net change of unrealized gains on investment in securities | 13,330 | 10,603 | 9,867 |
| Net change of defined benefit pension plans | 4,759 | 3,570 | (14,952) |
| Net change of foreign currency translation adjustments | 50,979 | 36,928 | 37,155 |
| Net change of unrealized gains (losses) on derivative instruments | 268 | 1,487 | (561) |
| Total other comprehensive income | 69,336 | 52,588 | 31,509 |
| Comprehensive Income | 188,394 | 247,875 | 286,766 |
| Comprehensive Income Attributable to the Noncontrolling Interests | 7,394 | 16,003 | 7,314 |
| Comprehensive Income Attributable to the Redeemable Noncontrolling Interests | 9,209 | 8,207 | 14,265 |
| Comprehensive Income Attributable to ORIX Corporation Shareholders | ¥ 171,791 | ¥ 223,665 | ¥ 265,187 |

Financial Section

Consolidated Statements of Changes in Equity

ORIX Corporation and Subsidiaries

For the Years Ended March 31, 2013, 2014 and 2015

Millions of yen

| | ORIX Corporation Shareholders' Equity | | | | | Total ORIX Corporation Shareholders' Equity | Noncontrolling Interests | Total Equity |
|---------------------------------------------------------------------|---------------------------------------|----------------------------|-------------------|-----------------------------------------------|----------------|---------------------------------------------|--------------------------|--------------|
| | Common Stock | Additional Paid-in Capital | Retained Earnings | Accumulated Other Comprehensive Income (Loss) | Treasury Stock | | | |
| Balance at March 31, 2012 | ¥144,026 | ¥179,223 | ¥1,202,450 | ¥(96,056) | ¥(48,907) | ¥1,380,736 | ¥39,735 | ¥1,420,471 |
| Contribution to subsidiaries | | | | | | - | 2,229 | 2,229 |
| Transaction with noncontrolling interests | | 98 | | (89) | | 9 | (143) | (134) |
| Comprehensive income, net of tax: | | | | | | | | |
| Net income | | | 111,909 | | | 111,909 | 3,164 | 115,073 |
| Other comprehensive income (loss) | | | | | | | | |
| Net change of unrealized gains on investment in securities | | | | 12,829 | | 12,829 | 501 | 13,330 |
| Net change of defined benefit pension plans | | | | 4,758 | | 4,758 | 1 | 4,759 |
| Net change of foreign currency translation adjustments | | | | 42,020 | | 42,020 | 3,735 | 45,755 |
| Net change of unrealized gains (losses) on derivative instruments | | | | 275 | | 275 | (7) | 268 |
| Total other comprehensive income | | | | | | 59,882 | 4,230 | 64,112 |
| Total comprehensive income | | | | | | 171,791 | 7,394 | 179,185 |
| Cash dividends | | | (9,676) | | | (9,676) | (5,238) | (14,914) |
| Conversion of convertible bond | 49,840 | 49,933 | | | | 99,773 | - | 99,773 |
| Exercise of stock options | 173 | 172 | | | | 345 | - | 345 |
| Acquisition of treasury stock | | | | | (3) | (3) | - | (3) |
| Other, net | | 174 | 361 | | 86 | 621 | - | 621 |
