

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



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LIXIL Corporation
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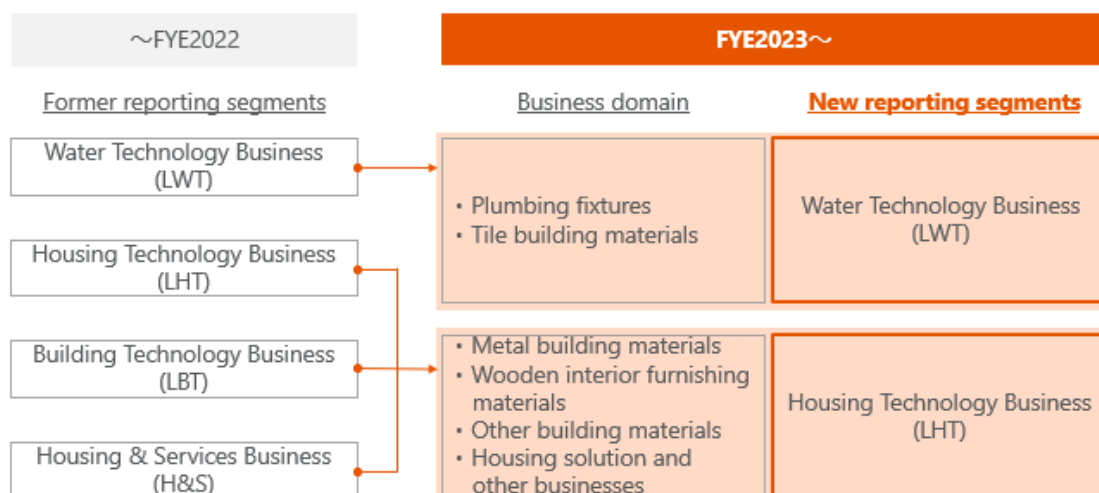
Notice Regarding Change in Reporting Segments

LIXIL Corporation (hereinafter “LIXIL”) hereby announces that it has decided to change the company’s reporting segments from the start of the first quarter of the fiscal year ending March 2023. Details are provided below.

1. Reason for the change in segment structure

LIXIL is focusing and simplifying its organization to establish a management process that is more resilient to changes in the external environment and that drives profitable and sustainable growth. As this initiative nears completion, LIXIL will now move to further accelerate growth and profitability improvement by strengthening collaboration between businesses that have close alignment. Therefore, LIXIL has decided to integrate the “Building Technology Business” and “Housing & Services Business” into the “Housing Technology Business.” With these new reporting segments, all units will operate under the “Water Technology Business” or “Housing Technology Business,” the company’s two core business areas.

2. Outline of the change in segment structure



There are no changes to the Executive officers in charge of each business.

Business	Executive officers in charge
Water Technology Business (Japan)	Hiroyuki Oonishi
Water Technology Business (International)	Bijoy Mohan
Housing Technology Business	Satoshi Yoshida

3. Revenue and income (loss) by new reporting segment

For the fiscal year ended March 31, 2022 (April 1, 2021 through March 31, 2022)

(Unit: JPY million)

	Reportable segments		Total	Recon- ciliations	Consoli- dated
	Water Technology Business	Housing Technology Business			
Revenue					
Revenue from external customers	849,653	578,925	1,428,578	-	1,428,578
Intersegment revenue or transfers	12,504	5,284	17,788	(17,788)	-
Total	862,157	584,209	1,446,366	(17,788)	1,428,578
Segment profit (loss)	76,615	31,661	108,276	(43,401)	64,875

Reference: Revenue and income (loss) by previous reporting segment

For the fiscal year ended March 31, 2022 (April 1, 2021 through March 31, 2022)

(Unit: JPY million)

	Reportable segments				Total	Recon- ciliations	Consoli- dated
	Water Technology Business	Housing Technology Business	Building Technology Business	Housing & Services Business			
Revenue							
Revenue from external customers	849,653	460,502	89,321	29,102	1,428,578	-	1,428,578
Intersegment revenue or transfers	12,504	6,160	-	1,172	19,836	(19,836)	-
Total	862,157	466,662	89,321	30,274	1,448,414	(19,836)	1,428,578
Segment profit (loss)	76,615	28,203	3,495	(139)	108,174	(43,299)	64,875

4. Consolidated forecast for the fiscal year ending March 2023

The change in reporting segments will not change the consolidated forecast for the fiscal year ending March 2023 (April 1, 2022 through March 31, 2023) as announced on April 28, 2022.

