

ORIX CORP  
Form 6-K  
November 13, 2017  
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**SECURITIES AND EXCHANGE COMMISSION**

**WASHINGTON, D.C. 20549**

**FORM 6-K**

**REPORT OF FOREIGN PRIVATE ISSUER  
PURSUANT TO RULE 13a-16 OR 15d-16 OF  
THE SECURITIES EXCHANGE Act of 1934**

**For the month of November 2017.**

**Commission File Number: 001-14856**

**ORIX Corporation**

**(Translation of Registrant's Name into English)**

**World Trade Center Bldg., 2-4-1 Hamamatsu-cho, Minato-ku,**

**Tokyo, JAPAN**

**(Address of Principal Executive Offices)**

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(Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.)

Form 20-F          Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

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**Table of Document(s) Submitted**

1. This is an English translation of ORIX Corporation's quarterly financial report (*shihanki houkokusho*) as filed with the Kanto Financial Bureau in Japan on November 13, 2017, which includes unaudited consolidated financial information prepared in accordance with generally accepted accounting principles in the United States as of March 31, 2017 and September 30, 2017 and for the three and six months ended September 30, 2016 and 2017.

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**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

**ORIX Corporation**

Date: November 13, 2017

By /s/ Kazuo Kojima  
Kazuo Kojima  
Director  
Deputy President and Chief Financial Officer  
ORIX Corporation

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**CONSOLIDATED FINANCIAL INFORMATION**

Notes to Translation

1. The following is an English translation of ORIX Corporation's quarterly financial report (*shihanki houkokusho*) as filed with the Kanto Financial Bureau in Japan on November 13, 2017, which includes unaudited consolidated financial information prepared in accordance with generally accepted accounting principles in the United States ( U.S. GAAP ) as of March 31, 2017 and September 30, 2017 and for the three and six months ended September 30, 2016 and 2017.

2. Significant differences between U.S. GAAP and generally accepted accounting principles in Japan ( Japanese GAAP ) are stated in Note 1 Overview of Accounting Principles Utilized of the notes to Consolidated Financial Statements.

*In preparing its consolidated financial information, ORIX Corporation (the Company ) and its subsidiaries have complied with U.S. GAAP.*

*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 ADSs 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.*

**Table of Contents****1. Information on the Company and its Subsidiaries**  
**(1) Consolidated Financial Highlights**

	Millions of yen (except for per share amounts and ratios)		
	Six months ended	Six months ended	Fiscal year ended
	September 30, 2016	September 30, 2017	March 31, 2017
Total revenues	¥ 1,221,125	¥ 1,517,796	¥ 2,678,659
Income before income taxes	219,235	252,612	424,965
Net income attributable to ORIX Corporation shareholders	142,150	165,970	273,239
Comprehensive Income attributable to ORIX Corporation shareholders	86,686	180,526	263,378
ORIX Corporation shareholders' equity	2,364,960	2,610,740	2,507,698
Total assets	10,782,692	11,426,036	11,231,895
Earnings per share for net income attributable to ORIX Corporation shareholders			
Basic (yen)	108.57	129.40	208.88
Diluted (yen)	108.47	129.29	208.68
ORIX Corporation shareholders' equity ratio (%)	21.9	22.8	22.3
Cash flows from operating activities	330,969	197,630	583,955
Cash flows from investing activities	20,168	(177,003)	(237,608)
Cash flows from financing activities	(101,729)	116,364	(33,459)
Cash and cash equivalents at end of period	961,830	1,185,961	1,039,870

	Millions of yen (except for per share amounts)	
	Three months ended	Three months ended
	September 30, 2016	September 30, 2017
Total revenues	¥ 633,180	¥ 725,499
Net income attributable to ORIX Corporation shareholders	65,381	76,258
Earnings per share for net income attributable to ORIX Corporation shareholders		
Basic (yen)	49.94	59.61

Note: Consumption tax is excluded from the stated amount of total revenues.

**(2) Overview of Activities**

During the six months ended September 30, 2017, no significant changes were made in the Company and its subsidiaries' operations. Additionally, there were no changes of principal subsidiaries and affiliates.

**2. Risk Factors**

Investing in the Company's securities involves risks. You should carefully consider the information described herein as well as the risks described under "Risk Factors" in our Form 20-F for the fiscal year ended March 31, 2017 and the other information in that annual report, including, but not limited to, the Company's consolidated financial statements and related notes and Item 11. Quantitative and Qualitative Disclosures about Market Risk. The Company's business activities, financial condition and results of operations and the trading prices of the Company's securities could be adversely affected by any of those factors or other factors.

**3. Material Contracts**

Not applicable.

**Table of Contents****4. Analysis of Financial Results and Condition**

The following discussion provides management's explanation of factors and events that have significantly affected the Company's financial condition and results of operations. Also included is management's assessment of factors and trends that could have a material effect on the Company's financial condition and results of operations in the future. However, please be advised that financial conditions and results of operations in the future may also be affected by factors other than those discussed herein. These factors and trends regarding the future were assessed as of the issue date of this quarterly financial report (*shihanki houkokusho*).

