April 2, 2015

LIXIL Group Corporation
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Notification of GROHE Group S.à r.l. and its Affiliates have become Consolidated Subsidiaries

In relation to GROHE Group S.à r.l. (hereinafter "GROHE"), an entity indirectly owned by GraceA Co., Ltd., its equity method affiliate and jointly controlled entity, LIXIL Group made an announcement on December 10, 2014, in relation to LIXIL Corporation's (hereinafter "LIXIL") agreement to acquire the remaining 12.5% of the outstanding shares of GROHE from Cai GmbH (hereinafter the "GROHE Share Acquisition"), the amendment to the Shareholders' Agreement executed between LIXIL and Development Bank of Japan Inc. (Headquarters: Chiyoda-ku, Tokyo; President: Toru Hashimoto; hereinafter "DBJ") dated September 26, 2013 (hereinafter the "Shareholders' Agreement") to make GROHE and its listed subsidiary Joyou AG (Headquarters: Germany; hereinafter "JOYOU") LIXIL Group's consolidated subsidiaries. Effective April 1, 2015, the GROHE Share Acquisition and the amendment of the Shareholders' Agreement has been completed.

Pursuant to this, GROHE and JOYOU have become our consolidated subsidiaries. GraceA, a joint venture between LIXIL and DBJ, and GraceB, its wholly-owned subsidiary directly owning the GROHE shares, also became consolidated subsidiaries.

Please see attached press release for your reference.

PRESS RELEASE

For Immediate Release

April 2, 2015

LIXIL Corporation

LIXIL Completes the Acquisition of the Remaining 12.5 Percent of the Shares of GROHE Group S.à r.l.

~GROHE and JOYOU become subsidiaries of LIXIL and consolidated subsidiaries of the LIXIL Group~

TOKYO, April 2, 2015 – LIXIL Corporation (Headquarters: Chiyoda-ku, Tokyo; President: Yoshiaki Fujimori; "LIXIL") announced that it completed the acquisition of the remaining 12.5% of the outstanding shares of GROHE Group S.à r.l. (Headquarters: Luxembourg; CEO and Chairman: David Haines; "GROHE") from Cai GmbH (Headquarters: Germany; Representatives: Jianshe Cai and Jilin Cai, "Cai") on April 1. Following the completion of the acquisition of the shares and the amendment of the Shareholders' Agreement with Development Bank of Japan Inc., GROHE became an indirectly majority-owned subsidiary of LIXIL effective that date.

Following this acquisition, LIXIL directly and indirectly owns a 56.25% interest in GROHE's share capital. Further, GROHE and its listed subsidiary, Joyou AG ("JOYOU"), became controlled subsidiaries of LIXIL, and also became consolidated subsidiaries of LIXIL's parent, LIXIL Group Corporation (Headquarters: Chiyoda-ku, Tokyo; President: Yoshiaki Fujimori).

The acquisition price of the shares was €205 million (approximately JPY 26.7 billion, €1 = JPY130) and the transaction completed on April 1 following the completion of relevant regulatory approvals.

■ About Cai GmbH

Cai GmbH is a holding company engaged in the management of assets. Its representatives Jianshe Cai and Jilin Cai are respectively Chief Executive Officer and Chief Operating Officer of JOYOU, a subsidiary of GROHE that is listed in Germany and is a leading faucet and water-section equipment manufacturer in China.

■ About GROHE

The GROHE Group comprises Grohe AG, Hemer, Germany, and Joyou AG, Hamburg, Germany and other subsidiaries in foreign markets. The GROHE Group is the world's leading provider of sanitary fittings. With its global GROHE brand, the GROHE Group builds on its brand values of quality, technology, design and responsibility to deliver "Pure Freude an Wasser". With the JOYOU brand, the Group covers the fast growing Chinese market. Spearheaded by GROHE Group S.à r.l.,

Luxembourg, the group has a global workforce of around 9,300 people worldwide (including some 3,500 at JOYOU). There are about 2,400 employees working at GROHE in Germany. The GROHE Group expects consolidated sales of €1.58 billion in 2014. The GROHE Group has nine proprietary production plants, of which six are located outside Germany, namely in Portugal, Thailand, and China (JOYOU). The company currently generates almost 85% of its sales outside Germany. The GROHE Group was acquired by the LIXIL Group and the Development Bank of Japan in January 2014. GROHE and JOYOU remain independent within the LIXIL Group.
For more information, please visit: http://www.grohe.com/

About LIXIL Corporation

Headquartered in Tokyo, **LIXIL Corporation** is a global leader in housing and building materials, products and services business. The foundation of LIXIL's success is our constant investment in technological innovation to improve people's lives. Drawing on a heritage of over 100 years of technological innovation, LIXIL is grouped into four technology businesses, LIXIL Water Technology (brands include: LIXIL, INAX, GROHE, American Standard, JOYOU, and JAXSON), LIXIL Housing Technology (includes Tostem, Shinnikkei, and TOEX brands, etc.), LIXIL Building Technology (including the Permasteelisa Group) and LIXIL Kitchen Technology. LIXIL Japan Company is the fifth business of the LIXIL Corporation and operates as a customer-focused sales organization with the most comprehensive range of products and services from all four technologies to customers and business partners in Japan. LIXIL produces some of the world's most fundamental and innovative products and services, and our solutions are an integral part of some of the world's most iconic and cutting-edge living and working spaces LIXIL brands are present in 150 countries and our businesses employ more than 80,000 people worldwide. LIXIL brings together technology, quality, design and sustainability to enhance people's lives around the world.

About LIXIL Group Corporation

LIXIL Group Corporation (TSE Code: 5938) is the listed holding company containing LIXIL Corporation, LIXIL VIVA CORPORATION and LIXIL Housing Research Institute, Ltd. The Group is involved in a broad spectrum of housing-related businesses, ranging from the manufacture and sales of building materials and housing equipment to the operation of home centers and a network of homebuilding franchises, and a comprehensive real estate service. Led by President and CEO Yoshiaki Fujimori, the Group posted 1.6 trillion JPY in consolidated sales in FY March 2014. For more information about LIXIL Group and LIXIL, please visit: http://www.lixil-group.co.jp/e/