

ORIX CORP  
Form 6-K  
August 13, 2018  
Table of Contents

**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 August 2018.**

**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):

**Table of Contents**

**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 August 13, 2018, which includes unaudited consolidated financial information prepared in accordance with generally accepted accounting principles in the United States for the three months ended June 30, 2017 and 2018.

Table of Contents

**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: August 13, 2018

By /s/ HITOMARO YANO  
Hitomaro Yano  
Director,  
  
Executive Officer  
ORIX Corporation

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**Table of Contents**

**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 August 13, 2018, which includes unaudited consolidated financial information prepared in accordance with generally accepted accounting principles in the United States ( U.S. GAAP ) for the three months ended June 30, 2017 and 2018.
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)		
	Three months ended June 30, 2017	Three months ended June 30, 2018	Fiscal year ended March 31, 2018
Total revenues	¥ 792,297	¥ 603,917	¥ 2,862,771
Income before income taxes	135,611	110,954	435,501
Net income attributable to ORIX Corporation shareholders	89,712	79,947	313,135
Comprehensive Income attributable to ORIX Corporation shareholders	94,298	75,118	288,148
ORIX Corporation shareholders' equity	2,525,334	2,712,205	2,682,424
Total assets	11,317,946	11,371,902	11,425,982
Earnings per share for net income attributable to ORIX Corporation shareholders			
Basic (yen)	69.81	62.46	244.40
Diluted (yen)	69.76	62.41	244.15
ORIX Corporation shareholders' equity ratio (%)	22.3	23.9	23.5
Cash flows from operating activities	88,887	97,264	568,791
Cash flows from investing activities	2,180	3,570	(439,120)
Cash flows from financing activities	68,896	(180,123)	141,010
Cash, Cash Equivalents and Restricted Cash at end of Period	1,297,755	1,326,933	1,405,117

Notes: 1. Consumption tax is excluded from the stated amount of total revenues.

2. Prior-year amounts have been adjusted for the retrospective application of Accounting Standards Update 2016-18 ( Restricted Cash ASC 230 ( Statement of Cash Flows )) on April 1, 2018.

3. Accounting Standards Update 2014-09 ( Revenue from Contracts with Customers ASC 606 ( Revenue from Contracts with Customers )), Accounting Standards Update 2016-01 ( Recognition and Measurement of Financial Assets and Financial Liabilities ASC 825-10 ( Financial Instruments Overall )) and Accounting Standards Update 2016-16 ( Intra-Entity Transfers of Assets Other Than Inventory ASC 740 ( Income Taxes )) have been adopted on April 1, 2018. For further information, see Note 2 Significant Accounting and Reporting Policies (af) New accounting pronouncements.

**(2) Overview of Activities**

During the three months ended June 30, 2018, 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, 2018 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.

**Table of Contents****3. 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 Three Months Ended June 30, 2018**

Total revenues	¥603,917 million (Down 24% year on year)
Total expenses	¥511,922 million (Down 27% year on year)
Income before income taxes	¥110,954 million (Down 18% year on year)
Net income attributable to ORIX Corporation Shareholders	¥79,947 million (Down 11% year on year)
Earnings per share for net income attributable to ORIX Corporation Shareholders (Basic)	¥62.46 (Down 11% year on year)
(Diluted)	¥62.41 (Down 11% year on year)
ROE (Annualized) *1	11.9% (14.3% during the same period in the previous fiscal year)
ROA (Annualized) *2	2.81% (3.18% 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 three months ended June 30, 2018 decreased 24% to ¥603,917 million compared to ¥792,297 million during the same period of the previous fiscal year. Despite an increase in life insurance premiums in line with an increase in in-force policies, life insurance premiums and related investment income in the life insurance business decreased due to a decrease in investment income from assets under variable annuity and variable life insurance contracts, as compared to the same period of the previous fiscal year during which period market conditions had improved significantly. In addition, sales of goods and real estate decreased due primarily to decreasing revenues generated by subsidiaries in the principal investment business. On the other hand, services income increased due primarily to large gains from sales of property under facility operations, and increasing revenues generated by subsidiaries in the principal investment business.

Total expenses decreased 27% to ¥511,922 million compared to ¥700,317 million during the same period of the previous fiscal year. Costs of goods and real estate sold and life insurance costs decreased in line with the aforementioned decreased revenues. In addition, services expense increased in line with the aforementioned increased revenues.



Equity in net income of affiliates decreased mainly due to the recognition of significant gains on sales of investments in real estate joint ventures compared to the same period of the previous fiscal year.

As a result of the foregoing, income before income taxes for the three months ended June 30, 2018 decreased 18% to ¥110,954 million compared to ¥135,611 million during the same period of the previous fiscal year, and net income attributable to ORIX Corporation shareholders decreased 11% to ¥79,947 million compared to ¥89,712 million during the same period of the previous fiscal year.