**(1) Qualitative Information Regarding Consolidated Financial Results  
Financial Highlights****Financial Results for the Six Months Ended September 30, 2017**

Total revenues	¥1,517,796 million (Up 24% year on year)
Total expenses	¥1,328,769 million (Up 26% year on year)
Income before income taxes	¥252,612 million (Up 15% year on year)
Net income attributable to ORIX Corporation Shareholders	¥165,970 million (Up 17% year on year)
Earnings per share for net income attributable to ORIX Corporation Shareholders (Basic)	¥129.40 (Up 19% year on year)
(Diluted)	¥129.29 (Up 19% year on year)
ROE (Annualized) *1	13.0% (12.2% during the same period in the previous fiscal year)
ROA (Annualized) *2	2.93% (2.61% during the same period in the previous fiscal year)

\*1 ROE is the ratio of Net income attributable to ORIX Corporation Shareholders for the period to average ORIX Corporation Shareholders' Equity.

\*2 ROA is the ratio of Net income attributable to ORIX Corporation Shareholders for the period to average Total Assets.

Total revenues for the six months ended September 30, 2017 (hereinafter, "the second consolidated period") increased 24% to ¥1,517,796 million compared to ¥1,221,125 million during the same period of the previous fiscal year. Life insurance premiums and related investment income in the life insurance business increased due to an increase in life insurance premiums in line with an increase in new insurance contracts, and an increase in investment income from assets under variable annuity and variable life insurance contracts following the market's recovery. In addition, sales of goods and real estate increased due primarily to revenues generated by subsidiaries in the principal investment business, and services income increased due primarily to service expansion in the environment and energy business.

Total expenses increased 26% to ¥1,328,769 million compared to ¥1,054,776 million during the same period of the previous fiscal year. Life insurance costs increased due to an increase in a provision of liability reserve in line with the aforementioned increase in new insurance contracts and an increase in investment income. In addition, costs of goods and real estate sold and services expense increased in line with the aforementioned increased revenues.



Equity in net income of affiliates increased due mainly to the recognition of significant gains on sales of investments in real estate joint ventures. Gains on sales of subsidiaries and affiliates and liquidation losses, net decreased compared to the same period of the previous fiscal year during which significant gains on sales of shares of an affiliate were recorded in the Investment and Operation segment.

As a result of the foregoing, income before income taxes for the second consolidated period increased 15% to ¥252,612 million compared to ¥219,235 million during the same period of the previous fiscal year, and net income attributable to ORIX Corporation shareholders increased 17% to ¥165,970 million compared to ¥142,150 million during the same period of the previous fiscal year.

**Table of Contents****Segment Information**

Total revenues and profits by segment for the six months ended September 30, 2016 and 2017 are as follows:

	Six months ended September 30, 2016		Six months ended September 30, 2017		Change (revenues)		Change (profits)	
	Segment Revenues	Segment Profits	Segment Revenues	Segment Profits	Amount	Percent (%)	Amount	Percent (%)
Corporate Financial Services	¥ 51,995	¥ 19,874	¥ 53,983	¥ 22,049	¥ 1,988	4	¥ 2,175	11
Maintenance Leasing	134,820	19,655	137,048	20,438	2,228	2	783	4
Real Estate	104,084	35,447	95,755	43,991	(8,329)	(8)	8,544	24
Investment and Operation	539,042	52,041	774,421	38,927	235,379	44	(13,114)	(25)
Retail	151,095	35,507	219,505	42,950	68,410	45	7,443	21
Overseas Business	240,643	51,510	238,641	81,397	(2,002)	(1)	29,887	58
<b>Total</b>	<b>1,221,679</b>	<b>214,034</b>	<b>1,519,353</b>	<b>249,752</b>	<b>297,674</b>	<b>24</b>	<b>35,718</b>	<b>17</b>
Difference between Segment Total and Consolidated Amounts	(554)	5,201	(1,557)	2,860	(1,003)		(2,341)	(45)
<b>Total Consolidated Amounts</b>	<b>¥ 1,221,125</b>	<b>¥ 219,235</b>	<b>¥ 1,517,796</b>	<b>¥ 252,612</b>	<b>¥ 296,671</b>	<b>24</b>	<b>¥ 33,377</b>	<b>15</b>

Total assets by segment as of March 31, 2017 and September 30, 2017 are as follows:

	March 31, 2017		September 30, 2017		Change	
	Segment Assets	Composition ratio (%)	Segment Assets	Composition ratio (%)	Amount	Percent (%)
Corporate Financial Services	¥ 1,032,152	9.1	¥ 1,001,476	8.8	¥ (30,676)	(3)
Maintenance Leasing	752,513	6.7	782,512	6.8	29,999	4
Real Estate	657,701	5.9	628,885	5.5	(28,816)	(4)

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Investment and Operation	768,675	6.8	863,640	7.6	94,965	12
Retail	3,291,631	29.3	3,209,131	28.1	(82,500)	(3)
Overseas Business	2,454,200	21.9	2,630,516	23.0	176,316	7
<b>Total</b>	<b>8,956,872</b>	<b>79.7</b>	<b>9,116,160</b>	<b>79.8</b>	<b>159,288</b>	<b>2</b>
Difference between Segment Total and Consolidated Amounts	2,275,023	20.3	2,309,876	20.2	34,853	2
<b>Total Consolidated Amounts</b>	<b>¥ 11,231,895</b>	<b>100.0</b>	<b>¥ 11,426,036</b>	<b>100.0</b>	<b>¥ 194,141</b>	<b>2</b>

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Segment information for the six months ended September 30, 2017 is as follows:

**Corporate Financial Services Segment:** Loan, leasing and fee business

The Japanese economy on the whole entered a moderate recovery phase despite some areas of weakness. The balance of outstanding loans at financial institutions continues to increase while interest rates on loans remain at low levels.

