

Notice Regarding Litigation Demand from Shareholder

March 6, 2018 –Sekisui House, Ltd. (“the Company”) announces that it received a demand that it initiate litigation to pursue the liability of a Director, addressed by an individual shareholder to the Audit & Supervisory Board Members of the Company on March 5, 2018.

The demand seeks the institution of a lawsuit to pursue liability demanding the payment of damages of an amount equivalent to the damages the Company incurred as a result of fraud involving the substantial amount of 5,559 million yen in Problems with the Purchase of the Land for Condominiums, and a penalty for the delay in payment on the grounds that Representative Director Toshinori Abe made an error in judgment in the course of executing business and neglected to supervise and monitor the other Directors and employees, in other words, that he was negligent in the execution of his duties, and that he also violated the duty of care and the duty of loyalty.

The Audit & Supervisory Board Members of the Company will examine the matters stated in the demand and consider the appropriate course of action.

The Company will promptly announce its decision as to whether to initiate a lawsuit.

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For further information, please contact:

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