Asahi Group Holdings, Ltd.

FY2024 Q1
Consolidated Financial Results
(IFRS)

NOTE:
All information has been prepared in accordance with International Financial Reporting Standards (IFRS). Amounts shown in this accounting report and in the attached materials 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 Exchanges in Japan on May 14, 2024.
This translation was made for information only. The Company gives no warranty with respect to its correctness.

Summary Report of Financial Results (Fiscal 2024 Q1) May 14, 2024

Asahi Group Holdings, Ltd.

Code number: 2502
Shares Listed: Prime Market of Tokyo Stock Exchange
Head Office: Tokyo
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US GAAP: Not applicable

1. Overview of Performance (From January 1, 2024 to March 31, 2024)

(Figures are rounded down to the million)

(1) Business Performance

(Percentage figures represent the change from the previous year)

	Revenue		Core Operating Profit		Operating profit		Profit for the period	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Fiscal 2024 Q1 ended March 31, 2024	616,614	10.8	36,293	12.2	32,558	1.7	24,509	22.7
Fiscal 2023 Q1 ended March 31, 2023	556,335	12.0	32,339	31.0	32,013	254.0	19,981	358.4

	Profit attributable to owners of parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
	(Millions of yen)	(%)	(Millions of yen)	(%)	(yen)	(yen)
Fiscal 2024 Q1 ended March 31, 2024	23,830	19.3	100,282	29.4	47.03	47.02
Fiscal 2023 Q1 ended March 31, 2023	19,969	359.4	77,486	(64.5)	39.41	39.41

(Reference)

・Profit before tax: FY2024 Q1 31,480 millions of yen (10.1%) FY2023 Q1 28,601 millions of yen (279.8%)

・Adjusted profit attributable to owners of parent: FY2024 Q1 23,830 millions of yen (19.3%) FY2023 Q1 19,969 millions of yen (50.0%)

・Constant Currency Basis (Figures calculated by converting foreign currency amounts for the year to yen using the exchange rate of the previous year)

FY2024 Q1 Revenue 5.1% YoY Core Operating Profit 8.4% YoY

*Core Operating Profit is the reference index for normalized business performance. Core Operating Profit = Revenue - (COGS + general administrative cost)
Core Operating Profit is not the index defined in IFRS. We think this index is useful for financial statements users so that we disclose it spontaneously.

*Adjusted profit attributable to owners of parent
= Profit attributable to owners of parent - One-off special factors including business portfolio restructuring and impairment loss

(2) Financial Condition

	Total assets	Total equity	Equity attributable to owners of parent	Equity ratio attributable to owners of parent
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(%)
Fiscal 2024 Q1 ended March 31, 2024	5,399,998	2,531,535	2,526,614	46.8
Fiscal 2023 ended December 31, 2023	5,285,913	2,465,781	2,460,548	46.5

2. Dividends

	Cash dividend per share				
	Q1	Q2	Q3	Year-end	Total annual
	(yen)	(yen)	(yen)	(yen)	(yen)
Fiscal 2023 ended December 31, 2023	—	56.00	—	65.00	121.00
Fiscal 2024 ended December 31, 2024	—				
Fiscal 2024 ending December 31, 2024(forecast)		66.00	—	66.00	132.00

Note: Changes to the latest dividend forecast announced: No

3. Forecast for Fiscal 2024 (From January 1, 2024 to December 31, 2024)

(Percentage figures represent the change from the previous year)

	Revenue		Core Operating Profit		Operating profit		Profit	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Fiscal 2024 ending December 31, 2024	2,840,000	2.6	271,000	2.8	273,000	11.4	191,500	15.3

	Profit attributable to owners of parent		Basic earnings per share
	(Millions of yen)	(%)	(yen)
Fiscal 2024 ending December 31, 2024	190,500	16.1	375.98

(Reference)

・Profit before tax: FY2024 forecast 266,500 million yen (10.2%)

・Adjusted profit attributable to owners of parent: FY2024 forecast 176,000 million yen (6.3%)

・Constant Currency Basis (Figures calculated by converting foreign currency amounts for the year to yen using the exchange rate of the previous year)

FY2024 (Forecast) Revenue 3.6% YoY Core Operating Profit 4.2% YoY

*Adjusted profit attributable to owners of parent

= Profit attributable to owners of parent - One-off special factors including business portfolio restructuring and impairment loss

Notes

(1) Changes in status of material subsidiaries during the period (changes in specified subsidiaries due to changes in the scope of consolidation): No

New: - company (-), Excluded: - company (-)

(2) Changes in accounting policies, or changes in accounting estimates

(1) Changes in accounting policies required by IFRS: No

(2) Changes in accounting policies other than item (1) above: No

(3) Changes in accounting estimates: No

(3) Number of shares (common stock):

(1) Issued share at period-end (including treasury shares):

Q1 ended March 31, 2024	507,003,362 shares
Year ended December 31, 2023	507,003,362 shares

(2) Treasury shares at period-end:

Q1 ended March 31, 2024	325,288 shares
Year ended December 31, 2023	324,103 shares

(3) Average number of outstanding shares during the period:

Q1 ended March 31, 2024	506,678,497 shares
Year ended December 31, 2023	506,680,740 shares

(Note) The treasury shares which are excluded from calculations of the number of treasury shares at the end of the fiscal period and the average number of shares during the period under review include the Company's shares held by Custody Bank of Japan, Ltd. as trust property of the performance-lined stock compensation system for the Directors.