| Balance at March 31, 2013 | ¥194,039 | ¥229,600 | ¥1,305,044 | ¥(36,263) | ¥(48,824) | ¥1,643,596 | ¥43,977 | ¥1,687,573 |
| Contribution to subsidiaries | | | | | | - | 89,233 | 89,233 |
| Transaction with noncontrolling interests | | 239 | | | | 239 | 2,055 | 2,294 |
| Comprehensive income, net of tax: | | | | | | | | |
| Net income | | | 187,364 | | | 187,364 | 3,815 | 191,179 |
| Other comprehensive income | | | | | | | | |
| Net change of unrealized gains on investment in securities | | | | 9,677 | | 9,677 | 926 | 10,603 |
| Net change of defined benefit pension plans | | | | 3,357 | | 3,357 | 213 | 3,570 |
| Net change of foreign currency translation adjustments | | | | 21,810 | | 21,810 | 11,019 | 32,829 |
| Net change of unrealized gains on derivative instruments | | | | 1,457 | | 1,457 | 30 | 1,487 |
| Total other comprehensive income | | | | | | 36,301 | 12,188 | 48,489 |
| Total comprehensive income | | | | | | 223,665 | 16,003 | 239,668 |
| Cash dividends | | | (15,878) | | | (15,878) | (2,099) | (17,977) |
| Conversion of convertible bond | 25,066 | 24,878 | | | | 49,944 | - | 49,944 |
| Exercise of stock options | 441 | 422 | | | | 863 | - | 863 |
| Acquisition of treasury stock | | | | | (19) | (19) | - | (19) |
| Acquisition of Robeco | | | (5,471) | | 24,880 | 19,409 | 27,850 | 47,259 |
| Other, net | | 310 | (2,887) | | 104 | (2,473) | - | (2,473) |
| Balance at March 31, 2014 | ¥219,546 | ¥255,449 | ¥1,468,172 | ¥38 | ¥(23,859) | ¥1,919,346 | ¥177,019 | ¥2,096,365 |
| Contribution to subsidiaries | | | | | | - | 26,447 | 26,447 |
| Transaction with noncontrolling interests | | (505) | | 96 | | (409) | (40,735) | (41,144) |
| Comprehensive income, net of tax: | | | | | | | | |
| Net income | | | 234,948 | | | 234,948 | 15,339 | 250,287 |
| Other comprehensive income (loss) | | | | | | | | |
| Net change of unrealized gains (losses) on investment in securities | | | | 11,679 | | 11,679 | (1,812) | 9,867 |
| Net change of defined benefit pension plans | | | | (13,218) | | (13,218) | (1,734) | (14,952) |
| Net change of foreign currency translation adjustments | | | | 32,284 | | 32,284 | (4,424) | 27,860 |
| Net change of unrealized gains (losses) on derivative instruments | | | | (506) | | (506) | (55) | (561) |
| Total other comprehensive income (loss) | | | | | | 30,239 | (8,025) | 22,214 |
| Total comprehensive income | | | | | | 265,187 | 7,314 | 272,501 |
| Cash dividends | | | (30,117) | | | (30,117) | (4,172) | (34,289) |
| Exercise of stock options | 510 | 504 | | | | 1,014 | - | 1,014 |
| Acquisition of treasury stock | | | | | (3,423) | (3,423) | - | (3,423) |
| Disposition of treasury stock | | | | | 871 | - | - | - |
| Other, net | | 844 | (244) | | | 600 | - | 600 |
| Balance at March 31, 2015 | ¥220,056 | ¥255,595 | ¥1,672,585 | ¥30,373 | ¥(26,411) | ¥2,152,198 | ¥165,873 | ¥2,318,071 |

