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

March 26, 2018

LIXIL Group Corporation
Kinya Seto
Representative Executive Officer and President (First Section of TSE/NSE, code 5938)

(Contact):
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Progress Update on Transfer of Consolidated Subsidiary (Share Transfer)

LIXIL Group Corporation (hereinafter "LIXIL Group") announced on August 21, 2017 that it has decided to transfer 100% of shares of Permasteelisa S.p.A. (hereinafter "Permasteelisa") held by its subsidiary, LIXIL Corporation, to Grandland Holdings Group Limited.

LIXIL Group has been proceeding with various procedures with the aim of closing the transaction within the fiscal year ending March 31, 2018. However, LIXIL Group today updates that the closing will be delayed beyond March 31, 2018 as certain regulatory clearance processes are still pending.

In LIXIL Group's consolidated statement of profit and loss in the fiscal year ending March 31, 2019, all profits and losses relating to Permasteelisa will continue be listed separately as profit and loss for discontinued operations with the amount after tax. Also, assets and liabilities held by Permasteelisa continue to be classified as assets and liabilities held for sale in LIXIL Group's consolidated financial statement in the fiscal year ending March 31, 2019.

LIXIL will continue to disclose key status updates in a timely manner.

End