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July 31, 2025

Consolidated Financial Results for the Three Months Ended June 30, 2025 (Under Japanese GAAP)

Company name: Orient Corporation
 Listing: Tokyo Stock Exchange
 Securities code: 8585
 URL: <https://www.orico.co.jp/>
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 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2025	62,876	0.3	3,161	(32.8)	3,161	(32.8)	1,764	(37.9)
June 30, 2024	62,679	8.7	4,703	34.3	4,703	34.3	2,841	(22.8)

Note: Comprehensive income For the three months ended June 30, 2025 ¥1,098 million[(59.9)%]
 For the three months ended June 30, 2024 ¥2,741 million [(3.5)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	10.31	10.31
June 30, 2024	16.59	16.59

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	2,816,238	240,156	8.3
March 31, 2025	2,881,698	246,559	8.3

Reference: Equity
 As of June 30, 2025 ¥233,514 million
 As of March 31, 2025 ¥239,328 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	—	0.00	—	40.00	40.00
Fiscal year ending March 31, 2026	—				
Fiscal year ending March 31, 2026 (Forecast)		0.00	—	40.00	40.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated financial results forecasts for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Operating revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	250,000	1.9	12,000	(2.8)	12,000	(2.8)	12,000	(13.9)	70.11

Note: Revisions to the earnings forecast most recently announced: None

*** Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
 - (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

(4) Number of issued shares (common stock)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2025	171,882,870 shares
As of March 31, 2025	171,882,620 shares

(ii) Number of treasury shares at the end of the period

As of June 30, 2025	797,642 shares
As of March 31, 2025	677,100 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2025	171,165,412 shares
Three months ended June 30, 2024	171,226,810 shares

Note: The number of treasury shares includes the Company's shares held by the Board Benefit Trust (BBT-RS) and the Board Benefit Trust (J-ESOP-RS).

- * Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit corporation: None

* Proper use of earnings forecasts, and other special matters

- 1. Forecasts of the financial results are based on information available to the Company as of the release date of this report. Actual financial results may differ from the forecasted figures due to various factors in the future. For matters relating to the consolidated financial results forecasts, please refer to “(3) Explanation of Consolidated Financial Results Forecasts and Other Forward-Looking Statements” in “1. Overview of Operating Results, Etc.” on page 3 of the attached document.
- 2. Supplementary material on the financial results will be posted on the Company's website on July 31, 2025.

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1. Overview of Operating Results, Etc.

(1) Overview of Operating Results for the Period

During the three months ended June 30, 2025, the Japanese economy showed a moderate recovery trend against the backdrop of an improved employment and income environment and an increase in inbound demand. However, the economic outlook remains uncertain due to the impact of continued price hikes on personal consumption through a downturn in consumer confidence and other factors, as well as concerns about the impact of the U.S. trade policy on the economies of each country. We also recognize the need to pay attention to financial market fluctuations and other trends.

Under these circumstances, we have redefined our “vision for the society we aim to achieve in 10 years” based on our basic policy of solving social issues and enhancing corporate value, and have launched a five-year medium-term management plan which aims to “establish a unique financial model for Orico” as the goal for the final year.

With the fiscal year ending March 31, 2026 being an important period as the first year of the medium-term management plan, we will focus on working on structural reforms, redirecting the resources generated towards growth areas, as well as solidifying the foundation of our businesses with competitive advantages.

Operating results in the three months ended June 30, 2025 were as follows.

Operating revenue increased by ¥0.1 billion year on year to ¥62.8 billion due to the growth in the settlement and guarantee business and bank loan guarantee business, as well as the recording of revenue from the sale of real estate.

■Settlement and Guarantee Business

In the settlement and guarantee business, the transaction volume of rent settlement guarantees increased year on year due to expansion of the market in the form of an increase in the number of single-person households, and as a result of enhancing convenience by promoting electronic applications and other efforts. Also, in the accounts receivable settlement guarantees, transaction volume increased year on year due to a growth in transaction volume for existing member merchants, and a steady rise in the number of new business partners as a result of our strengthened cooperation with Mizuho Bank, Ltd.

■Overseas Business

In the overseas business, the transaction volume of the three overseas subsidiaries in total decreased year on year as a result of tightening our credit standards to control bad debt-related expenses. We will continue to strive to accumulate high-quality loans by strengthening our collection system and tightening our credit standards, as well as to achieve thorough reinforcement of our governance system.