Segment revenues increased 4% to ¥53,983 million compared to ¥51,995 million during the same period of the previous fiscal year due to an increase in gains on sales of securities, and an increase in services income resulting from our stable fee businesses to domestic small-and medium-sized enterprise customers and from revenue generated by Yayoi Co. Ltd, despite a decrease in finance revenues in line with a decrease in investment in direct financing leases and installment loans.

Segment expenses increased due to an increase in expenses in line with the aforementioned revenues expansion, notwithstanding a decrease in interest expenses.

As a result of the foregoing and the recognition of gains on sales of shares of affiliates, segment profits increased 11% to ¥22,049 million compared to ¥19,874 million during the same period of the previous fiscal year.

Segment assets decreased 3% to ¥1,001,476 million compared to the balance as of March 31, 2017, due to decreases in investment in direct financing leases and installment loans.

	Six months ended September 30, 2016		Six months ended September 30, 2017		Change Amount Percent (%)	
	(Millions of yen, except percentage data)					
<b>Segment Revenues:</b>						
Finance revenues	¥	15,538	¥	14,928	¥	(610) (4)
Operating leases		12,210		11,525		(685) (6)
Services income		20,070		20,933		863 4
Sales of goods and real estate, and other		4,177		6,597		2,420 58
<b>Total Segment Revenues</b>		<b>51,995</b>		<b>53,983</b>		<b>1,988 4</b>
<b>Segment Expenses:</b>						
Interest expense		3,125		2,552		(573) (18)
Provision for doubtful receivables and probable loan losses and write-downs of long-lived assets and securities		353		682		329 93
Other		30,406		30,883		477 2
<b>Total Segment Expenses</b>		<b>33,884</b>		<b>34,117</b>		<b>233 1</b>
<b>Segment Operating Income</b>		<b>18,111</b>		<b>19,866</b>		<b>1,755 10</b>
		<b>1,763</b>		<b>2,183</b>		<b>420 24</b>

## Equity in Net income (Loss) of Affiliates, and others

Segment Profits	¥	19,874	¥	22,049	¥	2,175	11
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	As of March 31, 2017	As of September 30, 2017	Change Amount	Change Percent (%)
(Millions of yen, except percentage data)				
Investment in direct financing leases	¥ 433,929	¥ 423,870	¥ (10,059)	(2)
Installment loans	398,558	387,427	(11,131)	(3)
Investment in operating leases	30,114	25,118	(4,996)	(17)
Investment in securities	34,773	31,652	(3,121)	(9)
Property under facility operations	13,034	12,661	(373)	(3)
Inventories	51	56	5	10
Advances for investment in operating leases	80	94	14	18
Investment in affiliates	18,392	15,500	(2,892)	(16)
Advances for property under facility operations	139	839	700	504
Goodwill and other intangible assets acquired in business combinations	103,082	104,259	1,177	1
<b>Total Segment Assets</b>	<b>¥ 1,032,152</b>	<b>¥ 1,001,476</b>	<b>¥ (30,676)</b>	<b>(3)</b>

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**Maintenance Leasing Segment:** Automobile leasing and rentals, car-sharing, and test and measurement instruments and IT-related equipment rentals and leasing

While demand in corporate capital investment has been gradually increasing, uncertainty in the domestic and overseas economic outlook has deterred new investment. The volume of new auto-leases is gradually increasing due to moderate economic recovery in Japan.

Segment revenues increased 2% to ¥137,048 million compared to ¥134,820 million during the same period of the previous fiscal year due to increases in finance revenues and operating leases revenues in line with an increased average segment asset balance in the automobile leasing business.

Segment expenses increased in line with the aforementioned revenue increase.

As a result, segment profits increased 4% to ¥20,438 million compared to ¥19,655 million during the same period of the previous fiscal year.

Segment assets increased 4% to ¥782,512 million compared to the balance as of March 31, 2017, due primarily to an increase in new auto-leases in the automobile leasing business.

