

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

	Yen (millions)		Percentage	U.S. Dollars (millions)
	2003	2002	2003/2002	2003
Net sales	¥ 1,876,088	¥ 1,827,582	103%	\$ 16,902
Cost of sales	(1,342,784)	(1,320,560)		(12,097)
Selling, general and administrative expenses	(473,700)	(472,722)		(4,268)
Operating profit	59,604	34,300	174%	537
Other income (deductions):				
Interest income	5,125	5,559		46
Dividend income	498	314		5
Interest expense	(7,004)	(8,622)		(63)
Restructuring charges **	(869)	--		(8)
Write-down of investment securities	(48,011)	(3,765)		(433)
Other income (loss), net	22,709	10,539		205
Income before income taxes	32,052	38,325	84%	289
Provision for income taxes	(6,048)	(22,634)		(55)
Minority interests	(6,480)	(3,142)		(58)
Equity in earnings of associated companies	924	1,583		8
Net income	¥ 20,448	¥ 14,132	145%	\$ 184
Net income per common share, <i>basic</i>	8.77 yen	6.80 yen		\$ 0.08
Net income per common share, <i>diluted</i>	8.68 yen	6.75 yen		\$ 0.08

(Parentheses indicate expenses or deductions.)

* ** See notes to consolidated financial statements on page 16.

Supplementary Information
(Three months ended September 30)

	Yen (millions)		U.S. Dollars (millions)
	2003	2002	2003
Depreciation (tangible assets):	¥ 64,161	¥ 73,169	\$ 578
Capital investment:	¥ 69,476	¥ 64,849	\$ 626
R&D expenditures:	¥ 140,432	¥ 138,229	\$ 1,265
Number of employees (Sept. 30)	295,546	291,935	