



May 27, 2014

News Release (translation only)

Company: Daiwa House Industry Co., Ltd.
(Code number: 1925,
First Section of the Tokyo Stock Exchange)
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Notification of Change in Share Unit and Amendment to Articles of Incorporation

Daiwa House Industry Co., Ltd. (hereinafter, the “Company”) announces that at a meeting of the Board of Directors held on May 27, 2014, it resolved to change its share unit and amend its Articles of Incorporation under Article 195, Paragraph 1 of the Companies Act. Details are as follows.

1. Change in share unit

(1) Reason of the change

The Company will reduce the size of the share unit to create an environment more conducive to investment, increase the liquidity of the Company’s shares, and attract new investors. The change in the share unit is in line with Japanese stock exchanges’ Action Plan for Consolidating Trading Units, which aims to uniformly make the number of common shares per unit 100.

(2) Description of the change

The number of shares per unit will be changed from 1,000 to 100.

(3) Scheduled date of change

Friday, August 1, 2014

(For reference) On August 1, 2014, the trading unit on the Tokyo Stock Exchange will be changed to 100 shares.

2. Amendment to the Articles of Incorporation

(1) Reason of the amendment

The Articles of Incorporation will be changed in association with the change in the share unit described above.

(2) Description of the amendment

The Articles of Incorporation will change as follows.

(The underlined parts show changes.)

Current Articles of Incorporation	Articles of Incorporation after change
(Number of shares per unit) Article 8 The number of shares in the Company per unit shall be <u>1,000</u> . (Addition)	(Number of shares per unit) Article 8 The number of shares in the Company per unit shall be <u>100</u> . <u>Supplementary Provision</u> <u>Article 1</u> <u>The change in Article 8 shall come into force on August 1, 2014. Before the change comes into force, the number of shares per unit shall remain unchanged as follows:</u> <u>(Number of shares per unit)</u> <u>Article 8</u> <u>The number of shares in the Company per unit shall be 1,000.</u> <u>This supplementary provision shall be deleted when the change in Article 8 comes into force.</u>

(For reference) Shareholder special benefit plan

The Company provides special benefits to shareholders holding 1,000 shares or more that are recorded on the shareholders' register as of March 31 every year in accordance with the number of shares held by the shareholders.

The shareholder special benefit plan will be applied to shareholders holding 1,000 shares or more.

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Disclaimer:

This English translation has been prepared for general reference purposes only. The Company shall not be responsible for any consequence resulting from the use of the English translation in place of the original Japanese text. In any legal matter, readers should refer to and rely upon the original Japanese text of the press release dated May 27, 2014.