Note: Changes in the redeemable noncontrolling interests are not included in the table.

Consolidated Statements of Cash Flows

ORIX Corporation and Subsidiaries

For the Years Ended March 31, 2013, 2014 and 2015

Millions of yen

| | 2013 | 2014 | 2015 |
|-----------------------------------------------------------------------------------|-------------|-------------|-------------|
| Cash Flows from Operating Activities | | | |
| Net income | ¥ 119,058 | ¥ 195,287 | ¥ 255,257 |
| Adjustments to reconcile net income to net cash provided by operating activities: | | | |
| Depreciation and amortization | 177,280 | 206,670 | 229,583 |
| Provision for doubtful receivables and probable loan losses | 10,016 | 13,838 | 11,631 |
| Equity in net income of affiliates (excluding interest on loans) | (12,874) | (18,159) | (30,267) |
| Gains on sales of subsidiaries and affiliates and liquidation losses, net | (7,883) | (64,923) | (20,575) |
| Bargain purchase gain | - | - | (36,082) |
| Gains on sales of available-for-sale securities | (17,252) | (14,149) | (32,077) |
| Gains on sales of operating lease assets | (19,848) | (23,692) | (34,425) |
| Write-downs of long-lived assets | 17,896 | 23,421 | 34,887 |
| Write-downs of securities | 22,838 | 7,989 | 8,997 |
| Decrease (Increase) in restricted cash | 33,852 | 22,366 | (1,922) |
| Decrease (Increase) in trading securities | (16,264) | 21,300 | 441,554 |
| Decrease (Increase) in inventories | 37,918 | 25,581 | (13,481) |
| Decrease (Increase) in trade notes, accounts and other receivable | 6,955 | (17,572) | (20,742) |
| Increase (Decrease) in trade notes, accounts and other payable | (16,082) | 26,505 | 34,275 |
| Increase (Decrease) in policy liabilities and policy account balances | 20,990 | 28,429 | (506,043) |
| Other, net | 34,704 | 45,115 | (62,959) |
| Net cash provided by operating activities | 391,304 | 478,006 | 257,611 |
| Cash Flows from Investing Activities | | | |
| Purchases of lease equipment | (736,373) | (859,568) | (907,484) |
| Principal payments received under direct financing leases | 381,080 | 459,003 | 488,522 |
| Installment loans made to customers | (918,777) | (1,035,564) | (1,109,458) |
| Principal collected on installment loans | 1,193,884 | 1,264,645 | 977,272 |
| Proceeds from sales of operating lease assets | 173,890 | 251,904 | 272,040 |
| Investment in affiliates, net | (19,206) | (45,084) | (27,698) |
| Proceeds from sales of investment in affiliates | 3,280 | 15,429 | 2,128 |
| Purchases of available-for-sale securities | (684,870) | (897,246) | (982,415) |
| Proceeds from sales of available-for-sale securities | 417,534 | 318,697 | 511,868 |
| Proceeds from redemption of available-for-sale securities | 373,729 | 473,126 | 398,280 |
| Purchases of held-to-maturity securities | (46,567) | (8,519) | (20,522) |
| Purchases of other securities | (26,855) | (24,761) | (27,489) |
| Proceeds from sales of other securities | 40,568 | 26,501 | 67,982 |
| Purchases of property under facility operations | (10,928) | (48,195) | (81,311) |
| Acquisitions of subsidiaries, net of cash acquired | (43,223) | (94,586) | (73,240) |
| Sales of subsidiaries, net of cash disposed | (171) | - | 47,800 |
| Other, net | 8,662 | (11,096) | (4,076) |
| Net cash provided by (used in) investing activities | 105,657 | (215,314) | (467,801) |
| Cash Flows from Financing Activities | | | |
| Net increase (decrease) in debt with maturities of three months or less | (20,507) | (106,783) | 3,819 |
| Proceeds from debt with maturities longer than three months | 1,365,827 | 1,211,797 | 1,337,870 |
| Repayment of debt with maturities longer than three months | (1,790,616) | (1,501,403) | (1,178,401) |
| Net increase in deposits due to customers | 6,623 | 127,610 | 80,924 |
| Cash dividends paid to ORIX Corporation shareholders | (9,676) | (15,878) | (30,117) |
| Contribution from noncontrolling interests | 1,133 | 11,089 | 7,919 |
| Net increase (decrease) in call money | - | (5,000) | 6,000 |
| Other, net | (19,977) | 864 | (14,582) |
| Net cash provided by (used in) financing activities | (467,193) | (277,704) | 213,432 |
| Effect of Exchange Rate Changes on Cash and Cash Equivalents | 9,636 | 6,755 | 6,237 |
| Net Increase (Decrease) in Cash and Cash Equivalents | 39,404 | (8,257) | 9,479 |
| Cash and Cash Equivalents at Beginning of Year | 786,892 | 826,296 | 818,039 |
| Cash and Cash Equivalents at End of Year | ¥ 826,296 | ¥ 818,039 | ¥ 827,518 |

Notes: 1. Cash flow statement data have been changed from beginning in the third consolidated fiscal period of fiscal 2015 because of changes in classification method of balance sheet and income statement. The amounts in the previous years have been retrospectively reclassified for this change.

2. During fiscal 2015, we eliminated the accounting period gap that previously existed between DAIKYO and ORIX. The amounts in the previous years have been retrospectively reclassified for this change.

