

Consolidated Financial Results
April 1, 2022 – March 31, 2023

May 10, 2023

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

This document may contain forward-looking statements about expected future events and financial results that involve risks and uncertainties. Such statements are based on the Company’s 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 most recent annual report on Form 20-F filed with the U.S. Securities and Exchange Commission.

The Company believes that it may have been a “passive foreign investment company” for U.S. federal income tax purposes in the year to which these consolidated financial results relate by reason of the composition of its assets and the nature of its income. In addition, the Company may be a PFIC for the foreseeable future. Assuming that the Company is a PFIC, a U.S. holder of the shares or American depositary shares of the Company will be 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.

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Consolidated Financial Results from April 1, 2022 to March 31, 2023

(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 <https://www.orix.co.jp/grp/en/ir/>)

1. Performance Highlights as of and for the Year Ended March 31, 2023

(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	Year-on-Year Change	Net Income Attributable to ORIX Corporation Shareholders	Year-on-Year Change
March 31, 2023	2,666,373	5.8%	313,988	3.9%	367,168	(27.3%)	273,075	(12.5%)
March 31, 2022	2,520,365	9.9%	302,083	16.7%	504,876	75.6%	312,135	62.2%

Comprehensive Income Attributable to ORIX Corporation Shareholders was ¥276,339 million for the fiscal year ended March 31, 2023 (year-on-year change was a 27.7% decrease) and ¥382,219 million for the fiscal year ended March 31, 2022 (year-on-year change was a 68.9% increase).

	Basic Earnings Per Share	Diluted Earnings Per Share	Return on Equity	Return on Assets *2	Operating Margin
March 31, 2023	231.35	231.04	8.3%	2.5%	11.8%
March 31, 2022	259.37	259.07	9.9%	3.6%	12.0%

Equity in Net Income of Affiliates was a net gain of ¥25,091 million for the fiscal year ended March 31, 2023 and a net gain of ¥15,006 million for the fiscal year ended March 31, 2022.

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

*Note 2: "Return on Assets" is calculated based on "Income before Income Taxes."

(2) Performance Highlights - Financial Position (Unaudited)

	Total Assets	Total Equity	Shareholders' Equity	Shareholders' Equity Ratio	Shareholders' Equity Per Share
March 31, 2023	15,266,191	3,427,300	3,356,585	22.0%	2,868.13
March 31, 2022	14,270,672	3,371,401	3,261,419	22.9%	2,732.88

*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."

"Shareholders' Equity Per Share" is calculated based on "Total ORIX Corporation Shareholders' Equity."

(3) Performance Highlights - Cash Flows (Unaudited)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash, Cash Equivalents and Restricted Cash at End of Year
March 31, 2023	913,088	(1,098,478)	438,308	1,366,908
March 31, 2022	1,103,370	(808,846)	(306,618)	1,091,812

2. Dividends (Unaudited)

	First Quarter-end	Second Quarter-end	Third Quarter-end	Year-end	Total	Total Dividends Paid	Dividend Payout Ratio (Consolidated base)	Dividends on Equity (Consolidated base)
March 31, 2022	—	39.00	—	46.60	85.60	102,661	33.0%	3.3%
March 31, 2023	—	42.80	—	42.80	85.60	100,794	37.0%	3.1%
March 31, 2024 (Est.)	—	42.80	—	51.20	94.00	—	—	—

*Note 4: Total dividends paid include dividends paid to the Board Incentive Plan Trust (¥175 million for the fiscal year ended March 31, 2022 and ¥241 million for the fiscal year ended March 31, 2023). For the next fiscal year ending March 31, 2024, the annual dividend is forecasted at the higher of either payout ratio of 33% or 85.60 yen per share. In the above table, the forecasted dividend is stated in case of net income attributable to ORIX Corporation shareholders of ¥330,000 million for the fiscal year ending March 31, 2024.

3. Forecast for the Year Ending March 31, 2024 (Unaudited)

	Net Income Attributable to ORIX Corporation Shareholders	Year-on-Year Change
March 31, 2024	330,000	20.8%

*Note 5: Although forward-looking statements in this document are based on information currently available to ORIX Corporation and are based on assumptions deemed reasonable by ORIX Corporation, actual financial results may differ materially due to various factors. Readers are urged not to place undue reliance on such forward-looking statements.

Factors causing a result that differs from forward-looking statements include, but are not limited to, those described under "Risk Factors" in our Form 20-F submitted to the U.S. Securities and Exchange Commission.

