

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

August 7, 2015
LIXIL Group Corporation

Announcement Regarding the Revision of the Forecast on Business Performance for the Fiscal Year Ending March 2016

In light of the recent business trend, LIXIL Group Corporation (hereinafter, "LGC") revised its forecast of business performance for the fiscal year ending March 31, 2016 (from April 1, 2015 to March 31, 2016) from that announced on June 8, 2015.

1. Revision of the forecast of business performance

i) Revision of consolidated forecast for the 1H of the fiscal year ending March 31, 2016 (April 1, 2015 through September 30, 2015)

	Net sales	Operating profit	Recurring profit	Profit attributable to owners of parent	Net income per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous 1H forecast (A) (Announced on May 7, 2014)	870,000	9,500	9,500	-18,000	-62.86
Revised 1H forecast (B)	880,000	20,000	18,000	-18,000	-62.86
Change (B-A)	10,000	10,500	8,500	0	0
Change (%)	+1.1	+110.5	+89.5	0.0	0.0
<Reference> 1H results for the FY ended March 31, 2015	796,178	13,283	12,720	3,415	11.68

(Note) There was disposal of treasury stock due to exercise of stock option in current fiscal year. As for the net income per share of the consolidated forecast, such disposal of treasury stock is put into consideration for the number of shares excluding treasury stocks used in the calculation.

2. Reasons for the revision

LGC has revised its forecast of 1H as shown above due to steady growth of renovation sales in Japanese market and sales expansion in North American Market. Although we revised the operating profit and recurring profit from recovery in pricing and cost restraint activities, we do not change from previous forecast in profit attributable to owners of parent due to occurrence of loss on step acquisition of a subsidiary from forex fluctuation.

Also we announce that forecast of net sales and core earnings of 1H of the fiscal year ending March 31, 2016 in IFRS is expected to be 940 billion yen and 34 billion yen, respectively.

As for the full-year forecast for the fiscal year ending March 31, 2016, we would judge the need of revision based on the results of 1H of fiscal year ending March 31, 2016, so we do not change

from previous forecast at this time.

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.