Reference: Japan and International results and forecast by segment

Within the Housing Technology Business, the results of some subsidiaries that are engaged in multiple businesses on a global basis have been formerly classified as businesses in "Japan". However, due to the growing importance of the international operations for these subsidiaries, LIXIL has decided to disclose the results by separating the results based on customer locations from the start of the first quarter of the fiscal year ending March 2023. The information disclosed in the financial results presentation of results and the forecast for Japan and International operations in the Housing Technology Business will change accordingly.

	JPY billion	FYE2022 Results			FYE2022 Results (restated)			FYE2023 Forecast			
		Japan	Intl.	Total	Japan	Intl.	Total	Japan	Intl.	Total	Total YoY%
LWT	Revenue	413.7	448.4	862.2	413.7	448.4	862.2	433.0	502.0	935.0	+8.4%
	CE	33.2	43.4	76.6	33.2	43.4	76.6	38.5	50.0	88.5	+15.5%
	CE margin	8.0%	9.7%	8.9%	8.0%	9.7%	8.9%	8.9%	10.0%	9.5%	+0.6pp
LHT	Revenue	462.8	3.8	466.7	565.6	18.6	584.2	580.5	18.5	599.0	+2.5%
	CE	28.2	-0	28.2	31.4	0.3	31.7	37.0	0.5	37.5	+18.4%
	CE margin	6.1%	-0.2%	6.0%	5.5%	1.6%	5.4%	6.4%	2.7%	6.3%	+0.8pp
LBT	Revenue	89.3		89.3							
	CE	3.5		3.5							
	CE margin	3.9%		3.9%							
H&S	Revenue	30.3		30.3							
	CE	-0.1		-0.1							
	CE margin	-0.5%		-0.5%							
Conso. adj. & others	Revenue			-19.8			-17.8			-14.0	-
	CE			-43.3			-43.4			-45.0	-
LIXIL	Revenue	996.2	452.3	1,428.6	979.3	467.1	1,428.6	1,013.5	520.5	1,520.0	+6.4%
	CE	64.8	43.4	64.9	64.6	43.7	64.9	75.5	50.5	81.0	+24.8%
	CE margin	6.5%	9.6%	4.5%	6.6%	9.4%	4.5%	7.4%	9.7%	5.3%	+0.8pp

Note: Difference between sum total of Japan and International in Revenue and Core earnings and "Total" is the amount of consolidation, adj. & others.