	Six months ended September 30, 2016		Six months ended September 30, 2017		Change Amount Percent (%)		
	(Millions of yen, except percentage data)						
<b>Segment Revenues:</b>							
Finance revenues	¥	6,378	¥	7,003	¥	625	10
Operating leases		93,312		94,474		1,162	1
Services income		33,250		33,734		484	1
Sales of goods and real estate, and other		1,880		1,837		(43)	(2)
<b>Total Segment Revenues</b>		<b>134,820</b>		<b>137,048</b>		<b>2,228</b>	<b>2</b>
<b>Segment Expenses:</b>							
Interest expense		1,710		1,579		(131)	(8)
Provision for doubtful receivables and probable loan losses and write-downs of long-lived assets and securities		169		104		(65)	(38)
Other		113,311		114,719		1,408	1
<b>Total Segment Expenses</b>		<b>115,190</b>		<b>116,402</b>		<b>1,212</b>	<b>1</b>
<b>Segment Operating Income</b>		<b>19,630</b>		<b>20,646</b>		<b>1,016</b>	<b>5</b>
<b>Equity in Net income (Loss) of Affiliates, and others</b>		<b>25</b>		<b>(208)</b>		<b>(233)</b>	
<b>Segment Profits</b>	¥	<b>19,655</b>	¥	<b>20,438</b>	¥	<b>783</b>	<b>4</b>

	<b>As of March 31, 2017</b>	<b>As of September 30, 2017</b>	<b>Change Amount</b>	<b>Percent (%)</b>
	<b>(Millions of yen, except percentage data)</b>			
Investment in direct financing leases	¥ 277,480	¥ 290,948	¥ 13,468	5
Investment in operating leases	469,824	486,716	16,892	4
Investment in securities	1,322	1,217	(105)	(8)
Property under facility operations	803	803	0	
Inventories	445	374	(71)	(16)
Advances for investment in operating leases	335	167	(168)	(50)
Investment in affiliates	1,880	1,863	(17)	(1)
Goodwill and other intangible assets acquired in business combinations	424	424	0	
<b>Total Segment Assets</b>	<b>¥ 752,513</b>	<b>¥ 782,512</b>	<b>¥ 29,999</b>	<b>4</b>

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**Real Estate Segment:** Real estate development and rental, facility operation, REIT asset management, and real estate investment and advisory services

Land prices remain high and vacancy rates in the Japanese office building market remain at low levels, especially in the Greater Tokyo Area due primarily to the quantitative easing policies implemented by the Bank of Japan, including the low interest rate environment. However, we are also seeing a trend where sales prices of condominiums are no longer increasing. Changes in tourism preferences such as increased availability and usage of vacation rentals are affecting hotels and Japanese inns operation.

Segment revenues decreased 8% to ¥95,755 million compared to ¥104,084 million during the same period of the previous fiscal year due primarily to a decrease in operating leases revenues in line with a decrease in gains on sales of rental property in Japan and decreased asset balance in operating leases, partially offset by an increase in services income from facilities operations.

Segment expenses increased compared to the same period of the previous fiscal year due primarily to an increase in services expense from facilities operations.

As a result of the foregoing and due to an increase in equity in net income of affiliates in line with the recognition of significant gains on sales of investments in real estate joint ventures, segment profits increased 24% to ¥43,991 million compared to ¥35,447 million during the same period of the previous fiscal year.

Segment assets decreased 4% to ¥628,885 million compared to the balance as of March 31, 2017, due primarily to a decrease in investment in operating leases, which resulted from sales of rental properties.

	Six months ended September 30, 2016	Six months ended September 30, 2017	Change Amount	Percent (%)
(Millions of yen, except percentage data)				
<b>Segment Revenues:</b>				
Finance revenues	¥ 830	¥ 986	¥ 156	19
Operating leases	43,294	30,112	(13,182)	(30)
Services income	55,889	60,882	4,993	9
Sales of goods and real estate, and other	4,071	3,775	(296)	(7)
<b>Total Segment Revenues</b>	<b>104,084</b>	<b>95,755</b>	<b>(8,329)</b>	<b>(8)</b>
<b>Segment Expenses:</b>				
Interest expense	1,676	1,214	(462)	(28)
Provision for doubtful receivables and probable loan losses and write-downs of long-lived assets and securities	630	1,472	842	134
Other	67,767	70,156	2,389	4
<b>Total Segment Expenses</b>	<b>70,073</b>	<b>72,842</b>	<b>2,769</b>	<b>4</b>
<b>Segment Operating Income</b>	<b>34,011</b>	<b>22,913</b>	<b>(11,098)</b>	<b>(33)</b>



Equity in Net income (Loss) of Affiliates, and others	1,436	21,078	19,642	
Segment Profits	¥ 35,447	¥ 43,991	¥ 8,544	24

	As of March 31, 2017	As of September 30, 2017	Change Amount	Change Percent (%)
(Millions of yen, except percentage data)				
Investment in direct financing leases	¥ 27,523	¥ 29,944	¥ 2,421	9
Installment loans	0	310	310	
Investment in operating leases	298,184	268,312	(29,872)	(10)
Investment in securities	3,552	3,630	78	2
Property under facility operations	185,023	190,656	5,633	3
Inventories	2,567	2,329	(238)	(9)
Advances for investment in operating leases	18,634	17,150	(1,484)	(8)
Investment in affiliates	99,347	93,242	(6,105)	(6)
Advances for property under facility operations	11,196	11,728	532	5
Goodwill and other intangible assets acquired in business combinations	11,675	11,584	(91)	(1)
Total Segment Assets	¥ 657,701	¥ 628,885	¥ (28,816)	(4)

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**Investment and Operation Segment:** Environment and energy, principal investment, loan servicing (asset recovery), and concession

Investment in infrastructure, especially energy infrastructure, is diversifying in Japan. In the energy business, among renewable energy, investment is expanding beyond solar power to wind and geothermal power. In addition, business structures are also diversifying. In infrastructure investment markets, the use of private funds is expanding in public facilities management. In emerging countries, infrastructure demand is growing rapidly with economic growth, and Japanese companies are expected to increase infrastructure investment.

