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FOR IMMEDIATE RELEASE

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ORIX Announces Consolidated Financial Results for the First Nine Months and Revision of Forecast for the Fiscal Year Ending March 31, 2008

TOKYO, Japan – February 5, 2008 – ORIX Corporation (TSE: 8591; NYSE: IX), a leading integrated financial services group, today announced its consolidated financial results for the nine months ended December 31, 2007 (April 1-December 31) of the fiscal year ending March 31, 2008.

Taking into account the recent turmoil in the international financial markets and the credit crunch, we believe that the unstable circumstances of the world economy will continue. The economic environment has also changed considerably from our initial forecast for the fiscal year, and while it has not fundamentally changed the ORIX Group's medium- and long-term growth path, we have concluded that presently, soundness must be prioritized over growth. Specifically, we have taken a more prudent approach on taking credit risk from the third quarter of this fiscal year onwards.

As a result, net income was down 19.9% year on year to 120.9 billion yen, and down 10% year on year if gains on the sale of a portion of our shares in Aozora Bank, Ltd., which were recorded in the previous fiscal year are excluded.

Main causes for the decrease in net income include a decrease in "net gains on investment securities," an increase in "interest expense," an increase in "provision for doubtful receivables and probable loan losses," and an increase in "selling, general and administrative expenses."

Since July 2007 onwards, the turmoil in financial markets caused by the U.S. subprime loan problem has continued, making gains from investments difficult to realize in the market. In Japan's financial markets, the gradual rise in short term interest rates, along with the declining trend in long term interest rates has led to a flattening of interest rates, while conditions for small and medium sized enterprises, ORIX's main customers, have also worsened. As a result, growth in revenues from installment loans as a result of an increase in assets and an increase in real estate-related profits were unable to offset these main causes for a decrease in net income.

Comment from Yukio Yanase, President and COO

"It will take quite some time before the turmoil in the market as well as outlook on the direction of the global economy, including Japan, becomes clear. I feel it is time now to clearly distinguish between businesses for expansion, such as our Asian operations, and businesses to temporarily hold back from. Under a normal economic environment, ORIX would have been expanding operations according to its growth strategy. However, we have concluded that presently, we must remain committed to sound management. I believe that although our performance has bottomed out, our rate of growth may temporarily slow down. Therefore, I would like to reward our shareholders who are expecting growth by increasing our dividend."

(Regarding the dividend increase, please refer to the news release titled, "Announcement Regarding Dividend Forecast")

Trends for main operating indicators are as below.

Consolidated Financial Results April 1, 2007 – December 31, 2007

(Millions of U.S. dollars¹/Millions of yen except per share amounts)

	2007.4-12 US\$	2007.4-12	2006.4-12	YoY Change
Total Revenues	7,395	844,164	848,096	Down 0.5%
Operating Income ²	1,229	140,299	223,207	Down 37.1%
(Reference) Adjusted Operating Income*	1,502	171,410	234,714	Down 27.0%
Income before Income Taxes ²	1,556	177,570	246,337	Down 27.9%
(Reference) Adjusted Income before Income Taxes*	1,828	208,681	260,987	Down 20.0%
Net Income	1,059	120,928	150,981	Down 19.9%
ROE (Annualized)	13.1%	13.1%	19.3%	-
ROA (Annualized)	1.86%	1.86%	2.68%	-
Earnings Per Share (Basic) (US\$/JPY)	11.60	1,323.81	1,675.43	Down 21.0%
Earnings Per Share (Diluted) (US\$/JPY)	11.33	1,292.93	1,614.50	Down 19.9%

	2007.12 US\$	2007.12	2007.3	Change on 2007.3
Shareholders' Equity	11,099	1,266,894	1,194,234	Up 6.1%
Total Assets	79,850	9,114,926	8,207,187	Up 11.1%
Shareholders' Equity Ratio	13.9%	13.9%	14.6%	-
Shareholders' Equity Per Share (US\$/JPY)	122.67	14,002.57	13,089.83	Up 7.0%

¹U.S. dollar amounts have been calculated at 114.15 Yen to \$1.00, the approximate exchange rate prevailing at December 31, 2007. Unless otherwise stated, all amounts shown are in millions of U.S. dollars or millions of Japanese yen, except for per share data, which are in single dollars or yen.

(*)Regarding adjusted operating income and adjusted income before income taxes

² ORIX sees investment operations in companies and real estate as one of its core businesses, and have been expanding these operations. Under U.S. GAAP, earnings from these operations may, on occasion, not be recorded under operating income or income before income taxes. For example, contributions from companies in which we invested in and residential condominiums developed through certain joint ventures that can be accounted for by the equity method are recorded under "equity in net income of affiliates." Additionally, contributions from companies in which we invested in that have become subsidiaries or affiliates and have been sold or to be disposed of by sale are recorded under "gains on sales of subsidiaries and affiliates and liquidation losses." In both of these cases, their contributions would not be included in operating income but reported separately below operating income in the consolidated statements of income.

