



News Release (Translation only)

May 11, 2017

Company: Daiwa House Industry Co., Ltd.
(Code number:1925,
First Section of the Tokyo Stock Exchange)
Representative: Naotake Ohno, President and COO
Contact: Yuji Yamada, Senior Executive Officer and
General Manager, IR Department
Email to:dh.ir.communicatoins@daiwahouse.jp

Announcement of Dividend Payment

Daiwa House Industry Co., Ltd. (the “Company”) hereby announces that the Board of Directors’ meeting held today resolved for the distribution of dividends from surplus to shareholders as of March 31, 2017.

1. Dividend payment for the fiscal year ended March 31, 2017
 - (1) Contents of dividends from surplus

	Amount resolved to be distributed	Latest dividend forecast (announced on November 9, 2016)	Dividend for the fiscal year ended March 31, 2016
Record Date	March 31, 2017	March 31, 2017	March 31, 2016
Cash dividend per share	JPY 52.00 (ordinary dividend JPY 52.00)	JPY 45.00 (ordinary dividend JPY 45.00)	JPY 45.00 (ordinary dividend JPY 45.00)
Total cash dividend	JPY 34,640 million	—	JPY 29,871 million
Effective date	June 30, 2017	—	June 29, 2016
Source of dividend	Retained earnings	—	Retained earnings

- (2) Reason for dividend

The Company’s basic policy regarding shareholder return is to enhance shareholder value by increasing Earnings per Share (EPS) through investment in targets for growth, such as real estate development investment, overseas business expansion, M&A, research &

development, and production plants for the purpose of maximizing medium-to-long term corporate value, as well as for returning the profits generated through the Company's business activities to its shareholders.

The Company has set a dividend payout ratio of not less than 30% of consolidated net income attributable to owners of the parent in order to balance the return of profits to shareholders in line with the Company's performance with the maintenance of a stable dividend policy.

On the basis of the above, the fiscal year-end cash dividend per share for the fiscal year ended March 31, 2017 was resolved to be JPY 52.00 (with the annual dividend being JPY 92.00, the sum of this JPY 52.00 and the interim dividend of JPY 40.00).

The payment of this dividend is scheduled to be resolved at the 78th Annual General Meeting of Shareholders to be held on June 29, 2017.

Reference: Breakdown of annual dividend

Record date	Cash dividend per share (JPY)		
	End of 2nd quarter	Fiscal year-end	Annual
Fiscal year ended March 31, 2017	JPY 40.00	JPY 52.00	JPY 92.00
Results for the fiscal year ended March 31, 2016	JPY 35.00	JPY 45.00	JPY 80.00

Note: Cash dividends for the fiscal year ended March 31, 2016 comprise: ¥35.00 per share as an ordinary dividend, and ¥10.00 per share as the 60th anniversary commemorative dividend.

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 May 11, 2017.