Joy brings us together
KIRIN

KIRIN HOLDINGS COMPANY, LIMITED

November 11, 2026

SUMMARY OF CONSOLIDATED FINANCIAL RESULTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026 (UNDER IFRS) (UNAUDITED)

(English Translation)

Fiscal year ending December 31, 2026

KIRIN HOLDINGS COMPANY, LIMITED

NAKANO CENTRAL PARK SOUTH, 10-2, Nakano 4-chome, Nakano-ku, Tokyo, Japan (URL https://www.kirinholdings.com/en/)

Code No.:	2503
Shares Listed:	Tokyo
Representative:	Mr. Takeshi Minakata, President and COO
For further information, please contact:	Mr. Hidefumi Matsuo, Executive Officer, General Manager of Finance Department Telephone: +81-3-6837-7015 from overseas
Commencement date of dividend distribution scheduled:	—
Preparation of supplementary documents to the financial results:	Yes
Holding of financial results presentation (for institutional investors and analysts):	Yes

1. Consolidated business results and financial position for the first nine months of the current fiscal year (January 1, 2026 - September 30, 2026)

[Unit: Japanese yen (¥)]

(1) Results of operations (cumulative): (Amounts are rounded to the nearest ¥1 million)

(Percentage change compares current results with those of the same period of the previous year)

	Revenue (¥ millions)	Percentage change (%)	Normalized operating profit (¥ millions)	Percentage change (%)	Profit before tax (¥ millions)	Percentage change (%)
Nine months ended						
September 30, 2026	1,851,563	5.4	201,183	18.0	224,861	34.4
September 30, 2025	1,756,117	3.3	170,538	5.2	167,321	7.3

	Profit (¥ millions)	Percentage change (%)	Profit attributable to owners of the Company (¥ millions)	Percentage change (%)	Total comprehensive income (¥ millions)	Percentage change (%)
Nine months ended						
September 30, 2026	171,211	45.0	147,391	43.3	184,660	106.5
September 30, 2025	118,055	12.7	102,833	29.7	89,414	(34.7)

	Basic earnings per share (¥)	Diluted earnings per share (¥)
Nine months ended		
September 30, 2026	183.91	—
September 30, 2025	126.95	126.94

Reference: Operating profit	Nine months ended September 30, 2026	¥197,264 million	36.2%
	Nine months ended September 30, 2025	¥144,826 million	17.5%

* Normalized operating profit is a profit indicator for measuring recurring performance which is calculated by deducting cost of sales and selling, general and administrative expenses from revenue.

(2) Financial position:

	Total assets (¥ millions)	Total equity (¥ millions)	Equity attributable to owners of the Company (¥ millions)	Equity ratio attributable to owners of the Company (%)
As of				
September 30, 2026	3,331,804	1,650,807	1,335,658	40.1
December 31, 2025	3,494,043	1,595,148	1,286,991	36.8

2. Dividends

	Annual dividends				
	First quarter (¥)	Second quarter (¥)	Third quarter (¥)	Year-end (¥)	Total (¥)
Fiscal year ended December 31, 2025	—	37.00	—	37.00	74.00
Fiscal year ending December 31, 2026	—	38.00	—		
Fiscal year ending December 31, 2026 (Forecast)				38.00	76.00

Note: Revision of the forecast from recently announced figures: None

3. Forecast consolidated business results for the current fiscal year (January 1, 2026 - December 31, 2026)

(Percentage change compares forecast results with actual results of the previous year)

	Revenue (¥ millions)	Percentage change (%)	Normalized operating profit (¥ millions)	Percentage change (%)	Profit before tax (¥ millions)	Percentage change (%)
Fiscal year ending December 31, 2026	2,480,000	1.9	253,000	0.5	259,000	8.9

	Profit (¥ millions)	Percentage change (%)	Profit attributable to owners of the Company (¥ millions)	Percentage change (%)	Basic earnings per share (¥)
Fiscal year ending December 31, 2026	194,000	8.9	160,000	8.4	200.00