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

Total revenues and profits by segment for the three months ended June 30, 2017 and 2018 are as follows:

	Millions of yen							
	Three months ended June 30, 2017		Three months ended June 30, 2018		Change (revenues)		Change (profits)	
	Segment Revenues	Segment Profits	Segment Revenues	Segment Profits	Amount	Percent (%)	Amount	Percent (%)
Corporate Financial Services	¥ 25,456	¥ 10,225	¥ 25,004	¥ 7,820	¥ (452)	(2)	¥ (2,405)	(24)
Maintenance Leasing	68,346	9,894	69,858	9,696	1,512	2	(198)	(2)
Real Estate	46,520	32,833	54,524	22,219	8,004	17	(10,614)	(32)
Investment and Operation	422,557	16,657	234,518	11,905	(188,039)	(45)	(4,752)	(29)
Retail	112,597	22,014	102,815	21,785	(9,782)	(9)	(229)	(1)
Overseas Business	117,032	42,799	118,479	40,006	1,447	1	(2,793)	(7)
<b>Total</b>	<b>792,508</b>	<b>134,422</b>	<b>605,198</b>	<b>113,431</b>	<b>(187,310)</b>	<b>(24)</b>	<b>(20,991)</b>	<b>(16)</b>
Difference between Segment Total and Consolidated Amounts	(211)	1,189	(1,281)	(2,477)	(1,070)		(3,666)	
<b>Total Consolidated Amounts</b>	<b>¥ 792,297</b>	<b>¥ 135,611</b>	<b>¥ 603,917</b>	<b>¥ 110,954</b>	<b>¥ (188,380)</b>	<b>(24)</b>	<b>¥ (24,657)</b>	<b>(18)</b>

Total assets by segment as of March 31, 2018 and June 30, 2018 are as follows:

	Millions of yen							
	March 31, 2018		June 30, 2018		Change		Percent	
	Segment Assets	Composition ratio (%)	Segment Assets	Composition ratio (%)	Amount	Percent (%)	Amount	Percent (%)
Corporate Financial Services	¥ 991,818	9	¥ 976,117	8	¥ (15,701)	(2)		
Maintenance Leasing	847,190	7	855,286	8	8,096	1		
Real Estate	620,238	5	598,140	5	(22,098)	(4)		
Investment and Operation	856,348	8	876,811	8	20,463	2		
Retail	3,174,505	28	3,236,630	28	62,125	2		
Overseas Business	2,608,819	23	2,574,171	23	(34,648)	(1)		
<b>Total</b>	<b>9,098,918</b>	<b>80</b>	<b>9,117,155</b>	<b>80</b>	<b>18,237</b>	<b>0</b>		
Difference between Segment Total and Consolidated Amounts	2,327,064	20	2,254,747	20	(72,317)	(3)		

Total Consolidated Amounts	¥ 11,425,982	100	¥ 11,371,902	100	¥ (54,080)	(0)
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Certain line items presented in the consolidated statements of income have been changed starting from the three months ended June 30, 2018. For further information, see Note 2 Significant Accounting and Reporting Policies (ag) Reclassifications.

From the three months ended June 30, 2018, consolidated variable interest entities for securitizing financial assets such as direct financing lease receivable and loan receivable, which had been excluded from segment revenues, segment profits and segment assets until the previous fiscal year, are included in segment revenues, segment profits and segment assets of each segment. As a result of this change, the presented amounts in the financial information of the segments for the previous fiscal year have been retrospectively reclassified to conform to the presentation for the three months ended June 30, 2018.

**Table of Contents**

Segment information for the three months ended June 30, 2018 is as follows:

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

In this segment, we are focusing on fee businesses related to life insurance, environment and energy, auto leasing related products and services provided to domestic small- and medium-sized enterprise customers while engaging in highly competitive businesses such as leasing and lending with a focus on profitability. We also aim to grow our profit by maximizing synergy potential with Yayoi Co., Ltd., a software service provider in the group, and by utilizing domestic network to create new businesses.

Based on the aforementioned strategy, segment revenues decreased 2% to ¥25,004 million compared to ¥25,456 million during the same period of the previous fiscal year due to a decrease in finance revenues from decreases in average investment balance in direct financing leases and installment loans despite an increase in services income resulting from our stable fee businesses provided to domestic small- and medium-sized enterprise customers.

Segment expenses decreased due to a decrease in selling, general and administrative expenses.

As a result of the foregoing and due to the recognition of gains on sales of subsidiaries and affiliates during the same period of the previous fiscal year, segment profits decreased 24% to ¥7,820 million compared to ¥10,225 million during the same period of the previous fiscal year.

Segment assets decreased 2% to ¥976,117 million compared to the end of the previous fiscal year due to decreases in investment in direct financing leases and installment loans.

Although asset efficiency decreased compared to the same period of the previous fiscal year, stable profit from fee businesses increased due to more variety of services. Furthermore, to explore new business areas, we have also built a new domestic distribution network of fruits and vegetables and have engaged in online lending service for small businesses.