4. Other Information

(1) Changes in Significant Consolidated Subsidiaries

Addition - None () Exclusion - None () Yes () No (x)

(2) 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)

(3) Number of Issued Shares (Ordinary Shares)

1. The number of issued shares, including treasury stock, was 1,234,849,342 as of March 31, 2023, and 1,258,277,087 as of March 31, 2022.

2. The number of treasury stock was 61,742,607 as of March 31, 2023, and 62,914,027 as of March 31, 2022.

3. The average number of outstanding shares was 1,180,356,466 for the fiscal year ended March 31, 2023, and 1,203,451,853 for the fiscal year ended March 31, 2022.

The Company's shares held through the Board Incentive Plan Trust (2,800,866 shares as of March 31, 2023 and 1,963,282 shares as of March 31, 2022) are not included in the number of treasury stock as of the end of the periods, but are included in the average number of shares outstanding as treasury stock that are deducted from the basis of the calculation of per share data.

* These consolidated financial results from April 1, 2022 to March 31, 2023 are not subject to certified public accountant's or audit firm's audits.

1. Summary of Consolidated Financial Results

(1) Summary of Financial Highlights

Financial Results for the Fiscal Year Ended March 31, 2023

		Fiscal Year ended March 31, 2022	Fiscal Year ended March 31, 2023	Change	
				Amount	Percent
Total Revenues	(millions of yen)	2,520,365	2,666,373	146,008	6 %
Total Expenses	(millions of yen)	2,218,282	2,352,385	134,103	6 %
Income before Income Taxes	(millions of yen)	504,876	367,168	(137,708)	(27)%
Net Income Attributable to ORIX Corporation Shareholders	(millions of yen)	312,135	273,075	(39,060)	(13)%
Earnings Per Share (Basic)	(yen)	259.37	231.35	(28.02)	(11)%
	(Diluted) (yen)	259.07	231.04	(28.03)	(11)%
ROE *1	(%)	9.9	8.3	(1.6)	—
ROA *2	(%)	2.24	1.85	(0.39)	—

*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.

Overview of Business Performance (April 1, 2022 to March 31, 2023)

Total revenues for the consolidated fiscal year ended March 31, 2023 (hereinafter, “the fiscal year”) increased 6% to ¥2,666,373 million compared to the previous fiscal year due to increases in services income, finance revenues, and operating lease revenues despite decreases in sales of goods and real estate and gains on investment securities and dividends.

Total expenses increased 6% to ¥2,352,385 million compared to the previous fiscal year due to increases in services expense, interest expense and selling, general and administrative expenses despite decreases in costs of goods and real estate sold and write-downs of long-lived assets.

Equity in net income of affiliates for the fiscal year increased by ¥10,085 million to ¥25,091 million compared to the previous fiscal year and gains on sales of subsidiaries and affiliates and liquidation losses, net for the fiscal year decreased by ¥160,872 million to ¥26,915 million compared to the previous fiscal year.

Due to the above results, income before income taxes for the fiscal year decreased 27% to ¥367,168 million compared to the previous fiscal year and net income attributable to ORIX Corporation shareholders decreased 13% to ¥273,075 million compared to the previous fiscal year.

Segment Information

Total segment profits for the fiscal year decreased 28% to ¥381,255 million compared to the previous fiscal year. Segment profits increased in each of Real Estate, PE Investment and Concession, Environment and Energy, and Aircraft and Ships while segment profits in each of Corporate Financial Services and Maintenance Leasing, Insurance, Banking and Credit, ORIX USA, ORIX Europe, and Asia and Australia decreased, in each case as compared to the previous fiscal year.

Since April 1, 2022, a portion of interest expenses and a portion of selling, general and administrative expenses, which were initially included in the difference between segment total profits and consolidated amounts, have been charged directly to their respective segments. As a result of these changes, segment data for the previous fiscal year has been retrospectively restated.

Segment information for the fiscal year is as follows:

Corporate Financial Services and Maintenance Leasing: Finance and fee business; leasing and rental of automobiles, electronic measuring instruments, and ICT-related equipment

	Year ended March 31, 2022 (millions of yen)	Year ended March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Profits	239,802	73,176	(166,626)	(69)

	As of March 31, 2022 (millions of yen)	As of March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Assets	1,516,795	1,514,070	(2,725)	(0)

Segment profits decreased 69% to ¥73,176 million compared to the previous fiscal year due to the absence of gains on sales of subsidiaries and affiliates recorded in the previous fiscal year from the sale of the business of Yayoi.

Segment assets totaled ¥1,514,070 million, remaining relatively unchanged compared to the end of the previous fiscal year.

