

Asahi Breweries, LTD.



Non-Consolidated Financial Results

All information has been prepared in accordance with generally accepted accounting principles in Japan. Amounts shown in this accounting report and in the attached material have been rounded down to omit fractions less than one million yen. This document is a partial English translation of the Japanese Financial Statement (Kessan Tanshin) which was filed at stock exchanges in Japan on February 6, 2007.

Summary of Non-Consolidated Financial Statements (Fiscal 2006)

February 6, 2007

ASAHI BREWERIES, LTD.

Code Number: 2502
Shares Listed: First Section of the Tokyo Stock Exchange and Osaka Securities Exchange
(URL: <http://www.asahibeer.co.jp>)
Head Office: Tokyo, Japan
Representative: Hitoshi Ogita, President and COO
Contact: Toshio Kodato, General Manager, Public Relations Department
Tel: +81-3-5608-5126
US GAAP: Not applicable

1. Non-Consolidated Financial Results for Fiscal 2006

(From January 1, 2006 to December 31, 2006)

(1) Operating Results

(Rounded down to millions of yen, except per share data)

	Fiscal 2006 ended December 31, 2006		Fiscal 2005 ended December 31, 2005	
	Millions of yen	% change	Millions of yen	% change
Net sales	1,031,060	-2.2%	1,054,161	-5.6%
Operating income	78,596	+0.1%	78,513	-14.4%
Ordinary income	76,307	-0.8%	76,905	-13.3%
Net income	38,902	+9.6%	35,498	25.9%
Net income per share	¥81.69		¥73.41	
Net income per share (fully diluted)	¥81.54		¥72.33	
Return on equity	8.8%		8.5%	
Ordinary income/shareholders' equity	7.6%		7.6%	
Ordinary income/net sales	7.4%		7.3%	

Notes:

1. Average number of shares outstanding during the term:

Year ended December 31, 2006: 476,241,763 shares

Year ended December 31, 2005: 482,858,405 shares

2. Change in accounting policy during the term: No

3. The percentage figures shown in net sales, operating income, ordinary income and net income columns represent year-on-year changes.

(2) Dividends

	Fiscal 2006 ended December 31, 2006	Fiscal 2005 ended December 31, 2005
	Dividend per share for the year	¥19.00
Interim dividend	¥8.50	¥7.50
Year-end dividend	¥10.50	¥9.50
Total dividends paid for the year	8,943 million	8,181 million
Payout ratio	23.3%	23.2%
Dividends/shareholders' equity	2.0%	1.9%

(3) Financial Condition

(Millions of yen, except per share data)

	Fiscal 2006 as of December 31, 2006	Fiscal 2005 as of December 31, 2005
Total assets	1,014,878	981,151
Shareholders' equity	449,270	433,689
Shareholders' equity ratio	44.3%	44.2%
Shareholders' equity per share	¥954.48	¥907.02

Notes:

1. Number of shares issued and outstanding at the end of the term
Year ended December 31, 2006: 470,697,462 shares
Year ended December 31, 2005: 478,091,105 shares
2. Number of treasury stock at the end of the term:
Year ended December 31, 2006: 12,888,400 shares
Year ended December 31, 2005: 15,494,757 shares

2. Projection for Fiscal 2007

(January 1, 2007 to December 31, 2007)

(Millions of yen)

	Fiscal 2007 ending December 31, 2007	
	Interim	Full-year
Net sales	487,200	1,078,000
Ordinary income	25,300	77,500
Net income	12,500	40,000
Dividend per share for the year	¥9.5	¥19.0

Note: Projected net income per share for fiscal 2007: ¥84.98

* The above estimate incorporates certain assumptions and projections based on which the future outlook and plans by the Company as announced in this document are formulated. Actual results may differ from the above projection depending on various conditions.

ASAHI BREWERIES, LTD.