	Three months ended June 30, 2017	Three months ended June 30, 2018	Change Amount	Percent (%)
(Millions of yen, except percentage data)				
<b>Segment Revenues:</b>				
Finance revenues	¥ 8,609	¥ 7,712	¥ (897)	(10)
Operating leases	5,740	6,012	272	5
Services income	9,078	10,005	927	10
Sales of goods and real estate, and other	2,029	1,275	(754)	(37)
Total Segment Revenues	25,456	25,004	(452)	(2)
<b>Segment Expenses:</b>				

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Interest expense	1,392	1,109	(283)	(20)
Provision for doubtful receivables and probable loan losses and write-downs of long-lived assets and securities	94	246	152	162
Other	15,833	15,680	(153)	(1)
<b>Total Segment Expenses</b>	<b>17,319</b>	<b>17,035</b>	<b>(284)</b>	<b>(2)</b>
Segment Operating Income	8,137	7,969	(168)	(2)
Equity in Net income (Loss) of Affiliates, and others	2,088	(149)	(2,237)	
Segment Profits	¥ 10,225	¥ 7,820	¥ (2,405)	(24)

	<b>As of March 31, 2018</b>	<b>As of June 30, 2018</b>	<b>Change Amount</b>	<b>Percent (%)</b>
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(Millions of yen, except percentage data)

Investment in direct financing leases	¥ 439,329	¥ 433,525	¥ (5,804)	(1)
Installment loans	369,882	364,505	(5,377)	(1)
Investment in operating leases	26,350	26,299	(51)	(0)
Investment in securities	19,208	15,422	(3,786)	(20)
Property under facility operations	15,075	15,256	181	1
Inventories	49	44	(5)	(10)
Advances for investment in operating leases	203	97	(106)	(52)
Investment in affiliates	16,845	16,674	(171)	(1)
Advances for property under facility operations	720	631	(89)	(12)
Goodwill and other intangible assets acquired in business combinations	104,157	103,664	(493)	(0)
<b>Total Segment Assets</b>	<b>¥ 991,818</b>	<b>¥ 976,117</b>	<b>¥ (15,701)</b>	<b>(2)</b>

**Table of Contents**

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

In the automobile related businesses which cover a large part of this segment, we aim to increase market share by targeting small- and medium-sized enterprises and individuals as well as large corporate customers by leveraging our industry-leading number of fleets under management and our competitive advantages to provide one-stop automobile-related services. Furthermore, we will also develop new products and services to make the change of industrial structure into new business opportunities. In the rental business, we strengthened our engineering solution businesses by developing new services for robots and three-dimensional (3D) printing.

Based on the aforementioned strategy, segment revenues increased 2% to ¥69,858 million compared to ¥68,346 million during the same period of the previous fiscal year due to an increase in operating leases revenues.

Segment expenses increased in line with the aforementioned revenue increases.

As a result of the foregoing, segment profits decreased 2% to ¥9,696 million compared to ¥9,894 million during the same period of the previous fiscal year.

Segment assets increased 1% to ¥855,286 million compared to the end of the previous fiscal year due to an increase of new executions in investment in operating leases.

In the auto-related business, the gain on sales of used cars decreased while assets increased as a result of a steady number of new auto-leases being executed. Although asset efficiency decreased compared to the same period of the previous fiscal year due to this reason, we have maintained stable profitability.

	Three months ended June 30, 2017	Three months ended June 30, 2018	Change Amount	Percent (%)
(Millions of yen, except percentage data)				
Segment Revenues:				
Finance revenues	¥ 3,596	¥ 3,439	¥ (157)	(4)
Operating leases	46,382	47,915	1,533	3
Services income	17,322	17,422	100	1
Sales of goods and real estate, and other	1,046	1,082	36	3
Total Segment Revenues	68,346	69,858	1,512	2
Segment Expenses:				
Interest expense	852	812	(40)	(5)
Provision for doubtful receivables and probable loan losses and write-downs of	69	53	(16)	(23)

long-lived assets and securities						
Other	57,310	59,279	1,969	3		
Total Segment Expenses	58,231	60,144	1,913	3		
Segment Operating Income	10,115	9,714	(401)	(4)		
Equity in Net income (Loss) of Affiliates, and others	(221)	(18)	203			
Segment Profits	¥ 9,894	¥ 9,696	¥ (198)	(2)		

	As of March 31, 2018	As of June 30, 2018	Change Amount	Percent (%)
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(Millions of yen, except percentage data)

Investment in direct financing leases	¥ 319,927	¥ 319,724	¥ (203)	(0)
Investment in operating leases	505,472	513,862	8,390	2
Investment in securities	560	566	6	1
Property under facility operations	904	884	(20)	(2)
Inventories	461	574	113	25
Advances for investment in operating leases	197	176	(21)	(11)
Investment in affiliates	1,996	1,974	(22)	(1)
Goodwill and other intangible assets acquired in business combinations	17,673	17,526	(147)	(1)
Total Segment Assets	¥ 847,190	¥ 855,286	¥ 8,096	1

**Table of Contents**

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

In this segment, we aim to promote portfolio rebalancing by selling rental properties into favorable markets and also to expand the scale of our asset management business such as REIT and real estate investment advisory services to construct a portfolio that is less affected by changes in the real estate market. We also aim to gain stable profits by accumulating expertise through the operation of various facilities such as hotels and Japanese inns and to develop new businesses by taking advantage of the value chain to the extent of real estate development and rental, asset management and facility operations.

