

5. Comprehensive income (loss) was reported as a loss of 373,988 million yen (\$3,065 million) for the first half ended September 30, 2002, a loss of 183,966 million yen for the first half ended September 30, 2001, and a loss of 510,476 million yen for the year ended March 31, 2002. Comprehensive income (loss) includes net income (loss) and increases (decreases) in cumulative translation adjustments, unrealized holding gains (losses) of available-for-sale securities, unrealized gains (losses) of certain derivative instruments and minimum pension liability adjustments.
6. Following the enactment of the Welfare Pension Insurance Law in Japan, the Company and certain of its subsidiaries obtained approval, during the period between June and August of this year, from Japan's Ministry of Health, Labour and Welfare for exemption from the future benefit obligation with respect to the portion of the Employees Pension Funds that the Company and certain of its subsidiaries operate on behalf of the Government (the so-called "substitutional portion"). Under United States generally accepted accounting principles, the relevant one-time profit may be recognized only on the settlement of substitutional portion when the Company returns the past benefit obligation to the Government, which Matsushita currently expects to occur during the year ending March 31, 2004.
7. Number of consolidated companies: 307
8. Number of companies reflected by the equity method: 49
9. United States dollar amounts are translated from yen for convenience at the rate of U.S. \$1.00 = 122 yen, the approximate rate on the Tokyo Foreign Exchange Market on September 30, 2002.

Subsequent Events

On October 1, Matsushita Electric Industrial Co., Ltd. (MEI) implemented share exchanges with Matsushita Communication Industrial Co., Ltd. (MCI), Kyushu Matsushita Electric Co., Ltd. (KME), Matsushita Seiko Co., Ltd. (MS), Matsushita Kotobuki Electronics Industries, Ltd. (MKEI) and Matsushita Graphic Communication Systems, Inc. (MGCS), based on share exchange agreements that were approved at the ordinary general meetings of shareholders of MEI and each of the group companies on June 27, 2002. MEI allotted new MEI shares to shareholders (excluding MEI) of MCI, KME, MS, MKEI and MGCS.