Real Estate: Real estate development, rental, and management; facility operations; real estate asset management

	Year ended March 31, 2022 (millions of yen)	Year ended March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Profits	31,990	51,523	19,533	61

	As of March 31, 2022 (millions of yen)	As of March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Assets	910,101	935,027	24,926	3

Segment profits increased 61% to ¥51,523 million compared to the previous fiscal year. This increase was due to an increase in services income from operating facilities and an increase in equity in net income (loss) of affiliates resulting from the recording of a large gain on the sale of a real estate joint venture.

Segment assets increased 3% to ¥935,027 million compared to the end of the previous fiscal year due to an increase in property under facility operations and inventories.

PE Investment and Concession: Private equity investment; concession

	Year ended March 31, 2022 (millions of yen)	Year ended March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Profits	(11,682)	2,686	14,368	—

	As of March 31, 2022 (millions of yen)	As of March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Assets	353,581	605,471	251,890	71

Segment profits increased by ¥14,368 million to ¥2,686 million compared to the previous fiscal year due to the absence of write-downs of long-lived assets at an investee recorded in the previous fiscal year.

Segment assets increased 71% to ¥605,471 million compared to the end of the previous fiscal year due to an increase in goodwill, intangible assets acquired in business combinations resulting from the acquisition of investees.

Environment and Energy: Domestic and overseas renewable energy; electric power retailing; ESCO services; sales of solar panels and battery energy storage system; recycling and waste management

	Year ended March 31, 2022 (millions of yen)	Year ended March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Profits	3,048	35,682	32,634	—

	As of March 31, 2022 (millions of yen)	As of March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Assets	703,608	773,617	70,009	10

Segment profits increased by ¥32,634 million to ¥35,682 million compared to the previous fiscal year due to the absence of write-downs of long-lived assets recorded in the previous fiscal year, and due to gains on the sale of shares of subsidiaries and affiliates due to the partial sale of an investee.

Segment assets increased 10% to ¥773,617 million compared to the end of the previous fiscal year primarily due to foreign exchange effects.

Insurance: Life insurance

	Year ended March 31, 2022 (millions of yen)	Year ended March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Profits	53,290	37,980	(15,310)	(29)

	As of March 31, 2022 (millions of yen)	As of March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Assets	2,072,145	2,050,412	(21,733)	(1)

Segment profits decreased 29% to ¥37,980 million compared to the previous fiscal year due to an increase in life insurance costs as a result of increased payouts to policy holders, despite an increase in life insurance premiums and related investment income resulting from an increase in insurance contracts.

Segment assets decreased 1% to ¥2,050,412 million compared to the end of the previous fiscal year due to a decrease in investment in securities.

Banking and Credit: Banking; consumer finance

	Year ended March 31, 2022 (millions of yen)	Year ended March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Profits	41,498	37,610	(3,888)	(9)

	As of March 31, 2022 (millions of yen)	As of March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Assets	2,687,156	2,698,747	11,591	0

Segment profits decreased 9% to ¥37,610 million compared to the previous fiscal year due to the absence of gains on investment securities and dividends at ORIX Bank Corporation recorded in the previous fiscal year, and an increase in advertising expenses at ORIX Credit Corporation.

Segment assets totaled ¥2,698,747 million, remaining relatively unchanged compared to the end of the previous fiscal year.

Aircraft and Ships: Aircraft investment and management; ship-related finance and investment

	Year ended March 31, 2022 (millions of yen)	Year ended March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Profits	(2,319)	18,583	20,902	—

	As of March 31, 2022 (millions of yen)	As of March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Assets	684,098	742,890	58,792	9

Segment profits increased by ¥20,902 million to ¥18,583 million compared to the previous fiscal year due to an increase in equity in net income (loss) of affiliates at Avolon Holdings Limited and an increase in operating leases revenues in our ship-related business and aircraft-related business.

Segment assets increased 9% to ¥742,890 million compared to the end of the previous fiscal year due to an increase in investment in affiliates and an increase in investment in operating leases primarily resulting from foreign exchange effects.

ORIX USA: Finance, investment, and asset management in the Americas

	Year ended March 31, 2022 (millions of yen)	Year ended March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Profits	75,235	49,021	(26,214)	(35)

	As of March 31, 2022 (millions of yen)	As of March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Assets	1,364,142	1,462,067	97,925	7

Segment profits decreased 35% to ¥49,021 million compared to the previous fiscal year primarily due to the absence of gains on sales of subsidiaries and affiliates recorded in the previous fiscal year, despite an increase in services income.

