

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**  
**(Year ended March 31)**

	<u>Yen (millions)</u>		<u>Percentage</u>
	<u>2003</u>	<u>2002</u>	<u>2003/2002</u>
Net sales	¥ 4,237,869	¥ 3,900,790	109%
Cost of sales	(3,444,104)	(3,344,354)	
Selling, general and administrative expenses	<u>(740,880)</u>	<u>(649,389)</u>	
Operating profit (loss)	<u>52,884</u>	<u>(92,952)</u>	--
Interest income	6,518	8,644	
Dividend income	44,913	70,877	
Other income	32,422	30,870	
Interest expense	(18,771)	(24,267)	
Other expenses	<u>(37,769)</u>	<u>(35,652)</u>	
Recurring profit (loss)	<u>80,196</u>	<u>(42,480)</u>	--
Non-recurring profit	52,288	3,381	
Non-recurring loss	<u>(43,918)</u>	<u>(215,097)</u>	
Income (loss) before income taxes	88,566	(254,197)	--
Provision for income taxes			
Current	6,154	240	
Deferred	<u>53,584</u>	<u>(122,026)</u>	
Net income (loss)	<u>¥ 28,828</u>	<u>¥ (132,410)</u>	--
Unappropriated retained earnings at beginning of period	41,191	42,891	
Interim dividend	(12,984)	(12,994)	
Appropriation of legal reserve	--	--	
Unappropriated retained earnings at end of period	57,035	(102,513)	

**Notes to parent-alone financial statements:**

1. In accordance with the Regulations concerning Corporate Financial Statements under the Japanese Commercial Code, amounts less than 1 million yen have been omitted in the accompanying parent-alone financial statements. The sum of the subtotals may differ from the actual total.
2. Similarly, in the description on Page 4 regarding parent-alone results and in parent-alone sales breakdown on page 19, amounts less than one-tenth of a billion yen are truncated.
3. Non-recurring loss for fiscal 2003 includes 1,363 million yen for business restructuring expense such as one-time employment transfer costs associated with the restructuring of several domestic businesses.
4. From this fiscal year (fiscal 2003), the company has applied Accounting Standard No. 2, "Accounting Standard for Earnings per Share" issued by Accounting Standards Board of Japan.
5. Net income per common share:

	<u>2003</u>	<u>2002</u>
Basic	12.80 yen	(63.79) yen
Diluted	--	--

Net income per common share (diluted) is omitted because of the antidilutive effect.