Based on the aforementioned strategy, segment revenues increased 17% to ¥54,524 million compared to ¥46,520 million during the same period of the previous fiscal year due to an increase in services income from facilities operations which resulted from sales of property under facility operations.

Segment expenses decreased compared to the same period of the previous fiscal year.

As a result of the foregoing and due to a decrease in equity in net income of affiliates which recognized significant gains on sales of investments in real estate joint ventures during the same period of the previous fiscal year, segment profits decreased 32% to ¥22,219 million compared to ¥32,833 million during the same period of the previous fiscal year.

Segment assets decreased 4% to ¥598,140 million compared to the end of the previous fiscal year due primarily to sales of property under facility operations and rental properties.

Asset efficiency decreased compared to the same period of the previous fiscal year due to the absence of the aforementioned significant gains on sales as recorded in the same period of the previous fiscal year although we had made new investments selecting areas and properties carefully.

	<b>Three months ended June 30, 2017</b>	<b>Three months ended June 30, 2018</b>	<b>Change Amount</b>	<b>Percent (%)</b>
<b>(Millions of yen, except percentage data)</b>				
<b>Segment Revenues:</b>				
Finance revenues	¥ 496	¥ 484	¥ (12)	(2)
Operating leases	16,501	11,311	(5,190)	(31)
Services income	27,928	40,698	12,770	46
Sales of goods and real estate, and other	1,595	2,031	436	27
<b>Total Segment Revenues</b>	<b>46,520</b>	<b>54,524</b>	<b>8,004</b>	<b>17</b>
<b>Segment Expenses:</b>				
Interest expense	628	617	(11)	(2)



Provision for doubtful receivables and probable loan losses and write-downs of long-lived assets and securities	1,082	15	(1,067)	(99)
Other	33,343	33,554	211	1
<b>Total Segment Expenses</b>	<b>35,053</b>	<b>34,186</b>	<b>(867)</b>	<b>(2)</b>
Segment Operating Income	11,467	20,338	8,871	77
Equity in Net income (Loss) of Affiliates, and others	21,366	1,881	(19,485)	(91)
Segment Profits	¥ 32,833	¥ 22,219	¥ (10,614)	(32)

	<b>As of March 31, 2018</b>	<b>As of June 30, 2018</b>	<b>Change Amount</b>	<b>Percent (%)</b>
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(Millions of yen, except percentage data)

Investment in direct financing leases	¥ 33,589	¥ 33,433	¥ (156)	(0)
Installment loans	312	312	0	0
Investment in operating leases	247,001	236,986	(10,015)	(4)
Investment in securities	2,988	3,662	674	23
Property under facility operations	195,463	201,218	5,755	3
Inventories	2,850	3,557	707	25
Advances for investment in operating leases	20,524	23,139	2,615	13
Investment in affiliates	86,666	83,316	(3,350)	(4)
Advances for property under facility operations	19,351	5,894	(13,457)	(70)
Goodwill and other intangible assets acquired in business combinations	11,494	6,623	(4,871)	(42)
<b>Total Segment Assets</b>	<b>¥ 620,238</b>	<b>¥ 598,140</b>	<b>¥ (22,098)</b>	<b>(4)</b>

**Table of Contents**

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

In the environment and energy business, we aim to increase services revenue by promoting renewable energy business and electric power retailing business as a comprehensive energy service provider. In our solar power business, we have a secured one gigawatt of solar power capacity and are operating projects that generate approximately 710 megawatts of electricity as of June 30, 2018, making us one of the largest solar power producers in Japan. We will accelerate renewable energy business overseas by utilizing the expertise gained in the domestic market. In the principal investment business, we aim to earn stable profits from investees and sustainable gains on sales through rebalancing our portfolio. We will diversify our investment methods and expand our target zone. Regarding our concession business, we will strengthen the operations of three airports, Kansai International Airport, Osaka International Airport and Kobe Airport, and will also proactively engage in the operation of public infrastructures other than airports.

Based on the aforementioned strategy, segment revenues decreased 45% to ¥234,518 million compared to ¥422,557 million during the same period of the previous fiscal year due to decreases in sales of goods in subsidiaries in the principal investment business which recognized significant demand during the same period of the previous fiscal year and in real estate sales resulting from the decrease in number of condominiums delivered.

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

As a result of the foregoing, segment profits decreased 29% to ¥11,905 million compared to ¥16,657 million during the same period of the previous fiscal year.

Segment assets increased 2% to ¥876,811 million compared to the end of the previous fiscal year due primarily to increases in inventories and advances for property under facility operations in the environment and energy business.