Segment assets increased 7% to ¥1,462,067 million compared to the end of the previous fiscal year primarily due to foreign exchange effects.

ORIX Europe: Asset management of global equity and fixed income

	Year ended March 31, 2022 (millions of yen)	Year ended March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Profits	49,334	40,675	(8,659)	(18)

	As of March 31, 2022 (millions of yen)	As of March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Assets	401,869	417,941	16,072	4

Segment profits decreased 18% to ¥40,675 million compared to the previous fiscal year due to an increase in selling, general and administrative expenses, and a decrease in services income due to a decrease in the average amount of assets under management resulting from weaker market conditions.

Segment assets increased 4% to ¥417,941 million compared to the end of the previous fiscal year primarily due to foreign exchange effects.

Asia and Australia: Finance and investment businesses in Asia and Australia

	Year ended March 31, 2022 (millions of yen)	Year ended March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Profits	51,165	34,319	(16,846)	(33)

	As of March 31, 2022 (millions of yen)	As of March 31, 2023 (millions of yen)	Change	
			Amount (millions of yen)	Percent (%)
Segment Assets	1,306,089	1,395,096	89,007	7

Segment profits decreased 33% to ¥34,319 million compared to the previous fiscal year due to a decrease in equity in net income (loss) of affiliates and an impairment loss at affiliates in Greater China, despite an increase in operating leases revenues primarily in South Korea and Australia.

Segment assets increased 7% to ¥1,395,096 million compared to the end of the previous fiscal year due to an increase in net investment in leases and an increase in investment in operating leases primarily in South Korea, despite a decrease in installment loans in Greater China.

Outlook and Forecast

In addition to continuing growth exhibited in our existing business operations, we believe that there are further growth opportunities in all of our segments, and we will strive to achieve sustainable profit growth by capitalizing on these opportunities going forward.

Although forward-looking statements in this document are attributable to current information available to us and are based on assumptions deemed reasonable by us, actual financial results may differ materially due to various factors. Readers are urged not to place undue reliance on such forward-looking statements.

Factors that could cause results that differ materially from those described in the forward-looking statements include, but are not limited to, those described under “Risk Factors” in our Form 20-F submitted to the U.S. Securities and Exchange Commission.

(2) Summary of Consolidated Financial Condition

Summary of Assets, Liabilities, Shareholders' Equity

	As of March 31, 2022	As of March 31, 2023	Change	
			Amount	Percent
Total Assets (millions of yen)	14,270,672	15,266,191	995,519	7 %
(Segment Assets)	11,999,584	12,595,338	595,754	5 %
Total Liabilities (millions of yen)	10,899,271	11,837,946	938,675	9 %
(Short-term and Long-term Debt)	4,866,685	5,718,519	851,834	18 %
(Deposits)	2,276,158	2,246,345	(29,813)	(1)%
Shareholders' Equity *1 (millions of yen)	3,261,419	3,356,585	95,166	3 %
Shareholders' Equity Per Share *2 (yen)	2,732.88	2,868.13	135.25	5 %

Note 1 : Shareholders' Equity refers to ORIX Corporation Shareholders' Equity based on U.S. GAAP.

Note 2 : Shareholders' Equity Per Share is calculated using total ORIX Corporation Shareholders' Equity.

Total assets increased 7% to ¥15,266,191 million compared to the end of the previous fiscal year due to increases in cash and cash equivalents, investment in securities and other assets. In addition, segment assets increased 5% to ¥12,595,338 million compared to the end of the previous fiscal year.

Total liabilities increased 9% to ¥11,837,946 million compared to the end of the previous fiscal year due to increases in long-term debt and policy liabilities and policy account balances despite decreases in deposits and current and deferred income taxes.

Shareholders' equity increased 3% to ¥3,356,585 million compared to the end of the previous fiscal year.

Summary of Cash Flows

Cash, cash equivalents and restricted cash increased by ¥275,096 million to ¥1,366,908 million compared to the end of the previous fiscal year.

Cash flows provided by operating activities were ¥913,088 million during the fiscal year, down from ¥1,103,370 million during the previous fiscal year. This change resulted primarily due to a decrease in an increase in policy liabilities and policy account balances., and an increase in payment of income taxes resulting from the sale of the business of Yayoi Co., Ltd. in the three months ended March 31, 2022.

Cash flows used in investing activities were ¥1,098,478 million during the fiscal year, up from ¥808,846 million during the previous fiscal year. This change resulted primarily from an increase in purchases of lease equipment and acquisitions of subsidiaries, and a decrease in sales of subsidiaries, partially offset by an increase in principal collected on installment loans and proceeds from sales of operating lease assets.

