

Asahi Breweries, Ltd.



FY2008 1Q Financial Results

NOTE:

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 which was filed at stock exchanged in Japan on April 24, 2008.

**Summary Report of 1Q Financial Results
(Fiscal 2008)**

April 24, 2008

Asahi Breweries, Ltd.

Code number: 2502
Shares Listed: First Section of Tokyo and Osaka Stock Exchanges
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US GAAP: Not applicable

1. Consolidated 1Q Financial Results for Fiscal 2008
(From January 1, 2008 to March 31, 2008)

(1) Operating Results

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

	Net sales	% change	Operating income	% change	Ordinary income	% change
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Fiscal 2008 1Q ended March 31, 2008	291,464	(0.3)	3,437	-	4,784	-
Fiscal 2007 1Q ended March 31, 2007	292,299	4.8	(3,934)	-	(3,164)	-
Fiscal 2007 year ended December 31, 2007	1,464,071	-	86,955	-	90,217	-

	Net income	% change	Net income per share (Primary)	Net income per share (Diluted)
	(Millions of yen)	(%)	(yen)	(yen)
Fiscal 2008 1Q ended March 31, 2008	2,596	-	5.49	5.48
Fiscal 2007 1Q ended March 31, 2007	(1,934)	-	(4.11)	-
Fiscal 2007 year ended December 31, 2007	44,797	-	94.94	94.74

(2) Financial Condition

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	(Millions of yen)	(Millions of yen)	(%)	(yen)
Fiscal 2008 1Q ended March 31, 2008	1,240,097	518,156	40.7	1,068.74
Fiscal 2007 1Q ended March 31, 2007	1,262,605	506,338	37.6	1,007.20
Fiscal 2007 year ended December 31, 2007	1,324,391	529,782	38.9	1,089.33

(3) Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)
Fiscal 2008 1Q ended March 31, 2008	1,907	(12,345)	16,775	17,762
Fiscal 2007 1Q ended March 31, 2007	(18,866)	(25,363)	47,766	27,244
Fiscal 2007 year ended December 31, 2007	69,573	(117,828)	36,126	11,741

2. Dividends

	Interim dividend per share	Year-end dividend per share	Dividend per share for the year
	(yen)	(yen)	(yen)
Year ended December 31, 2007	9.50	9.50	19.00
Year ended December 31, 2008 (Forecast)	9.50	9.50	19.00

3. Projection for Fiscal 2008

(January 1, 2008 to December 31, 2008)

	Net sales	% change	Operating income	% change	Ordinary income	% change
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Fiscal 2008 ending June30, 2008	690,000	2.6	22,000	(4.8)	24,500	(8.0)
Fiscal 2008 ending December 31, 2008	1,511,000	3.2	92,000	5.8	93,000	3.1

	Net income	% change	Net income per share
	(Millions of yen)	(%)	(yen)
Fiscal 2008 ending June30, 2008	11,500	(16.4)	24.34
Fiscal 2008 ending December 31, 2008	47,000	4.9	99.48

ASAHI BREWERIES, LTD.
Consolidated Balance Sheets (As of March 31, 2008 and 2007)
(Unaudited)