Note: Revision of the forecast from recently announced figures: None

Reference: Operating profit Fiscal year ending December 31, 2026 ¥230,000 million 9.7%

* Notes

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: - Excluded: 1 company Four Roses Distillery, LLC

(2) Changes in accounting policies and changes in accounting estimates

i. Changes in accounting policies required by IFRS: None

ii. Changes in accounting policies due to other reasons: None

iii. Changes in accounting estimates: None

(3) Number of shares outstanding (ordinary shares)

i. Number of shares outstanding at the end of the period (including treasury shares)

As of September 30, 2026	816,000,000 shares
As of December 31, 2025	914,000,000 shares

ii. Number of treasury shares at the end of the period

As of September 30, 2026	25,463,544 shares
As of December 31, 2025	103,851,881 shares

iii. Average number of shares during the period (cumulative from the beginning of the fiscal year)

For the nine months ended September 30, 2026	801,411,487 shares
For the nine months ended September 30, 2025	810,055,848 shares

Note: Number of treasury shares at the end of the period includes shares held in the BIP (Board Incentive Plan) Trust (1,446,399 shares at September 30, 2026 and 1,599,007 shares at December 31, 2025).
These shares are excluded in calculation of the average number of shares during the period.

* Review of the Japanese-language originals of the attached condensed quarterly consolidated financial statements by certified public accountants or an audit firm: None

* Information about proper usage of forecast business results, and other special instructions

(1) The statements concerning future performance that are presented in this document are based on judgments using information available to Kirin Holdings Company, Limited (hereinafter "the Company") and the Kirin Group (hereinafter "the Group") as of the release date of this material. Certain risks and uncertainties could cause the results of the Company and the Group to differ materially from any projections presented herein. These risks and uncertainties include, but are not limited to, the economic circumstances surrounding the Company's businesses, market trends, and exchange rates.

(2) The Company will post the Supplementary Documents to the Financial Results (the presentation materials for the financial results presentation) today, Wednesday, November 11, and will post the main Q&A at the meeting from the financial results presentation to be held on the same day as soon as possible on the Company's website.
(URL of the Company's website)
https://www.kirinholdings.com/en/investors/

ATTACHED MATERIALS

INDEX

1. OVERVIEW OF BUSINESS PERFORMANCE..... 2

2. CONDENSED QUARTERLY CONSOLIDATED FINANCIAL STATEMENTS..... 3

(1) CONDENSED QUARTERLY CONSOLIDATED STATEMENT OF FINANCIAL POSITION..... 3

(2) CONDENSED QUARTERLY CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND COMPREHENSIVE INCOME.. 5

(3) CONDENSED QUARTERLY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY..... 7

(4) CONDENSED QUARTERLY CONSOLIDATED STATEMENT OF CASH FLOWS..... 9

(5) NOTES TO CONDENSED QUARTERLY CONSOLIDATED FINANCIAL STATEMENTS..... 11

(GOING CONCERN ASSUMPTION)..... 11

(SEGMENT INFORMATION)..... 11

(CASH FLOW STATEMENT)..... 14

(SIGNIFICANT SUBSEQUENT EVENTS)..... 15

1. OVERVIEW OF BUSINESS PERFORMANCE

Please refer to "Presentation Material" for Q3 under FY2026 scheduled to be published on the Company's website on November 11th, 2026.

(URL of the Company's website)

https://www.kirinholdings.com/en/investors/

2. CONDENSED QUARTERLY CONSOLIDATED FINANCIAL STATEMENTS

(1) CONDENSED QUARTERLY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(¥ millions)

	At December 31, 2025	At September 30, 2026
Assets		
Non-current assets		
Property, plant and equipment	738,987	732,712
Goodwill	533,321	541,040
Intangible assets	694,668	680,018
Equity-accounted investees	228,794	235,485
Other financial assets	95,058	92,544
Other non-current assets	49,213	43,985
Deferred tax assets	83,092	85,004
Total non-current assets	2,423,132	2,410,788
Current assets		
Inventories	348,418	302,223
Trade and other receivables	535,713	420,375
Other financial assets	6,389	7,093
Other current assets	55,099	62,228
Cash and cash equivalents	125,292	129,096
Total current assets	1,070,911	921,015
Total assets	3,494,043	3,331,804

