

Notice Concerning Lawsuit Proceedings in Connection with a Condominium Complex  
Located in Yokohama and Sold by a Group Company

June 17, 2026

Mitsui Fudosan Co., Ltd.

A judgment was pronounced today in a lawsuit (hereafter, “the Lawsuit”) filed with the Tokyo District Court by Mitsui Fudosan Residential Co., Ltd. (hereafter, “Mitsui Fudosan Residential”), a Mitsui Fudosan Group company, seeking damages totaling approximately ¥50.5 billion relating to a condominium complex (hereafter, “the Condominium Complex”) located in the city of Yokohama and sold by Mitsui Fudosan Residential, from Sumitomo Mitsui Construction Co., Ltd., the construction contractor, as well as Hitachi High-Technologies Corporation and Asahi Kasei Construction Materials Corporation, which installed the foundation piles (hereafter collectively, “the Defendants”).

This matter involves a case in which the unit owners of the Condominium Complex were forced to decide to reconstruct the entire Condominium Complex as a result of serious doubts arising about its safety due to the combined effect of objective defects, such as certain foundation piles failing to reach the required bearing layer and the subsidence of certain buildings, and the large-scale and widespread falsification of data by the Defendants. Mitsui Fudosan Residential had sought to hold the Defendants legally liable and claimed damages on the grounds that these results were attributable to the Defendants’ construction work and falsification of data.

The judgment granted the claim for damages only to the extent of ordering the three Defendants to pay approximately ¥1.3 billion to Mitsui Fudosan Residential. Given the substantial difference between this amount and Mitsui Fudosan Residential’s claim, Mitsui Fudosan Residential intends to appeal the judgment. In the court of second instance, Mitsui Fudosan Residential will continue to present its arguments appropriately in this matter in order to ensure trust in the safety of homes, which is of critical importance to people’s lives. The Mitsui Fudosan Group asks for your continued understanding.

Furthermore, the Mitsui Fudosan Group’s consolidated financial results may be affected depending on developments in the court of second instance and the outcome of its judgment. However, it is difficult to reasonably estimate the amount of the impact at this time. If any matters requiring disclosure arise going forward, the Mitsui Fudosan Group will promptly disclose such matters.