

**FOR IMMEDIATE RELEASE**

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Company Name: **Leopalace21 Corporation**  
Representative: Bunya Miyao, President and CEO  
Code Number: 8848 (Tokyo Stock Exchange, First Section)  
Contact: Kiyoshi Arai, Executive Officer  
Tel: +81-50-2016-2907  
E-mail: [ir@leopalace21.com](mailto:ir@leopalace21.com)

**Notice Concerning Repair Plan of Construction Defects for Buildings  
Constructed by Leopalace21**

Leopalace21 (Headquarters: Nakano, Tokyo; President and CEO: Bunya Miyao; the “Company”) announces the following repair plan till the end of August considering the instruction given by the Ministry of Land, Infrastructure, Transport and Tourism dated June 8, 2020.

We sincerely apologize to all of our stakeholders, including tenants and apartment owners, for the great anxiety and inconvenience caused by the construction defects problem.

**1. Consultation with the respective specified administrative agencies**

We have 4,444 buildings across Japan which have obvious defects and require prior consultation for repair works but yet pending with specified administrative agencies at the end of June 2020. We aim for the completion of administrative consultations by the end of August this year for 646 buildings which fall in the category of the product series for priority investigations (note 1) and by the end of December this year for 3,798 buildings in the category of the other product series (note 2).

**2. Immediate result and plan for repair works**

We suspended all the repair works across Japan during the period of state of emergency for April and May to cope with the spread of COVID-19. We resumed the repair works gradually starting from late May by implementing thorough infection preventive measures and according to the regional states of relaxed activity constraint. We began the repair works in June for 724 buildings consisting of untouched 152 and resumed 572 which had been suspended because of the state of emergency.

As we are in the transitional period for redeploying manpower and physical resources to achieve the structural reforms, our plan of beginning repair works for up to the end of

August is 503 buildings in total which are composed of untouched 270 and resumed 233 after suspension.

Please note there is a possibility that the development of COVID-19 may affect the above-mentioned repair works plan in the future.

In order to ensure the execution of the above-mentioned responses to the construction defects, we will sincerely proceed with consultations with the property owners and the relevant government bodies. At the same time we will provide careful explanations to the tenants, and with their understanding we will make steady progress in resolving the construction defects and strive to restore the stakeholders' trust.

(note 1) The product series subject for priority investigations

These refer to properties that fall under the following product series which we announced as suspicious series for having construction defects in the news release dated April 27, 2018 and the news release dated May 29, 2018.

"Gold Nail" and "New Gold Nail"

"Gold Residence," "New Silver Residence," "New Gold Residence," "Special Steel Residence," "Better Steel Residence," and "Con Grazia"

(note 2) The other product series

These refer to the 42 series that we identified for investigations, excluding those subject for priority investigations.

END