Financial Section

Breakdown of Assets and Revenues by Segment

Fiscal year ended March 31, 2015

Segment Assets

Millions of yen

| | Corporate Financial Services | Maintenance Leasing | Real Estate | Investment and Operation | Retail | Overseas Business | Total |
|------------------------------------------------------------------------|---------------------------------|------------------------|------------------|-----------------------------|--------------------|----------------------|--------------------|
| Segment Assets | ¥ 1,132,468 | ¥ 662,851 | ¥ 835,386 | ¥ 660,014 | ¥ 3,700,635 | ¥ 2,178,895 | ¥ 9,170,249 |
| Investment in Direct Financing Leases | 461,704 | 184,907 | 22,277 | 15,092 | 2,740 | 386,567 | 1,073,287 |
| Installment Loans | 461,277 | - | 22,811 | 93,196 | 1,376,710 | 344,108 | 2,298,102 |
| Investment in Operating Leases | 30,329 | 473,035 | 423,825 | 23,388 | 50,587 | 278,665 | 1,279,829 |
| Investment in Securities | 45,415 | 1,130 | 21,718 | 112,896 | 2,246,912 | 404,322 | 2,832,393 |
| Property under Facility Operations | 5,930 | 576 | 172,207 | 90,895 | - | 26,867 | 296,475 |
| Inventories | 55 | 463 | 12,484 | 116,549 | - | 35,925 | 165,476 |
| Advances for Investment in Operating Leases | 202 | 241 | 44,666 | 16 | - | 4,434 | 49,559 |
| Investment in Affiliates | 20,875 | 2,074 | 91,275 | 51,108 | 3,785 | 209,027 | 378,144 |
| Advances for Property under Facility Operations | 772 | - | 12,055 | 30,861 | - | - | 43,688 |
| Goodwill and Other Intangible Assets Acquired in Business Combinations | 105,909 | 425 | 12,068 | 126,013 | 19,901 | 488,980 | 753,296 |

Segment Revenues

Millions of yen

| | Corporate Financial Services | Maintenance Leasing | Real Estate | Investment and Operation | Retail | Overseas Business | Total |
|-------------------------------------------------------|---------------------------------|------------------------|------------------|-----------------------------|------------------|----------------------|--------------------|
| Segment Revenues | ¥ 85,502 | ¥ 263,499 | ¥ 182,321 | ¥ 666,120 | ¥ 425,977 | ¥ 561,893 | ¥ 2,185,312 |
| Finance revenues | 35,624 | 11,103 | 4,057 | 15,650 | 52,510 | 63,259 | 182,203 |
| Gain on investment securities and dividends | 1,045 | 22 | 735 | 9,309 | 15,373 | 30,466 | 56,950 |
| Operating leases | 24,473 | 185,699 | 63,765 | 9,399 | - | 82,113 | 365,449 |
| Life insurance premiums and related investment income | - | - | - | - | 352,537 | - | 352,537 |
| Sales of goods and real estate | 2,363 | 4,140 | 9,649 | 371,402 | - | 64,528 | 452,082 |
| Services income | 21,997 | 62,535 | 104,115 | 260,360 | 5,557 | 321,527 | 776,091 |

Note: Figures in the table above may vary from figures reported in the consolidated statements of income and the consolidated balance sheets because items considered as corporate assets and revenues are not included.

Main Components of Segment Assets

| | Corporate Financial Services | Maintenance Leasing | Real Estate | Investment and Operation | Retail | Overseas Business |
|------------------------------------------------------------------------|---------------------------------------------------------|---------------------------------------------------------------------------|-------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------|
| Investment in Direct Financing Leases | Corporate leasing | Auto leasing | Real estate leasing | Leasing of energy saving equipments | — | Leasing and installment loans of local subsidiaries |
| Installment Loans | Corporate loans | — | Non-recourse loans | Loans purchased under loan servicing unit | Housing loans, card loans, and ORIX Life Insurance's operating assets | Corporate loans in the US |
| Investment in Operating Leases | Lease renewal and real estate leasing | Leasing, rental, lease renewal of auto and precision measuring equipments | Real estate rental | Collateralized real estate acquired in loan servicing business and rental properties owned by Daikyo | ORIX Life Insurance's operating assets (real estate) | Auto leasing in local subsidiaries and aircraft leasing |
| Investment in Securities | Investment in listed shares | — | Investment in specified bonds and preferred securities | Investment in listed shares, PE funds and preferred shares | Corporate and government bonds, listed shares | Investment in municipal bonds and CMBS in the US, investment in funds in the US, Europe and Asia, PE investment in Asia |
| Property under Facility Operations | — | — | Operating facilities including hotels, Japanese inns, aquariums, golf courses, etc. | Environment and energy related facilities and equipments | — | Mortgage servicing rights in the US |
| Inventories | — | — | Condominiums | Daikyo's condominiums | — | Investees' (consolidated subsidiaries) operating assets |
| Advances for Investment in Operating Leases | — | — | Rental properties under development | — | — | — |
| Investment in Affiliates | Investment in joint leasing company with regional banks | — | Joint development of condominiums and rental properties | PE investment | — | Investment in joint leasing company in Asia, the ME, and Africa, and PE investment in Asia |
| Advances for Property under Facility Operations | — | — | Operating facilities under development | Environment and energy related facilities and equipments under development | — | — |
| Goodwill and Other Intangible Assets Acquired in Business Combinations | Goodwill and intangible assets resulting from M&As | | | | | |