(¥ millions)

	At December 31, 2025	At September 30, 2026
Equity		
Share capital	102,046	102,046
Share premium	—	148
Retained earnings	1,201,090	1,051,038
Treasury shares	(251,002)	(67,218)
Reserves	234,858	249,644
Equity attributable to owners of the Company	1,286,991	1,335,658
Non-controlling interests	308,156	315,148
Total equity	1,595,148	1,650,807
Liabilities		
Non-current liabilities		
Bonds and borrowings	842,434	792,626
Other financial liabilities	84,883	73,123
Defined benefit liability	46,289	40,087
Provisions	11,590	12,128
Other non-current liabilities	9,489	5,727
Deferred tax liabilities	125,239	124,599
Total non-current liabilities	1,119,924	1,048,289
Current liabilities		
Bonds and borrowings	81,000	53,053
Trade and other payables	381,487	307,815
Other financial liabilities	63,014	56,288
Current tax liabilities	19,633	33,595
Provisions	11,184	5,410
Other current liabilities	222,653	176,546
Total current liabilities	778,971	632,708
Total liabilities	1,898,896	1,680,997
Total equity and liabilities	3,494,043	3,331,804

(2) CONDENSED QUARTERLY CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND COMPREHENSIVE INCOME

CONDENSED QUARTERLY CONSOLIDATED STATEMENT OF PROFIT OR LOSS

NINE MONTHS ENDED SEPTEMBER 30, 2026

(¥ millions)

	Nine months ended September 30, 2025	Nine months ended September 30, 2026
Revenue	1,756,117	1,851,563
Cost of sales	924,227	950,643
Gross profit	831,890	900,920
Selling, general and administrative expenses	661,352	699,737
Normalized operating profit	170,538	201,183
Other operating income	5,392	46,998
Other operating expenses	31,104	50,917
Operating profit	144,826	197,264
Finance income	7,027	15,127
Finance costs	12,730	15,101
Share of profit of equity-accounted investees	28,199	27,571
Profit before tax	167,321	224,861
Income tax expense	49,266	53,650
Profit	118,055	171,211
Profit attributable to:		
Owners of the Company	102,833	147,391
Non-controlling interests	15,222	23,821
Profit	118,055	171,211
Earnings per share (¥)		
Basic earnings per share	126.95	183.91
Diluted earnings per share	126.94	—

CONDENSED QUARTERLY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
NINE MONTHS ENDED SEPTEMBER 30, 2026

(¥ millions)

	Nine months ended September 30, 2025	Nine months ended September 30, 2026
Profit	118,055	171,211
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in equity instruments measured at fair value through other comprehensive income	2,804	(2,035)
Remeasurements of defined benefit plans	(6)	(2)
Share of other comprehensive income of equity-accounted investees	(79)	39
Items that are or may be reclassified to profit or loss		
Foreign currency translation differences on foreign operations	(31,245)	7,948
Cash flow hedges	(1,045)	68
Share of other comprehensive income of equity-accounted investees	929	7,431
Total other comprehensive income	(28,641)	13,449
Comprehensive income	89,414	184,660
Comprehensive income attributable to:		
Owners of the Company	77,265	161,616
Non-controlling interests	12,149	23,045
Comprehensive income	89,414	184,660

(3) CONDENSED QUARTERLY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
NINE MONTHS ENDED SEPTEMBER 30, 2025

(¥ millions)