■Credit Cards and Cash Loans Business

In the credit cards and cash loans business, transaction volume for credit card shopping increased year on year due to strong growth in usage at large partners. Loan balances decreased year on year due mainly to a decline in new transaction volume.

■Installment Credit Business

In the installment credit business, while transaction volume for auto loans increased year on year, shopping credit transaction volume decreased year on year.

■ Bank Loan Guarantee Business

In the bank loan guarantee business, we are committed to providing financial products and services according to regional challenges. As a result, the balance of guarantees increased from the end of the previous fiscal year, marking a turnaround on the back of steady growth in the transaction volume of loan on deeds.

Operating expenses increased by ¥1.7 billion year on year to ¥59.7 billion, mainly due to an increase in financial expenses from the impact of rising interest rates.

As a result of these factors, for the three months ended June 30, 2025, ordinary profit decreased by ¥1.5 billion year on year to ¥3.1 billion. Profit attributable to owners of parent decreased by ¥1.0 billion year on year to ¥1.7 billion.

(2) Summary of Financial Position for the Period

As for the status of assets, total assets decreased by ¥65.4 billion from ¥2,881.6 billion at the end of the previous fiscal year to ¥2,816.2 billion. This was mainly due to a decrease in cash and deposits resulting from repayment of interest-bearing debt.

As for the status of liabilities, total liabilities decreased by ¥59.0 billion from ¥2,635.1 billion at the end of the previous fiscal year to ¥2,576.0 billion. This was mainly due to a decrease in interest-bearing debt.

As for net assets, total net assets decreased by ¥6.4 billion from ¥246.5 billion at the end of the previous fiscal year to ¥240.1 billion. This was mainly due to a decrease in retained earnings from the payment of dividends.

(3) Explanation of Consolidated Financial Results Forecasts and Other Forward-Looking Statements

There are no changes to the consolidated financial results forecasts announced on May 13, 2025.

2. Quarterly Consolidated Financial Statements and Significant Notes Thereto

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	216,805	149,199
Notes and accounts receivable - trade	588	298
Accounts receivable - installment	1,373,091	1,387,707
Beneficiary certificates retained for receivable securitization	715,677	700,803
Lease receivables and investments in leases	288,081	296,112
Short-term loans receivable	55	103
Other	125,544	123,845
Allowance for doubtful accounts	(135,216)	(137,030)
Total current assets	2,584,626	2,521,038
Non-current assets		
Property, plant and equipment	86,917	86,745
Intangible assets		
Goodwill	4,247	4,068
Other	83,837	82,686
Total intangible assets	88,085	86,754
Investments and other assets	121,376	121,069
Total non-current assets	296,379	294,569
Deferred assets	691	631
Total assets	2,881,698	2,816,238

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	168,282	160,045
Short-term borrowings	193,396	183,686
Current portion of bonds payable	40,000	55,000
Current portion of long-term borrowings	400,720	389,604
Current portion of long-term debt for receivable securitization	19,351	18,354
Commercial papers	310,700	308,200
Income taxes payable	4,095	1,781
Provision for bonuses	4,247	1,858
Provision for bonuses for directors (and other officers)	164	190
Provision for share awards	97	146
Provision for point program	1,635	1,652
Provision for loss on guarantees	2,809	2,820
Deferred installment income	68,049	67,382
Other	232,112	234,712
Total current liabilities	1,445,661	1,425,434
Non-current liabilities		
Bonds payable	210,000	195,000
Long-term borrowings	863,482	849,689
Long-term debt for receivable securitization	94,334	85,965
Provision for retirement benefits for directors (and other officers)	32	28
Provision for share awards	69	75
Provision for point program	3,407	3,423
Provision for loss on interest repayment	9,569	8,539
Retirement benefit liability	880	886
Other	7,702	7,039
Total non-current liabilities	1,189,477	1,150,647
Total liabilities	2,635,138	2,576,081
Net assets		
Shareholders' equity		
Share capital	150,075	150,075
Capital surplus	932	933
Retained earnings	79,912	74,281
Treasury shares	(794)	(900)
Total shareholders' equity	230,126	224,390
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	469	629
Deferred gains or losses on hedges	(553)	(408)
Foreign currency translation adjustment	1,083	917
Remeasurements of defined benefit plans	8,202	7,986
Total accumulated other comprehensive income	9,201	9,124
Share acquisition rights	7	7
Non-controlling interests	7,223	6,634
Total net assets	246,559	240,156
Total liabilities and net assets	2,881,698	2,816,238