Furthermore, subsidiaries, business units, and certain rental properties sold or to be disposed of by sale without significant continuing involvements are reported under "discontinued operations," below income before income taxes. Adjusted operating income and adjusted income before income taxes found in the table above (*) show figures before the classification of contributions as "discontinued operations." ORIX's management deems "equity in net income of affiliates" and "gains on sales of subsidiaries and affiliates and liquidation losses," which are not recorded under operating income, and "discontinued operations," which is not recorded under income before income taxes, to be equivalent to operating income as earnings from operating activities, and manages businesses accordingly.

Earnings forecast

Based on the present economic environment and management policy mentioned above, we have revised our forecast for the fiscal year ending March 31, 2008, announced on May 10, 2007. However, ORIX's operating base is firm and its financial structure is sound, and going forward, we would like to actively capture business chances and investment opportunities arising from sudden changes in the economic environment.

Revision of forecast for the fiscal year ending March 31, 2008

(millions of yen)

	Total Revenues	Income before Income Taxes*	Net Income
Previous Forecast (A)	1,216,000	353,000	202,500
New Forecast (B)	1,163,000	261,000	170,000
Fiscal 2007 Results	1,138,179	316,605	196,506
New Forecast/Fiscal 2007 Results	102.2%	82.4%	86.5%

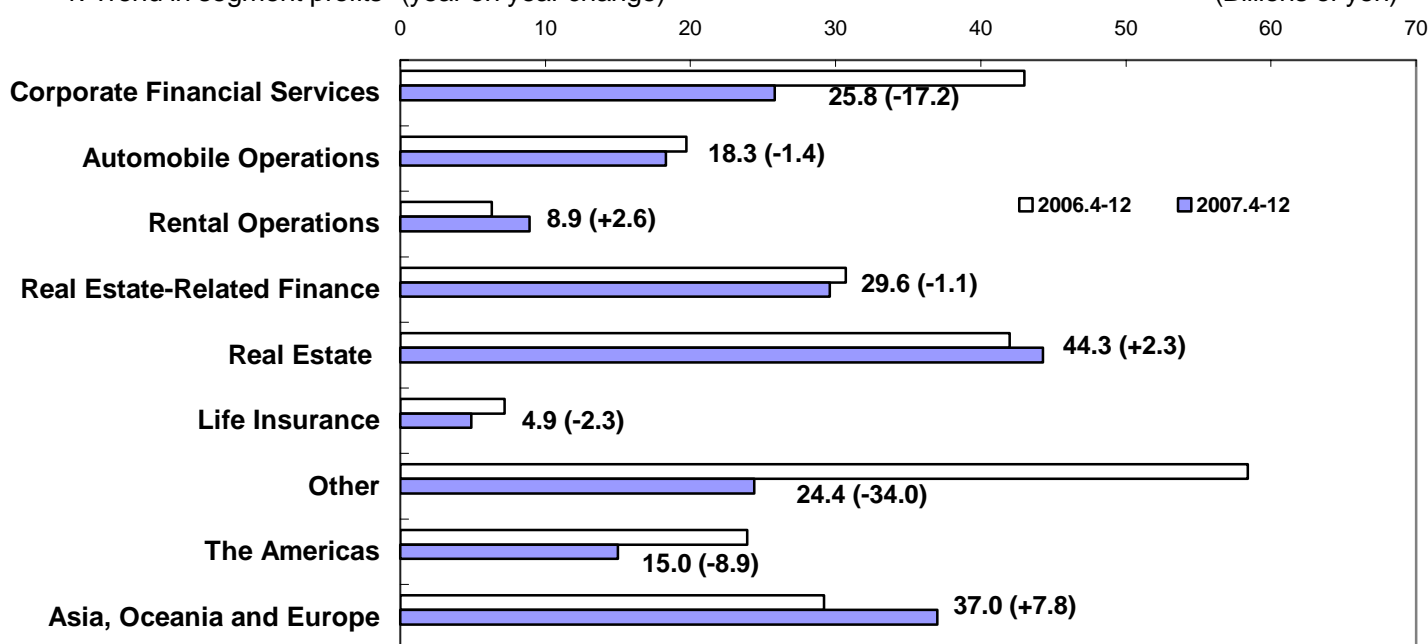
*"Income before income taxes" refers to "income before income taxes, minority interests in earnings of subsidiaries, discontinued operations and extraordinary gain."

**Although the above forecasts are attributable to current information available to the Company, actual financial results may differ materially due to various factors. Due to the difficulty in forecasting gains (losses) from "discontinued operations," the above forecast for "total revenues" and "income before income taxes" does not reflect gains (losses) from "discontinued operations," excepting sums recognized up to and until the third quarter.

