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**FOR IMMEDIATE RELEASE**

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**Matsushita Electric to Sets Terms and Conditions**  
**for Its Domestic Bond Issues**

Matsushita Electric Industrial Co., Ltd. (NYSE and PCX symbol: MC), best known for its Panasonic and National brand names, announced that the company today decided on terms and conditions for the issues in Japan of unsecured straight bonds in the aggregate principal amount of 300 billion yen. The basic terms for these domestic unsecured straight bond issues had been approved at Matsushita's board meeting, as announced on January 10, 2002.

Matsushita decided to issue the bonds in three series, with maturities of three (3), five (5) and ten (10) years, respectively.

The terms and conditions for each series – namely Matsushita's Third, Fourth and Fifth Series of Unsecured Bonds – are set as follows:

Series name	Third Series	Fourth Series	Fifth Series
Aggregate principal amount to be issued	100 billion yen	100 billion yen	100 billion yen
Denomination of each bond	100 million yen (a single kind)		
Coupon rate (per annum)	0.42%	0.87%	1.64%
Issue price	99.97% of the principal amount	99.95% of the principal amount	99.95% of the principal amount
Interest payment date	March 20 and September 20 of each year	March 20 and September 20 of each year	June 20 and December 20 of each year
Maturity date (early redemption clause, if any)	March 18, 2005 (No early redemption)	March 20, 2007 (No early redemption)	December 20, 2011 (No early redemption)
Payment date	February 14, 2002		

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(Notes)

- The company intends to use the proceeds from the bond issues for such needs as working capital, redemption at maturity of outstanding convertible bonds and repurchases of its own shares.
- The company set up a shelf registration for the issue of straight bonds (including the above) with the maximum possible principal amount of 500 billion yen within a period of two years as from December 29, 2001.

Matsushita Electric Industrial Co., Ltd. is one of the world's leading producers of electronic and electric products for consumer, business and industrial use, which it markets around the world under the "Panasonic," "National," "Technics" and "Quasar" brand names. Matsushita's shares are listed on the Tokyo, Osaka, Nagoya, Fukuoka, Sapporo, Amsterdam, Dusseldorf, Frankfurt, New York, Pacific and Paris stock exchanges. For more information, visit the Matsushita web site at the following URL: <http://www.panasonic.co.jp/global/>

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*(The securities referred to above have not been and will not be registered under the U.S. Securities Act of 1933, as amended, and may not be offered or sold in the United States absent registration or an applicable exemption from registration requirements.)*

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