

## Guide to Non-GAAP Financial Measurement

Financial Highlights include certain financial measures presented on a basis not in accordance with U.S. GAAP, or non-GAAP financial measures, including long-term debt and ORIX Corporation shareholders' equity as well as other measures or ratios calculated based thereon, presented on an adjusted basis, which excludes payables under securitized leases, loan receivables and investment in securities and reverses the cumulative effect on retained earnings of applying the new accounting standards for the consolidation of VIEs, effective April 1, 2010.

Our management believes these non-GAAP financial measures may provide investors with additional meaningful comparisons between our financial condition as of March 31, 2011, as compared to 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 new 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. Accordingly, our management believes that providing financial measures that exclude assets and liabilities 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 new 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 below 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 our consolidated financial statements for the periods provided.

(Millions of yen)

Key Ratios	2002.3	2003.3	2004.3	2005.3	2006.3	2007.3	2008.3	2009.3	2010.3	2011.3
Short-Term Debt	1,644,462	1,120,434	903,916	947,871	1,336,414	1,174,391	1,330,147	798,167	573,565	478,633
Long-Term Debt (a)	2,809,861	2,856,613	2,662,719	2,861,863	3,236,055	3,863,057	4,462,187	4,453,845	3,836,270	4,531,268
Deduct: Payables under Securitized Leases, Loan Receivables and Investment in Securities in Long-Term Debt of Consolidated VIEs	40,731	123,396	97,707	60,281	106,333	260,529	374,920	358,969	202,224	1,018,190
Adjusted Long-Term Debt (b)	2,769,130	2,733,217	2,565,012	2,801,582	3,129,722	3,602,528	4,087,267	4,094,876	3,634,046	3,513,078
Short- and Long-Term Debt (excluding deposit) (c)	4,454,323	3,977,047	3,566,635	3,809,734	4,572,469	5,037,448	5,792,334	5,252,012	4,409,835	5,009,901
Adjusted Short- and Long-Term Debt (excluding deposit) (d)	4,413,592	3,853,651	3,468,928	3,749,453	4,466,136	4,776,919	5,417,414	4,893,043	4,207,611	3,991,711
ORIX Corporation Shareholders' Equity (e)	502,508	505,458	564,047	727,333	953,646	1,194,234	1,267,917	1,167,530	1,298,684	1,319,341
Deduct: The Cumulative Effect on Retained Earnings of Applying the New Accounting Standards for the Consolidation of VIEs under ASU 2009-16 and ASU 2009-17, Effective April 1, 2010	-	-	-	-	-	-	-	-	-	(21,947)
Adjusted ORIX Corporation Shareholders' Equity (f)	502,508	505,458	564,047	727,333	953,646	1,194,234	1,267,917	1,167,530	1,298,684	1,341,288
D/E Ratio (times) (c) / (e)	8.86	7.87	6.32	5.24	4.79	4.22	4.57	4.50	3.40	3.80
Adjusted D/E Ratio (times) (d) / (f)	8.78	7.62	6.15	5.16	4.68	4.00	4.27	4.19	3.24	2.98