

Editorial Policy

Purpose of Publication

To realize management sustainability, the Daiwa House Group has divided the Sustainability Report 2020 (hereafter “this report”) by three purposes.

- ① **Accomplish accountability:** As a group that maintains the stance of Co-creating a Brighter Future, we will take accountability for contributions to society and the environment as well as reduction in environmental impacts through business.
- ② **Acquire appropriate third-party evaluations:** We will disclose information based on requests from stakeholders who are particularly interested in corporate ESG, including corporate assessment agencies, long-term investors, NGOs, and experts. We especially understand that ESG assessment items of corporate assessment agencies are “a collection of the expectations and demands of a global society and stakeholders,” and are aiming to acquire appropriate evaluations.
- ③ **Utilization for improvements in management:** As part of the “third-party checks” that we use in the PDCA cycle of management, we make improvements by implementing the points cited in third-party ESG evaluations and dialogues reported herein. We feed back the results of ESG evaluations through important meetings to persons in the company like the sustainability representatives from each department who were involved in the preparation of this report, in addition to the key officers who have close relationships with stakeholders, department managers and others who were interviewed for this report.

Page Layout, Included Content

- This report is broadly comprised of three parts, namely “Managerial Philosophy and Overall Picture,” “Implementation Report,” and “Third-Party Assessment / Data Section.”
- The “Implementation Report” brings into focus the individual efforts taken for each element of ESG (Environment, Society and Governance). It also reports on “Commitment from the Executive Officer in Charge” for each category, as well as the progress of initiatives for respective priority issues of the Action Plan for the Environment (P027) and the Social Medium-Term Plan (P079) that we started in fiscal 2019.
- The description of “Corporate Governance,” as is listed in the Contents, is limited to corporate governance (P158–166) as pertains to supervision and decision making, while measures taken to enhance governance with a focus on internal control are in this report positioned in the social domain, and are reported in the chapter on “Risk countermeasures base” (P137–156).

[Managerial Philosophy and Overall Picture P001–018]

Through our founder's spirit, core philosophy and Medium-Term plan, we will explain the relationship between our Group's business and ESG as well as the contributions to society and the environment.

[Implementation Report P020–166]

- Each category of ESG (Environment, Society and Governance), together with being outlined in “Commitment from the Executive Officer in Charge,” is also organized and systematically reported on by their respective key issues in “Basic Policy and Concept,” “Management” and “Main Approach.”
- Reports are offered on corporate governance and the structure that underpins the building of good relationships with stakeholders (customers, employees, business partners, local communities and shareholders) through business and contributions to the global environment.

[Third-Party Assessment / Data Section P168–214]

Along with a self-assessment of results achieved with the Action Plan for the Environment and the Social Medium-Term Plan, we list third-party assessments and detailed data related to society and the environment.

Reporting Media

The Sustainability Report is published in both Japanese and English.

Target Readers

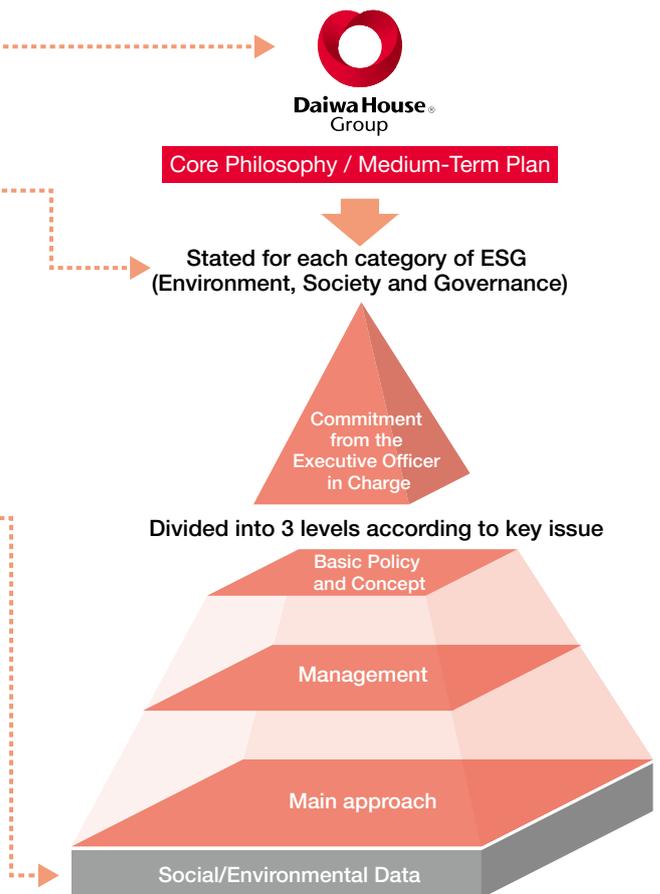
The target readers include a wide range of stakeholders such as corporate assessment agencies, long-term investors, NGOs and experts as well as customers, business partners, employees, local communities (including NPOs) and the government.

