

Consolidated Statement of Income

Orient Corporation and Subsidiaries

For the years ended March 31, 2019 and 2018

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2019	2018	2019
Operating Revenues:			
Consumer finance service revenue (Notes 2 (1) and 16)	¥216,916	¥207,475	\$1,954,022
Non-finance service revenue	7,819	8,924	70,435
Interest and dividend income	277	246	2,495
Other finance income	1,802	1,678	16,232
Other operating revenues	6,553	6,073	59,030
	233,369	224,398	2,102,234
Operating Expenses:			
Selling, general and administrative expenses (Note 17)	200,950	185,487	1,810,197
Interest expenses	8,227	7,413	74,110
Other financial expenses	1,341	1,035	12,079
Other operating expenses	885	373	7,972
	211,405	194,310	1,904,377
Operating profit	21,964	30,088	197,856
Special Gain (Loss):			
Gain on sales of property and equipment (Note 18)	1,288	—	11,602
Gain on sales of investment securities	4	308	36
Gain on contribution of securities to retirement benefit trust	—	1,718	—
Loss on sales of property and equipment (Note 18)	(18)	(45)	(162)
Loss on retirement of software	—	(283)	—
Loss on sales of investment securities	(122)	—	(1,099)
Impairment loss (Note 19)	(177)	(198)	(1,594)
System migration expenses (Note 20)	(7,233)	—	(65,156)
Loss on valuation of investments in capital	(42)	—	(378)
Profit before Income Taxes	15,662	31,587	141,086
Income Taxes (Note 9):			
Current	1,853	4,268	16,692
Deferred	(15,076)	(705)	(135,807)
	(13,223)	3,562	(119,115)
Profit	28,886	28,024	260,210
Profit Attributable to:			
Non-controlling interests	8	3	72
Owners of parent	¥ 28,877	¥ 28,021	\$ 260,129
Per Share (Notes 2 (16) and 25):			
Basic earnings (common stock)	¥15.19	¥13.28	\$0.13
Basic earnings (preferred stock)	44.80	64.03	0.40
Diluted earnings	15.19	13.27	0.13

The accompanying notes are an integral part of these statements.