



News Release (Translation only)

June 3, 2019

Company: Daiwa House Industry Co., Ltd.
(Code number: 1925,
First Section of the Tokyo Stock Exchange)
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Revisions: Partial Revision of Summary of Financial Results for the Fiscal Year Ended March 31, 2019 (Consolidated) [Japanese GAAP]

Daiwa House Industry Co., Ltd. (the Company) has determined the necessity of making certain revisions (as shown below) to the contents of the Company's Summary of Financial Results for the Fiscal Year Ended March 31, 2019 (Consolidated) [Japanese GAAP].

1. Reasons for the revisions

Subsequent to the release of the Summary of Financial Results (Unaudited) for the Fiscal Year Ended March 31, 2019 (Consolidated) [Japanese GAAP], errors were discovered in the notes to the Consolidated Financial Statements. The correction of these errors (the figures underlined in the table below) will have no effect on the Company's Consolidated Earnings Results or its Consolidated Financial Conditions.

2. Details of revisions

< Supporting Data: See Page 22 >

3. Consolidated Financial Statements and Main Notes

(5) Notes to Consolidated Financial Statements

Segment Information

(Before revision)

Previous fiscal year (From April 1, 2017 to March 31, 2018)

(Millions of yen)

	Reportable Business Segments						Total
	Single-Family Houses	Rental Housing	Condominiums	Existing Homes Business	Commercial Facilities	Logistics, Business & Corporate Facilities	
Sales							
(1) Sales to customers	382,884	1,028,811	284,452	109,436	610,469	847,028	3,263,083
(2) Inter-segment sales or transfers	2,484	2,022	599	2,712	10,399	3,185	21,403
Total	385,369	1,030,834	285,051	112,148	620,869	850,214	3,284,486
Operating income	21,566	106,683	13,328	13,228	114,178	88,915	357,901
Assets	204,171	309,691	333,386	16,362	641,570	1,287,915	2,793,098
Others							
Depreciation	3,494	8,994	1,717	146	19,306	11,057	44,717
Net increase in property, plant and equipment, and intangible assets	7,594	30,025	5,091	143	58,455	131,180	232,490

	Other Businesses (Note: 1)	Subtotal	Adjustment (Note: 2)	Amounts on the consolidated financial statements
Sales				
(1) Sales to customers	532,909	3,795,992	—	3,795,992
(2) Inter-segment sales or transfers	104,214	125,617	(125,617)	—
Total	637,123	3,921,610	(125,617)	3,795,992
Operating income	23,010	380,911	(33,770)	347,141
Assets	<u>881,450</u>	<u>3,674,549</u>	360,723	<u>4,035,272</u>
Others				
Depreciation	18,255	62,973	1,190	64,163
Net increase in property, plant and equipment, and intangible assets	52,299	284,790	(199)	284,590

(After revision)

Previous fiscal year (From April 1, 2017 to March 31, 2018)

(Millions of yen)

	Reportable Business Segments						Total
	Single-Family Houses	Rental Housing	Condominiums	Existing Homes Business	Commercial Facilities	Logistics, Business & Corporate Facilities	
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Operating income	23,010	380,911	(33,770)	347,141
Assets	881,237	3,674,336	360,723	4,035,059
Others				
Depreciation	18,255	62,973	1,190	64,163
Net increase in property, plant and equipment, and intangible assets	52,299	284,790	(199)	284,590

(Notes) The “Partial Amendments to Accounting Standards for Tax Effect Accounting” (ASBJ Statement No.28, February 16, 2018) have been applied with effect from the beginning of the reporting fiscal year, and these same accounting standards have been applied retroactively to assets by business segment for the previous fiscal year. The figures shown herein reflect the application of these accounting standards.

< Supporting Data: See Page 25 >

3. Consolidated Financial Statements and Main Notes

(5) Notes to Consolidated Financial Statements

Per Share Information

(Before revision)

(Note) In calculating net assets per share, the shares held by The Employee Incentive Plan (E-Ship®), owned by the Daiwa House Group Employee Shareholders Association Trust (trustee the Nomura Trust and Banking Co., Ltd.) and by the Directors Stock Delivery Trust (re-trustee Japan Trustee Services Bank, Ltd.) are included in treasury stock, which is excluded from the total number of shares at the end of the period (1,422 thousand shares for the previous fiscal year, 112 thousand shares for the fiscal year in question).

Additionally, in calculating basic net income per share and diluted net income per share, the shares held by The Employee Incentive Plan (E-Ship®) and the Directors Stock Delivery Trust are included in treasury stock, which is excluded from the average number of shares during the term (2,005 thousand shares for the previous fiscal year, 852 thousand shares for the fiscal year in question).

(After revision)

(Note) In calculating net assets per share, the shares held by The Employee Incentive Plan (E-Ship®), owned by the Daiwa House Group Employee Shareholders Association Trust (trustee the Nomura Trust and Banking Co., Ltd.) and by the Directors Stock Delivery Trust (re-trustee Japan Trustee Services Bank, Ltd.) are included in treasury stock, which is excluded from the total number of shares at the end of the period (1,422 thousand shares for the previous fiscal year, 112 thousand shares for the fiscal year in question).

Additionally, in calculating basic net income per share and diluted net income per share, the shares held by The Employee Incentive Plan (E-Ship®) and the Directors Stock Delivery Trust are included in treasury stock, which is excluded from the average number of shares during the term (2,005 thousand shares for the previous fiscal year, 741 thousand shares for the fiscal year in question).

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 June 3, 2019.