



November 12, 2024

News Release (Translation)

Company: Daiwa House Industry Co., Ltd.
Representative: Keiichi Yoshii, President and CEO
(Code number: 1925,
Prime Market of the Tokyo Stock Exchange)
Contact: Yuji Yamada, Managing Executive Officer
E-mail to: dh.ir.communications@daiwahouse.jp

Notice Concerning Revisions of Earnings Forecasts and Dividend Forecasts
for the Fiscal Year Ending March 2025

Daiwa House Industry Co., Ltd. (hereinafter “the Company”) announces that it has revised earnings forecasts and dividend forecasts for the Fiscal Year Ending March 2025 announced on August 7, 2024, based on the recent business performance. Further details follow:

1. Revised Consolidated Earnings Forecasts for the Fiscal Year Ending March 2025

(From April 1, 2024 to March 31, 2025)

	Net Sales	Operating income	Ordinary income	Net income attributable to owners of the parent	Basic net income per share
Previous forecasts (A)	Millions of yen 5,350,000	Millions of yen 430,000	Millions of yen 390,000	Millions of yen 260,000	Yen 406.36
Revised forecasts (B)	5,370,000	440,000	410,000	267,000	419.12
Changes (B – A)	20,000	10,000	20,000	7,000	12.76
Rate of change (%)	0.4	2.3	5.1	2.7	3.1
(Reference) Previous fiscal year results (Fiscal year ended March 31, 2024)	5,202,919	440,210	427,548	298,752	457.16

Note: Amortization of actuarial differences for retirement benefit is not expected in the above consolidated earnings forecasts.

2. Revised Dividend Forecasts for the Fiscal Year Ending March 2025

	Dividend per share (Yen)		
	End of 2 nd quarter (Sept. 30)	Fiscal year-end quarter (Mar. 31)	Annual
Previous forecasts	70.00	75.00	145.00
Revised forecasts		77.00	147.00
Current fiscal year results	70.00		
(Reference) Previous fiscal year results (Fiscal year ended March 31, 2024)	63.00	80.00	143.00

3. Reasons for the Revision of Consolidated Earnings Forecasts and Dividend Forecasts

In the 7th Medium-Term Management Plan, a five-year plan that began in fiscal 2022, the Company is pursuing corporate activities based on the three management policies of “evolving revenue model,” “Optimizing management efficiency,” and “strengthening the management base” in order to realize a sustainable growth model.

During the interim consolidated accounting period under review, sales of development properties, particularly logistics facilities, have progressed beyond expectations, and efforts to improve profitability in each business have also progressed. As a result, the Company has decided to revise the consolidated earnings forecasts for the fiscal year ending March 2025, as the consolidated earnings are expected to exceed the forecasts announced in August 2024.

The Company’s basic strategy for capital policy is to achieve ROE that exceeds the cost of capital while maintaining financial stability, and to secure equity spreads to increase shareholder value. The Company’s basic policy on shareholder returns is to return profits generated through business activities to shareholders, and to increase shareholder value by increasing its earnings per share (EPS) with investing in growth areas such as real estate development, the expansion of overseas business, M&A, research and development, and production facilities in order to maximize corporate value over the medium to long term. The Company strives to maintain a stable dividend payout ratio, with a dividend payout ratio of 35% or higher linked to business performance and a lower limit of 145 yen.

Based on the above basic policies, the Company revised dividend forecasts for the current fiscal year increasing by 2 yen from the previous forecasts to 147 yen due to the revisions of the consolidated earnings forecasts.

(Reference)

Consolidated Earnings Forecasts Excluding the Actuarial Differences on Retirement Benefit

	Net sales	Operating income	Ordinary income	Net income attributable to owners of the parent	Basic net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Revised forecasts	5,370,000	440,000	410,000	267,000	419.12
YOY (%)	3.2	11.8	7.6	0.2	2.8
Previous fiscal year results excluding actuarial differences (Fiscal year ended March 31, 2024)	5,202,919	393,694	381,032	266,562	407.90

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 November 12, 2024.