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

November 2, 2015
LIXIL Group Corporation

Announcement Regarding Differences between Forecast and Actual Results for 1H and Revision of the Forecast of Full Year for the Fiscal Year Ending March 2016

LIXIL Group Corporation (hereinafter, "LGC") gives notice that the differences set forth below in today's announcement of the financial results of 1H for the fiscal year ending March 31, 2016 from the projected financial results for the same period announced on August 7, 2015. LGC also announces the revision of its full-year forecast for the fiscal year ending March 31, 2016 (from April 1, 2015 to March 31, 2016) from that announced on June 8, 2015.

1. Difference between the results of business performance and the previous 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 August 7, 2015)	880,000	20,000	18,000	-18,000	-62.86
1H results (B)	877,415	32,044	26,559	-22,878	-79.87
Change (B-A)	-2,585	12,044	8,559	-4,878	-17.01
Change (%)	-0.3	+60.2	+47.6	-	-
<Reference> 1H results for the FY ended March 31, 2015	796,178	13,283	12,720	3,415	11.68

2. Revision of consolidated forecast of the full year for the fiscal year ending March 31, 2016
(April 1, 2015 through March 31, 2016)

	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 full-year forecast (A) (Announced on June 8, 2015)	1,870,000	52,000	52,000	3,000	10.48
Revised full-year forecast (B)	1,855,000	62,000	57,000	5,000	17.45
Change (B-A)	-15,000	10,000	5,000	2,000	6.97

Change (%)	-0.8	+19.2	+9.6	+66.7	+66.5
<Reference> Full-year results for the FY ended March 31, 2015	1,673,405	51,674	57,862	22,012	75.46

3. Reasons for the revision

The operating profit and recurring profit of 1H for the fiscal year ending March 31, 2016 have exceeded the previous forecast as shown above due to the improvement of mix, steady progress of reduction of cost and SG&A, and actuarial gains from retirement benefits of overseas subsidiaries although additional cost for investigation of Joyou AG was recorded. On the other hand, profit attributable to owners of the parent fell short of the forecasts because a record of deferred tax benefit was delayed and is expected to be recorded in 2H due to the fact that it does not meet the accounting standard requirement because there is possibility of additional recovery. This delay offset the impact of partially received fee of the recovery of loss on investment to associates (4.9 billion yen out of 33.0 billion yen) that would have decreased the loss to 28.1 billion.

As for the full-year forecast for the fiscal year ending March 31, 2016, LGC revised its sales downward due to sales of some businesses and operating profit upward reflecting the strong result on business performance in 1H.

Also we announce that forecast of net sales and core earnings of full-year for the fiscal year ending March 31, 2016 in IFRS are expected to be 1,910 billion yen and 85 billion yen respectively.

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.