

June 1, 2023

Press Release

Keiichi Yoshii, President and CEO
Daiwa House Industry Co., Ltd.
3-3-5 Umeda, Kita-ku, Osaka

**Daiwa House Enters Cold Chain Logistics in Singapore:
Notice of the Acquisition of Shares in
Storbest Holdings Pte. Ltd**

Daiwa House Industry Co., Ltd. (Head Office: Osaka / President and CEO: Keiichi Yoshii; hereinafter “Daiwa House”) is pleased to announce that we have acquired the shares of Storbest Holdings Pte. Ltd (hereinafter “Storbest”) and made Storbest our consolidated subsidiary on June 1st 2023. Storbest is engaged in the cold chain logistics business in Singapore.

1. Acquisition Rationale

Daiwa House Group is engaged in a wide range of businesses that provide total support for logistics needs, from the development of logistics facilities to the transportation and delivery of goods. In the development of logistics facilities, we have developed more than 3,000 logistics facilities as a pioneer in the industrialization of construction since our inception. Our Group has been engaged in logistics project “D-Project” proprietary business format since 2002, under which we meet our diverse customers’ needs from the selection of prime-location sites through the design and construction of facilities, to service operation and building management. We have expanded our logistics solutions, including both in-house and non-asset based schemes and securitization in collaboration with partners from various fields such as real estate and finance. Beyond Japan, we have developed nine logistics facilities in ASEAN, including logistics facilities with cold chain functions in Vietnam and Indonesia, and plan to further develop and enhance the functions of these facilities.

In the logistics business, Daiwa Logistics is engaged in logistics solutions for mainly building material, apparel and E-commerce logistics while Wakamatsu Konpou Group operates a joint delivery system that offers the transport of goods in four temperature zones – freezer storage, standard refrigerated storage, specified-temperature storage, and ambient/room- temperature storage, and KOUYAMAUNYU, which has strength in storage

and delivery of products for three temperature levels – ambient, chilled and frozen, is engaged in cold chain logistics for food products.

We have decided to enter the cold chain logistics business in the growing ASEAN market through the acquisition of Storbest. There has been an increasing demand for cold chain logistics in Singapore and other ASEAN countries due to population growth and diversification of dietary habits. We aim to provide seamless international logistics services through Storbest as a foothold for our cold chain logistics business in ASEAN. In the meantime, we plan to provide high quality logistics services in neighboring countries and link the cold chain logistics network that we have established in Japan and our Japanese customer base.

2. About Storbest

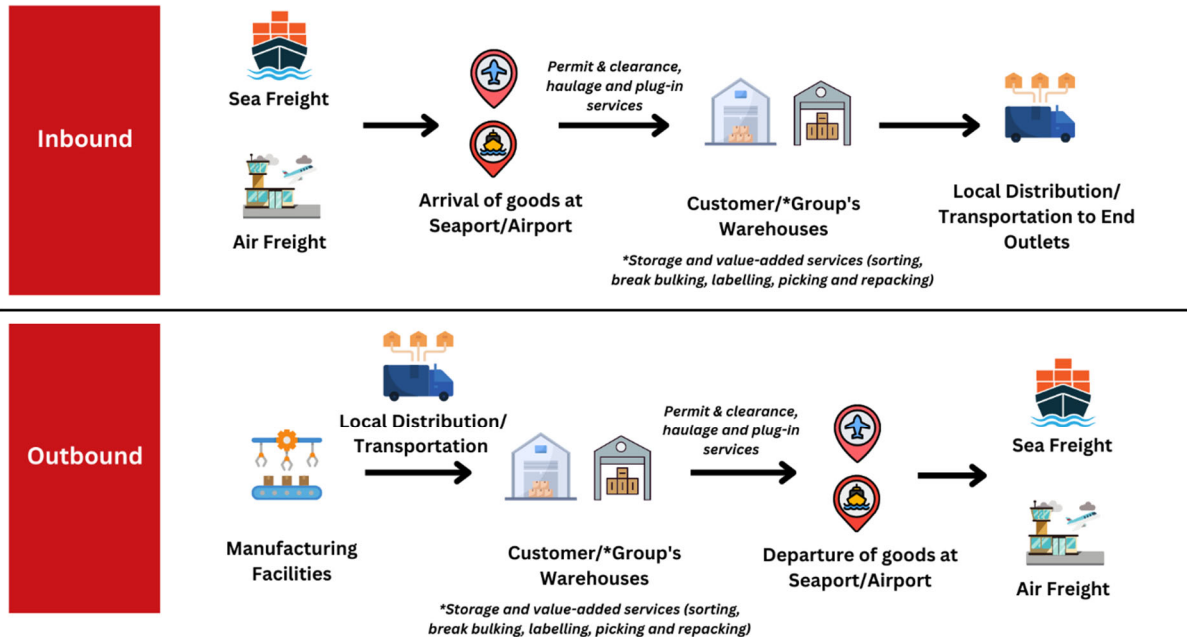
Established in February 1997, Storbest is an independent one-stop cold chain logistics service provider. Storbest boasts 26 years of extensive experience in cold chain logistics business in Singapore and has established strong relationship with its clients.

Storbest currently operates four temperature controlled warehouses in Singapore with a total capacity of over 27,000 pallets and owns a fleet of vehicles including prime movers and refrigerated trucks. Storbest provides one-stop seamless supply chain management solutions to its customers from handling shipment orders, providing varying degrees of freight forwarding, storage, value-added services (e.g. sorting, break bulking, labelling, picking and repacking) and transportation services using refrigerated trucks to its customer base of over 400 companies, including supermarkets, food retailers, and hotels.

Storbest's 4 temperature controlled warehouse and fleet of vehicles



Storbest’s one-stop supply chain management solutions in cold chain logistics



3. Future Plan

Daiwa House plans to leverage on our group's logistics know-how, customer network, IoT and automation technology, as well as other business foundations to further strengthen Storbest’s operations and accelerate Storbest’s business expansion into the neighboring countries, leveraging on Singapore’s strategic location as a hub in the fast-growing ASEAN market.

4. Overview of Storbest

Company	Storbest Holdings Pte. Ltd.*
Address	531 Upper Cross Street 03-58 Hong Lim Complex, Singapore
Name and title of Representative	Collin Phua (CEO)
Areas of business	Provision of end-to-end independent cold chain logistics solutions
Date of incorporation	November 25, 2004

*Storbest Holdings Pte. Ltd. is the main holding company of its group subsidiaries.

5. Impact on Business Performance

Following this transaction, Storbest becomes a subsidiary of Daiwa House group. However, we do not expect a significant impact on our consolidated business performance in this fiscal year.

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