

ASAHI BREWERIES,LTD.
SEMI-ANNUAL CONSOLIDATED BALANCE SHEETS
June 30, 2005 and 2004
(Unaudited)

ASSETS

	Millions of yen				
	June 30		June 30		Increase
	2005		2004		(Decrease)
	Amount	Ratio(%)	Amount	Ratio(%)	Amount
Current assets:					
Cash and time deposits	13,431		13,904		(473)
Notes and accounts receivable	250,184		243,046		7,138
Inventories	97,797		96,308		1,488
Deferred income taxes	20,831		7,109		13,721
Other current assets	26,966		31,534		(4,568)
Allowance for doubtful accounts	(7,489)		(9,027)		1,537
Total current assets	401,722	32.6%	382,876	30.5%	18,845
Property, plant and equipment:					
Buildings and structures	217,579		225,526		(7,946)
Machinery and equipment	193,319		194,992		(1,672)
Tools, furniture and fixtures	50,736		51,278		(542)
Land	183,594		203,963		(20,369)
Construction in progress	5,809		7,287		(1,477)
Total tangible fixed assets	651,039	52.7%	683,047	54.4%	(32,008)
Intangible fixed assets	14,271	1.2%	17,494	1.4%	(3,223)
Investments and other assets:					
Investment securities	110,144		103,824		6,319
Deferred income taxes	27,820		36,221		(8,400)
Other investments	41,630		45,254		(3,623)
Allowance for doubtful accounts	(12,501)		(13,845)		1,344
Total investments and other assets	167,095	13.5%	171,455	13.7%	(4,359)
Total fixed assets	832,406	67.4%	871,997	69.5%	(39,591)
Total assets	¥1,234,128	100.0%	¥1,254,874	100.0%	(¥20,746)

LIABILITIES, MINORITY INTERESTS AND SHAREHOLDERS' EQUITY

Millions of yen

	June 30 2005		June 30 2004		Increase (Decrease)
	Amount	Ratio(%)	Amount	Ratio(%)	Amount
Current liabilities:					
Notes and accounts payable	86,072		73,049		13,022
Short-term debt	68,046		78,812		(10,765)
Bonds due within one year	20,000		59,997		(39,997)
Alcohol tax payable	144,340		145,866		(1,526)
Deposits received	50,584		64,947		(14,362)
Commercial paper	1,000		-		1,000
Other current liabilities	122,167		114,932		7,235
Total current liabilities	492,211	39.9%	537,604	42.8%	(45,393)
Long-term liabilities:					
Bonds	120,000		140,000		(20,000)
Long-term debt	89,587		79,589		9,998
Employees' severance and retirement benefits	28,763		28,898		(135)
Retirement benefits for directors and corporate auditors	515		618		(102)
Deferred tax liabilities	435		487		(52)
Other long-term liabilities	39,683		39,921		(237)
Total long-term liabilities	278,986	22.6%	289,515	23.1%	(10,529)
Total liabilities	771,197	62.5%	827,119	65.9%	(55,922)
Minority interests	27,273	2.2%	20,486	1.6%	6,787
Shareholders' equity:					
Common stock	182,531	14.8%	182,531	14.6%	-
Capital surplus	181,283	14.7%	181,282	14.5%	0
Retained earnings	89,208	7.2%	62,559	5.0%	26,648
Appreciation by revaluation of Investment securities	6,261	0.5%	5,297	0.4%	963
Foreign currency translation adjustments	1,256	0.1%	461	0.0%	795
Treasury stock	(24,883)	-2.0%	(24,863)	-2.0%	(19)
Total shareholders' equity	435,656		407,268	32.5%	28,389
Total liabilities, minority interests and shareholders' equity	¥1,234,128	100.0%	¥1,254,874	100.0%	(¥20,746)

ASAHI BREWERIES, LTD.
SEMIU-ANNUAL CONSOLIDATED INCOME STATEMENTS
Six months ended June 30, 2005 and 2004
(Unaudited)