(2) Quarterly Consolidated Statement of Income and Quarterly Consolidated Statement of Comprehensive Income

(Quarterly Consolidated Statement of Income)

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Operating revenue		
Operating revenues	56,420	56,125
Financial revenue	440	296
Other operating revenue	5,818	6,454
Total operating revenue	62,679	62,876
Operating expenses		
Selling, general and administrative expenses	50,967	50,238
Financial expenses	4,873	6,151
Other operating expenses	2,134	3,324
Total operating expenses	57,975	59,714
Operating profit	4,703	3,161
Ordinary profit	4,703	3,161
Extraordinary income		
Gain on sale of investment securities	78	–
Total extraordinary income	78	–
Extraordinary losses		
Loss on sale of investment securities	1	–
Restructuring cost	64	–
Total extraordinary losses	66	–
Profit before income taxes	4,716	3,161
Income taxes - current	2,032	1,317
Income taxes - deferred	17	551
Total income taxes	2,050	1,868
Profit	2,666	1,292
Loss attributable to non-controlling interests	(175)	(471)
Profit attributable to owners of parent	2,841	1,764

(Quarterly Consolidated Statement of Comprehensive Income)

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	2,666	1,292
Other comprehensive income		
Valuation difference on available-for-sale securities	(101)	159
Deferred gains or losses on hedges	313	146
Foreign currency translation adjustment	155	(282)
Remeasurements of defined benefit plans, net of tax	(291)	(218)
Share of other comprehensive income of entities accounted for using equity method	0	0
Total other comprehensive income	75	(194)
Comprehensive income	2,741	1,098
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,806	1,686
Comprehensive income attributable to non-controlling interests	(64)	(588)

(3) Notes to Quarterly Consolidated Financial Statements

(Notes to Segment Information, Etc.)

I Three months ended June 30, 2024 (From April 1, 2024 to June 30, 2024)

1. Information on the amounts of sales and profit or loss for each reportable segment and disaggregation of revenue

(Unit: Millions of yen)

	Reportable segments						Other (Note)	Total
	Settlement and guarantee	Overseas	Credit cards and cash loans	Installment credit	Bank loan guarantee	Total		
Operating revenue								
Revenues from contracts with customers	1,295	—	10,054	1,234	17	12,600	659	13,259
Other revenues	4,616	3,764	7,330	17,412	8,567	41,691	1,469	43,160
Operating revenue from external customers	5,911	3,764	17,384	18,646	8,584	54,292	2,128	56,420
Inter-segment sales or transfers	0	—	0	0	—	1	1,559	1,560
Total	5,912	3,764	17,384	18,647	8,584	54,293	3,688	57,981
Segment profit (loss)	2,661	(864)	14,446	8,849	4,887	29,979	863	30,842

Note: “Other” represents business segments that are not included in the reportable segments and includes a servicer business.

2. Difference between total amount of profit or loss of the reportable segments and the amount reported in the quarterly consolidated statements of income, and the main details of such difference (Matters concerning difference adjustment)

(Unit: Millions of yen)

Profit	Amount
Total reportable segments	29,979
Other business segments	863
Corporate expenses (Note)	(24,803)
Other	(1,335)
Operating profit in the quarterly consolidated statement of income	4,703

Note: Corporate expenses represent mainly selling, general and administrative expenses excluding provision of allowance for doubtful accounts and provision for loss on guarantees.

3. Information about impairment loss of non-current assets or goodwill, etc., by reportable segment
Not applicable.

II Three months ended June 30, 2025 (From April 1, 2025 to June 30, 2025)

1. Information on the amounts of sales and profit or loss for each reportable segment and disaggregation of revenue

(Unit: Millions of yen)

	Reportable segments						Other (Note)	Total
	Settlement and guarantee	Overseas	Credit cards and cash loans	Installment credit	Bank loan guarantee	Total		
Operating revenue								
Revenues from contracts with customers	1,433	—	10,432	1,534	57	13,458	766	14,225
Other revenues	4,818	3,363	6,333	17,154	9,153	40,823	1,076	41,900
Operating revenue from external customers	6,252	3,363	16,766	18,689	9,211	54,282	1,842	56,125
Inter-segment sales or transfers	0	—	—	0	—	1	1,980	1,981
Total	6,252	3,363	16,766	18,689	9,211	54,283	3,823	58,107
Segment profit (loss)	2,821	(1,124)	13,727	8,946	5,420	29,792	888	30,680

Note: “Other” represents business segments that are not included in the reportable segments and includes a servicer business.