Although asset efficiency decreased compared to the same period of the previous year, the operation rate of solar power generation projects has improved and profit from our concession business has steadily increased.

	Three months ended June 30, 2017	Three months ended June 30, 2018	Change Amount	Percent (%)
(Millions of yen, except percentage data)				
<b>Segment Revenues:</b>				
Finance revenues	¥ 2,259	¥ 2,508	¥ 249	11
Gains on investment securities and dividends	3,096	822	(2,274)	(73)
Sales of goods and real estate	339,650	149,329	(190,321)	(56)
Services income	75,348	80,145	4,797	6
Operating leases, and other	2,204	1,714	(490)	(22)

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Total Segment Revenues	422,557	234,518	(188,039)	(45)
Segment Expenses:				
Interest expense	1,173	1,704	531	45
Provision for doubtful receivables and probable loan losses and write-downs of long-lived assets and securities	(384)	(308)	76	
Other	406,932	225,418	(181,514)	(45)
Total Segment Expenses	407,721	226,814	(180,907)	(44)
Segment Operating Income	14,836	7,704	(7,132)	(48)
Equity in Net income (Loss) of Affiliates, and others	1,821	4,201	2,380	131
Segment Profits	¥ 16,657	¥ 11,905	¥ (4,752)	(29)

	As of March 31, 2018	As of June 30, 2018	Change Amount	Percent (%)
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(Millions of yen, except percentage data)

Investment in direct financing leases	¥ 25,497	¥ 25,664	¥ 167	1
Installment loans	59,437	56,917	(2,520)	(4)
Investment in operating leases	30,158	31,200	1,042	3
Investment in securities	29,928	35,053	5,125	17
Property under facility operations	208,106	205,822	(2,284)	(1)
Inventories	101,518	112,934	11,416	11
Advances for investment in operating leases	1,261	2,725	1,464	116
Investment in affiliates	170,449	171,549	1,100	1
Advances for property under facility operations	44,901	51,454	6,553	15
Goodwill and other intangible assets acquired in business combinations	185,093	183,493	(1,600)	(1)
Total Segment Assets	¥ 856,348	¥ 876,811	¥ 20,463	2

**Table of Contents****Retail Segment:** Life insurance, banking and card loan

In the life insurance business, we aim to increase the number of policies in-force and revenues from insurance premiums by offering simple-to-understand products through sales agencies and online. In the banking business, we aim to increase finance revenues by increasing the balance of outstanding housing loans which is a core of our banking business. In the card loan business, we aim to increase revenues from guarantee fees by expanding guarantees against loans disbursed by other financial institutions. We also aim to increase finance revenues by making loans directly by utilizing our experience and expertise in credit screening while taking into account the amendments to the Money Lending Business Act for the purpose of reducing over-indebtedness.

Based on the aforementioned strategy, segment revenues decreased 9% to ¥102,815 million compared to ¥112,597 million during the same period of the previous fiscal year mainly due to a decrease in investment income from assets under variable annuity and variable life insurance contracts because of the significant market improvement during the same period of the previous fiscal year, despite an increase in life insurance premiums in line with an increase in in-force policies.

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

As a result of the foregoing, segment profits decreased 1% to ¥21,785 million compared to ¥22,014 million during the same period of the previous fiscal year.

Segment assets increased 2% to ¥3,236,630 million compared to the end of the previous fiscal year due primarily to an increase in investment in securities in the life insurance business and an increase in installment loans in the banking business, despite the surrender of variable annuity and variable life insurance contracts.

Although asset efficiency remained the same level compared to the same period of the previous fiscal year, we have steadily expanded our businesses by starting the sale of investment trusts for individuals in the banking business. We have also achieved 4 million policies in force for individual insurance in the life insurance business.

	Three months ended June 30, 2017	Three months ended June 30, 2018	Change Amount	Change Percent (%)
(Millions of yen, except percentage data)				
Segment Revenues:				
Finance revenues	¥ 18,019	¥ 18,693	¥ 674	4
Life insurance premiums and related investment income	93,996	83,203	(10,793)	(11)
Services income, and other	582	919	337	58
<b>Total Segment Revenues</b>	<b>112,597</b>	<b>102,815</b>	<b>(9,782)</b>	<b>(9)</b>

Segment Expenses:

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Interest expense	939	1,010	71	8
Provision for doubtful receivables and probable loan losses and write-downs of long-lived assets and securities	3,127	3,182	55	2
Other	86,515	76,835	(9,680)	(11)
Total Segment Expenses	90,581	81,027	(9,554)	(11)
Segment Operating Income	22,016	21,788	(228)	(1)
Equity in Net income (Loss) of Affiliates, and others	(2)	(3)	(1)	
Segment Profits	¥ 22,014	¥ 21,785	¥ (229)	(1)

	As of March 31, 2018	As of June 30, 2018	Change Amount	Percent (%)
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(Millions of yen, except percentage data)