	Equity attributable to owners of the Company					
					Reserves	
	Share capital	Share premium	Retained earnings	Treasury shares	Net change in equity instruments measured at fair value through other comprehensive income	Remeasurements of defined benefit plans
Balance at January 1, 2025	102,046	9,497	1,130,931	(251,376)	19,676	—
Effect of changes in accounting policies	—	—	(10,731)	—	—	—
Balance at January 1, 2025 reflecting changes in accounting policies	102,046	9,497	1,120,200	(251,376)	19,676	—
Profit	—	—	102,833	—	—	—
Other comprehensive income	—	—	—	—	2,869	(82)
Comprehensive income	—	—	102,833	—	2,869	(82)
Dividends from surplus	—	—	(58,730)	—	—	—
Acquisition of treasury shares	—	—	—	(14)	—	—
Disposal of treasury shares	—	7	—	0	—	—
Share-based payments	—	(48)	(61)	392	—	—
Changes in the ownership interest in a subsidiary without a loss of control	—	(19,827)	—	—	—	—
Transfer from reserves to retained earnings	—	—	(89)	—	7	82
Transfer from retained earnings to share premium	—	10,370	(10,370)	—	—	—
Total transactions with owners of the Company	—	(9,497)	(69,251)	379	7	82
Balance at September 30, 2025	102,046	—	1,153,782	(250,997)	22,552	—

	Equity attributable to owners of the Company				Non-controlling interests	Total equity
	Reserves			Total		
	Foreign currency translation differences on foreign operations	Cash flow hedges	Total			
Balance at January 1, 2025	169,311	1,440	190,427	1,181,525	352,189	1,533,714
Effect of changes in accounting policies	—	—	—	(10,731)	—	(10,731)
Balance at January 1, 2025 reflecting changes in accounting policies	169,311	1,440	190,427	1,170,794	352,189	1,522,984
Profit	—	—	—	102,833	15,222	118,055
Other comprehensive income	(27,286)	(1,069)	(25,568)	(25,568)	(3,073)	(28,641)
Comprehensive income	(27,286)	(1,069)	(25,568)	77,265	12,149	89,414
Dividends from surplus	—	—	—	(58,730)	(14,372)	(73,102)
Acquisition of treasury shares	—	—	—	(14)	—	(14)
Disposal of treasury shares	—	—	—	8	—	8
Share-based payments	—	—	—	283	(27)	256
Changes in the ownership interest in a subsidiary without a loss of control	—	—	—	(19,827)	(62,574)	(82,400)
Transfer from reserves to retained earnings	—	—	89	—	—	—
Transfer from retained earnings to share premium	—	—	—	—	—	—
Total transactions with owners of the Company	—	—	89	(78,280)	(76,973)	(155,253)
Balance at September 30, 2025	142,025	371	164,948	1,169,779	287,365	1,457,144

NINE MONTHS ENDED SEPTEMBER 30, 2026

(¥ millions)

	Equity attributable to owners of the Company					
					Reserves	
	Share capital	Share premium	Retained earnings	Treasury shares	Net change in equity instruments measured at fair value through other comprehensive income	Remeasurements of defined benefit plans
Balance at January 1, 2026	102,046	—	1,201,090	(251,002)	23,836	—
Profit	—	—	147,391	—	—	—
Other comprehensive income	—	—	—	—	(1,963)	38
Comprehensive income	—	—	147,391	—	(1,963)	38
Dividends from surplus	—	—	(60,257)	—	—	—
Acquisition of treasury shares	—	—	—	(53,167)	—	—
Disposal of treasury shares	—	55	—	1	—	—
Cancellation of treasury shares	—	(236,572)	—	236,572	—	—
Change in scope of consolidation	—	—	—	—	—	—
Share-based payments	—	(11)	(75)	379	—	—
Changes in the ownership interest in a subsidiary without a loss of control	—	127	—	—	—	—
Transfer from reserves to retained earnings	—	—	(561)	—	599	(38)
Transfer from retained earnings to share premium	—	236,550	(236,550)	—	—	—
Total transactions with owners of the Company	—	148	(297,443)	183,785	599	(38)
Balance at September 30, 2026	102,046	148	1,051,038	(67,218)	22,471	—