ASSETS

	(in million yen)						
	At		At		Increase	At	
	March 31, 2007		March 31, 2008		(Decrease)	December 31, 2007	
	Amount	Ratio(%)	Amount	Ratio(%)	Amount	Amount	Ratio(%)
(Assets)							
. Current Assets:							
Cash and time deposits	24,648		18,763		(5,885)	11,627	
Notes and accounts receivable	218,041		194,019		(24,022)	278,238	
Inventories	99,097		97,280		(1,817)	90,436	
Deferred income tax assets	11,948		7,774		(4,173)	6,930	
Other current assets	37,976		27,041		(10,934)	30,554	
Allowance for doubtful accounts	(8,855)		(6,304)		2,550	(6,576)	
Total current assets	382,858	30.3	338,575	27.3	(44,282)	411,211	31.1
. Fixed Assets:							
Property, plant and equipment:							
Buildings and structures	206,729		202,376		(4,352)	205,995	
Machinery and equipment	178,421		182,490		4,069	184,888	
Tools, furniture and fixtures	48,424		46,817		(1,606)	47,626	
Land	183,664		179,578		(4,086)	180,760	
Construction in progress	12,107		2,493		(9,613)	3,447	
Total tangible fixed assets	629,346	49.9	613,756	49.5	(15,590)	622,718	47.0
Intangible fixed assets:							
Consolidation goodwill	32,029		64,345		32,316	65,325	
Others	13,596		15,270		1,673	15,696	
Total intangible fixed assets	45,626	3.6	79,616	6.4	33,990	81,022	6.1
Investments and other assets:							
Investment securities	155,854		152,780		(3074)	158,037	
Deferred income tax assets	17,024		22,624		5,600	18,983	
Other investments	40,061		39,924		(137)	39,571	
Allowance for doubtful accounts	(8,166)		(7,179)		987	(7,154)	
Total investments and other assets	204,774	16.2	208,149	16.8	3,375	209,438	15.8
Total fixed assets	879,747	69.7	901,522	72.7	21,774	913,179	68.9
Total Assets	1,262,605	100.0	1,240,097	100.0	(22,507)	1,324,391	100.0

LIABILITIES AND SHAREHOLDERS' EQUITY

(in million yen)

	At		At		Increase (Decrease)	At	
	March 31, 2007		March 31, 2008			December 31, 2007	
	Amount	Ratio(%)	Amount	Ratio(%)	Amount	Amount	Ratio(%)
(Liabilities)							
. Current Liabilities:							
Notes and accounts payable	95,756		79,241		(16,514)	100,720	
Bank loans	152,902		195,794		42,892	140,980	
Bonds due within one year	30,000		10,000		(20,000)	10,000	
Alcohol tax payable	93,768		91,231		(2,536)	134,358	
Deposits received	34,807		23,745		(11,061)	25,662	
Commercial paper	17,000		13,000		(4,000)	52,000	
Other current liabilities	119,238		110,734		(8,504)	133,075	
Total current liabilities	543,471	43.0	523,748	42.2	(19,723)	596,796	45.1
. Long-term Liabilities:							
Bonds	55,000		70,000		15,000	70,000	
Long-term debt	86,010		60,310		(25,700)	59,477	
Provision for Employees' severance and retirement benefits	26,006		24,225		(1,780)	23,819	
Allowance for retirement benefits for directors and corporate auditors	329		365		36	449	
Deferred income tax liabilities	5,145		4,923		(222)	5,018	
Other long-term liabilities	40,302		38,368		(1,934)	39,048	
Total long-term liabilities	212,794	16.9	198,193	16.0	(14,601)	197,813	14.9
Total liabilities	756,266	59.9	721,941	58.2	(34,324)	794,609	60.0
(Net assets)							
. Shareholders' equity:							
Common stock	182,531	14.5	182,531	14.7	-	182,531	13.8
Capital surplus	150,483	11.9	151,225	12.2	742	151,259	11.4
Retained earnings	135,453	10.7	176,187	14.2	40,734	178,079	13.4
Treasury stock, at cost	(16,894)	(1.3)	(14,525)	(1.2)	2,369	(14,674)	(1.1)
Total shareholders' equity	451,572	35.8	495,418	39.9	43,846	497,195	37.5
. Accumulated gains (losses) from revaluation and translation adjustments:							
Unrealized gains on available-for-sale securities, net of taxes	18,688	1.5	7,750	0.6	(10,938)	13,037	1.0
Unrealized losses on hedging derivatives, net of taxes	(28)	(0.0)	(47)	(0.0)	(19)	(43)	(0.0)
Foreign currency translation adjustments	3,899	0.3	1,939	0.2	(1,959)	4,477	0.4
Total accumulated gains (losses) from revaluation and translation adjustments	22,559	1.8	9,642	0.8	(12,916)	17,471	1.4
. Minority interests	32,206	2.5	13,094	1.1	(19,112)	15,115	1.1
Total net assets	506,338	40.1	518,156	41.8	11,817	529,782	40
Total liabilities and net assets	1,262,605	100.0	1,240,097	100.0	(22,507)	1,324,391	100.0

