

Matsushita Electric Industrial Co., Ltd.
Consolidated Statement of Income *
(Three months ended June 30)

	Yen (millions)		Percentage 2002/2001	U.S. Dollars (millions)
	<u>2002</u>	<u>2001</u>		<u>2002</u>
Net sales	¥ 1,756,683	¥ 1,674,784	105%	\$ 14,762
Cost of sales	(1,248,107)	(1,222,393)		(10,488)
Selling, general and administrative expenses	(494,016)	(491,077)		(4,152)
Operating profit (loss)	<u>14,560</u>	<u>(38,686)</u>	-	<u>122</u>
Other income (deductions):				
Interest income	6,458	9,572		54
Dividend income	2,497	5,465		21
Interest expense	(8,744)	(11,060)		(73)
Other income (loss), net	<u>3,285</u>	<u>13,513</u>		<u>28</u>
Income (loss) before income taxes	18,056	(21,196)	-	152
Provision for income taxes	(11,598)	(7,412)		(98)
Minority interests	3,056	10,381		26
Equity in earnings (losses) of associated companies	<u>(5,175)</u>	<u>(1,146)</u>		<u>(44)</u>
Net income (loss)	<u>¥ 4,339</u>	<u>¥ (19,373)</u>	-	<u>\$ 36</u>
Net income (loss) per common share, <i>basic</i>	2.09 yen	(9.32) yen		\$0.02
Net income (loss) per common share, <i>diluted</i>	2.09 yen	(9.32) yen		\$0.02

(Parentheses indicate expenses or deductions.)

* See notes to consolidated financial statements on pages 6-7.

Supplementary Information
(Three months ended June 30)

	Yen (millions)		U.S. Dollars (millions)
	<u>2002</u>	<u>2001</u>	<u>2002</u>
Depreciation (tangible assets)	¥ 66,030	¥ 78,352	\$ 555
Capital investment	¥ 45,622	¥ 94,709	\$ 383
R&D expenditures	¥ 138,264	¥ 134,174	\$ 1,162
Number of employees (June 30)	266,494	293,322	