

November 4, 2008

Company: Daiwa House Industry Co., Ltd.
(Code number: 1925,
First Section of the Tokyo Stock Exchange
and the Osaka Securities Exchange)
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Notification of the Dissolution of a Subsidiary Company

Daiwa House Industry Co., Ltd. hereby announces that it has resolved to dissolve Shinmisato Development Seven Specific Purpose Company, a consolidated subsidiary of the Company.

1. Overview of the company to be dissolved

Company name: Shinmisato Development Seven Specific Purpose Company
Head office address: 3-1-20 Nihonbashi Muromachi, Chuo-ku, Tokyo
Representative: Akira Sugai, Director
Date of establishment: June 20, 2006
Specified capital: ¥100,000

2. Reason for dissolution

Shinmisato Development Seven was conducting real estate development business in Misato City, Saitama Prefecture, but Daiwa House Industry decided to dissolve the company in association with the completion of that business.

3. Schedule of dissolution

November 4, 2008: Resolution of the Board of Directors
November 14, 2008: Resolution of the general meeting of company members
March 2009: Expected completion of liquidation

4. Regarding the future impact of the dissolution described above

The impact exerted on the results of Daiwa House Industry by the dissolution of the company in question will be minor.

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Remarks on appropriate use of forecasted results of operation and other special matters:

The above consolidated business forecasts are based on assumptions in light of the information available as of the date of announcement of this material and the factors of uncertainty that may possibly impact the future results of operation. The Company's actual results may differ significantly from those presented herein as a consequence of numerous factors such as economic conditions, competitor situations and fluctuations in land prices.

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 4, 2008.