



News Release (Translation)

January 22, 2021

Company: Daiwa House Industry Co., Ltd.
(Code number: 1925,
First Section of the Tokyo Stock Exchange)
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Notice of Establishment of Subsidiary Company and Changes in Specified Subsidiary Company in China

Daiwa House Industry Co., Ltd. hereby announces that it has established a subsidiary company in China.

We also announce that the subsidiary company falls under a specified subsidiary of Daiwa House as its capital amount is more than 10% of that of Daiwa House.

1. Reason for Establishment of Subsidiary Company

In order to conduct new property development in Changzhou City, Jiangsu Province, China, Daiwa House has established a new company as a joint venture between Daiwa House and its wholly owned subsidiary located in the city.

Starting with a condominium development business in Suzhou City, Jiangsu Province in 2007, Daiwa House has been promoting real estate development in the Jiangsu Province area. The property development this time is the sixth project in the Jiangsu Province area and the third in Changzhou City.

Daiwa House intends to develop a wide range of real estate businesses in China, mainly in the Yangtze delta area*, including Jiangsu Province, where stable economic growth is expected in the future.

* An area centered on the delta at the mouth of the Yangtze River in Shanghai City, Jiangsu and Zhejiang Provinces in China.

2. Outline of the Subsidiary Company

① Name	Jiuxin (Changzhou) Real Estate Development Co., Ltd.	
② Place	Changzhou City, Jiangsu Province, China	
③ The job title and name of the representative	Chief of Director Yukikazu Kataoka	
④ Business Profile	Real estate development	
⑤ Capital stock	1,340,640,000 RMB (21,289 million yen)	
⑥ Date of establishment	January 14, 2021	
⑦ Major shareholders and shareholding ratio	Daiwa House 63.45% Daiwa House (Changzhou) Real Estate Development Co., Ltd. (wholly owned subsidiary) 36.55%	
⑧ Relationship between the listed company and the relevant company	Capital relationship	Specific subsidiary of Daiwa House Industry Co., Ltd.
	Personal relationship	Four Executive Officers and one employee of Daiwa House concurrently serve as Directors of the subsidiary company.
	Business relationship	There is no association.

(Notes) 1RMB is 15.88 yen (Exchange rate on December 30, 2020).

3. Outlook for the Future

The establishment of the subsidiary company has no significant impact on the consolidated financial results for the fiscal year ending March 31, 2021.

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 January 22, 2021.