	Millions of yen				
	June 30 2005		June 30 2004		Increase (Decrease)
	Amount	Ratio(%)	Amount	Ratio(%)	Amount
Net sales	656,605	100%	648,105	100.0%	8,499
Cost of sales	437,707	66.7%	438,709	67.7%	(1,002)
Gross profit	218,897	33.3%	209,395	32.3%	9,501
Selling, general and administrative	188,059	28.6%	171,674	26.5%	16,385
Operating income	30,838	4.7%	37,721	5.8%	(6,883)
Non-operating income:					
Interest income	247		265		(17)
Dividend income	630		844		(214)
Equity in net income of unconsolidated subsidiaries and affiliated companies	1,697		-		1,697
Amortization of consolidation account adjustment	925		824		100
Other	1,403		839		564
Total	4,904	0.8%	2,774	0.4%	2,130
Non-operating expenses:					
Interest expenses	2,031		1,998		33
Equity in net loss of unconsolidated subsidiaries	-		300		(300)
Other	1,785		2,069		(283)
Total	3,817	0.6%	4,367	0.6%	(549)
Recurring profit	31,925	4.9%	36,128	5.6%	(4,203)
Extraordinary gain:					
Gain on sale of fixed assets	4,041		71		3,969
Gain on sale of investment securities	87		284		(196)
Gain on reverse of allowance for doubtful accounts	2,445		1,228		1,217
Compensation for transfer of plant	381		362		18
Total	6,954	1.0%	1,946	0.3%	5,008
Extraordinary loss:					
Loss on sales and disposal of fixed assets	4,045		2,148		1,896
Loss on sale of investment securities	998		32		966
Loss on devaluation of investment securities	228		162		66
Loss on devaluation of securities of affiliated company	-		446		(446)
Other	201		573		(371)
Total	5,474	0.8%	3,363	0.5%	2,110
Income before income taxes	33,405	5.1%	34,711	5.4%	(1,305)
Income tax, Inhabitants tax & enterprise tax	13,803	2.1%	18,708	2.9%	(4,904)
Minority interests in net gain (loss)	588	0.1%	539	0.1%	48
Net income	¥19,012	2.9%	¥15,462	2.4%	¥3,550

ASAHI BREWERIES,LTD.
SEMI-ANNUAL CONSOLIDATED STATEMENTS OF CASH FLOWS
Six months ended June 30, 2005 and 2004
(Unaudited)

	Millions of yen		
	June 30 2005	June 30 2004	Increase (Decrease)
Cash flow from operating activities:			
Interim (current period) net Income before income taxes	33,405	34,711	(1,305)
Depreciation	24,797	25,316	(518)
Decrease in provision for employees' severance and retirement benefits	(335)	(873)	538
Increase in allowance for doubtful accounts	(2,304)	(1,813)	(491)
Interest and dividend income	(878)	(1,110)	231
Interest expenses	2,031	1,998	33
Equity in net income of unconsolidated subsidiaries	(1,697)	300	(1,997)
Loss on devaluation of investment securities	228	162	66
Gain on sales of fixed assets	(4,041)	-	(4,041)
Gain on sales and disposal of fixed assets	4,045	2,148	1,896
Decrease in notes and accounts receivable	28,543	19,361	9,182
Decrease in inventories	(12,709)	(7,239)	(5,469)
Decrease in notes and accounts payable	2,775	(8,021)	10,797
Increase in alcohol tax payable	(4,297)	(850)	(3,447)
Increase in consumption tax payable	(4,315)	(2,580)	(1,735)
Bonuses paid to directors and corporate auditors	(196)	(127)	(69)
Other	(3,659)	(3,608)	(50)
Subtotal	61,392	57,775	3,617
Interest and dividends received	898	1,195	(296)
Interest paid	(1,981)	(2,062)	81
Income taxes paid	(23,629)	(19,973)	(3,655)
Net cash provided by operating activities	36,681	36,934	(253)
Cash flows from investing activities:			
Proceeds from time deposits	466	33	433
Proceeds from sale of securities	2,304	-	2,304
Payments for purchases of property,plant and equipment	(21,305)	(19,257)	(2,048)
Proceeds from sales of property,plant and equipment	4,205	310	3,894
Payments for purchases of intangible assets	(1,392)	(2,394)	1,001
Proceeds from sales of intangible assets	1,127	-	1,127
Payments for purchases of investment securities	(11,795)	(38,188)	26,392
Proceeds from sales of Investment securities	293	8,030	(7,737)
Proceeds from purchase of shares of subsidiaries accompanied with change in scope of consolidation	632	-	632
Payments for collections of advances	(2,522)	(297)	(2,225)
Proceeds from collections of advances	837	466	371
Other	24	2,372	(2,348)
Net cash used in investing activities	(27,126)	(48,923)	21,797
Cash flows from financing activities:			
Increase in short-term borrowings	24,153	8,107	16,046
Proceeds from long-term debt	8,185	24,304	(16,119)
Repayments of long-term debt	(9,129)	(2,580)	(6,549)
Payments for Issue of bond	-	10,000	(10,000)
Redemption of bonds	(29,997)	(17,696)	(12,300)
Payments for treasury stocks	(21)	(6,839)	6,818
Cash dividends paid	(3,639)	(3,193)	(446)
Cash dividends paid to minority in consolidated subsidiaries	(373)	(2)	(371)
Payment from minority shareholders	-	2,504	(2,504)
Other	683	(226)	909
Net cash used in financing activities	(10,139)	14,378	(24,517)
Effect of exchange rate change on cash and cash equivalents	276	(160)	437
Net increase in cash and cash equivalents	(307)	2,228	(2,536)
Cash and cash equivalents at beginning of year	13,657	11,561	2,095
Increase in cash and cash equivalents due to increase in consolidated subsidiaries	-	9	(9)
Cash and cash equivalents at end of year	¥13,349	¥13,799	(¥449)