

[This is an English translation of the original text written in Japanese]

October 21, 2013
LIXIL Group Corporation

Announcement Regarding the Revision of the Forecast on Business Performance and Dividend Payment for the Fiscal Year Ending March 2014

In the light of the recent business trend, LIXIL Group Corporation (hereinafter, "LGC") revised its forecast on business performance and dividend payment for the fiscal year ending March 31, 2014 (from April 1, 2013 to March 31, 2014) from those announced on May 7, 2013.

1. Revision of the forecast on business performance

i) Revision of consolidated forecast for the 1H of the fiscal year ending March 31, 2014

(April 1, 2013 through September 30, 2013)

	Net sales	Operating profit	Recurring profit	Net income	Net income per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous 1H forecast (A) (Announced on May 7, 2013)	730,000	23,000	23,000	13,000	44.71
Revised 1H forecast (B)	740,000	26,000	29,000	18,000	61.91
Change (B-A)	10,000	3,000	6,000	5,000	17.20
Change (%)	+1.4	+13.0	+26.1	+38.5	+38.5
<Reference> 1H results for the FY ended March 31, 2013	682,917	13,764	12,476	-10,380	-35.70

<Reasons for the revision>

LGC has revised its forecast as shown above because net income is expected to exceed the previous forecast due to the reduction of income tax expense from the effect of various measures as well as the steady growth of sales, increase of operating income and foreign exchange gain.

ii) Revision of consolidated forecast for the full year of the fiscal year ending March 31, 2014

(April 1, 2013 through March 31, 2014)

	Net sales	Operating profit	Recurring profit	Net income	Net income per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous full-year forecast (A) (Announced on May 7, 2013)	1,570,000	70,000	70,000	39,000	134.13
Revised full-year forecast (B)	1,600,000	70,000	70,000	41,000	141.02
Change (B-A)	30,000	0	0	2,000	6.89

Change (%)	+1.9	0.0	0.0	+5.1	+5.1
<Reference> Full-year results for the FY ended March 31, 2013	1,436,395	50,485	53,063	21,347	73.42

<Reasons for the revision>

As for the full-year forecast for the fiscal year ending March 31, 2014, basically we do not change from previous forecast because of the uncertainties coming from fluctuation of foreign exchange and inflation of raw material price. However taking into account the consolidation of ASD Americas Holding Corp. and tax effect actualized in the 1H of the fiscal year ending March 31, 2014, LGC decided to revise its full-year forecast only for these effects.

2. Revision of the forecast on dividend payment

Forecast on dividend payment for the fiscal year ending March 31, 2014

	Dividend per share (Yen)		
	Interim dividend	Year-end dividend	Total
Previous forecast	20	20	40
Revised forecast	25	25	50
Actual dividends			
Actual dividends (for the FY ended March 31, 2013)	20	20	40

<Reasons for the revision>

LGC decided at its Board of Directors Meeting held today to revise its forecasts on interim dividend and year-end dividend taking into account our revised basic policy regarding profit sharing announced on September 17, 2013 and review on business performance.

Note: Statements made above are forward-looking statements. LIXIL Group cautions that a number of factors could cause actual results to differ materially from those discussed in the forward-looking statements.