Main Components of Segment Revenues

| | Corporate Financial Services | Maintenance Leasing | Real Estate | Investment and Operation | Retail | Overseas Business |
|-------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------|
| Finance revenues | Leasing and installment loans revenues and interest revenues from corporate loans | Auto leasing revenues | Revenues from real estate leasing and interest revenues on non-recourse loans and specified bonds | Gains on loan collection in loan servicing and leasing revenues from energy saving equipments | Interest revenues from housing loans and card loans | Leasing and installment loans revenues and interest revenues of local subsidiaries |
| Gain on investment securities and dividends | — | — | — | Gains on sales of investees and equity income/dividends from investees | Gains on sales of Monex shares and gains on sales/dividends of corporate and government bond held by ORIX Bank | Gains on sales of investees and equity income/dividends from investees |
| Operating leases | Lease renewal revenues and revenues from real estate leasing | Auto and precision measuring equipment leasing, rental, and leasing renewal revenues and gains on sales from used cars | Rental revenues from rental properties and gains on sales of rental properties | Rental revenues from collateralized real estate acquired in loan servicing business and Daikyo's rental properties | — | Auto leasing revenues of local subsidiaries and aircraft leasing revenues |
| Life insurance premiums and related investment income | — | — | — | — | Life insurance premiums and related investment income | — |
| Sales of goods and real estate | Revenues from sales of software in Yayoi | Revenues from sales of used rental equipments | Gains on sales of condominiums | Daikyo's gains on sales of condominiums and revenues from sales of goods by investees | — | Revenues from sales of goods by investees (subsidiaries) |
| Services income | Insurance agency commissions, revenues from solar power generation system sales and revenues from after-services of Yayoi | Revenues from vehicle maintenance services | Revenues from operating facilities such as hotels, Japanese inns, aquariums, golf courses, etc., asset management fees and real estate investment advisory fees | Services income of investees (subsidiaries), revenues from solar power generation system sales, revenues from electric power retailing and loan servicing fee | Guarantee fees on other financial institutions' card loans | Robeco's asset management fee revenues, M&A/financial advisory fee revenues and auto maintenance revenues of local subsidiaries |

Financial Section

Guide to Non-GAAP Financial Measurement

ORIX Corporation and Subsidiaries

Years Ended March 31

| | | 2005 | 2006 | 2007 | 2008 |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|-----------|------------|------------|------------|
| Short-Term Debt | | ¥ 947,871 | ¥1,336,414 | ¥1,174,391 | ¥1,330,147 |
| Long-Term Debt | a | 2,861,863 | 3,236,055 | 3,863,057 | 4,462,187 |
| Deduct: Payables under Securitized Leases, Loan Receivables and Investment in Securities | | 60,281 | 106,333 | 260,529 | 374,920 |
| Adjusted Long-Term Debt | b | 2,801,582 | 3,129,722 | 3,602,528 | 4,087,267 |
| Short- and Long-Term Debt (excluding deposits) | c | 3,809,734 | 4,572,469 | 5,037,448 | 5,792,334 |
| Adjusted Long- and Short-Term Debt (excluding deposits) | d | 3,749,453 | 4,466,136 | 4,776,919 | 5,417,414 |
| ORIX Corporation Shareholders' Equity | e | 723,017 | 946,961 | 1,186,366 | 1,258,906 |
| Deduct: The Cumulative Effect on Retained Earnings of Applying the Accounting Standards for the Consolidation of VIEs under ASU 2009-16 and ASU 2009-17, effective April 1, 2010 | | 0 | 0 | 0 | 0 |
| Adjusted ORIX Corporation Shareholders' Equity | f | 723,017 | 946,961 | 1,186,366 | 1,258,906 |
| Debt/Equity Ratio (Times) | c / e | 5.3 | 4.8 | 4.2 | 4.6 |
| Adjusted Debt/Equity Ratio (Times) | d / f | 5.2 | 4.7 | 4.0 | 4.3 |
| Share of Long-Term Debt (%) | a / c | 75 | 71 | 77 | 77 |
| Adjusted Share of Long-Term Debt (%) | b / d | 75 | 70 | 75 | 75 |