Cash flows provided by financing activities were ¥438,308 million during the fiscal year compared to the outflow of ¥306,618 million during the previous fiscal year. This change resulted primarily from an increase in proceeds from debt with maturities longer than three months.

(3) Profit Distribution Policy and Dividends for the Fiscal Year Ended March 31, 2023 and the Fiscal Year Ending March 31, 2024

We aim to increase shareholder value by utilizing profits earned from business activities, to strengthen our business foundation and make investments for future growth. At the same time, we strive to make stable and sustainable distribution of dividends at a level in line with our business performance. In addition, with regards to the decision of whether to buy back our shares, we aim to act with flexibility and swiftness while considering various factors such as the business environment, share price and its trend, the soundness of our financial condition, and target performance indicators.

Based on this fundamental policy, the annual dividend for the fiscal year ended March 31, 2023 has been decided at 85.60 yen per share (the interim dividend paid was 42.80 yen per share and the year-end dividend has been decided at 42.80 yen per share). The payout ratio for the fiscal year ended March 31, 2023 was 37.0%. For the next fiscal year ending March 31, 2024, the annual dividend is forecasted at the higher of either payout ratio of 33.0% or 85.60 yen per share.

(4) Risk Factors

With the announcement of our results for the fiscal year ended March 31, 2023, we believe no significant changes have arisen concerning “Risk Factors” as stated in our latest Form 20-F submitted to the U.S. Securities and Exchange Commission on June 29, 2022.

2. Consideration in the Selection of Accounting Standard

We have been preparing our financial statements in accordance with U.S. GAAP. We believe that U.S. GAAP is the accounting standard that most appropriately reflects our business activities in our financial reporting.

Reporting in U.S. GAAP enables us to maintain consistency and comparability with past financial results and we believe that is beneficial to our stakeholders.

3. Financial Information

(1) Condensed Consolidated Balance Sheets (Unaudited)

	(millions of yen)	
	As of March 31, 2022	As of March 31, 2023
Assets		
Cash and Cash Equivalents	954,827	1,231,860
Restricted Cash	136,985	135,048
Net Investment in Leases	1,057,973	1,087,563
Installment Loans	3,862,604	3,877,602
The amounts which are measured at fair value by electing the fair value option are as follows:		
March 31, 2022	¥151,601 million	
March 31, 2023	¥197,041 million	
Allowance for Credit Losses	(69,459)	(64,723)
Investment in Operating Leases	1,463,202	1,537,178
Investment in Securities	2,852,349	2,940,858
The amounts which are measured at fair value by electing the fair value option are as follows:		
March 31, 2022	¥19,353 million	
March 31, 2023	¥22,874 million	
The amounts which are associated to available-for-sale debt securities are as follows:		
March 31, 2022		
Amortized Cost	¥2,276,425 million	
Allowance for Credit Losses	¥(153)million	
March 31, 2023		
Amortized Cost	¥2,488,858 million	
Allowance for Credit Losses	¥(144)million	
Property under Facility Operations	561,846	620,994
Investment in Affiliates	978,033	1,000,704
The amounts which are measured at fair value by electing the fair value option are as follows:		
March 31, 2022	¥0 million	
March 31, 2023	¥2,511 million	
Trade Notes, Accounts and Other Receivable	359,949	441,803
Inventories	139,563	169,021
Office Facilities	240,421	253,649
Other Assets	1,732,379	2,034,634
The amounts which are measured at fair value by electing the fair value option are as follows:		
March 31, 2022	¥5,214 million	
March 31, 2023	¥4,676 million	
Total Assets	14,270,672	15,266,191
Liabilities and Equity		
Short-term Debt	439,639	508,796
Deposits	2,276,158	2,246,345
Trade Notes, Accounts and Other Payable	291,422	366,851
Policy Liabilities and Policy Account Balances	1,963,623	2,065,366
The amounts which are measured at fair value by electing the fair value option are as follows:		
March 31, 2022	¥198,905 million	
March 31, 2023	¥163,734 million	
Current and Deferred Income Taxes	461,181	384,781
Long-term Debt	4,427,046	5,209,723
Other Liabilities	1,040,202	1,056,084
Total Liabilities	10,899,271	11,837,946
Redeemable Noncontrolling Interests	0	945
Commitments and Contingent Liabilities		
Common Stock	221,111	221,111
Additional Paid-in Capital	260,479	233,169
Retained Earnings	2,909,317	3,031,942
Accumulated Other Comprehensive Income (Loss)	(16,041)	(8,381)
Treasury Stock, at Cost	(113,447)	(121,256)
Total ORIX Corporation Shareholders' Equity	3,261,419	3,356,585
Noncontrolling Interests	109,982	70,715
Total Equity	3,371,401	3,427,300
Total Liabilities and Equity	14,270,672	15,266,191