ASAHI BREWERIES, LTD.
Consolidated Income Statements (3 months ended March 31, 2008 and 2007)
(Unaudited)

(in million yen)

	1Q ended		1Q ended		Increase (Decrease)	Year ended	
	March 31, 2007		March 31, 2008			December 31, 2007	
	Amount	Ratio(%)	Amount	Ratio(%)	Amount	Amount	Ratio(%)
. Net sales	292,299	100.0	291,464	100.0	(835)	1,464,071	100.0
. Cost of sales	192,511	65.9	191,914	65.8	(597)	961,181	65.7
Gross profit	99,787	34.1	99,550	34.2	(237)	502,890	34.3
. Selling, general and administrative expenses	103,721	35.5	96,112	33.0	(7,609)	415,934	28.4
Operating income	(3,934)	(1.4)	3,437	1.2	7,371	86,955	5.9
. Non-operating income:							
Interest income	156		68			678	
Dividend income	33		34			1,369	
Equity in net income of unconsolidated subsidiaries and affiliated companies	2,403		2,592			9,010	
Other	354		768			2,659	
Total	2,948	1.0	3,463	1.1	515	13,718	1.0
. Non-operating expenses:							
Interest expenses	1,140		1,381			5,020	
Loss on sale and disposal of inventories	458		356			3,400	
Other	579		378			2,035	
Total	2,178	0.7	2,116	0.7	(62)	10,457	0.7
Recurring profit	(3,164)	(1.1)	4,784	1.6	7,949	90,217	6.2
. Extraordinary gain:							
Gain on sale of fixed assets	8		101			1,248	
Gain on sale of investment securities	58		1			102	
Gain on reverse of allowance for doubtful accounts	58		104			1,081	
Total	125	0.1	207	0.1	81	2,432	0.2
. Extraordinary loss:							
Loss on sale and disposal of fixed assets	424		342			6,689	
Loss on sale of investment securities	765		-			804	
Loss on devaluation of investment securities	-		-			343	
Impairment loss on fixed assets	-		-			1,387	
Loss for adjustment to estimated consumption of gift coupon	-		-			1,545	
Other	165		44			137	
Total	1,355	0.5	386	0.1	(968)	10,908	0.8
Income before income taxes	(4,395)	(1.5)	4,604	1.6	8,999	81,741	5.6
Income tax, Inhabitants tax & enterprise tax	(1,897)		2,606			31,227	
Adjustment to income taxes	-		-			5,543	
Total	(1,897)	(0.6)	2,606	0.9	4,503	36,770	2.5
Minority interests in net gain of consolidated subsidiaries	(563)	(0.2)	(597)	(0.2)	(34)	173	0.0
Net income	<u>(1,934)</u>	<u>(0.7)</u>	<u>2,596</u>	<u>0.9</u>	<u>4,530</u>	<u>44,797</u>	<u>3.1</u>

ASAHI BREWERIES, LTD.
Consolidated Statements of Cash Flows (3 months ended March 31, 2008 and 2007)
(Unaudited)

(in million yen)