Investment in direct financing leases	¥ 208	¥ 157	¥ (51)	(25)
Installment loans	1,852,761	1,870,391	17,630	1
Investment in operating leases	44,319	44,202	(117)	(0)
Investment in securities	1,260,291	1,305,020	44,729	4
Investment in affiliates	702	636	(66)	(9)
Goodwill and other intangible assets acquired in business combinations	16,224	16,224	0	0
Total Segment Assets	¥ 3,174,505	¥ 3,236,630	¥ 62,125	2

**Table of Contents**

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

In the Americas, we aim to expand our business areas by engaging in fee business such as equity investment, fund management in addition to corporate finance and investment in bonds. In our aircraft-related operations, we are focusing on the profit opportunities within operating lease, sales of used aircraft to domestic and overseas investors, asset management services for the aircrafts owned by others, backed by the growing demand of passengers and aircrafts. We will also aim to promote the expansion of functionality and diversification in our overseas group companies.

Based on the aforementioned strategy, segment revenues increased 1% to ¥118,479 million compared to ¥117,032 million during the same period of the previous fiscal year due to increases in operating leases revenues in our aircraft-related operations including gains on sales of aircraft and services income in the asset management business.

Segment expenses remained at the same level as the same period of the previous fiscal year.

As a result of the foregoing and due to a decrease in equity in net income of affiliates, segment profits decreased 7% to ¥40,006 million compared to ¥42,799 million in the same period of the previous fiscal year.

Segment assets decreased 1% to ¥2,574,171 million compared to the end of the previous fiscal year due primarily to decreases in investment in affiliates, and investment in securities in the Americas.

Although asset efficiency decreased compared to the same period of the previous fiscal year, the asset management and the aircraft- and ship-related operations have been steadily developed. Furthermore, we have continued efforts toward increasing profits such as making investments in infrastructure related businesses and signing an agreement to acquire the shares of a loan and asset management company in the U.S.

	<b>Three months ended June 30, 2017</b>	<b>Three months ended June 30, 2018</b>	<b>Change Amount</b>	<b>Percent (%)</b>
<b>(Millions of yen, except percentage data)</b>				
<b>Segment Revenues:</b>				
Finance revenues	¥ 24,493	¥ 23,669	¥ (824)	(3)
Gains on investment securities and dividends	5,989	5,602	(387)	(6)
Operating leases	26,434	29,408	2,974	11
Services income	56,615	58,628	2,013	4
Sales of goods and real estate, and other	3,501	1,172	(2,329)	(67)
<b>Total Segment Revenues</b>	<b>117,032</b>	<b>118,479</b>	<b>1,447</b>	<b>1</b>

Segment Expenses:				
Interest expense	12,707	12,548	(159)	(1)
Provision for doubtful receivables and probable loan losses and write-downs of long-lived assets and securities	1,939	1,808	(131)	(7)
Other	76,573	77,051	478	1
Total Segment Expenses	91,219	91,407	188	0
Segment Operating Income	25,813	27,072	1,259	5
Equity in Net income (Loss) of Affiliates, and others	16,986	12,934	(4,052)	(24)
Segment Profits	¥ 42,799	¥ 40,006	¥ (2,793)	(7)

	As of March 31, 2018	As of June 30, 2018	Change Amount	Percent (%)
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(Millions of yen, except percentage data)

Investment in direct financing leases	¥ 368,721	¥ 365,404	¥ (3,317)	(1)
Installment loans	534,586	532,575	(2,011)	(0)
Investment in operating leases	491,132	486,910	(4,222)	(1)
Investment in securities	413,440	399,111	(14,329)	(3)
Property under facility operations and servicing assets	43,995	45,286	1,291	3
Inventories	5,923	5,577	(346)	(6)
Advances for investment in operating leases	9,487	12,741	3,254	34
Investment in affiliates	314,569	306,800	(7,769)	(2)
Goodwill and other intangible assets acquired in business combinations	426,966	419,767	(7,199)	(2)
Total Segment Assets	¥ 2,608,819	¥ 2,574,171	¥ (34,648)	(1)

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

	As of March 31, 2018	As of June 30, 2018	Change Amount	Percent (%)
<b>(Millions of yen except per share, ratios and percentages)</b>				
Total assets	¥ 11,425,982	¥ 11,371,902	¥ (54,080)	(0)
(Segment assets) *1	9,098,918	9,117,155	18,237	0
Total liabilities	8,619,688	8,529,479	(90,209)	(1)
(Short- and long-term debt)	4,133,258	4,000,795	(132,463)	(3)
(Deposits)	1,757,462	1,790,695	33,233	2
ORIX Corporation shareholders' equity	2,682,424	2,712,205	29,781	1
ORIX Corporation shareholders' equity per share (yen) *2	2,095.64	2,118.69	23.05	1
ORIX Corporation shareholders' equity ratio *3	23.5%	23.9%		
D/E ratio (Debt-to-equity ratio) (Short-and long-term debt (excluding deposits) / ORIX Corporation shareholders equity)	1.5x	1.5x		

\*1 From the three months ended June 30, 2018, variable interest entities (VIEs) for securitizing financial assets such as lease receivables and loan receivables are included in segment assets, and the amount of segment assets for the previous fiscal year have been reclassified as a result of this change.