Note : Breakdown of Accumulated Other Comprehensive Income (Loss)

	As of March 31, 2022	As of March 31, 2023
Accumulated Other Comprehensive Income (Loss)		
Net unrealized gains (losses) on investment in securities	(72,892)	(183,034)
Debt valuation adjustments	221	275
Defined benefit pension plans	(8,072)	(3,617)
Foreign currency translation adjustments	61,914	155,912
Net unrealized gains on derivative instruments	2,788	22,083
Total	<u>(16,041)</u>	<u>(8,381)</u>

(2) Condensed Consolidated Statements of Income (Unaudited)

(millions of yen)

	Year ended March 31, 2022	Year ended March 31, 2023
Revenues :		
Finance revenues	279,589	317,612
Gains on investment securities and dividends	56,510	32,430
Operating leases	450,454	499,541
Life insurance premiums and related investment income	481,810	494,070
Sales of goods and real estate	435,398	392,569
Services income	816,604	930,151
Total Revenues	<u>2,520,365</u>	<u>2,666,373</u>
Expenses :		
Interest expense	68,232	127,618
Costs of operating leases	322,070	336,987
Life insurance costs	368,140	398,916
Costs of goods and real estate sold	381,119	333,009
Services expense	495,110	571,127
Other (income) and expense	20,494	14,445
Selling, general and administrative expenses	522,782	559,406
Provision for credit losses	3,939	7,756
Write-downs of long-lived assets	35,666	2,297
Write-downs of securities	730	824
Total Expenses	<u>2,218,282</u>	<u>2,352,385</u>
Operating Income	<u>302,083</u>	<u>313,988</u>
Equity in Net Income of Affiliates	15,006	25,091
Gains on Sales of Subsidiaries and Affiliates and Liquidation Losses, Net	187,787	26,915
Bargain Purchase Gain	0	1,174
Income before Income Taxes	<u>504,876</u>	<u>367,168</u>
Provision for Income Taxes	187,264	87,500
Net Income	<u>317,612</u>	<u>279,668</u>
Net Income Attributable to the Noncontrolling Interests	<u>5,477</u>	<u>6,561</u>
Net Income Attributable to the Redeemable Noncontrolling Interests	<u>0</u>	<u>32</u>
Net Income Attributable to ORIX Corporation Shareholders	<u>312,135</u>	<u>273,075</u>

(3) Condensed Consolidated Statements of Comprehensive Income (Unaudited)

	(millions of yen)	
	Year Ended March 31, 2022	Year Ended March 31, 2023
Net Income :	<u>317,612</u>	<u>279,668</u>
Other comprehensive income (loss), net of tax:		
Net change of unrealized gains (losses) on investment in securities	(56,684)	(110,166)
Net change of debt valuation adjustments	(337)	54
Net change of defined benefit pension plans	13,002	4,448
Net change of foreign currency translation adjustments	105,693	94,707
Net change of unrealized gains on derivative instruments	15,070	19,670
Total other comprehensive income	<u>76,744</u>	<u>8,713</u>
Comprehensive Income	<u>394,356</u>	<u>288,381</u>
Comprehensive Income Attributable to the Noncontrolling Interests	<u>12,137</u>	<u>12,059</u>
Comprehensive Income (Loss) Attributable to the Redeemable Noncontrolling Interests	<u>0</u>	<u>(17)</u>
Comprehensive Income Attributable to ORIX Corporation Shareholders	<u><u>382,219</u></u>	<u><u>276,339</u></u>

(4) Condensed Consolidated Statements of Changes in Equity (Unaudited)