	1Q ended March 31, 2007	1Q ended March 31, 2008	Increase (Decrease)	Year ended December 31 2007
. Cash flow from operating activities:				
1Q net Income before income taxes and minority interest	(4,395)	4,604	8,999	81,741
Depreciation	11,459	11,754	295	45,250
Amortization of goodwill	609	1,004	395	2,486
Decrease in provision for employees' severance and retirement benefits	(922)	(670)	252	(3,908)
Decrease in allowance for doubtful accounts	(176)	(91)	85	(3,480)
Interest and dividend income	(189)	(102)	86	(2,048)
Interest expenses	1,140	1,381	240	5,020
Equity in net loss (income) of unconsolidated subsidiaries and affiliated companies	(2,403)	(2,592)	(188)	(9,010)
Loss on sale of fixed assets	424	342	(82)	6,689
Increase (decrease) in notes and accounts receivable	57,835	87,726	29,890	(2,049)
Decrease(increase) in inventories	(7,263)	(7,495)	(232)	1,343
Decrease in notes and accounts payable	(8,544)	(26,564)	(18,019)	(2,716)
Increase (decrease) in accrued alcohol tax payable	(38,755)	(43,120)	(4,365)	1,833
Other	370	(9,153)	(9,524)	(6,336)
Subtotal	9,188	17,022	7,834	114,814
Interest and dividends received	248	75	(173)	6,478
Interest paid	(341)	(818)	(477)	(5,200)
Income taxes paid	(27,961)	(14,371)	13,589	(46,519)
Net cash provided by operating activities	(18,866)	1,907	20,773	69,573
. Cash flows from investing activities:				
Payments for purchases of property, plant and equipment	(5,286)	(9,811)	(4,524)	(35,434)
Payments for purchases of investment securities	(19,766)	(3,616)	16,149	(28,648)
Proceeds from sales of investment securities	87	5	(81)	333
Payments for purchase of securities of subsidiaries	-	-	-	(52,090)
Payments for purchases of investment in subsidiaries results in change in scope of consolidation	-	2,154	2,154	-
Payments for sales of investment in subsidiaries results in change in scope of consolidation	(850)	-	850	(850)
Payments for loans receivable	(1,696)	(703)	992	(3,209)
Proceeds from collections of loans receivable	660	1,584	923	2,923
Other	1,487	(1,958)	(3,445)	(850)
Net cash used in investing activities	(25,363)	(12,345)	13,018	(117,828)
. Cash flows from financing activities:				
Increase (decrease) in bank loans	60,819	18,163	(42,656)	66,104
Proceeds from long-term debt	3,537	2,589	(948)	18,209
Repayments of long-term debt	(1,881)	(220)	1,660	(24,772)
Proceeds from bonds and convertible debentures issued	-	-	-	25,000
Redemption of bonds	(10,000)	-	10,000	(40,000)
Payments for purchases of treasury stock	(21)	(14)	6	(230)
Cash dividends paid	(4,942)	(4,488)	453	(9,428)
Other	253	746	492	1,243
Net cash used in financing activities	47,766	16,775	(30,990)	36,126
. Effect of exchange rate change on cash and cash equivalents	(69)	(316)	(246)	(182)
. Net increase in cash and cash equivalents	3,466	6,020	2,554	(12,311)
. Cash and cash equivalents at beginning of year	23,778	11,741	(12,036)	23,778
. Increase in cash and cash equivalents due to increase in consolidated subsidiaries	-	-	-	274
. Cash and cash equivalents at end of period	27,244	17,762	(9,482)	11,741

(Segment information)**(1) Industrial segment information****Fiscal 2007 (January 1, 2007 to March 31, 2007)**

(Millions of yen)

	Alcoholic beverages	Soft drinks	Food and pharmaceuticals	Other	Total	Elimination or corporate	Consolidated total
I. Net sales							
1) To outside customers	191,841	64,222	15,392	20,843	292,299	-	292,299
2) Inter-segment sales	7,490	397	625	12,083	20,597	(20,597)	-
Total	199,332	64,619	16,018	32,927	312,897	(20,597)	292,299
Operating expenses	202,464	65,800	15,591	33,008	316,865	(20,631)	296,233
Operating income/loss	(3,132)	(1,181)	426	(80)	(3,968)	34	(3,934)

Fiscal 2008 (January 1, 2008 to March 31 2008)

(Millions of yen)

