

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

March 1, 2016

LIXIL Group Corporation

**Announcement Regarding Sale of Consolidated Subsidiary
(Shanghai Meite Curtain Wall System Co., Ltd.)**

LIXIL Group Corporation hereby announces that its subsidiary, LIXIL Corporation has signed an agreement to transfer shares of its Singapore-based subsidiary, AMTRONIC Pte.Ltd. Accordingly, the China-based subsidiary of AMTRONIC Pte.Ltd., Shanghai Meite Curtain Wall System Co., Ltd., will also be deconsolidated from LIXIL Group Corporation.

1. Reason for Change

This is based on LIXIL Group's strategy to achieve an efficient business portfolio which will secure higher profitability and growth.

2. Overview of Subsidiary to be Sold (Shanghai Meite Curtain Wall System Co., Ltd.)

- (1)Name of the company: Shanghai Meite Curtain Wall System Co., Ltd.
- (2)Headquarter: Shanghai, China
- (3)Major Business: Manufacture and sales of curtain walls
- (4)Shareholding: 75% (0% post transaction)
- (5)Current financial performance (Fiscal year: December 2014, Unit: RMB in million)

Total Assets	1,592
Net Sales	1,270
Operating Profit	-37
Net Profit	-50

3. Overview of the Buyer

- (1)Name of the company: MEITE PROJECT PTE. LTD.
- (2)Headquarter: Singapore
- (3)Relationship between Shanghai Meite Curtain Wall System Co., Ltd. and the company:
Company founded by David Yee, representative of Shanghai Rongzhao Investment Management Co.,Ltd., which is a business partner and holds 25% shares of Shanghai Meite Curtain Wall System Co., Ltd.

4. Future Outlook

The transaction is expected to close during March. The impact on our performance for the fiscal year ending March 2016 will be insignificant.