

Matsushita Electric Industrial Co., Ltd.
Consolidated Balance Sheet **
December 31, 2004
With comparative figures for September 30, 2004

<u>Assets</u>	<u>Dec. 31, 2004</u>	Yen (millions) <u>Sept. 30, 2004</u>	U.S. Dollars (millions) <u>Dec. 31, 2004</u>
Current assets:			
Cash and cash equivalents	¥ 1,255,716	¥ 1,253,608	\$ 12,074
Time deposits	104,851	171,630	1,008
Marketable securities	8,536	7,645	82
Trade receivables (notes and accounts) and other current assets	1,867,896	1,800,993	17,961
Inventories	<u>991,694</u>	<u>1,068,646</u>	<u>9,536</u>
Total current assets	<u>4,228,693</u>	<u>4,302,522</u>	<u>40,661</u>
Noncurrent receivables	251,211	253,243	2,415
Investments and advances	1,154,621	1,113,505	11,102
Property, plant and equipment, net of accumulated depreciation	1,629,950	1,642,578	15,673
Other assets	<u>1,064,566</u>	<u>1,093,502</u>	<u>10,236</u>
Total assets	<u>¥ 8,329,041</u>	<u>¥ 8,405,350</u>	<u>\$ 80,087</u>
 <u>Liabilities and Stockholders' Equity</u>			
Current liabilities:			
Short-term borrowings	¥ 468,789	¥ 387,572	\$ 4,508
Trade payables (notes and accounts) and other current liabilities	<u>2,499,048</u>	<u>2,494,878</u>	<u>24,029</u>
Total current liabilities	<u>2,967,837</u>	<u>2,882,450</u>	<u>28,537</u>
Long-term debt	524,462	577,688	5,043
Other long-term liabilities	795,842	866,048	7,652
Minority interests	485,241	474,572	4,666
Common stock	258,740	258,740	2,488
Capital surplus	1,230,365	1,230,315	11,830
Legal reserve	88,395	88,166	850
Retained earnings	2,493,782	2,475,725	23,979
Accumulated other comprehensive income (loss) *	(285,409)	(264,262)	(2,744)
Treasury stock	<u>(230,214)</u>	<u>(184,092)</u>	<u>(2,214)</u>
Total liabilities and stockholders' equity	<u>¥ 8,329,041</u>	<u>¥ 8,405,350</u>	<u>\$ 80,087</u>

* Accumulated other comprehensive income (loss) breakdown:

	<u>Dec. 31, 2004</u>	Yen (millions) <u>Sept. 30, 2004</u>	U.S. Dollars (millions) <u>Dec. 31, 2004</u>
Cumulative translation adjustments	¥ (276,372)	¥ (217,897)	\$ (2,657)
Unrealized holding gains of available-for-sale securities	81,261	70,453	781
Unrealized gains of derivative instruments	4,878	4,964	47
Minimum pension liability adjustments	(95,176)	(121,782)	(915)

** See Notes to consolidated financial statements on pages 14-15.