	Alcoholic beverages	Soft drinks	Food and pharmaceuticals	Other	Total	Elimination or corporate	Consolidated total
I. Net sales							
1) To outside customers	192,344	65,685	15,605	17,828	291,464	-	291,464
2) Inter-segment sales	5,700	398	381	11,670	18,150	(18,150)	-
Total	198,045	66,084	15,986	29,498	309,614	(18,150)	291,464
Operating expenses	191,123	69,363	16,000	29,847	306,335	(18,308)	288,026
Operating income	6,921	(3,279)	(13)	(349)	3,279	157	3,437

Fiscal 2007 (January 1, 2006 to December 31, 2007)

(Millions of yen)

	Alcoholic beverages	Soft drinks	Food and pharmaceuticals	Other	Total	Elimination or corporate	Consolidated total
I. Net sales							
1) To outside customers	1,012,255	299,663	67,088	85,064	1,464,071	-	1,464,071
2) Inter-segment sales	30,825	3,320	1,877	55,378	91,401	(91,401)	-
Total	1,043,081	302,983	68,966	140,442	1,555,473	(91,401)	1,464,071
Operating expenses	963,796	298,390	67,622	138,718	1,468,526	(91,410)	1,377,116
Operating income	79,284	4,593	1,343	1,724	86,946	9	86,955

(Notes)

1. The Group's businesses are classified into segments by type and nature of products handled.
2. Major products for each segment
 - (1) Alcoholic beverages ----- beer, happoshu (low-malt beer), new genre ,sho-chu, whisky, etc.
 - (2) Soft drinks ----- refreshing drinks, etc.
 - (3) Food and pharmaceuticals ----- food business, pharmaceuticals business
 - (4) Other ----- real estate, restaurants, wholesale, distribution, etc.

1. Non-Consolidated 1Q Financial Results for Fiscal 2008
(From January 1, 2008 to March 31, 2008)

(1) Operating Results

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

	Net sales	% change	Operating income	% change	Ordinary income	% change
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Fiscal 2008 1Q ended March 31, 2008	198,238	0.7	6,973	-	6,869	-
Fiscal 2007 1Q ended March 31, 2007	196,931	1.5	(3,177)	-	(3,688)	-
Fiscal 2007 year ended December 31, 2007	1,030,736	-	79,933	-	77,372	-

	Net income	% change	Net income per share
	(Millions of yen)	(%)	(yen)
Fiscal 2008 1Q ended March 31, 2008	3,794	-	8.03
Fiscal 2007 1Q ended March 31, 2007	(2,615)	-	(5.56)
Fiscal 2007 year ended December 31, 2007	40,513	-	85.84

(2) Financial Condition

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	(Millions of yen)	(Millions of yen)	(%)	(yen)
Fiscal 2007 1Q as of March 31, 2008	1,000,508	476,359	47.6	1008.00
Fiscal 2006 1Q as of March 31, 2007	992,075	445,898	44.9	947.22
Fiscal 2007 as of December 31, 2007	1,070,506	482,026	45.0	1020.24

2. Projection for Fiscal 2008
(January 1, 2008 to December 31, 2008)

	Net sales	% change	Operating income	% change	Ordinary income	% change
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Fiscal 2008 ending June 30, 2008	467,000	1.7	21,000	3.0	20,000	0.3
Fiscal 2008 ending December 31, 2008	1,044,000	1.3	82,000	1.2	78,300	1.2

	Net income	% change	Net income per share
	(Millions of yen)	(%)	(yen)
Fiscal 2008 ending June 30, 2008	9,200	(13.8)	19.47
Fiscal 2008 ending December 31, 2008	40,500	0.0	85.72

ASAHI BREWERIES, LTD.
Non-Consolidated Balance Sheets (As of March 31, 2008 and 2007)
(Unaudited)