(Q1 ended March 31, 2024: 132,505 shares, Year ended December 31, 2023: 132,505 shares, Q1 ended March 31, 2023: 135,468 shares)

*** This Consolidated Financial Results for the quarter is not subject to quarterly review procedures**

*** Forward-looking statements and other special instructions**

The forward-looking statements that reflect Asahi's forecasts for consolidated and unconsolidated results in this document are based on information available at the time of the release of these materials and reasonable assumptions made by Asahi.

Certain risks and uncertainties could cause the results of Asahi to differ materially from any projections presented herein.

4. Consolidated Financial Statements (Unaudited)

(1) Consolidated Statement of Financial Position (As of December 31, 2023 and March 31, 2024)

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
(Assets)		
Current assets		
Cash and cash equivalents	59,945	66,408
Trade and other receivables	465,633	441,938
Inventories	267,317	280,558
Income tax receivables	2,930	4,865
Other financial assets	10,469	10,652
Other current assets	40,655	41,484
Total current assets	846,953	845,907
Non-current assets		
Property, plant and equipment	888,070	914,728
Goodwill and intangible assets	3,283,948	3,355,336
Investments accounted for using equity method	11,081	10,805
Other financial assets	151,168	162,945
Deferred tax assets	48,544	53,046
Net defined benefit assets	36,515	39,230
Other non-current assets	19,629	17,997
Total non-current assets	4,438,960	4,554,091
Total assets	5,285,913	5,399,998
(Liabilities and Equity)		
(Liabilities)		
Current liabilities		
Trade and other payables	714,781	631,179
Bonds and borrowings	389,848	571,171
Income tax payables	26,263	19,963
Provisions	17,429	17,594
Other financial liabilities	113,642	93,678
Other current liabilities	134,984	116,140
Total current liabilities	1,396,950	1,449,727
Non-current liabilities		
Bonds and borrowings	1,020,950	1,014,659
Net defined benefit liabilities	17,242	18,172
Deferred tax liabilities	233,190	235,836
Other financial liabilities	143,156	141,063
Other non-current liabilities	8,642	9,003
Total non-current liabilities	1,423,181	1,418,735
Total liabilities	2,820,131	2,868,462
(Equity)		
Issued capital	220,044	220,044
Share premium	161,867	161,901
Retained earnings	1,282,432	1,273,932
Treasury shares	(1,190)	(1,197)
Other components of equity	797,393	871,932
Total equity attributalble to owners of parent	2,460,548	2,526,614
Non-controlling interests	5,233	4,921
Total equity	2,465,781	2,531,535
Total liabilities and equity	5,285,913	5,399,998

(2) Consolidated Statement of Profit or Loss and Comprehensive Income

(From January 1 to March 31, 2023 and 2024)

<Consolidated Income Statements> (Millions of yen)

	Previous year (From January 1 to March 31)	Current year (From January 1 to March 31)
Revenue	556,335	616,614
Cost of sales	(363,997)	(399,669)
Gross Profit	192,338	216,944
Selling, general and administrative expenses	(159,999)	(180,651)
Other operating income	2,227	1,042
Other operating expense	(2,552)	(4,777)
Operating Profit	32,013	32,558
Finance income	2,133	4,156
Finance costs	(5,541)	(5,114)
Share of profit (loss) of investments accounted for using equity method	(4)	(120)
Profit before tax	28,601	31,480
Income tax expense	(8,620)	(6,970)
Profit for the period	19,981	24,509
Attributable to:		
Owners of parent	19,969	23,830
Non-controlling interests	11	679
Total	19,981	24,509
Basic earnings per share (JPY)	39.41	47.03
Diluted earnings per share (JPY)	39.41	47.02

<Consolidated Statement of Comprehensive Income>

(Millions of yen)

	Previous year (From January 1 to March 31)	Current year (From January 1 to March 31)
Profit for the period	19,981	24,509
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Changes in fair value of financial instruments measured at fair value through other comprehensive income	1,438	3,825
Items that might be reclassified to profit or loss		
Cash flow hedges	(1,033)	1,489
Costs of hedging	(33)	168
Translation difference on foreign operations	57,076	70,165
Share of other comprehensive income of entities accounted for using equity method	56	123
Total other comprehensive income	57,505	75,772
Total comprehensive income	77,486	100,282
Total comprehensive income attributable to:		
Owners of parent	77,452	99,482
Non-controlling interests	34	799