Segment revenues increased 44% to ¥774,421 million compared to ¥539,042 million during the same period of the previous fiscal year due to increases in sales of goods from subsidiaries in the principal investment business and services income from the environment and energy business.

Segment expenses increased compared to the same period of the previous fiscal year in line with the aforementioned revenues expansion.

On the other hand, due to the recognition of significant gains on sales of shares of an affiliate during the same period of the previous fiscal year, segment profits decreased 25% to ¥38,927 million compared to ¥52,041 million during the same period of the previous fiscal year.

Segment assets increased 12% to ¥863,640 million compared to the balance as of March 31, 2017, due primarily to a new large-scale investment in affiliates in the environment and energy business.

	Six months ended September 30, 2016	Six months ended September 30, 2017	Change Amount	Percent (%)
(Millions of yen, except percentage data)				
<b>Segment Revenues:</b>				
Finance revenues	¥ 5,304	¥ 4,562	¥ (742)	(14)
Gains on investment securities and dividends	6,216	4,356	(1,860)	(30)
Sales of goods and real estate	377,408	601,760	224,352	59
Services income	145,581	158,069	12,488	9
Operating leases, and other	4,533	5,674	1,141	25
<b>Total Segment Revenues</b>	<b>539,042</b>	<b>774,421</b>	<b>235,379</b>	<b>44</b>
<b>Segment Expenses:</b>				
Interest expense	2,481	2,624	143	6
Provision for doubtful receivables and probable loan losses and write-downs of long-lived assets and securities	5,478	(536)	(6,014)	
Other	514,137	746,458	232,321	45
<b>Total Segment Expenses</b>	<b>522,096</b>	<b>748,546</b>	<b>226,450</b>	<b>43</b>
<b>Segment Operating Income</b>	<b>16,946</b>	<b>25,875</b>	<b>8,929</b>	<b>53</b>

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Equity in Net income (Loss) of Affiliates, and others	35,095	13,052	(22,043)	(63)
Segment Profits	¥ 52,041	¥ 38,927	¥ (13,114)	(25)

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	As of March 31, 2017	As of September 30, 2017	Change Amount	Percent (%)
(Millions of yen, except percentage data)				
Investment in direct financing leases	¥ 26,016	¥ 23,740	¥ (2,276)	(9)
Installment loans	56,435	54,707	(1,728)	(3)
Investment in operating leases	25,434	27,723	2,289	9
Investment in securities	51,474	39,170	(12,304)	(24)
Property under facility operations	187,674	185,025	(2,649)	(1)
Inventories	112,798	125,384	12,586	11
Advances for investment in operating leases	1,237	1,432	195	16
Investment in affiliates	71,481	144,267	72,786	102
Advances for property under facility operations	55,180	70,485	15,305	28
Goodwill and other intangible assets acquired in business combinations	180,946	191,707	10,761	6
<b>Total Segment Assets</b>	<b>¥ 768,675</b>	<b>¥ 863,640</b>	<b>¥ 94,965</b>	<b>12</b>

**Retail Segment:** Life insurance, banking and card loan

While the life insurance business in Japan is currently affected by macroeconomic factors such as domestic population decline, we are seeing a rise in demand for medical insurance. Companies are developing new products and revising insurance premiums which reflect the performance of related products. In the card loan business for individuals, banks and other lenders are refraining from expanding their assets due to an overheating business environment.

Segment revenues increased 45% to ¥219,505 million compared to ¥151,095 million during the same period of the previous fiscal year due mainly to an increase in life insurance premiums in line with an increase in new insurance contracts, and an increase in investment income from assets under variable annuity and variable life insurance contracts in the life insurance business following the market's recovery.

Segment expenses increased compared to the same period of the previous fiscal year due to an increase in a provision of liability reserve in line with the aforementioned increase in new insurance contracts and an increase in investment income.

As a result of the foregoing, segment profits increased 21% to ¥42,950 million compared to ¥35,507 million during the same period of the previous fiscal year.

Segment assets decreased 3% to ¥3,209,131 million compared to the balance as of March 31, 2017, due primarily to sales of investment in securities as well as the surrender of variable annuity and variable life insurance contracts in the life insurance business, offsetting an increase in installment loans in the banking business.