	Equity attributable to owners of the Company				Non-controlling interests	Total equity
	Reserves			Total		
	Foreign currency translation differences on foreign operations	Cash flow hedges	Total			
Balance at January 1, 2026	210,785	238	234,858	1,286,991	308,156	1,595,148
Profit	—	—	—	147,391	23,821	171,211
Other comprehensive income	16,077	73	14,225	14,225	(776)	13,449
Comprehensive income	16,077	73	14,225	161,616	23,045	184,660
Dividends from surplus	—	—	—	(60,257)	(16,158)	(76,416)
Acquisition of treasury shares	—	—	—	(53,167)	—	(53,167)
Disposal of treasury shares	—	—	—	55	—	55
Cancellation of treasury shares	—	—	—	—	—	—
Change in scope of consolidation	—	—	—	—	2	2
Share-based payments	—	—	—	293	—	293
Changes in the ownership interest in a subsidiary without a loss of control	—	—	—	127	104	231
Transfer from reserves to retained earnings	—	—	561	—	—	—
Transfer from retained earnings to share premium	—	—	—	—	—	—
Total transactions with owners of the Company	—	—	561	(112,949)	(16,053)	(129,001)
Balance at September 30, 2026	226,862	311	249,644	1,335,658	315,148	1,650,807

(4) CONDENSED QUARTERLY CONSOLIDATED STATEMENT OF CASH FLOWS

(¥ millions)

	Nine months ended September 30, 2025	Nine months ended September 30, 2026
Cash flows from operating activities		
Profit before tax	167,321	224,861
Depreciation and amortization	74,896	81,321
Impairment losses	2,041	10,264
Interest and dividends received	(6,437)	(9,547)
Share of profit of equity-accounted investees	(28,199)	(27,571)
Interest paid	8,116	10,111
Gain on sale of property, plant and equipment and intangible assets	(3,046)	(627)
Loss on disposal and sale of property, plant and equipment and intangible assets	1,658	2,580
Gain on sale of subsidiaries	—	(29,033)
Gain on liquidation of subsidiaries	—	(14,173)
(Increase) decrease in trade receivables	59,298	121,378
(Increase) decrease in inventories	(22,997)	(14,566)
Increase (decrease) in trade payables	(26,865)	(34,616)
Increase (decrease) in liquor taxes payable	(23,287)	(22,954)
Increase (decrease) in deposits received	(1,562)	(1,410)
Other	(22,827)	(87,562)
Sub-total	178,112	208,458
Interest and dividends received	27,620	34,731
Interest paid	(5,835)	(7,666)
Income taxes paid	(30,174)	(40,782)
Cash flows from (used in) operating activities	169,723	194,741

(¥ millions)

	Nine months ended September 30, 2025	Nine months ended September 30, 2026
Cash flows from investing activities		
Acquisition of property, plant and equipment and intangible assets	(103,655)	(94,831)
Proceeds from sale of property, plant and equipment and intangible assets	7,294	245
Acquisition of investments	(1,515)	(2,660)
Proceeds from sale of investments	624	1,216
Proceeds from sale of shares of subsidiaries, net of cash disposed of	—	5,361
Proceeds from transfer of membership interests in subsidiaries	—	114,479
Acquisition of equity-accounted investees	—	(18)
Proceeds from sale of equity-accounted investees	569	—
Considerations from business transfer	3,799	—
Payments of cash segregated as deposits	(7,700)	—
Other	2,811	691
Cash flows from (used in) investing activities	(97,773)	24,484
Cash flows from financing activities		
Increase (decrease) in short-term borrowings	1,804	30
Increase (decrease) in commercial paper	44,989	(12,996)
Proceeds from long-term borrowings	28,000	—
Repayment of long-term borrowings	(30,000)	(25,000)
Proceeds from issuance of bonds	100,000	—
Payment for redemption of bonds	(25,000)	(40,000)
Repayment of lease liabilities	(13,889)	(15,166)
Payment for acquisition of treasury shares	(14)	(53,167)
Payment for acquisition of treasury shares by a consolidated subsidiary	(6)	(8)
Dividends paid	(58,730)	(60,257)
Dividends paid to non-controlling interests	(14,363)	(16,141)
Payments for acquisition of non-controlling interests	(81,718)	—
Other	(409)	29
Cash flows from (used in) financing activities	(49,336)	(222,677)
Effect of exchange rate changes on cash and cash equivalents	1,215	7,256
Net increase (decrease) in cash and cash equivalents	23,830	3,804
Cash and cash equivalents at beginning of period	118,617	125,292
Effect of changes in accounting policies	(10,731)	—
Cash and cash equivalents at beginning of period reflecting changes in accounting policies	107,886	125,292
Cash and cash equivalents at end of period	131,715	129,096