Non-Consolidated Balance Sheets (As of December 31,2006 and 2005)

(Unaudited)

ASSETS

	(in million yen)				
	December 31		December 31		Increase
	2,006		2,005		(Decrease)
	Amount	Ratio(%)	Amount	Ratio(%)	Amount
(Assets)					
. Current Assets:					
Cash and cash equivalents	2,575		3,043		(467)
Notes receivable	4,984		5,434		(450)
Accounts receivable	202,863		190,726		12,137
Finish goods	11,518		9,955		1,563
Work in process	9,234		8,501		732
Raw materials	12,002		12,853		850
Storage	4,893		4,459		434
Short term loans	16,436		41,359		(24,922)
Prepaide expense	7,562		6,660		902
Accrued revenue	4,113		5,036		(922)
Deferred income taxes	6,756		4,121		2,635
Other current assets	1,142		663		479
Allowance for doubtful accounts	(7,105)		(8,867)		1,762
Total current assets	276,980	27.3	283,947	28.9	(6,967)
. Fixed Assets:					
Property, plant and equipment:					
Buildings and structures	142,409		138,408		4,000
Machinery and equipment	147,065		156,267		(9,202)
Tools, furniture and fixtures	45,863		46,529		(665)
Land	133,024		123,308		9,716
Construction in progress	6,562		4,132		2,430
Other tangible fixed assets	20,803		21,842		(1,039)
Total tangible fixed assets	495,729	48.8	490,488	50.0	5,241
Intangible fixed assets	8,010	0.8	8,434	0.9	(423)
Investments and other assets:					
Investment securities	75,553		73,342		2,210
Investment in subsidiaries and affiliated companies	123,181		85,124		38,056
Long-term loans receivables	9,480		14,846		(5,365)
Deferred tax asset	5,573		6,421		(847)
Other investments	28,541		28,631		(89)
Allowance for doubtful accounts	(8,173)		(10,086)		1,913
Total investments and other assets	234,157	23.1	198,280	20.2	35,876
Total fixed assets	737,898	72.7	697,203	71.1	40,694
Total Assets	1,014,878	100.0	981,151	100.0	33,726

LIABILITIES AND SHAREHOLDERS' EQUITY

		(in million yen)		
		December 31		Increase
		2,006		(Decrease)
		Amount	Ratio(%)	Amount
(Liabilities)				
. Current Liabilities:				
Notes payable		40		271
Accounts payable		55,355		52,837
Short-term debt		72,500		47,104
Bonds due within one year		40,000		50,000
Accrued liabilities		16,440		12,967
Alcohol tax payable		123,276		124,644
Consumption tax payable		6,957		5,484
Income tax payable		25,208		-
Accrued expenses		35,704		35,125
Deposits received		39,388		52,530
Commercial paper		3,000		3,500
Allowance for bonus payable		1,265		948
Allowance for bonus payable to directors and corporate auditors		49		-
Other current liabilities		90		69
Total current liabilities		419,277	41.3	385,484
. Long-term Liabilities:				
Bonds		55,000		70,000
Long-term debt		49,125		46,500
Long-term deposits received		35,163		34,503
Employees' severance and retirement benefits		6,684		10,567
Retirement benefits for directors and corporate auditors		310		406
Other long-term liabilities		47		-
Total long-term liabilities		146,330	14.4	161,977
Total liabilities		565,608	55.7	547,462
(Net assets)				
. Shareholders' equity:				
Common stock		182,531		-
Capital surplus:				
Capital reserve		130,292		-
Other capital surplus		29,221		-
Total		159,513		-
Retained earnings:				
Reserve for advanced depreciation		1,431		-
Contingent reserve		65,000		-
Unappropriated retained earnings		43,260		-
Total		109,691		-
Treasury stock		(16,946)		-
Total shareholders' equity		434,790	42.9	-
. Valuation and translation adjustments:				
Valuation difference on available-for-sale securities		14,508		-
Deferred gains or losses on hedges		(28)		-
Total valuation and translation adjustments		14,480	1.4	-
Total net assets		449,270	44.3	-
Total liabilities and net assets		1,014,878	100	-
(Shareholders' equity)				
. Common stock:		-		182,531
. Capital surplus:				18.6
Capital reserve		-		130,292
Other capital surplus		-		42,425
Total		-		172,718
. Retained earnings:				17.6
Voluntary reserve		-		42,402
Unappropriated retained earnings		-		37,043
Total		-		79,445
. Valuation difference on available-for-sale securities:				8.1
. Treasury stock:				1.6
Total shareholders' equity		(17,317)	(1.7)	(16,310)
Total liabilities and shareholders' equity		433,689	44.2	(433,689)
		981,151	100.0	(981,151)

ASAHI BREWERIES, LTD.