(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, 2021	221,111	259,361	2,744,588	(84,650)	(111,954)	3,028,456	74,688	3,103,144
Cumulative effect of adopting Accounting Standards Update 2019-12			215			215	0	215
Balance at April 1, 2021	221,111	259,361	2,744,803	(84,650)	(111,954)	3,028,671	74,688	3,103,359
Contribution to subsidiaries						0	40,514	40,514
Transaction with noncontrolling interests		1,593		(1,475)		118	(1,127)	(1,009)
Comprehensive income, net of tax:								
Net income			312,135			312,135	5,477	317,612
Other comprehensive income								
Net change of unrealized gains (losses) on investment in securities				(56,684)		(56,684)	0	(56,684)
Net change of debt valuation adjustments				(337)		(337)	0	(337)
Net change of defined benefit pension plans				13,001		13,001	1	13,002
Net change of foreign currency translation adjustments				99,842		99,842	5,851	105,693
Net change of unrealized gains on derivative instruments				14,262		14,262	808	15,070
Total other comprehensive income						70,084	6,660	76,744
Total comprehensive income						382,219	12,137	394,356
Cash dividends			(99,395)			(99,395)	(16,230)	(115,625)
Acquisition of treasury stock					(50,001)	(50,001)	0	(50,001)
Disposal of treasury stock		(168)			283	115	0	115
Cancellation of treasury stock			(48,226)		48,226	0	0	0
Other, net		(307)			(1)	(308)	0	(308)
Balance at March 31, 2022	221,111	260,479	2,909,317	(16,041)	(113,447)	3,261,419	109,982	3,371,401
Contribution to subsidiaries						0	3,451	3,451
Transaction with noncontrolling interests		(28,048)		4,396		(23,652)	(36,758)	(60,410)
Comprehensive income, net of tax:								
Net income			273,075			273,075	6,561	279,636
Other comprehensive income								
Net change of unrealized gains (losses) on investment in securities				(110,142)		(110,142)	0	(110,142)
Net change of debt valuation adjustments				54		54	0	54
Net change of defined benefit pension plans				4,455		4,455	(7)	4,448
Net change of foreign currency translation adjustments				91,095		91,095	3,637	94,732
Net change of unrealized gains on derivative instruments				17,802		17,802	1,868	19,670
Total other comprehensive income						3,264	5,498	8,762
Total comprehensive income						276,339	12,059	288,398
Cash dividends			(106,290)			(106,290)	(18,019)	(124,309)
Acquisition of treasury stock					(52,071)	(52,071)	0	(52,071)
Disposal of treasury stock		(85)			102	17	0	17
Cancellation of treasury stock			(44,160)		44,160	0	0	0
Other, net		823				823	0	823
Balance at March 31, 2023	221,111	233,169	3,031,942	(8,381)	(121,256)	3,356,585	70,715	3,427,300

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

(5) Condensed Consolidated Statements of Cash Flows (Unaudited)

(millions of yen)

	Year ended March 31, 2022	Year ended March 31, 2023
Cash Flows from Operating Activities:		
Net income	317,612	279,668
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	330,351	353,434
Principal payments received under net investment in leases	462,475	489,428
Provision for credit losses	3,939	7,756
Equity in net income of affiliates (excluding interest on loans)	(13,753)	(24,022)
Gains on sales of subsidiaries and affiliates and liquidation losses, net	(187,787)	(26,915)
Bargain purchase gain	0	(1,174)
Gains on sales of securities other than trading	(22,322)	(8,742)
Gains on sales of operating lease assets	(40,148)	(56,932)
Write-downs of long-lived assets	35,666	2,297
Write-downs of securities	730	824
Deferred tax provision	12,208	29,202
Decrease in trading securities	68,422	31,855
Increase in inventories	(7,053)	(17,527)
Decrease in trade notes, accounts and other receivable	3,562	12,953
Increase (Decrease) in trade notes, accounts and other payable	14,943	(12,173)
Increase in policy liabilities and policy account balances	141,201	101,743
Increase (Decrease) in income taxes payable	92,026	(128,948)
Other, net	(108,702)	(119,639)
Net cash provided by operating activities	<u>1,103,370</u>	<u>913,088</u>
Cash Flows from Investing Activities:		
Purchases of lease equipment	(872,994)	(976,502)
Installment loans made to customers	(1,202,198)	(1,267,070)
Principal collected on installment loans	1,182,261	1,318,244
Proceeds from sales of operating lease assets	147,104	233,452
Investment in affiliates, net	(34,804)	(47,611)
Proceeds from sales of investment in affiliates	47,677	96,620
Purchases of available-for-sale debt securities	(526,478)	(515,865)
Proceeds from sales of available-for-sale debt securities	239,250	323,773
Proceeds from redemption of available-for-sale debt securities	90,478	44,496
Purchases of equity securities other than trading	(94,182)	(67,534)
Proceeds from sales of equity securities other than trading	71,883	44,211
Purchases of property under facility operations	(44,302)	(103,572)
Acquisitions of subsidiaries, net of cash acquired	(87,582)	(206,830)
Sales of subsidiaries, net of cash disposed	252,921	19,987
Other, net	22,120	5,723
Net cash used in investing activities	<u>(808,846)</u>	<u>(1,098,478)</u>
Cash Flows from Financing Activities:		
Net increase in debt with maturities of three months or less	96,383	20,408
Proceeds from debt with maturities longer than three months	950,244	1,820,633
Repayment of debt with maturities longer than three months	(1,160,613)	(1,158,517)
Net decrease in deposits due to customers	(42,591)	(30,638)
Cash dividends paid to ORIX Corporation shareholders	(99,395)	(106,290)
Acquisition of treasury stock	(50,001)	(52,071)
Contribution from noncontrolling interests	25,942	3,926
Purchases of shares of subsidiaries from noncontrolling interests	(2,086)	(46,319)
Net increase (decrease) in call money	(7,500)	5,000
Other, net	(17,001)	(17,824)
Net cash provided by (used in) financing activities	<u>(306,618)</u>	<u>438,308</u>
Effect of Exchange Rate Changes on Cash, Cash Equivalents and Restricted Cash	24,331	22,178
Net increase in Cash, Cash Equivalents and Restricted Cash	<u>12,237</u>	<u>275,096</u>
Cash, Cash Equivalents and Restricted Cash at Beginning of Year	<u>1,079,575</u>	<u>1,091,812</u>
Cash, Cash Equivalents and Restricted Cash at End of Year	<u><u>1,091,812</u></u>	<u><u>1,366,908</u></u>