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	Six months ended September 30, 2016	Six months ended September 30, 2017	Change Amount	Percent (%)
(Millions of yen, except percentage data)				
<b>Segment Revenues:</b>				
Finance revenues	¥ 28,900	¥ 30,867	¥ 1,967	7
Life insurance premiums and related investment income	116,430	181,908	65,478	56
Services income, and other	5,765	6,730	965	17
<b>Total Segment Revenues</b>	<b>151,095</b>	<b>219,505</b>	<b>68,410</b>	<b>45</b>
<b>Segment Expenses:</b>				
Interest expense	2,105	1,986	(119)	(6)
Provision for doubtful receivables and probable loan losses and write-downs of long-lived assets and securities	4,953	5,679	726	15
Other	108,531	168,890	60,359	56
<b>Total Segment Expenses</b>	<b>115,589</b>	<b>176,555</b>	<b>60,966</b>	<b>53</b>
<b>Segment Operating Income</b>	<b>35,506</b>	<b>42,950</b>	<b>7,444</b>	<b>21</b>
Equity in Net income (Loss) of Affiliates, and others	1	0	(1)	
<b>Segment Profits</b>	<b>¥ 35,507</b>	<b>¥ 42,950</b>	<b>¥ 7,443</b>	<b>21</b>

	As of March 31, 2017	As of September 30, 2017	Change Amount	Percent (%)
(Millions of yen, except percentage data)				
Investment in direct financing leases	¥ 518	¥ 336	¥ (182)	(35)
Installment loans	1,718,655	1,796,220	77,565	5
Investment in operating leases	46,243	45,434	(809)	(2)
Investment in securities	1,509,180	1,350,270	(158,910)	(11)
Investment in affiliates	810	647	(163)	(20)
Goodwill and other intangible assets acquired in business combinations	16,225	16,224	(1)	(0)
<b>Total Segment Assets</b>	<b>¥3,291,631</b>	<b>¥ 3,209,131</b>	<b>¥ (82,500)</b>	<b>(3)</b>

**Overseas Business Segment:** Leasing, loan, bond investment, asset management and aircraft and ship-related operations

The U.S. economy has continued to recover with improvements in employment and income environment; other regions have also experienced moderate recovery. Although interest rates remain low worldwide, reduction of

quantitative easing policies are likely in advanced nations. The asset management industry is expected to increase assets under management due to the increase in pension assets and the high-income class population over the mid- and long-term. And, the aviation industry is expected to continue to expand its market size against the backdrop of increasing passenger demand mainly in emerging countries. In addition, there are political and geopolitical tensions in certain regions that need to be monitored carefully.

Segment revenues decreased 1% to ¥238,641 million compared to ¥240,643 million during the same period of the previous fiscal year due to a decrease in sales of goods resulting from the sale of a subsidiary during the previous fiscal year, despite increases in finance revenues mainly from the Americas and operating leases revenues of aircraft-related operations in line with an increase in gains on sales of aircraft.

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Segment expenses decreased compared to the same period of the previous fiscal year due primarily to a decrease in costs of goods sold resulting from the aforementioned sale of a subsidiary.

As a result of the foregoing and due to the recognition of gains on sales of affiliates in the Americas and Asia, segment profits increased 58% to ¥81,397 million compared to ¥51,510 million in the same period of the previous fiscal year.

Segment assets increased 7% to ¥2,630,516 million compared to the balance as of March 31, 2017, due to increases in investment in operating leases of aircraft-related operations, installment loans in the Americas and Asia, and the recognition of goodwill and other intangible assets in line with investment in a new subsidiary, offsetting a decrease in investment in securities in the Americas.

	Six months ended September 30, 2016		Six months ended September 30, 2017		Change Amount Percent (%)		
	(Millions of yen, except percentage data)						
<b>Segment Revenues:</b>							
Finance revenues	¥	37,926	¥	46,550	¥	8,624	23
Gains on investment securities and dividends		5,595		11,315		5,720	102
Operating leases		43,528		57,279		13,751	32
Services income		105,872		117,021		11,149	11
Sales of goods and real estate, and other		47,722		6,476		(41,246)	(86)
<b>Total Segment Revenues</b>		<b>240,643</b>		<b>238,641</b>		<b>(2,002)</b>	<b>(1)</b>
<b>Segment Expenses:</b>							
Interest expense		17,217		23,477		6,260	36
Provision for doubtful receivables and probable loan losses and write-downs of long-lived assets and securities		2,947		2,572		(375)	(13)
Other		176,972		154,480		(22,492)	(13)
<b>Total Segment Expenses</b>		<b>197,136</b>		<b>180,529</b>		<b>(16,607)</b>	<b>(8)</b>
<b>Segment Operating Income</b>		<b>43,507</b>		<b>58,112</b>		<b>14,605</b>	<b>34</b>
Equity in Net income (Loss) of Affiliates, and others		8,003		23,285		15,282	191
<b>Segment Profits</b>	¥	<b>51,510</b>	¥	<b>81,397</b>	¥	<b>29,887</b>	<b>58</b>

	As of March 31, 2017		As of September 30, 2017		Change Amount Percent (%)	
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**(Millions of yen, except percentage data)**

Investment in direct financing leases	¥ 357,732	¥ 374,663	¥ 16,931	5
Installment loans	457,393	539,595	82,202	18
Investment in operating leases	420,207	457,788	37,581	9
Investment in securities	465,899	423,723	(42,176)	(9)
Property under facility operations and servicing assets	29,705	45,108	15,403	52
Inventories	1,811	1,559	(252)	(14)
Advances for investment in operating leases	9,024	9,754	730	8
Investment in affiliates	332,154	338,757	6,603	2
Advances for property under facility operations	39	0	(39)	
Goodwill and other intangible assets acquired in business combinations	380,236	439,569	59,333	16
<b>Total Segment Assets</b>	<b>¥ 2,454,200</b>	<b>¥ 2,630,516</b>	<b>¥ 176,316</b>	<b>7</b>



