Company name: Daito Trust Construction Co., Ltd

Representative: Kei Takeuchi

Representative Director, Chief Executive Officer

Securities code: 1878

Listed in Prime Market of Tokyo security exchange and Premier Market of Nagoya security exchange

(ADR Level I, OTC: DIFTY)

Address: 2-16-1, Konan, Minato-ku, Tokyo

Selected as a "Constituent of the MSCI Nihonkabu ESG Select Leaders Index"

Selected companies with relatively high ESG ratings from each industry

Tokyo, March 28, 2024 - Daito Trust Construction Group (Headquarters: Minato-ku, Tokyo) Daito Trust & Trust Co., Ltd. has been selected as a constituent of the MSCI Nihonkabu ESG Select Leaders Index, a major index for ESG (Environment, Social, Governance) investment adopted by the Government Pension Investment Fund (GPIF).

With this selection, our company has been selected as a component of four *1 of the six ESG indices (domestic stocks) adopted by GPIF. Going forward, we will continue to aim for corporate growth and increased corporate value through initiatives aimed at resolving environmental and social issues.

**1 The other three are the "FTSE Blossom Japan Sector Relative Index" (selected from August 2022), the "S&P/JPX Carbon Efficient Index" (selected from 2018), and the "Morningstar Japan Stock Gender Diversity Tilt. Index" (selected in June 2023).

2024 CONSTITUENT MSCI NIHONKABU ESG SELECT LEADERS INDEX

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About the "MSCI Nihonkabu ESG Select Leaders Index"

The "MSCI Japan ESG Select Leaders Index" is an ESG investment index provided by Morgan Stanley Capital International (MSCI) of the United States. The index is composed of companies with excellent ESG evaluations within each industry, using the "MSCI Japan Stocks IMI Index" as the index, and as of January 2024, 516 companies have been selected. Our company received an 'A' rating in the latest MSCI ESG Ratings.

WEB site of the "MSCI Nihonkabu ESG Select Leaders Index" by MSCI https://www.msci.com/our-solutions/indexes/nihonkabu-esg-select-leaders-index

ESG initiatives of the Daito group

The Daito Group analyze and evaluate the impact of social issues and environmental changes on the Group from both risks and opportunities toward sustainability oriented management, and we identifies issues as the "Seven Material Issues" that the our Group should focus on. We have set the KPIs in June 2023 and monitor progress for the Seven Material Issues. And we have also set mid-term goals for 2030 and are promoting initiatives to achieve them.

To achieve the Seven Material Issues, all employees of our group will continue to take the lead in implementing various measures, with the aim of both increasing corporate value and resolving social issues.

Daito Group Seven Material Issues

https://www.kentaku.co.jp/corporate/csr/materiality.html

External Evaluations and Standards

https://www.kentaku.co.jp/corporate/csr/gaibu.html

About Daito Trust Construction Group

Daito Group is a leading company in Tokyo, specializing in construction, real estate, and rental management. Since its establishment in 1974, we have successfully utilized our unique "Lease Management Trust System" and currently provide support for over 1.2 million rental homes^{**2} nationwide. As a comprehensive lifestyle support company, we strive for growth in various areas such as elderly care, childcare, LP gas services, and insurance. Our commitment as a trusted partner is to meet the expectations and trust of our customers while contributing to sustainable growth and a circular society.

%2 As of March 31, 2023

Source: Daito Trust Construction Co., Ltd.

Contact:

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