



November 2, 2010

**FOR IMMEDIATE RELEASE**

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**ORIX Announces Consolidated Financial Results for the Second Quarter of the Fiscal Year Ended March 31, 2011**

**¥34.1 Bn in Net Income – Up 69% Year on Year**

**- Overseas Business, Automobile Operations and Life Insurance Business Robust -**

Tokyo, Japan – November 2, 2010 – ORIX Corporation (TSE: 8591; NYSE: IX), a leading integrated financial services group, today announced that income before income taxes was ¥53.0 billion, a 132% increase year on year, and net income was ¥34.1 billion, a 69% increase year on year. ORIX has achieved 60% of its fiscal year forecast of ¥57.0 billion in net income.

All segments maintained profitability, with overseas business, automobile operations and the life insurance business showing robust performance.

■ **Trends for Major Performance Indicators**

**Consolidated Financial Results**

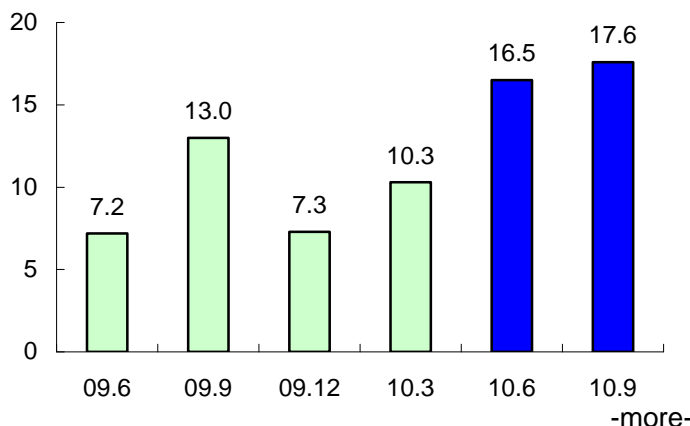
| (JPY Bn)                   | <u>2009.4-9</u> | <u>2010.4-9</u> | Year on Year Change (%) |
|----------------------------|-----------------|-----------------|-------------------------|
| Total Revenues             | 461.7           | 481.9           | 4%                      |
| Income before Income Taxes | 22.8            | 53.0            | 132%                    |
| Net Income <sup>*1</sup>   | 20.2            | 34.1            | 69%                     |

|                            | <u>2010.3</u> | <u>2010.9</u> | Year on Year Change (%) |
|----------------------------|---------------|---------------|-------------------------|
| Total Assets <sup>*2</sup> | 7,739.8       | 8,643.8       | 12%                     |
| Shareholders' Equity       | 1,298.7       | 1,279.8       | (1%)                    |
| Shareholders' Equity Ratio | 16.8%         | 14.8%         | -                       |

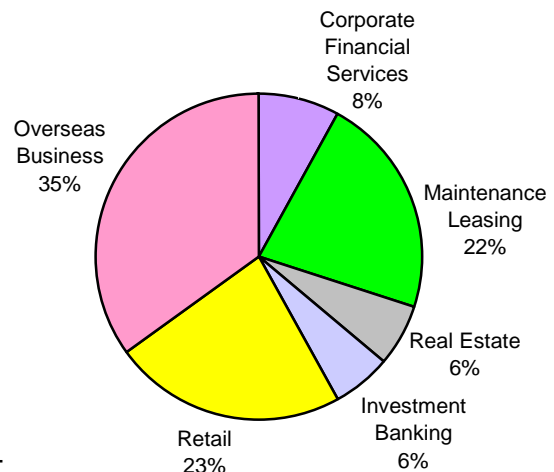
\*1 "Net income" used in this release is the same as "Net income attributable to ORIX" referred to in the financial statement "Consolidated Financial Results September 30, 2010"

\*2 Total Assets increased as a result of the consolidation of Variable Interest Entities (VIEs) in line with a change in accounting standards. Refer to the financial statement "Consolidated Financial Results September 30, 2010" and Supplementary Information for more detail.

(JPY Bn) **Trend in Quarterly Net Income**



**Second Quarter Segment Profit Breakdown**



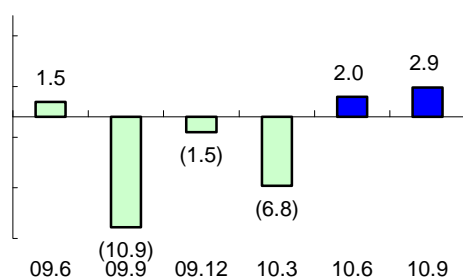
## Summary of Segment Performance

All segments maintained profitability during the second consolidated period. Corporate Financial Services segment performance is recovering and Maintenance Leasing, Retail and Overseas Business segments continued to perform well.

### Corporate Financial Services

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

Quarterly Segment Profits (JPY Bn)

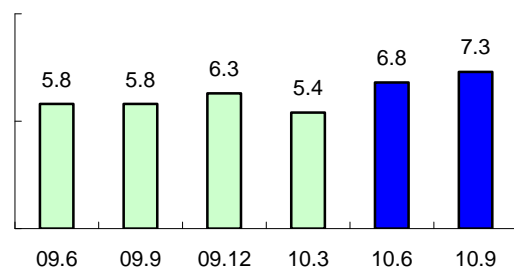


- Revenues increased through the purchase of Sun Telephone Co., Ltd.'s leasing receivables and Tsukuba Lease Co., Ltd, and increase from small-sized finance leases.
- Provisions decreased and segment expenses decreased year on year.
- ¥4.9bn in segment profits, up from a ¥9.4bn loss in the same period of the previous fiscal year. This segment has maintained profitability for two consecutive quarters this fiscal year.