ASSETS

(in million yen)							
	At		At		Increase	At	
	March 31, 2007		March 31, 2008		(Decrease)	December 31, 2007	
	Amount	Ratio(%)	Amount	Ratio(%)	Amount	Amount	Ratio(%)
(Assets)							
. Current Assets:							
Cash and time deposits	8,724		6,707		(2,017)	2,525	
Notes receivable	3,668		2,869		(799)	3,593	
Accounts receivable	143,616		124,580		(19,036)	200,668	
Inventories	42,145		39,351		(2,793)	36,066	
Short-term loans receivable from subsidiaries and affiliated companies	16,214		14,212		(2,002)	12,091	
Other current assets	25,247		20,805		(4,441)	17,965	
Allowance for doubtful accounts	(7,049)		(4,573)		2,476	(4,649)	
Total current assets	232,568	23.4	203,953	20.4	(28,614)	268,262	25.1
. Fixed Assets:							
Property, plant and equipment:							
Buildings and structures	140,711		139,548		(1,162)	140,077	
Machinery and equipment	144,848		148,474		3,625	148,251	
Tools, furniture and fixtures	45,293		43,828		(1,465)	44,244	
Land	133,007		130,025		(2,981)	130,025	
Construction in progress	9,648		1,478		(8,170)	2,969	
Other tangible fixed assets	20,468		19,820		(647)	20,142	
Total tangible fixed assets	493,978	49.8	483,176	48.3	(10,802)	485,711	45.4
Intangible fixed assets	7,983	0.8	8,844	0.9	860	9,080	0.8
Investments and other assets:							
Investment securities	102,160		95,785		(6,375)	100,778	
Investment in subsidiaries and affiliated companies	123,144		170,841		47,696	170,802	
Other investments	40,404		45,671		5,266	43,644	
Allowance for doubtful accounts	(8,165)		(7,764)		401	(7,773)	
Total investments and other assets	257,545	26.0	304,534	30.4	46,988	307,451	28.7
Total fixed assets	759,507	76.6	796,555	79.6	37,047	802,244	74.9
Total Assets	992,075	100.0	1,000,508	100.0	8,432	1,070,506	100.0

LIABILITIES AND SHAREHOLDERS' EQUITY

	(in million yen)						
	At		At		Increase	At	
	March 31, 2007		March 31, 2008		(Decrease)	December 31, 2007	
	Amount	Ratio(%)	Amount	Ratio(%)	Amount	Amount	Ratio(%)
(Liabilities)							
. Current Liabilities:							
Notes payable	5		-		(5)	105	
Accounts payable	47,661		41,014		(6,647)	52,416	
Bank loans	118,577		156,850		38,272	106,000	
Bonds due within one year	30,000		10,000		(20,000)	10,000	
Alcohol tax payable	86,507		84,155		(2,352)	125,041	
Deposits received	36,744		29,761		(6,983)	34,932	
Commercial paper	17,000		13,000		(4,000)	52,000	
Allowance for bonus payable	3,788		4,303		514	1,726	
Allowance for bonus payable to directors and corporate auditors	-		-		-	99	
Other current liabilities	60,995		51,644		(9,351)	72,212	
Total current liabilities	401,281	40.5	390,727	39.1	(10,553)	454,534	42.5
. Long-term Liabilities:							
Bonds	55,000		70,000		15,000	70,000	
Long-term debt	49,125		26,625		(22,500)	26,625	
Long-term deposits received	34,855		32,998		(1,857)	33,389	
Provision for Employees' severance and retirement benefits	5,653		3,210		(2,443)	3,259	
Long-term accrued liabilities	214		479		265	563	
Other long-term liabilities	47		107		60	107	
Total long-term liabilities	144,896	14.6	133,421	13.3	(11,475)	133,945	12.5
Total liabilities	546,177	55.1	524,148	52.4	(22,028)	588,479	55.0
(Net assets)							
. Shareholders' equity:							
Common stock	182,531	18.4	182,531	18.2	-	182,531	17.1
Capital surplus:							
Capital reserve	130,292		130,292		-	130,292	
Other capital surplus	29,199		29,950		750	29,984	
Total	159,492	16.1	160,243	16.0	750	160,277	15.0
Retained earnings:							
Reserve for advanced depreciation	1,431		1,289		(142)	1,289	
Contingent reserve	95,000		125,000		30,000	95,000	
Unappropriated retained earnings	5,702		13,792		8,090	44,486	
Total	102,133	10.3	140,082	14.0	37,948	140,775	13.1
Treasury stock	(16,894)	(1.7)	(14,525)	(1.4)	2,369	(14,674)	(1.4)
Total shareholders' equity	427,262	43.1	468,331	46.8	41,068	468,909	43.8
. Accumulated gains (losses) from revaluation and translation adjustments:							
Unrealized gains on available-for-sale securities, net of taxes	18,663		8,092		(10,571)	13,180	
Unrealized losses on hedging derivatives, net of taxes	(28)		(64)		(35)	(64)	
Total accumulated gains (losses) from revaluation and translation adjustments	18,635	1.8	8,028	0.8	(10,607)	13,116	1.2
Total net assets	445,898	44.9	476,359	47.6	30,461	482,026	45.0
Total liabilities and net assets	992,075	100.0	1,000,508	100.0	8,432	1,070,506	100.0