Reporting Organizations

The report is centered on Daiwa House Industry and Daiwa House Group companies (317 consolidated subsidiaries, 40 equity-method affiliates and 2 non-equity-method affiliates as of March 31, 2020).

Report Period

The report mainly focuses on the 2019 fiscal year (April 1, 2019 to March 31, 2020) but activities before and after this fiscal period are included when necessary.



Referential Guidelines

GRI (Global Reporting Initiative) Sustainability Reporting Standards, International Organization for Standardization “ISO26000,” “Environmental Report Guidelines (2018 edition)” from the Japanese Ministry of the Environment, IIRC “International Integrated Reporting Framework,” “Guidance for Collaborative Value Creation” from the Japanese Ministry of Economy, Trade and Industry.

Issued

July 2020 (Issued once a year, next issue scheduled for July 2021)

Contents

Chapter 00 Managerial Philosophy and Overall Picture

■ Business Philosophy Guided by Our Founder's Spirit

Origins of the Daiwa House Group	001
Editorial Policy / Contents	003
Company Summary	005
Message from the President	007
Realizing Management Vision that Embodies Our Founder's Spirit	011

■ Framework for Management Implementation

The Daiwa House Group's value-creation process	013
Medium-Term Plan for Achieving Our Management Vision	015
Governance definition / Enhancing governance	017

Chapter 01 Implementation Report Environment

Management

Commitment from the Executive Officer in Charge	021
Long-Term Environmental Vision	024
Action Plan for the Environment (Endless Green Program)	027
General (Expand environmental contribution business)	029
Reinforcing the foundation of environmental management	030
Environmental Management	
Supply Chain Management (Environment)	
Eco Communication	

Focal theme

1 Slowing and adapting to climate change (Energy)	037
2 Harmony with the Natural Environment (Preservation of Biodiversity)	047
3 Conservation of Natural Resources / Water Resource Conservation (Longer Durability / Waste Reduction)	053
4 Prevention of Chemical Pollution	059

Chapter 02 Implementation Report Society

Management

Commitment from the Executive Officer in Charge	065
CSR Management	068
Human Rights Management	071
Social Medium-Term Plan (Endless Social Program)	077

Focal theme

1 Innovation base	083
Issue 1: Build platforms for innovating solutions to social issues	
Issue 2: Promote social inclusion in real-estate development	
Intellectual property strategy	
Developing disaster-resilient products	
Developing products to solve challenges facing society	
2 Human resources base	095
Issue 3: Work style reform for employees	
Issue 4: Upgrade human resource development and recruitment	
Issue 5: Promote diversity and inclusion	

3 Technology and manufacturing base 109 |

Issue 6: Enforce safety/security at construction sites	
Issue 7: Improve productivity in manufacturing operations with the cooperation of business partners	
Issue 8: Promote and improve the efficiency of CSR procurement across the Group	

4 Customer base 121 |

Issue 9: Upgrade corporate communications	
Issue 10: Promote customer support to maintain long-term relationships	

5 Communication base 127 |

Issue 11: Integrate and upgrade financial and nonfinancial communications	
Issue 12: Keep pace with rapidly evolving communication environments	

Community Service and Co-creation Activities: Contribution to Local Communities

6 Risk countermeasures base 137 |

Governance Enhancement Measures	
Issue 13: Prepare business continuity plans on the premise of natural disasters/extreme weather	
Issue 14: Establish human rights due diligence at plants	
Issue 15: Establish corporate ethics and compliance rules	
Issue 16: Build management base for global business development from a long-term perspective	
Internal Control	
Risk Management	
Anti-corruption	

Chapter 03 Implementation Report Corporate Governance

Management

Commitment from the Executive Officer in Charge	159
Corporate Governance	162

Chapter 04 Third-Party Assessment / Data Section

■ Cooperating with Third Parties and Their Assessment

Cooperating with Third Parties	169
Main certifications and awards	171
Inclusion in ESG indices	173

■ Data Section

Corporate Data / Financial Information	175
Medium-Term Plan Self-Assessment Indices	179
Environmental Data	183
Glossary	215

■ Third-Party Assurance Report

Third-Party Assurance Report	217
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■ Editorial Postscript

Editorial Postscript	218
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Information on GHG in this report has received third-party certification, and an accompanying  mark indicates all data subject to such certification. (See Third-Party Assurance Report on P217.)