(5) NOTES TO CONDENSED QUARTERLY CONSOLIDATED FINANCIAL STATEMENTS

(GOING CONCERN ASSUMPTION)

There are no matters to report under this item.

(SEGMENT INFORMATION)

(1) Summary of reportable segments

The reportable segments of the Group are determined based on the operating segments which are constituent units of the Group for which separate financial information is available, and which are periodically examined by the Board of Directors for the purpose of deciding the allocation of management resources and evaluating the business results. The Group has identified four reportable segments, namely, "Alcoholic Beverages Business," "Non-alcoholic Beverages Business," "Pharmaceuticals Business" and "Health Science Business."

"Alcoholic Beverages Business" includes Kirin Brewery Company, Limited, LION PTY LTD, New Belgium Brewing Company, Inc. and other entities which operate businesses in Japan and overseas. Kirin Brewery Company, Limited conducts production and sale of alcoholic beverages such as beer and low alcohol drinks in Japan while LION PTY LTD conducts production and sale of products such as beer and low alcohol drinks in the Oceania region. New Belgium Brewing Company, Inc. conducts production and sale of products such as craft beer in North America.

"Non-alcoholic Beverages Business" includes Kirin Beverage Company, Limited and Coca-Cola Beverages Northeast, Inc. and other entities which operate businesses in Japan and overseas. Kirin Beverage Company, Limited conducts production and sale of soft drinks in Japan while Coca-Cola Beverages Northeast, Inc. conducts production and sale of Coca-Cola products in the U.S.

"Pharmaceuticals Business" includes Kyowa Kirin Co., Ltd. and other entities which conduct production and sale of pharmaceutical products in Japan and overseas.

"Health Science Business" includes FANCL Corporation, Blackmores Limited, and other entities which operate business such as natural health in Japan and overseas. FANCL Corporation conducts research and development, production and sale of health food and cosmetics. Blackmores Limited conducts production and sale of nutritional supplements and related products in Australia, Southeast Asia, China and other regions.

Accounting policies for segment information are generally the same as those for the Company's consolidated financial statements.

Inter-segment revenue is based on actual market prices.

(2) Information on reportable segments

Information related to each reportable segment is set out below.

For the nine months ended September 30, 2025

(¥ millions)

	Reportable segment				Others (Note 1)	Adjustment (Note 2)	Consolidated
	Alcoholic Beverages	Non-alcoholic Beverages	Pharma-ceuticals	Health Science			
Revenue from unaffiliated customers	769,397	429,639	349,222	187,920	19,939	—	1,756,117
Inter-segment revenue	1,716	2,431	230	3,494	50,259	(58,129)	—
Total revenue	771,113	432,070	349,451	191,414	70,198	(58,129)	1,756,117
Segment income (loss) (Note 3)	90,913	52,661	61,059	12,671	(1,175)	(45,591)	170,538

Other operating income	5,392
Other operating expenses	31,104
Finance income	7,027
Finance costs	12,730
Share of profit of equity-accounted investees	28,199
Profit before tax	167,321

Notes:
1. "Others" includes segments which are not included in the reportable segments.
2. Adjustments are as follows:
   Adjustment in segment income (loss) mainly includes inter-segment eliminations and corporate expenses not attributable to any reportable segment. The expenses are mainly group administrative expenses incurred by the Company, a holding company, and administrative expenses relating to multiple reportable segments incurred by shared services companies.
3. Segment income (loss) represents normalized operating profit which is calculated by deducting the total of cost of sales and selling, general and administrative expenses from revenue.

