



News Release (Translation only)

November 6, 2015

Company: Daiwa House Industry Co., Ltd.
(Code number: 1925,
First Section of the Tokyo Stock Exchange)
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Announcement of Dividend Payment (Interim Dividend) and Revision of Earnings and Dividend Forecast for the Fiscal Year Ending March 2016

Based on recent earnings trends, the Board of Directors of Daiwa House Industry Co., Ltd. today approved a revision to full-year earnings and dividend forecasts for the fiscal year ending March 2016, as well as a dividend payment (interim dividend) with a record date of September 30, 2015.

1. Contents of interim dividends from surplus

	Amount resolved to be distributed	Latest dividend forecast (announced on May 13, 2015)	Dividends for the fiscal year ended March 31, 2015
Record Date	September 30, 2015	September 30, 2015	September 30, 2014
Cash dividend per share	JPY 35.00	JPY 30.00	JPY 25.00
Total cash dividend	JPY 23,261 million	—	JPY 16,477 million
Effective date	December 4, 2015	—	December 2, 2014
Source of dividend	Retained earnings	—	Retained earnings

2. Consolidated business forecasts for the fiscal year ending March 31, 2016

(April 1, 2015 to March 31, 2016)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of the parent	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecast (A)	3,000,000	200,000	192,000	125,000	188.71
Revised forecast (B)	3,180,000	240,000	228,000	154,000	232.50
Change (B – A)	180,000	40,000	36,000	29,000	—
Rate of change (%)	6.0	20.0	18.8	23.2	—
(Ref.) Previous fiscal year results (Fiscal year ended March 31, 2015)	2,810,714	180,352	202,628	117,133	177.74

3. Revised forecasts for dividend payments

	Dividend per share (Yen)		
	End of 2 nd quarter (Sept. 30)	Fiscal year-end (March 31)	Total Dividends (Annual)
Previous forecast	30.00	40.00	70.00
Revised forecast		45.00	80.00
Fiscal year ending March 31, 2016	35.00		
Fiscal year ended March 31, 2015	25.00	35.00	60.00

Note: Cash dividends (forecasts) for the fiscal year ending March 31, 2016 is comprised of ¥35.00 per share as an ordinary dividend and ¥10.00 per share as the 60th anniversary commemorative dividend.

4. Reasons for revision of earnings and dividend forecast

Based on earnings progress and order trends for the first six months of the current fiscal year, the Company expects earnings for the full fiscal year to outperform the plan originally published on May 13, 2015. Accordingly, the Company has decided to revise its consolidated earnings forecast for the year ending March 2016.

The Company's basic policy on shareholder returns is to return to shareholders the value it has created through its business activities and to enhance shareholder value by maximizing corporate value over the medium to long term. To achieve this policy, the Company invests in growth areas such as real estate development, the expansion of overseas business, M&A, research and development, and production facilities in a bid to augment earnings per share (EPS). The Company aims to maintain stable dividends and return profits to shareholders in line with business performance through a dividend payout ratio of 30% or more.

Based on the basic policy above, and as a result of the preceding revision in consolidated earnings forecast, the Company plans to pay a full-year dividend of 80 yen (including a 10 yen dividend commemorating the 60th anniversary of Daiwa House Industry Co., Ltd.), an increase of 10 yen compared to the original plan. In conjunction with this revision in dividends, the Company plans to pay an interim dividend of 35 yen, and increase of 5 yen compared to the original plan.

End

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 November 6, 2015.