**Table of Contents****(2) Financial Condition**

	As of March 31, 2017	As of September 30, 2017	Change Amount	Percent (%)
	(Millions of yen except per share, ratios and percentages)			
Total assets	¥ 11,231,895	¥ 11,426,036	¥ 194,141	2
(Segment assets)	8,956,872	9,116,160	159,288	2
Total liabilities	8,577,722	8,671,464	93,742	1
(Short- and long-term debt)	4,138,451	4,203,216	64,765	2
(Deposits)	1,614,608	1,698,428	83,820	5
ORIX Corporation shareholders' equity	2,507,698	2,610,740	103,042	4
ORIX Corporation shareholders' equity per share (yen)*1	1,925.17	2,040.70	115.53	6
ORIX Corporation shareholders' equity ratio*2	22.3%	22.8%		
D/E ratio (Debt-to-equity ratio) (Short-and long-term debt (excluding deposits) / ORIX Corporation shareholders' equity)	1.7x	1.6x		

\*1 ORIX Corporation shareholders' equity per share is calculated using total ORIX Corporation shareholders' equity.

\*2 ORIX Corporation shareholders' equity ratio is the ratio as of the period end of ORIX Corporation shareholders' equity to total assets.

Total assets increased 2% to ¥11,426,036 million compared to ¥11,231,895 million as of March 31, 2017. Investment in securities decreased due primarily to sales of investment in securities as well as the surrender of variable annuity and variable life insurance contracts in the life insurance business. On the other hand, investment in affiliates increased due primarily to a new large-scale investment in the environment and energy business. Segment assets increased 2% to ¥9,116,160 million compared to the balance as of March 31, 2017.

We manage the balance of interest-bearing liabilities at an appropriate level taking into account the condition of assets and liquidity on-hand as well as the domestic and overseas financial environment. As a result, long- and short-term debt and deposits increased compared to the balance as of March 31, 2017. In addition, policy liabilities and policy account balances decreased due to the surrender of variable annuity and variable life insurance contracts.

Shareholders' equity increased 4% to ¥2,610,740 million compared to the balance as of March 31, 2017 due primarily to an increase in retained earnings, despite a decrease due to share repurchases.

**Table of Contents****(3) Liquidity and Capital Resources**

We require capital resources for working capital, investment and loan in our businesses. We accordingly prioritize funding stability, maintaining adequate liquidity, and reducing capital costs. We formulate and execute on funding policies that are resistant to sudden negative events in financial markets, and then conduct funding activities in accordance with actual transitions in our assets and changes in financial markets. In preparing our management plan, we project funding activities to maintain a balanced capital structure in light of projected cash flows, asset liquidity and our own liquidity situation. When implementing our management plan, we adjust our funding based on changes in the external environment and our needs in light of our business activities, and endeavor to maintain flexibility in our funding activities. We endeavor to diversify our funding sources, promote longer liability maturities, disperse interest and principal repayment dates, maintain sufficient liquidity, optimize the balance of liabilities and equity and reinforce our funding stability.

Our funding is comprised of borrowings from financial institutions, direct fund procurement from capital markets and deposits. ORIX Group's total funding including that from short- and long-term debt and deposits on a consolidated basis was ¥5,901,644 million as of September 30, 2017. Borrowings are procured from a diverse range of financial institutions including major banks, regional banks, foreign banks and life and casualty insurance companies. The number of financial institutions from which we procured borrowings exceeded 200 as of September 30, 2017. Procurement from the capital markets is composed of bonds, medium-term notes, commercial paper, payables under securitized leases, loan receivables and other assets (including asset backed securities). The majority of deposits are attributable to ORIX Bank Corporation.

In an effort to promote longer liability maturities and diversify our funding sources, during the six months ended September 30, 2017, we issued ¥70,000 million bonds in Japan, amount equal to ¥157,147 million of bonds and medium-term notes outside Japan. We intend to continue to strengthen our financial condition, while maintaining appropriately diverse funding.

**Short-term and long-term debt and deposits****(a) Short-term debt**

	<b>Millions of yen</b>			
	<b>March 31, 2017</b>		<b>September 30, 2017</b>	
Borrowings from financial institutions	¥	233,371	¥	264,512
Commercial paper		50,096		71,153
<b>Total short-term debt</b>	<b>¥</b>	<b>283,467</b>	<b>¥</b>	<b>335,665</b>

Short-term debt as of September 30, 2017 was ¥335,665 million, which accounted for 8% of the total amount of short and long-term debt (excluding deposits) as compared to 7% as of March 31, 2017.

While the amount of short-term debt as of September 30, 2017 was ¥335,665 million, the sum of cash and cash equivalents and the unused amount of committed credit facilities as of September 30, 2017 was ¥1,562,364 million.

