

November 11, 2015

**Notification on Share Acquisition of JOINT CORPORATION CO., LTD. by Haseko and Subsidiary,
Making It a Subsidiary of Haseko**

Haseko Corporation (the “Company” or “Haseko”) today announces a resolution made at its board of directors meetings held on November 11, 2015 that it and Fuji Kensetsu Co., Ltd. (“Fuji Kensetsu”), a subsidiary of Haseko, will acquire all shares of JOINT CORPORATION CO., LTD. (“JOINT CORPORATION”) and make it a subsidiary of Haseko, as described below.

Details

1. Reason for Share Acquisition

The Haseko Group conducts a variety of condominium-related businesses, setting the three major metropolitan areas as its main trade areas. In particular, it positions the construction-related business, which primarily targets the market for new housing supply, etc., and the service-related business including condominium management business, which is centered on the market related to existing residences, etc., as the two pillars of its businesses and builds on these to further expand revenues.

On the other hand, the JOINT CORPORATION Group has supplied approximately 46,000 condominium units in its for-sale condominium business in the Tokyo metropolitan area under the “Adenium Series” brand it promotes. Moreover, the Group is engaged in such businesses as profitable real estate development and rental management. As such, the Group has proprietary know-how in relation to condominiums.

In the construction-related business, integrating the Haseko Group’s construction achievements, which has surpassed 570,000 units, and JOINT CORPORATION’s experience and know-how obtained through being directly involved with clients as a developer should allow both the Company and Fuji Kensetsu to reflect the customers’ needs into design and architecture more deeply and broadly, making it possible to propose and provide exceedingly enhanced services, designs and construction methods, etc.

In the service-related business, the rental condominium management business’ number of units under consigned management by Haseko and JOINT CORPORATION will increase to around 85,000 units when combined (with approximately 79,000 units by the Haseko Group and approximately 6,000 units by JOINT CORPORATION Group). An increase in the number of units under consigned management should allow the Company to enjoy the economies of scale through joint order placement and other measures, as well as to broadly offer more advanced services through the fusion of the know-how of both Groups.

Due to the reasons stated above, the Company determined that the two Groups should produce highly synergetic effects in both the for-sale condominium and the rental condominium management businesses, and resolved to acquire the shares of JOINT CORPORATION.

2. Overview of Joint Corporation

(1) Company name:	JOINT CORPORATION CO., LTD.		
(2) Address:	16-3 Higashi 3-chome, Shibuya-ku, Tokyo		
(3) Representative:	Akio Ishida, Representative Director		
(4) Major line of business:	For-sale real estate business, real estate management businesses		
(5) Paid-in capital:	2,500 million yen		
(6) Established:	September 1986		
(7) Major shareholder and shareholding ratio:	TPG Savills Financial Holdings Limited 100%		
(8) Relationship with Haseko	Capital relations:	There is no material relationship to note.	
	Personnel relations:	There is no material relationship to note.	
	Transaction relations:	Haseko has received orders from JOINT CORPORATION for constructing condominiums. Haseko and its subsidiaries have had business transactions of small amounts with the company.	
(9) Business performance and financial status in last 3 years			
Settlement period	Year ended March 2012	Year ended March 2013	Year ending March 2014
Net assets	26,879 million yen	33,639 million yen	30,916 million yen
Total assets	38,731 million yen	46,573 million yen	39,812 million yen
Net assets per share	268,796 yen	334,727 yen	304,942 yen
Net sales	21,754 million yen	18,574 million yen	15,310 million yen
Operating income	6,204 million yen	3,244 million yen	726 million yen
Ordinary income	6,785 million yen	3,078 million yen	880 million yen
Net income	6,820 million yen	7,288 million yen	2,021 million yen
Net income per share	68,201 yen	72,889 yen	20,214 yen
Dividend per share	- yen	50,000 yen	- yen

3. Overview of Sellers of the Shares

(1) Company name:	TPG Savills Financial Holdings Limited		
(2) Address:	Custom House Plaza, Block 6, International Financial Services Centre, Dublin 1, Ireland		
(3) Rationale of Establishment:	A limited company under Irish law		
(4) Purpose of formation:	Investment business		
(5) Formation date:	April 19, 2011		
(6) Total amounts of investment:	Have not been disclosed		
(7) Overview of investor:	TPG-SVJ International Sarl (100%)		
(8) Overview of the operating partner:	Company name:	Have not been disclosed	
	Address:		
	Representative:		
	Major line of business:		
	Paid-in capital:		
(9) Overview of agent in Japan:	No relevant information		
(10) Relationship with Haseko:	Relationship with Haseko:	There is no material relationship to note.	
	Relationship with the operating partner:	There is no material relationship to note.	
	Relationship with agent in Japan:	There is no material relationship to note.	

4. Status of Number of Shares to Be Acquired, Acquisition Price and Shares Owned Before and After Transfer

(1) Number of shares owned before transfer:	0 (Number of voting rights: 0) (Ratio of voting rights: 0%)
(2) Number of shares to be acquired:	89,600 (Ownership ratios: 99% by Haseko and 1% by Fujikensetsu) (Number of voting rights: 89,600) (Ratio of voting rights: 100%)
(3) Acquisition price:	Undecided. It will be disclosed as soon as it is determined.
(4) Number of shares owned after transfer:	89,600 (Ownership ratios: 99% by Haseko and 1% by Fujikensetsu) (Number of voting rights: 89,600) (Ratio of voting rights: 100%)

5. Overview of the Subsidiary (Fujikensetsu)

(1) Company name:	Fujikensetsu Co., Ltd.
(2) Address:	5-5 Shiba 3-chome, Minato-ku, Tokyo
(3) Representative:	Tadao Yonekawa, President and Representative Director
(4) Major line of business:	Construction
(5) Paid-in capital:	200 million yen
(6) Established:	November 1946
(7) Major shareholder and shareholding ratio:	Haseko Corporation 91%

6. Schedule

(1) Resolution by the board of directors:	November 11, 2015
(2) Signing of transfer agreement:	November 11, 2015
(3) Determination of share acquisition price:	By December 25, 2015 (planned)
(4) Execution of transfer agreement:	December 25, 2015 (planned)

7. Future Outlook

The impact of the share acquisition on the consolidated business performance of the Company for the fiscal year ending March 2016 is currently under close investigation.