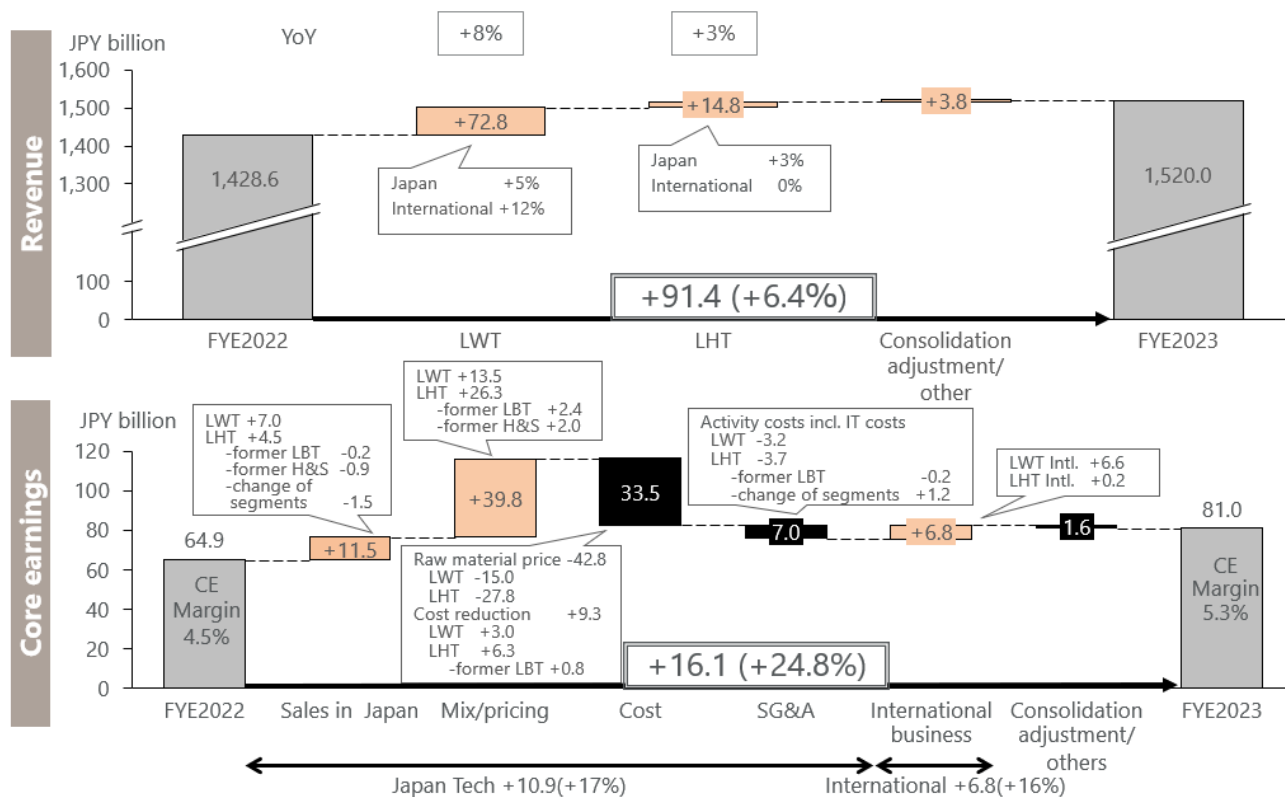
Reference: Japan and International results by segment for the fiscal year ended March 2022 (new segments)

JPY billion		Q1 3 months			Q2 6 months			Q3 9 months			Full-year 12 months		
		Japan	Intl.	Total	Japan	Intl.	Total	Japan	Intl.	Total	Japan	Intl.	Total
LWT	Revenue	99.2	111.4	210.6	199.8	220.6	420.5	312.3	334.9	647.2	413.7	448.4	862.2
	CE	7.8	15.9	23.7	14.7	26.1	40.8	26.9	37.6	64.5	33.2	43.4	76.6
	CE margin	7.9%	14.2%	11.2%	7.4%	11.8%	9.7%	8.6%	11.2%	10.0%	8.0%	9.7%	8.9%
LHT	Revenue	135.4	3.9	139.4	276.1	8.2	284.3	428.2	13.2	441.4	565.6	18.6	584.2
	CE	9.9	0	9.9	18.6	0.1	18.6	30.3	0.2	30.5	31.4	0.3	31.7
	CE margin	7.3%	1.1%	7.1%	6.7%	0.6%	6.5%	7.1%	1.6%	6.9%	5.5%	1.6%	5.4%
Conso. adj. & others	Revenue			-4.2			-8.6			-14.2			-17.8
	CE			-10.5			-22.1			-33.3			-43.4
LIXIL	Revenue	234.6	115.4	345.8	475.9	228.9	696.2	740.6	348.0	1,074.4	979.3	467.1	1,428.6
	CE	17.7	15.9	23.1	33.3	26.1	37.3	57.3	37.8	61.8	64.6	43.7	64.9
	CE margin	7.5%	13.8%	6.7%	7.0%	11.4%	5.4%	7.7%	10.9%	5.7%	6.6%	9.4%	4.5%

Note: Difference between sum total of Japan and International in Revenue and Core earnings and "Total" is the amount of consolidation, adj. & others.

Reference: Forecast for the fiscal year ending March 2023

Change of revenue and core earnings (new segments)



Note: The "change of segments" refers to the change in reporting segments and the change in results and the forecast for Japan and International operations in the Housing Technology Business.