



October 31, 2017

To Whom It May Concern:

Company Name: KIRIN HOLDINGS COMPANY, LIMITED
Name and Title of Representative: Yoshinori Isozaki, President & CEO
Code Number: 2503
Head Office:
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Name and Title of Contact Person:
Tetsuya Fujiwara
Director of Group Corporate Communications
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**Notice Regarding Voluntary Adoption of
International Financial Reporting Standards (IFRS)**

Kirin Holdings Company, Limited (“the Company”) has announced its resolution taken at a meeting of the Board of Directors held today to voluntarily adopt International Financial Reporting Standards (IFRS) for the consolidated financial statements of the Kirin group (“the Group”) from the fiscal year ending December 31, 2017, in place of the Japanese Generally Accepted Accounting Principles (“J-GAAP”) previously adopted.

The Company has decided on the voluntary adoption of IFRS to improve international comparability of financial information in the capital markets.

The disclosure schedule in preparation for the voluntary adoption of IFRS is as follows:

Accounting period		Disclosure document	Accounting standard
Fiscal year ending December 31, 2017	Year-end	Summary of consolidated financial results	IFRS
		Consolidated financial statements pursuant to the Companies Act	
		Consolidated financial statements pursuant to the Financial Instruments and Exchange Act	

(Reference)

The voluntary adoption of IFRS is expected to have the following impact on the consolidated forecasts for the full year ending December 31, 2017 (announced on October 31, 2017).

(¥100 million)

	Full-year consolidated forecasts (J-GAAP)	Impact on IFRS (approximation)
Sales	19,700	(1,100)
Operating income (Normalized operating profit under IFRS [*])	1,520	300
Net income attributable to owners of the parent	1,200	1,100

^{*}Normalized operating profit under IFRS: an additional indicator for understanding of underlying sustainable performance of the Group

^{*}Normalized operating profit = Sales revenue – (Cost of Sales + SG&A)