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 Real Estate Investment Trust Securities Issuer
 Sekisui House Reit, Inc.

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Notice Concerning Introduction of Renewable Energy at Owned Property
(Hirokoji Garden Avenue)

Sekisui House Reit, Inc. (“SHR”) hereby announces the introduction of electricity derived from renewable energy (the “Initiative”) in the owned property “Hirokoji Garden Avenue” (the “Property”) as described below.

1. Overview of the Initiative

Property No.	Property Name	Power Supply Company	Implementation Date of Power Supply
O-006	Hirokoji Garden Avenue	Osaka Gas Co., Ltd.	May 1, 2023

The Initiative is to switch the contract for power supply for the Property to “Sekisui House Owner Denki” provided by Osaka Gas Co., Ltd. (“Osaka Gas”) so that CO₂ emissions from electricity used in the Property will be virtually zero.

“Sekisui House Owner Denki” is a service in which the power supply company (Osaka Gas regarding this Property) purchases surplus electricity from solar power generation from owners of houses built by Sekisui House, Ltd. (“Sekisui House”), the sponsor of SHR. This surplus electricity is purchased at a stable price even after the expiration of the feed-in tariff (FIT) system and sold to Sekisui House and others, procuring electricity derived from renewable energy thus reducing the CO₂ emissions from electricity to virtually zero.

2. Reason for the Initiative

SHR contributes to a sustainable society by conducting real estate investment management with due consideration given to ESG (Environment, Social, and Governance). SHR regards promoting response to climate change as a material (important) issue, and has set a new long term target (KPIs) of achieving carbon neutrality by FY 2050 in addition to the medium term target of reducing 50% of its portfolio’s CO₂ emissions intensity by FY 2030 compared to FY 2018. With the implementation of the Initiative, the reduction of CO₂ emissions intensity of the overall portfolio can be expected.

Through the Initiative, SHR will contribute to the SDGs (Sustainable Development Goals) Goal 7 “Affordable and Clean Energy” and Goal 13 “Climate Action”.

【Related SDGs】


3. Future Response of SHR

Amid the social demands for ESG initiatives, SHR recognizes that its business opportunities are to respond to changes in the demand of tenants due to heightened awareness of carbon neutrality. By promoting various initiatives to reduce CO₂ emissions in the future, we will contribute to the realization of a carbon-free society, while working to increase asset value of owned properties and overall corporate value.

* Sekisui House Reit, Inc. website: <https://sekisuihouse-reit.co.jp/en/>