\*2 ORIX Corporation shareholders' equity per share is calculated using total ORIX Corporation shareholders' equity.

\*3 ORIX Corporation shareholders' equity ratio is the ratio as of the period end of ORIX Corporation shareholders' equity to total assets.

Total assets remained flat at ¥11,371,902 million compared to the balance as of March 31, 2018. Investment in securities increased due primarily to the purchase of investment in securities in the life insurance business. On the other hand, investment in direct financing leases decreased due primarily to repayment from customers. In addition, segment assets remained flat at ¥9,117,155 million compared to the balance as of March 31, 2018.

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-term debt and short-term debt decreased, and deposits increased compared to the balance as of March 31, 2018.

Shareholders' equity increased 1% to ¥2,712,205 million compared to the balance as of March 31, 2018 due primarily to an increase in retained earnings.





**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 ¥5,791,490 million as of June 30, 2018. 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 June 30, 2018. 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.

## Short-term and long-term debt and deposits

## (a) Short-term debt

	<b>Millions of yen</b>	
	<b>March 31, 2018</b>	<b>June 30, 2018</b>
Borrowings from financial institutions	¥ 251,860	¥ 216,668
Commercial paper	54,894	21,509
<b>Total short-term debt</b>	<b>¥ 306,754</b>	<b>¥ 238,177</b>

Short-term debt as of June 30, 2018 was ¥238,177 million, which accounted for 6% of the total amount of short and long-term debt (excluding deposits) as compared to 7% as of March 31, 2018.

While the amount of short-term debt as of June 30, 2018 was ¥238,177 million, the sum of cash and cash equivalents and the unused amount of committed credit facilities as of June 30, 2018 was ¥1,608,467 million.

## (b) Long-term debt

	<b>Millions of yen</b>	
	<b>March 31, 2018</b>	<b>June 30, 2018</b>
Borrowings from financial institutions	¥ 2,804,357	¥ 2,773,000

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Bonds	756,865		735,269
Medium-term notes	183,224		190,541
Payables under securitized lease, loan receivables and other assets	82,058		63,808
Total long-term debt	¥ 3,826,504	¥	3,762,618

**Table of Contents**

The balance of long-term debt as of June 30, 2018 was ¥3,762,618 million, which accounted for 94% of the total amount of short and long-term debt (excluding deposits) as compared to 93% as of March 31, 2018.

**(c) Deposits**

	<b>Millions of yen</b>	
	<b>March 31, 2018</b>	<b>June 30, 2018</b>
Deposits	¥ 1,757,462	¥ 1,790,695

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, cash equivalents and restricted cash as of June 30, 2018 decreased by ¥78,184 million to ¥1,326,933 million compared to March 31, 2018.

Cash flows provided by operating activities were ¥97,264 million in the three months ended June 30, 2018, up from ¥88,887 million during the same period of the previous fiscal year, primarily resulting from a change from an increase to a decrease in trade notes, accounts and other receivable.

Cash flows provided by investing activities were ¥3,570 million in the three months ended June 30, 2018, up from ¥2,180 million during the same period of the previous fiscal year. This change resulted primarily from decreases in payments of purchases of lease equipment and payments for execution of installment loans made to customers, and an increase in principal payments received under installment loans, but partially offset by an increase in payments for purchases of available-for-sale debt securities and a decrease in proceeds from sales of available-for-sale debt securities.

Cash flows used in financing activities were ¥180,123 million in the three months ended June 30, 2018 compared to the inflow of ¥68,896 million during the same period of the previous fiscal year. This change resulted primarily from a change from an increase to a decrease in debt with maturities of three months or less and a decrease in proceeds from debt with maturities longer than three months.

**(5) Challenges to be addressed**

There were no significant changes for the three months ended June 30, 2018.

**(6) Research and Development Activity**

There were no significant changes in research and development activities for the three months ended June 30, 2018.

**(7) Major Facilities**

There were no significant changes in major facilities for the three months ended June 30, 2018.

**4. Material Contracts**

Not applicable.

**Table of Contents****5. Company Stock Information**

(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 June 30, 2018 is as follows:

<b>In thousands</b>		<b>Millions of yen</b>			
<b>Number of issued shares</b>		<b>Common stock</b>		<b>Capital reserve</b>	
<b>Increase, net</b>	<b>June 30, 2018</b>	<b>Increase, net</b>	<b>June 30, 2018</b>	<b>Increase, net</b>	<b>June 30, 2018</b>
133	1,324,629	¥150	¥221,111	¥150	¥248,290

**(2) List of Major Shareholders**

Not applicable (this item is not subject to disclosure in quarterly reports for the three months ended June 30, 2018).

**6. Directors and Executive Officers**

Between the filing date of Form 20-F for the fiscal year ended March 31, 2018 and June 30, 2018, there were no changes of directors and executive officers.