**(b) Long-term debt**

	<b>Millions of yen</b>	
	<b>March 31, 2017</b>	<b>September 30, 2017</b>
Borrowings from financial institutions	¥ 2,724,856	¥ 2,779,851
Bonds	688,488	775,081
Medium-term notes	196,570	197,011
Payables under securitized lease, loan receivables and other assets	245,070	115,608
<b>Total long-term debt</b>	<b>¥ 3,854,984</b>	<b>¥ 3,867,551</b>

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The balance of long-term debt as of September 30, 2017 was ¥3,867,551 million, which accounted for 92% of the total amount of short and long-term debt (excluding deposits) as compared to 93% as of March 31, 2017.

**(c) Deposits**

	<b>Millions of yen</b>	
	<b>March 31, 2017</b>	<b>September 30, 2017</b>
Deposits	¥ 1,614,608	¥ 1,698,428

Apart from the short-term and long-term debt noted above, ORIX Bank Corporation and ORIX Asia Limited accept deposits. These deposit-taking subsidiaries are regulated institutions, and loans from these subsidiaries to ORIX Group entities are subject to maximum regulatory limits.

**(4) Summary of Cash Flows**

Cash and cash equivalents as of September 30, 2017 increased by ¥146,091 million to ¥1,185,961 million compared to March 31, 2017.

Cash flows provided by operating activities were ¥197,630 million in the six months ended September 30, 2017, down from ¥330,969 million during the same period of the previous fiscal year, primarily resulting from an increase in payment of income taxes.

Cash flows used in investing activities were ¥177,003 million in the six months ended September 30, 2017 compared to the inflow of ¥20,168 million during the same period of the previous fiscal year. This change was primarily resulting from increases in purchases of lease equipment and investment in affiliates.

Cash flows provided by financing activities were ¥116,364 million in the six months ended September 30, 2017 compared to the outflow of ¥101,729 million during the same period of the previous fiscal year. This change was primarily resulting from an increase in proceeds from debt with maturities longer than three months and a change from a decrease to an increase in debt with maturities of three months or less.

**(5) Challenges to be addressed**

There were no significant changes for the six months ended September 30, 2017.

**(6) Research and Development Activity**

There were no significant changes in research and development activities for the six months ended September 30, 2017.

**(7) Major facilities**

There were no significant changes in major facilities for the six months ended September 30, 2017.

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(The following disclosure is provided for ORIX Corporation on a stand-alone basis and has been prepared based on Japanese GAAP.)

## (1) Issued Shares, Common Stock and Capital Reserve

The number of issued shares, the amount of common stock and capital reserve for the three months ended September 30, 2017 is as follows:

In thousands		Millions of yen			
Number of issued shares		Common stock		Capital reserve	
Increase, net	September 30, 2017	Increase, net	September 30, 2017	Increase, net	September 30, 2017
35	1,324,142	¥39	¥220,563	¥39	¥247,742

## (2) List of Major Shareholders

The following is a list of major shareholders based on our share registry as of September 30, 2017:

Name	Address	Number of shares held (in thousands)	Percentage of total shares issued
Japan Trustee Services Bank, Ltd. (Trust Account)	1-8-11, Harumi, Chuo-ku, Tokyo	115,599	8.73%
The Master Trust Bank of Japan, Ltd. (Trust Account)	2-11-3, Hamamatsu-cho, Minato-ku, Tokyo	76,972	5.81
Japan Trustee Services Bank, Ltd. (Trust Account 9)	1-8-11, Harumi, Chuo-ku, Tokyo	39,513	2.98
The Chase Manhattan Bank 385036	360 N. Crescent Drive Beverly Hills, CA 90210 U.S.A.	25,355	1.91
Citibank, N.A.-NY, As Depository Bank For Depository Share Holders	388 Greenwich Street New York, NY 10013 USA	25,034	1.89
Japan Trustee Services Bank, Ltd. (Trust Account 5)	1-8-11, Harumi, Chuo-Ku, Tokyo	24,837	1.87
State Street Bank And Trust Company	One Lincoln Street, Boston MA USA 02111	23,300	1.75
State Street Bank West Client-Treaty 505234	1776 Heritage Drive, North Quincy, MA 02171, U.S.A.	22,177	1.67
Japan Trustee Services Bank, Ltd. (Trust Account 7)	1-8-11, Harumi, Chuo-ku, Tokyo	19,557	1.47
Japan Trustee Services Bank, Ltd. (Trust Account 1)	1-8-11, Harumi, Chuo-ku, Tokyo	19,189	1.44

391,537

29.56%

Notes 1: The number of shares held in relation to a trust business may not be all inclusive and therefore is reported with reference to the names listed as shareholders.

2: In addition to the above, the Company has treasury stock shares of 42,843 thousand shares. The Company's shares held through the Board Incentive Plan Trust (1,962 thousand shares) are not included in the number of treasury stock shares.

## **6. Directors and Executive Officers**

Between the filing date of Form 20-F for the fiscal year ended March 31, 2017 and September 30, 2017, there were no changes of directors and executive officers.

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**7. Financial Information**

**(1) Condensed Consolidated Balance Sheets (Unaudited)**

**Assets** **Millions of yen**