(6) Assumptions for Going Concern

There is no corresponding item.

(7) Segment Information (Unaudited)

Segment Information by Sector

(millions of yen)

	Year ended March 31, 2022		Year ended March 31, 2023		March 31, 2022	March 31, 2023
	Segment Revenues	Segment Profits	Segment Revenues	Segment Profits	Segment Assets	Segment Assets
Corporate Financial Services and Maintenance Leasing	445,338	239,802	429,907	73,176	1,516,795	1,514,070
Real Estate	390,688	31,990	418,736	51,523	910,101	935,027
PE Investment and Concession	385,739	(11,682)	376,405	2,686	353,581	605,471
Environment and Energy	160,232	3,048	215,770	35,682	703,608	773,617
Insurance	486,704	53,290	499,487	37,980	2,072,145	2,050,412
Banking and Credit	84,821	41,498	84,286	37,610	2,687,156	2,698,747
Aircraft and Ships	38,639	(2,319)	54,009	18,583	684,098	742,890
ORIX USA	161,344	75,235	189,045	49,021	1,364,142	1,462,067
ORIX Europe	221,112	49,334	206,486	40,675	401,869	417,941
Asia and Australia	148,055	51,165	189,744	34,319	1,306,089	1,395,096
Segment Total	2,522,672	531,361	2,663,875	381,255	11,999,584	12,595,338
Difference between Segment Total and Consolidated Amounts	(2,307)	(26,485)	2,498	(14,087)	2,271,088	2,670,853
Consolidated Amounts	2,520,365	504,876	2,666,373	367,168	14,270,672	15,266,191

Note 1: The Company evaluates the performance of segments based on income before income taxes, adjusted for 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: Since April 1, 2022, a portion of interest expenses and a portion of selling, general and administrative expenses, which were initially included in the difference between segment total profits and consolidated amounts, have been charged directly to their respective segments. As a result of these changes, segment data for the previous fiscal year has been retrospectively restated.

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.

(8) Per Share Data (Unaudited)

	Year ended March 31, 2022	Year ended March 31, 2023
		(millions of yen)
Net Income Attributable to ORIX Corporation Shareholders	312,135	273,075
		(thousands of shares)
Weighted-average shares	1,203,452	1,180,356
Effect of Dilutive Securities - Stock compensation	1,400	1,589
Weighted-average shares for diluted EPS computation	1,204,852	1,181,945
		(yen)
Earnings per share for net income attributable to ORIX Corporation shareholders		
Basic	259.37	231.35
Diluted	259.07	231.04
		(yen)
Shareholders' equity per share	2,732.88	2,868.13

Note : In fiscal 2022 and 2023, there was no stock compensation which was antidilutive.

(9) Changes in Significant Basis of Preparation of Consolidated Financial Statements Significant Accounting Policies

(Adoption of New Accounting Standards)

There are no significant changes from the description in our latest Form 20-F submitted to the U.S. Securities and Exchange Commission on June 29, 2022.

(10) Notes to Consolidated Financial Statements

(Subsequent Events)

There are no material subsequent events.