

Please Note: The following are financial statements on a parent company alone basis (provided in yen only), which are in conformity with Japanese generally accepted accounting principles, and should not be confused with the aforementioned consolidated results.

**Matsushita Electric Industrial Co., Ltd.**  
**(Parent Alone)**  
**Statement of Income\***  
**(Six months ended September 30)**

	<u>Yen (millions)</u>		<u>Percentage</u> <u>2004/2003</u>
	<u>2004</u>	<u>2003</u>	
Net sales	¥ 2,071,337	¥ 1,958,968	106%
Cost of sales	(1,691,757)	(1,611,563)	
Selling, general and administrative expenses	<u>(319,805)</u>	<u>(331,980)</u>	
Operating profit	<u>59,774</u>	<u>15,423</u>	388%
Interest income	1,952	3,049	
Dividend income	36,481	36,710	
Other income	16,718	17,224	
Interest expense	(5,452)	(8,238)	
Other expenses	<u>(41,353)</u>	<u>(10,418)</u>	
Recurring profit	<u>68,121</u>	<u>53,751</u>	127%
Non-recurring profit	6,018	11,345	
Non-recurring loss	<u>(12,817)</u>	<u>(958)</u>	
Income before income taxes	61,322	64,138	96%
Provision for income taxes			
Current	(11,206)	(3,677)	
Deferred	<u>349</u>	<u>(14,533)</u>	
Net income	<u>¥ 50,465</u>	<u>¥ 45,928</u>	110%
Unappropriated retained earnings at beginning of period	41,011	40,467	
Interim dividend	--	--	
Unappropriated retained earnings at end of period	91,477	86,395	

(Parentheses indicate expenses or deductions.)

Net income per common share, <i>basic</i> :	<u>2004</u>	<u>2003</u>
	21.79 yen	19.67 yen

\* See notes to parent-alone financial statements on page 25.