2. Difference between total amount of profit or loss of the reportable segments and the amount reported in the quarterly consolidated statements of income, and the main details of such difference (Matters concerning difference adjustment)

(Unit: Millions of yen)

Profit	Amount
Total reportable segments	29,792
Other business segments	888
Corporate expenses (Note)	(25,876)
Other	(1,642)
Operating profit in the quarterly consolidated statement of income	3,161

Note: Corporate expenses represent mainly selling, general and administrative expenses excluding provision of allowance for doubtful accounts and provision for loss on guarantees.

3. Information about impairment loss of non-current assets or goodwill, etc., by reportable segment
Not applicable.

(Notes on Significant Changes in the Amount of Shareholders' Equity)

Not applicable.

(Notes on Premise of Going Concern)

Not applicable.

(Change in Fiscal Year of Consolidated Subsidiary)

Previously, for Orico Product Finance Co., Ltd., a consolidated subsidiary whose fiscal year-end date was the last day of February, we used the financial statements as of that date and made necessary adjustments for significant transactions that occurred between its respective fiscal year-end date and that for consolidation. However, starting from the first quarter of the current fiscal year, we have changed the fiscal year-end date of the subsidiary to the last day of March.

As a result of this change, the first quarter of the current fiscal year covers the three-month period from April 1, 2025 to June 30, 2025. The profit and loss of the subsidiary for the period from March 1, 2025 to March 31, 2025 is adjusted as increase or decrease in retained earnings.

(Changes in Presentation)

(Notes to Consolidated Balance Sheet)

“Provision for share awards for directors (and other officers),” which were presented under “current liabilities” and “non-current liabilities” in the previous fiscal year, have been renamed “provision for share awards” in each item from the first quarter of the current fiscal year because the Company has newly introduced the Board Benefit Trust “J-ESOP-RS” as a new compensation plan for some of its employees. To reflect this change in presentation, we have made a change in the accounting titles in the consolidated financial statements for the previous fiscal year.

As a result, we have reclassified “provision for share awards for directors (and other officers)” of ¥97 million presented under “current liabilities,” and “provision for share awards for directors (and other officers)” of ¥69 million presented under “non-current liabilities” in the consolidated balance sheets for the previous fiscal year, as “provision for share awards.”

(Notes to Quarterly Consolidated Balance Sheet)

Contingent liabilities

1) Operating guarantee obligations

	(Unit: Millions of yen)	
	As of March 31, 2025	As of June 30, 2025
Guarantee of loans, etc. to customers by affiliated financial institutions	2,247,452	2,263,841

2) The Company guarantees the following obligations for loans extended by financial institutions to other companies.

	(Unit: Millions of yen)	
	As of March 31, 2025	As of June 30, 2025
PT Honest Financial Technologies	1,872	5,761

(Notes to Quarterly Consolidated Statement of Income)

Operating revenues

Operating revenues include the following revenues from the securitization of accounts receivable - installment, etc.

	(Unit: Millions of yen)	
	Three months ended June 30, 2024 (From April 1, 2024 to June 30, 2024)	Three months ended June 30, 2025 (From April 1, 2025 to June 30, 2025)
Settlement and guarantee	—	22
Credit cards and cash loans	7,214	7,428
Installment credit	10,404	10,917
Other	(1)	(2)
Total	17,618	18,366

(Notes to Quarterly Consolidated Statement of Cash Flows)

Quarterly consolidated statements of cash flows are not prepared for the three months ended June 30, 2025. Depreciation (including amortization related to intangible assets excluding goodwill) and amortization of goodwill for the three months ended June 30, 2024 and 2025 are as follows.

	(Unit: Millions of yen)	
	Three months ended June 30, 2024 (From April 1, 2024 to June 30, 2024)	Three months ended June 30, 2025 (From April 1, 2025 to June 30, 2025)
Depreciation	4,999	4,876
Amortization of goodwill	150	179