



March 14, 2024

News Release (Translation)

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(Code number: 1925,  
Prime Market of the Tokyo Stock Exchange)  
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### Notice Concerning Change of Specified Subsidiary (Sub-Subsidiary) in the USA

Daiwa House Industry Co., Ltd. (hereinafter “the Company”) announces that its Board of Directors have today resolved the capital increases of Broadway Community Venture LLC and Broadway Community Owner LLC (hereinafter collectively referred to as “the Sub-Subsidiaries”) through the Company’s 75% owned the U.S. sub-subsidiary, Claremont Investment CC LLC. With these capital increases, the Sub-Subsidiaries are expected to become specified subsidiaries of the Company. Further details are follows:

#### 1. The Purpose of the Capital Increases

The Sub-Subsidiaries are engaged in the development of the “Claremont Hall” condominium in the United States. The purpose of these capital increases is to secure the necessary funds to smoothly proceed with the sales and deliveries. As a result of the capital increases, the amount of capital of the Sub-Subsidiaries will be equivalent to more than one-tenth of that of the Company, and the Sub-Subsidiaries will become specified subsidiaries of the Company.

#### 2. Outline of the Sub-Subsidiaries

##### 1) Broadway Community Venture LLC

(1) Company name	Broadway Community Venture LLC
(2) Place	Delaware, the U.S.
(3) Representative	Broadway Community Manager LLC (Managing member of Broadway Community Venture LLC)
(4) Business profile	Condominium development
(5) Capital stock (Before capital increase)	102,464,007 USD (11,142 million yen)

(6) Date of establishment	July 1, 2019		
(7) Major shareholders and shareholding ratio	Claremont Investment CC LLC *(75% owned subsidiary of Daiwa House Texas Inc.) 67.42% Broadway Community Manager LLC 14.07% Lendlease Broadway Community Properties LLC 18.51%		
(8) Relationship between the Company and the relevant company	Capital relationship	The relevant company is scheduled to be the specified subsidiary of the Company.	
	Personal relationship	There is no personal relationship required to be stated between the Company and the relevant company.	
	Business relationship	There is no business relationship required to be stated between the Company and the relevant company.	
(9) Earnings Results and Financial Conditions of the Sub-Subsidiaries for the past 3 years (USD)			
Fiscal Year	2020	2021	2022
Net Assets	51,053,138	102,336,087	102,336,087
Total Assets	51,053,138	102,336,087	102,336,087
Net Sales	0	0	0
Operating Income	0	0	0
Ordinary Income	0	0	0
Net Income	0	0	0

## 2) Broadway Community Owner LLC

(1) Company name	Broadway Community Owner LLC		
(2) Place	Delaware, the U.S.		
(3) Representative	Broadway Community Venture LLC (Sole Member of Broadway Community Owner LLC)		
(4) Business profile	Condominium development		
(5) Capital stock (Before capital increase)	102,464,007 USD (11,142 million yen)		
(6) Date of establishment	July 1, 2019		
(7) Major shareholders and shareholding ratio	Broadway Community Venture LLC 100.00%		
(8) Relationship between the Company and the relevant company	Capital relationship	The relevant company is scheduled to be the specified subsidiary of the Company.	
	Personal relationship	There is no personal relationship required to be stated between the Company and the relevant company.	

	Business relationship	There is no business relationship required to be stated between the Company and the relevant company.	
(9) Earnings Results and Financial Conditions of the Sub-Subsidiaries for the past 3 years (USD)			
Fiscal Year	2020	2021	2022
Net Assets	51,053,138	102,336,087	102,336,087
Total Assets	132,645,153	226,196,826	301,449,070
Net Sales	0	0	0
Operating Income	0	0	0
Ordinary Income	0	0	0
Net Income	0	0	0

\*Outline of Claremont Investment CC LLC

(owned 67.42% of capital contribution of Broadway Community Venture LLC)

(1) Company name	Claremont Investment CC LLC
(2) Place	Delaware, the U.S.
(3) Representative	Daiwa House Texas Inc. (Managing Member of Claremont Investment CC LLC)
(4) Business profile	Intermediate LLC
(5) Capital stock (Before capital increase)	69,086,056 USD (7,587 million yen)

3. Capital Situation Before and After the Change

	Capital Stock	Capital Contribution Ratio of the Company
Before Capital Increase	102,464,007 USD (11,142 million yen)	67.42%
Amount of Capital Increase (Plan)	82,500,000 USD (11,701 million yen)	51.00%
After Capital Increase (Plan)	184,964,007 USD (22,843 million yen)	60.10%

Note: Calculated at 141.83 yen to US dollar (exchange rate on December 30, 2023).

4. Schedule

Date of Directors Resolution	March 14, 2024
Date of Capital Increase	Around the end of March 2024 (Plan)

## 5. Future Outlook

The Changes have no significant impact on the consolidated financial results for the fiscal year ending March 31, 2024.

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 March 14, 2024.