(3) Condensed Consolidated Statement of Changes in Equity

Previous year (from January 1 to March 31, 2023)

(Millions of yen)

	Equity attributable to owners of parent					
					Other components of equity	
	Issued capital	Share premium	Retained earnings	Treasury shares	Changes in fair value of financial instruments measured at fair value through OCI	Cash flow hedges
Balance as of January 1, 2023	220,044	161,793	1,165,542	(1,178)	35,667	2,577
Comprehensive income						
Profit			19,969			
Other comprehensive income					1,438	(1,043)
Total comprehensive income	—	—	19,969	—	1,438	(1,043)
Transfer to non-financial assets						(457)
Transactions with owners						
Dividends			(29,387)			
Purchase of treasury shares				(2)		
Disposal of treasury shares		0		0		
Share-based payment transaction		23				
Transfer from other components of equity to retained earnings			208		(208)	
Other increase (decrease)						
Total contributions by owners and distribution to owners	—	23	(29,178)	(2)	(208)	—
Total transactions with owners	—	23	(29,178)	(2)	(208)	—
Balance as of March 31, 2023	220,044	161,816	1,156,333	(1,180)	36,896	1,077

	Equity attributable to owners of parent				Non-controlling interests	Total equity
	Other components of equity			Total equity attributable to owners of parent		
	Costs of hedging	Translation difference on foreign operations	Total other components of equity			
Balance as of January 1, 2023	(478)	476,765	514,532	2,060,734	2,210	2,062,945
Comprehensive income						
Profit			—	19,969	11	19,981
Other comprehensive income	(33)	57,120	57,482	57,482	22	57,505
Total comprehensive income	(33)	57,120	57,482	77,452	34	77,486
Transfer to non-financial assets			(457)	(457)		(457)
Transactions with owners						
Dividends			—	(29,387)	(16)	(29,404)
Purchase of treasury shares			—	(2)		(2)
Disposal of treasury shares			—	0		0
Share-based payment transaction			—	23		23
Transfer from other components of equity to retained earnings			(208)	—		—
Other increase (decrease)			—	—	0	0
Total contributions by owners and distribution to owners	—	—	(208)	(29,366)	(16)	(29,382)
Total transactions with owners	—	—	(208)	(29,366)	(16)	(29,382)
Balance as of March 31, 2023	(511)	533,885	571,348	2,108,363	2,228	2,110,591

Current year (from January 1 to March 31, 2024)

(Millions of yen)

	Equity attributable to owners of parent					
					Other components of equity	
	Issued capital	Share premium	Retained earnings	Treasury shares	Changes in fair value of financial instruments measured at fair value through OCI	Cash flow hedges
Balance as of January 1, 2024	220,044	161,867	1,282,432	(1,190)	49,086	224
Comprehensive income						
Profit			23,830			
Other comprehensive income					3,825	1,523
Total comprehensive income	—	—	23,830	—	3,825	1,523
Transfer to non-financial assets						(508)
Transactions with owners						
Dividends			(32,934)			
Purchase of treasury shares				(6)		
Disposal of treasury shares						
Share-based payment transaction		33				
Transfer from other components of equity to retained earnings			603		(603)	
Other increase (decrease)						
Total contributions by owners and distribution to owners	—	33	(32,330)	(6)	(603)	—
Total transactions with owners	—	33	(32,330)	(6)	(603)	—
Balance as of March 31, 2024	220,044	161,901	1,273,932	(1,197)	52,308	1,239

	Equity attributable to owners of parent				Non-controlling interests	Total equity
	Other components of equity			Total equity attributable to owners of parent		
	Costs of hedging	Translation difference on foreign operations	Total other components of equity			
Balance as of January 1, 2024	(425)	748,508	797,393	2,460,548	5,233	2,465,781
Comprehensive income						
Profit			—	23,830	679	24,509
Other comprehensive income	168	70,133	75,651	75,651	120	75,772
Total comprehensive income	168	70,133	75,651	99,482	799	100,282
Transfer to non-financial assets			(508)	(508)		(508)
Transactions with owners						
Dividends			—	(32,934)	(1,112)	(34,046)
Purchase of treasury shares			—	(6)		(6)
Disposal of treasury shares			—	—		—
Share-based payment transaction			—	33		33
Transfer from other components of equity to retained earnings			(603)	—		—
Other increase (decrease)			—	—		—
Total contributions by owners and distribution to owners	—	—	(603)	(32,906)	(1,112)	(34,019)
Total transactions with owners	—	—	(603)	(32,906)	(1,112)	(34,019)
Balance as of March 31, 2024	(256)	818,641	871,932	2,526,614	4,921	2,531,535

(4) Notes to the Condensed Consolidated Financial Statements

(Notes Regarding Going Concern Assumptions)

None