For the nine months ended September 30, 2026

(¥ millions)

	Reportable segment				Others (Note 1)	Adjustment (Note 2)	Consolidated
	Alcoholic Beverages	Non-alcoholic Beverages	Pharma-ceuticals	Health Science			
Revenue from unaffiliated customers	797,490	456,245	384,807	193,484	19,536	—	1,851,563
Inter-segment revenue	1,853	2,643	139	3,205	50,920	(58,761)	—
Total revenue	799,343	458,888	384,947	196,690	70,457	(58,761)	1,851,563
Segment income (loss) (Note 3)	95,629	51,769	88,067	17,030	(2,097)	(49,216)	201,183

Other operating income	46,998
Other operating expenses	50,917
Finance income	15,127
Finance costs	15,101
Share of profit of equity-accounted investees	27,571
Profit before tax	224,861

Notes:
1. "Others" includes segments which are not included in the reportable segments.
2. Adjustments are as follows:
   Adjustment in segment income (loss) mainly includes inter-segment eliminations and corporate expenses not attributable to any reportable segment. The expenses are mainly group administrative expenses incurred by the Company, a holding company, and administrative expenses relating to multiple reportable segments incurred by shared services companies.
3. Segment income (loss) represents normalized operating profit which is calculated by deducting the total of cost of sales and selling, general and administrative expenses from revenue.

(CASH FLOW STATEMENT)

(Proceeds from transfer of membership interests in subsidiaries)

(1) Overview of the transaction

Pursuant to the membership interest transfer agreement entered into with E. & J. Gallo Winery on February 6, 2026 (Japan Standard Time), Kirin Beer & Spirits of America Inc., a consolidated subsidiary of the Company, transferred all interests in Four Roses Distillery, LLC (hereinafter "Four Roses"), its wholly owned subsidiary, on April 2, 2026 (Japan Standard Time). As a result, the Company lost control of Four Roses.

(2) Assets and liabilities associated with the loss of control

(¥ millions)

	Amount
Assets at the date of loss of control	
Non-current assets	¥ 28,062
Current assets	68,222
Liabilities at the date of loss of control	
Non-current liabilities	1,814
Current liabilities	25,806

(3) Cash flows arising from the loss of control

(¥ millions)

	Amount
Consideration for the sale of interests (Note 1)	¥ 92,438
Collection of loans receivable from the subsidiary over which control was lost	22,871
Cash and cash equivalents of the subsidiary over which control was lost	(830)
Proceeds from transfer of membership interests in subsidiaries (Note 2)	114,479

Notes:

1. In addition to the above amount, the Company may receive contingent consideration of approximately ¥8.0 billion (USD 50 million), subject to Four Roses achieving certain revenue targets after the sale.
2. Proceeds from transfer of membership interests in subsidiaries are included in cash flows from investing activities in the condensed quarterly consolidated statement of cash flows for the nine months ended September 30, 2026.

(4) Gain or loss arising from the loss of control

The gain on sale recognized in connection with the loss of control over Four Roses amounted to ¥29,033 million, and was included in "Other operating income" in the condensed quarterly consolidated statement of profit or loss for the nine months ended September 30, 2026.

(SIGNIFICANT SUBSEQUENT EVENTS)

Kirin Brewery Company, Limited, a consolidated subsidiary of the Company, was subject to a search by the Japan Fair Trade Commission (JFTC) on October 7, 2026, on suspicion of a violation of the Antimonopoly Act. The Company takes this matter very seriously and will fully cooperate with the JFTC's investigation and respond to its requests.

The Company is not able to reasonably estimate the impact of this matter on the Company's consolidated financial statements at this time.