Reference

1. Trend in segment profits* (year on year change)

(Billions of yen)



*"Segment Profits" refer to income before income taxes. Also, total "segment profits" do not equal "income before income taxes, minority interests in earnings of subsidiaries, discontinued operations and extraordinary gain" as corporate-related expenses, etc. are not included.

2. Business overview of the nine segments

- Corporate Financial Services: leases, loans and the sale of financial products
- Automobile Operations: automobile leasing and rentals
- Rental Operations: precision measuring equipment rentals and IT-related equipment rentals and leases
- Real Estate-Related Finance: real estate finance, housing loans, securitization and loan servicing
- Real Estate: condominium development, office building and logistics facilities development and rental, hotel, golf course and training facilities operation, senior housing development and management, integrated facilities management and related services, and REIT asset management
- Life Insurance: life insurance sales and related operations
- Other: securities brokerage, venture capital, card loans, principal investments, and other new operations
- The Americas: corporate finance, investment banking, and real estate-related operations
- Asia, Oceania and Europe: leases, ship- and aircraft-related operations, corporate loans, and principal investments

Year on Year Change in Segment Performance

(For details refer to pages 3-6 and 15 of the third quarter financial results for the fiscal year ending March 31, 2008)

1. Segments that recorded an increase in profits.
 - The "Rental Operations" segment achieved an increase in profits due to an increase in revenues from operating leases including precision measuring equipment.
 - The "Real Estate" segment achieved an increase in profits due to an increase in revenues associated with real estate rental activities, including office buildings, and management operations, including golf courses and training facilities, as well as an increase in gains on sales of real estate under operating leases (includes results of discontinued operations), despite a decrease in the number of condominiums sold to buyers.
 - The "Asia, Oceania and Europe" segment achieved an increase in profits due to an expansion of operating leases, including automobile leasing, and the recognition of real estate sales and ship finance-related revenues, despite the absence of a recognition of gains on the sale of operations in the Oceania region in the third quarter of the previous fiscal year.
2. Segments that recorded a decrease in profits
 - In the "Corporate Financial Services" segment, segment revenues increased due to an expansion of loans to corporate customers, despite a decrease in gains from securitizations. However, expenses increased due to an increase in interest expense and provision for doubtful receivables and probable loan losses*, in addition to the recognition of write-downs of intangible assets.
 - In the "Automobile Operations" segment, segment revenues increased due to an increase in revenues from operating leases, despite a decrease in revenues from direct financing leases due to lower operating assets resulting from securitizations made in the previous fiscal year. However, profits decreased due to an increase in expenses accompanying an increase in revenues, in addition to an increase in interest expenses and selling, general and administrative expenses, including advertisement costs.
 - In the "Real Estate-Related Finance" segment, although segment revenues increased due to an expansion of revenues associated with corporate loans, including non-recourse loans, profits decreased due to a decrease in revenues from real estate sales and gains from securitizations, in addition to an increase in expenses including interest expense and provision for doubtful receivables and probable loan losses*.
 - In the "Life Insurance" segment, although revenues from life insurance premiums were flat year on year, profits decreased due to a decrease in life insurance related investment income and an increase in provision for doubtful receivables and probable loan losses*.
 - In the "Other" segment, although contributions were recorded from the beginning of this fiscal year from companies in which we invested in the previous fiscal year, profits decreased due to a decrease in revenues from venture capital operations, in addition to gains on the sale of a portion of our shares in Aozora Bank which were recorded in the third quarter of the previous fiscal year.
 - In the "The Americas" segment, although revenues associated with corporate loans and gains from the sale of real estate under operating leases increased, profits decreased due to a decrease in one-off contributions made by gains on investment securities and interest on investment securities, which were recorded in the second quarter of the previous fiscal year.

*Some reversals were recognized in the same period of the previous fiscal year.

For details on the third quarter earnings announcement please access "Third Quarter Results 2007/12" and "Third Quarter Results Supplementary Information 2007/12" from ORIX's web site at: http://www.orix.co.jp/grp/ir_e/data/index.htm

ORIX will also hold a conference call in English on Wednesday, February 6, 2008 at 10:00 PM (Tokyo)/8:00 AM (EST)/1:00 PM (London)/2:00 PM (Continent) to discuss the earnings announcement. For details on how to participate please access http://www.orix.co.jp/grp/ir_e/data/index.htm

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

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, under "Business Risk" of the securities report (*yukashoken houkokusho*) filed with the Director of the Kanto Local Finance Bureau, and under "4. Business Risks" of the "Summary of Consolidated Financial Results" of the "Consolidated Financial Results April 1, 2007 – September 30, 2007."

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