Non-Consolidated Income Statements (Years ended December 31, 2006 and 2005)

(Unaudited)

	(in million yen)				
	December 31 2,006		December 31 2,005		Increase (Decrease)
	Amount	Ratio(%)	Amount	Ratio(%)	Amount
. Net sales	1,031,060	100.0	1,054,161	100.0	(23,100)
. Cost of sales	729,338	70.7	753,797	71.5	(24,459)
Gross profit	301,722	29.3	300,363	28.5	1,359
. Selling, general and administrative					
Sales promotion premium and commission	80,743		77,768		2,975
Advertising expense	32,726		32,207		518
Transportation cost	17,081		17,445		363
Employee salary benefits	19,355		19,074		281
Bonus paid to employees	7,378		7,290		87
Retirement benefits cost	745		2,351		(1,605)
Allowance for officers' retirement benefit	88		73		14
Depreciation expense	5,648		5,037		610
Enterprise tax	986		834		151
Other	58,371		59,766		(1,395)
	223,125	21.7	221,849	21.1	1,275
Operating income	78,596	7.6	78,513	7.4	83
. Non-operating income:					
Interest and dividend income	1,843		1,955		(112)
Other	554		1,003		(449)
Total	2,397	0.2	2,959	0.3	(561)
. Non-operating expenses:					
Interest expenses	2,475		2,202		273
Other	2,210		2,365		(154)
Total	4,686	0.4	4,567	0.4	119
Recurring profit	76,307	7.4	76,905	7.3	(597)
. Extraordinary gain:					
Gain on sale of fixed assets	1,991		503		1,487
Gain on sale of investment securities	72		421		(348)
Gain on sale of subsidiaries' shares	-		297		(297)
Gain on reverse of allowance for doubtful accounts	1,416		1,361		54
Total	3,480	0.3	2,584	0.2	895
. Extraordinary loss:					
Loss on sales and disposal of fixed assets	5,454		12,764		(7,310)
Loss on sale of investment securities	99		77		21
Loss on devaluation of investment securities	52		263		(211)
Loss on liquidation of affiliated companies	435		1,381		(945)
Loss on sale of investment in affiliated companies	91		-		91
Loss on devaluation of investment in affiliated companies	445		362		83
Loss on devaluation of contribution to affiliated company	534		1,445		(911)
Loss on disposition of subsidiary's stock due to business succession	422		-		422
Impairment loss on fixed assets	3,238		-		3,238
Loss on devaluation of real estates	-		1,573		-1,573
Total	10,774	1.0	17,870	1.7	(7,095)
Income before income taxes	69,013	6.7	61,620	5.8	7,393
Income tax, Inhabitants tax & enterprise tax	30,659	3.0	12,237	1.1	18,422
Adjustment to income taxes	(547)	(0.1)	13,885	1.3	(4,432)
Net income	38,902	3.8	35,498	3.4	3,404

Sales by Business Segment
(January 1, 2006 to July, 2006)

(Millions of yen)

	Fiscal 2006 ended December 31, 2006	Fiscal 2005 ended December 31, 2005	Increase (decrease) %
Beer	718,169	726,226	(1.1%)
Happoshu (low-malt beer)	108,561	147,387	(26.3%)
New genre (no-malt beer)	67,162	45,858	46.5%
Sho-chu	57,177	55,087	3.8%
Low-alcohol beverages	32,741	32,690	0.2%
Whisky and other spirits	27,436	28,219	(2.8%)
Wine	15,064	14,433	4.4%
Other alcoholic beverages	2,896	2,921	(0.9%)
Real estate	1,852	1,336	38.6%
Total	1,031,060	1,054,161	(2.2%)