ASAHI BREWERIES, LTD.
Non-Consolidated Income Statements (3 months ended March 31, 2008 and 2007)
(Unaudited)

(in million yen)

	1Q ended		1Q ended		Increase (Decrease)	Year ended	
	March 31, 2007		March 31, 2008			December 31, 2007	
	Amount	Ratio(%)	Amount	Ratio(%)	Amount	Amount	Ratio(%)
. Net sales	196,931	100.0	198,238	100.0	1,307	1,030,736	100.0
. Cost of sales	141,564	71.9	143,414	72.4	1,849	729,597	70.8
Gross profit	55,366	28.1	54,824	27.6	(541)	301,138	29.2
. Selling, general and administrative Operating income	58,544 (3,177)	29.7 (1.6)	47,851 6,973	24.1 3.5	(10,693) 10,151	221,204 79,933	21.4 7.8
. Non-operating income:							
Interest income	86		105			441	
Dividend income	254		269			1,920	
Other	89		407			1,097	
Total	430	0.2	781	0.4	351	3,458	0.3
. Non-operating expenses:							
Interest expenses	665		827			2,905	
Other	275		58			3,115	
Total	940	0.4	885	0.4	(55)	6,020	0.6
Recurring profit	(3,688)	(1.8)	6,869	3.5	10,558	77,372	7.5
. Extraordinary gain:							
Gain on sale of fixed assets	-		-			50	
Gain on sale of investment securities	-		-			0	
Gain on liquidation of subsidiaries	-		-			1,441	
Gain on reverse of allowance for doubtful accounts	56		76			999	
Gain on disposition of subsidiary's stock due to business succession	-		-			29	
Total	56	0.0	76	0.0	20	2,520	0.2
. Extraordinary loss:							
Loss on sales and disposal of fixed assets	355		275			5,446	
Loss on sale of investment securities	-		-			0	
Loss on devaluation of investment securities	-		-			230	
Loss on sale of investment in affiliated companies	618		-			618	
Loss on devaluation of investment in affiliated companies	-		-			1,958	
Loss on devaluation of contribution to affiliated companies	-		-			314	
Loss for adjustment to estimated consumption of gift coupon	-		-			1,545	
Total	973	0.5	275	0.1	(697)	10,113	1.0
Income before income taxes	(4,605)	(2.3)	6,670	3.4	11,276	69,779	6.7
Income tax, Inhabitants tax & enterprise tax	(1,990)		2,876			25,243	
Adjustment to income taxes	-		-			4,022	
Total	(1,990)	(1.0)	2,876	1.5	4,866	29,265	2.8
Net income	<u>(2,615)</u>	<u>(1.3)</u>	<u>3,794</u>	<u>1.9</u>	<u>6,410</u>	<u>40,513</u>	<u>3.9</u>