

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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Notice on Posting Losses on the Write-Down of Marketable and Investment Securities

In its settlement of accounts for the end of the third quarter of the fiscal year ending March 31, 2009, Daiwa House Industry Co., Ltd. will post an extraordinary loss on the write-down of marketable and investment securities (listed securities classified as available-for-sale) for which market values have fallen significantly below book-value amounts. The details are summarized below.

1. (1) **【Consolidated】**

Total loss amount posted under the write-down of marketable and investment securities for the end of the third quarter of the fiscal year ending March 31, 2009

(A) Total loss amount posted under the write-down of marketable and investment securities for the end of the third quarter of the fiscal year ending March 31, 2009:	¥5,381 million
(B) Equity at March 31, 2008: (A/B×100)	¥649,440 million (0.8%)
(C) Ordinary income for the fiscal year ended March 31, 2008: (A/C×100)	¥61,290 million (8.8%)
(D) Net income for the fiscal year ended March 31, 2008: (A/D×100)	¥13,079 million (41.1%)

(2) **【Non-Consolidated】**

Total loss amount posted under the write-down of marketable and investment securities for the end of the third quarter of the fiscal year ending March 31, 2009

(A) Total loss amount posted under the write-down of marketable and investment securities for the end of the third quarter of the fiscal year ending March 31, 2009:	¥5,301 million
(B) Equity at March 31, 2008: (A/B×100)	¥561,255 million (0.9%)
(C) Ordinary income for the fiscal year ended March 31, 2008: (A/C×100)	¥49,959 million (10.6%)
(D) Net income for the fiscal year ended March 31, 2008: (A/D×100)	¥7,446 million (71.2%)

2. Business Forecast for the current term

We are currently compiling the Company's performance results for the third quarter of the fiscal year ending March 31, 2009, as well as the full-term performance forecast. We will release the results and forecast as soon as possible.

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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 January 7, 2009.