

Matsushita Electric Industrial Co., Ltd.
Consolidated Balance Sheet **
June 30, 2005
With comparative figures for March 31, 2005

| Assets | Yen (millions) | | U.S. Dollars (millions) |
|--|----------------------|-----------------------|----------------------------|
| | <u>June 30, 2005</u> | <u>March 31, 2005</u> | <u>June 30, 2005</u> |
| Current assets: | | | |
| Cash and cash equivalents | ¥ 1,468,565 | ¥ 1,169,756 | \$ 13,351 |
| Time deposits | 118,888 | 144,781 | 1,081 |
| Short-term investments | 5,224 | 11,978 | 47 |
| Trade receivables (notes and accounts) and other current assets | 1,626,632 | 1,810,592 | 14,787 |
| Inventories | 1,015,718 | 893,425 | 9,234 |
| Total current assets | <u>4,235,027</u> | <u>4,030,532</u> | <u>38,500</u> |
| Noncurrent receivables | -- | 246,201 | -- |
| Investments and advances | 1,246,898 | 1,146,505 | 11,335 |
| Property, plant and equipment, net of accumulated depreciation | 1,668,090 | 1,658,080 | 15,165 |
| Other assets | 972,913 | 975,563 | 8,845 |
| Total assets | <u>¥ 8,122,928</u> | <u>¥ 8,056,881</u> | <u>\$ 73,845</u> |
| <u>Liabilities and Stockholders' Equity</u> | | | |
| Current liabilities: | | | |
| Short-term borrowings | ¥ 376,951 | ¥ 385,474 | \$ 3,427 |
| Trade payables (notes and accounts) and other current liabilities | 2,566,163 | 2,443,417 | 23,329 |
| Total current liabilities | <u>2,943,114</u> | <u>2,828,891</u> | <u>26,756</u> |
| Long-term debt | 485,682 | 477,143 | 4,415 |
| Other long-term liabilities | 660,315 | 710,654 | 6,003 |
| Minority interests | 479,665 | 495,941 | 4,361 |
| Common stock | 258,740 | 258,740 | 2,352 |
| Capital surplus | 1,231,505 | 1,230,701 | 11,195 |
| Legal reserve | 87,729 | 87,838 | 798 |
| Retained earnings | 2,476,887 | 2,461,071 | 22,517 |
| Accumulated other comprehensive income (loss) * | (208,820) | (238,377) | (1,898) |
| Treasury stock | (291,889) | (255,721) | (2,654) |
| Total liabilities and stockholders' equity | <u>¥ 8,122,928</u> | <u>¥ 8,056,881</u> | <u>\$ 73,845</u> |

* Accumulated other comprehensive income (loss) breakdown:

| | Yen (millions) | | U.S. Dollars (millions) |
|--|----------------------|-----------------------|----------------------------|
| | <u>June 30, 2005</u> | <u>March 31, 2005</u> | <u>June 30, 2005</u> |
| Cumulative translation adjustments | ¥ (217,685) | ¥ (245,642) | \$ (1,979) |
| Unrealized holding gains of available-for-sale securities | 73,717 | 72,608 | 670 |
| Unrealized gains of derivative instruments | 4,865 | 6,403 | 45 |
| Minimum pension liability adjustments | (69,717) | (71,746) | (634) |

** See Notes to consolidated financial statements on pages 11-12.