This Annual Report contains certain financial measures presented on a basis not in accordance with U.S. GAAP (commonly referred to as Non-GAAP financial measures), including long-term debt and ORIX Corporation shareholders' equity, as well as other measures or ratios calculated based on these measures, presented on an adjusted basis. The adjustment excludes payables under securitized leases, loan receivables and investment in securities and reverses the cumulative effect on retained earnings of applying the accounting standards for the consolidation of VIEs, effective April 1, 2010.

Our management believes these Non-GAAP financial measures provide investors with additional meaningful comparisons between our financial condition as of March 31, 2015, as compared with prior periods. Effective April 1, 2010, we adopted ASU 2009-16 and ASU 2009-17, which changed the circumstances under which we are required to consolidate certain VIEs. Our adoption of these accounting standards caused a significant increase in our consolidated assets and liabilities and a decrease in our retained earnings without affecting the net cash flow and economic effects of our investments in such consolidated VIEs.



| | | | | | | | Millions of yen |
|-----------|-----------|-----------|-----------|-----------|-----------|------------------|-----------------|
| 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | |
| ¥ 798,167 | ¥ 573,565 | ¥ 478,633 | ¥ 457,973 | ¥ 420,726 | ¥ 308,331 | ¥ 284,785 | |
| 4,453,845 | 3,836,270 | 4,531,268 | 4,267,480 | 4,061,534 | 3,852,668 | 4,132,945 | |
| 358,969 | 202,224 | 1,018,190 | 874,705 | 679,766 | 253,827 | 291,635 | |
| 4,094,876 | 3,634,046 | 3,513,078 | 3,392,775 | 3,381,768 | 3,598,841 | 3,841,310 | |
| 5,252,012 | 4,409,835 | 5,009,901 | 4,725,453 | 4,482,260 | 4,160,999 | 4,417,730 | |
| 4,893,043 | 4,207,611 | 3,991,711 | 3,850,748 | 3,802,494 | 3,907,172 | 4,126,095 | |
| 1,157,269 | 1,287,179 | 1,306,582 | 1,380,736 | 1,643,596 | 1,919,346 | 2,152,198 | |
| 0 | 0 | (21,947) | (19,248) | (16,593) | (5,195) | (3,060) | |
| 1,157,269 | 1,287,179 | 1,328,529 | 1,399,984 | 1,660,189 | 1,924,541 | 2,155,258 | |
| 4.5 | 3.4 | 3.8 | 3.4 | 2.7 | 2.2 | 2.1 | |
| 4.2 | 3.3 | 3.0 | 2.8 | 2.3 | 2.0 | 1.9 | |
| 85 | 87 | 90 | 90 | 91 | 93 | 94 | |
| 84 | 86 | 88 | 88 | 89 | 92 | 93 | |

Accordingly, our management believes that providing certain financial measures that exclude liabilities and ORIX Corporation shareholders' equity attributable to consolidated VIEs as a supplement to financial information calculated in accordance with U.S. GAAP enhances the overall picture of our current financial position and enables investors to evaluate our historical financial and business trends without the large balance sheet fluctuation caused by our adoption of these accounting standards.

We provide these Non-GAAP financial measures as supplemental information to our consolidated financial statements prepared in accordance with U.S. GAAP, and they should not be considered in isolation or as a substitute for the most directly comparable U.S. GAAP measures. The tables set forth above provide reconciliations of these Non-GAAP financial measures to the most directly comparable financial measures presented in accordance with U.S. GAAP as reflected in this Annual Report for the periods provided.