### Maintenance Leasing

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

Quarterly Segment Profits (JPY Bn)

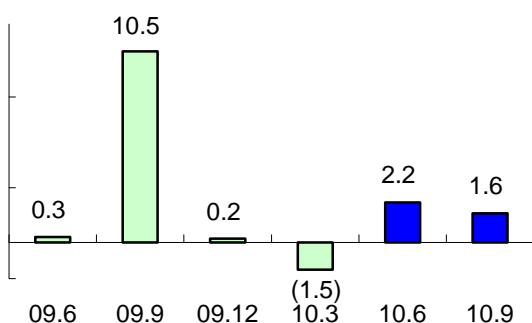


- Stable revenues through the provision of high value-added services responding to such demands as corporations' needs to reduce costs.
- Revenues remained robust due to sales of automobiles and IT & precision measuring equipment, in addition to solid revenues from maintenance services.
- Segment profits maintained good performance at ¥14.0bn.

### Real Estate

(Development and rentals of commercial real estate and office buildings, condominium development and sales, hotel, golf course, and training facility operation, senior housing development and management, REIT asset management, and real estate investment and advisory services)

Quarterly Segment Profits (JPY Bn)



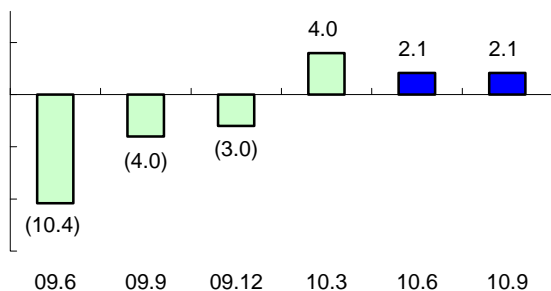
- Focused on leasing, maintained low vacancy rate and high NOI yield.
- Maintained good performance in the operation business (hotels and Japanese inns)
- ¥3.8bn in segment profits despite year on year decrease in gains on sales of real estate under operating leases.

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## **Investment Banking**

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

Quarterly Segment Profits (JPY Bn)

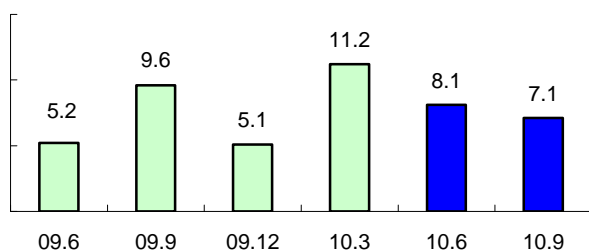


- Increased installment loan revenues from the loan servicing (asset recovery) business and increased revenues from operating leases from real estate under operating leases.
- Non-recourse loan collection progressing smoothly. Provisions and write-downs are within expectations.
- ¥4.3bn in segment profits, up from a ¥14.4bn loss in the same period of the previous fiscal year.

## **Retail**

(Life insurance, trust and banking services, the card loan business and online securities brokerage operated by affiliates)

Quarterly Segment Profits (JPY Bn)

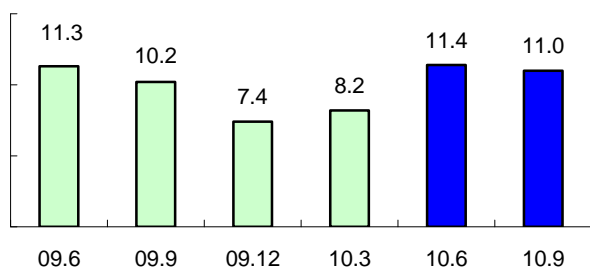


- Insurance related gains and related investment income both increased due to increased contracts for new products and recovery of the market environment.
- Increased loans to corporate clients in the trust and banking business resulting in increased assets, revenues and profits.
- ¥15.2bn in segment profits recorded.

## **Overseas Business**

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

Quarterly Segment Profits (JPY Bn)



- The leasing business in Asia and investment banking operations in the U.S. remained stable.
- Secured a diversified, stable revenue base through investment in RED Capital Group and Mariner Investment Group in the U.S. and the operation of PE funds in Asia.
- Segment profits maintained high profitability at ¥22.5bn.

ORIX will continue to strive for further growth by focusing on the three areas of “Finance + Services,” “Business Expansion in Asia,” and “New Areas such as the Environment and Energy” while continuing to expand its existing business platform centered on its diversified portfolio and aim to increase profitability through further sophistication of its expertise.

ORIX is forecasting net income attributable to ORIX Corporation of ¥57.0 billion (up 51% year on year). ORIX is also aiming for profitability in all segments for the fiscal year.

For more detail, please refer to the financial statement “Consolidated Financial Results September 30, 2010” and Supplementary Information available on the ORIX website.

URL: [http://www.orix.co.jp/grp/ir\\_e/data/index.htm](http://www.orix.co.jp/grp/ir_e/data/index.htm)

These documents may contain forward-looking statements about expected future events and financial results that involve risks and uncertainties. Such statements are based on our current expectations and are subject to uncertainties and risks that could cause actual results to differ materially from those described in the forward-looking statements. Factors that could cause such a difference include, but are not limited to, those described under “Risk Factors” in the Company’s annual report on Form 20-F filed with the United States Securities and Exchange Commission and under “4. Risk Factors” of the “Summary of Consolidated Financial Results” of the “Consolidated Financial Results April 1, 2009 – March 31, 2010.”

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