**Table of Contents****7. Financial Information****(1) Condensed Consolidated Balance Sheets (Unaudited)**

	<b>Millions of yen</b>	
	<b>March 31, 2018</b>	<b>June 30, 2018</b>
<b>Assets</b>		
Cash and Cash Equivalents	¥ 1,321,241	¥ 1,228,846
Restricted Cash	83,876	98,087
Investment in Direct Financing Leases	1,194,888	1,177,749
Installment Loans	2,823,769	2,824,840
The amounts which are measured at fair value by electing the fair value option are as follows:		
March 31, 2018	¥17,260 million	
June 30, 2018	¥28,112 million	
Allowance for Doubtful Receivables on Direct Financing Leases and Probable Loan Losses	(54,672)	(56,960)
Investment in Operating Leases	1,344,926	1,339,458
Investment in Securities	1,729,455	1,761,823
The amounts which are measured at fair value by electing the fair value option are as follows:		
March 31, 2018	¥37,631 million	
June 30, 2018	¥18,465 million	
Property under Facility Operations	434,786	438,637
Investment in Affiliates	591,363	581,025
Trade Notes, Accounts and Other Receivable	294,773	305,110
Inventories	111,001	122,907
Office Facilities	112,962	112,509
Other Assets	1,437,614	1,437,871
The amounts which are measured at fair value by electing the fair value option are as follows:		
March 31, 2018	¥15,008 million	
June 30, 2018	¥13,565 million	
<b>Total Assets</b>	<b>¥ 11,425,982</b>	<b>¥ 11,371,902</b>

Note: The assets of consolidated variable interest entities (VIEs) that can be used only to settle obligations of those VIEs are below:

	<b>Millions of yen</b>	
	<b>March 31, 2018</b>	<b>June 30, 2018</b>
Cash and Cash Equivalents	¥ 4,553	¥ 7,163
Investment in Direct Financing Leases (Net of Allowance for Doubtful Receivables on Direct Financing Leases and Probable Loan Losses)	43,942	35,685

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Installment Loans (Net of Allowance for Doubtful Receivables on Direct Financing Leases and Probable Loan Losses)	36,991	25,927
Investment in Operating Leases	124,998	112,937
Property under Facility Operations	108,115	153,575
Investment in Affiliates	52,450	52,372
Other	74,645	74,633
	¥ 445,694	¥ 462,292



**Table of Contents**

	Millions of yen	
	March 31, 2018	June 30, 2018
<b>Liabilities and Equity</b>		
<b>Liabilities:</b>		
Short-term Debt	¥ 306,754	¥ 238,177
Deposits	1,757,462	1,790,695
Trade Notes, Accounts and Other Payable	262,301	265,813
Policy Liabilities and Policy Account Balances	1,511,246	1,510,693
The amounts which are measured at fair value by electing the fair value option are as follows:		
March 31, 2018	¥444,010 million	
June 30, 2018	¥419,455 million	
Current and Deferred Income Taxes	366,947	374,557
Long-term Debt	3,826,504	3,762,618
Other Liabilities	588,474	586,926
<b>Total Liabilities</b>	<b>8,619,688</b>	<b>8,529,479</b>
Redeemable Noncontrolling Interests	7,420	7,473
<b>Commitments and Contingent Liabilities</b>		
<b>Equity:</b>		
Common Stock	220,961	221,111
Additional Paid-in Capital	267,291	267,613
Retained Earnings	2,315,283	2,352,321
Accumulated Other Comprehensive Income (Loss)	(45,566)	(53,295)
Treasury Stock, at Cost	(75,545)	(75,545)
<b>ORIX Corporation Shareholders Equity</b>	<b>2,682,424</b>	<b>2,712,205</b>
Noncontrolling Interests	116,450	122,745
<b>Total Equity</b>	<b>2,798,874</b>	<b>2,834,950</b>
<b>Total Liabilities and Equity</b>	<b>¥ 11,425,982</b>	<b>¥ 11,371,902</b>

Note: The liabilities of consolidated VIEs for which creditors (or beneficial interest holders) do not have recourse to the general credit of the Company and its subsidiaries are below:

	Millions of yen	
	March 31, 2018	June 30, 2018
Trade Notes, Accounts and Other Payable	¥ 1,102	¥ 5,123
Long-Term Debt	263,973	278,244
Other	8,047	10,549
	¥ 273,122	¥ 293,916



**Table of Contents****(2) Condensed Consolidated Statements of Income (Unaudited)**

	<b>Millions of yen</b>	
	<b>Three months ended</b>	<b>Three months ended</b>
	<b>June 30, 2017</b>	<b>June 30, 2018</b>
<b>Revenues:</b>		
Finance revenues	¥ 57,363	¥ 56,559
Gains on investment securities and dividends	10,281	7,507
Operating leases	96,679	95,279
Life insurance premiums and related investment income	93,654	82,859
Sales of goods and real estate	347,115	154,455
Services income	&n	