

March 30, 2017

**FOR IMMEDIATE RELEASE**

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**Panasonic to Liquidate Consolidated Subsidiary MTPD (Through Special Liquidation Proceedings), Providing Debt Waiver**

Panasonic Corporation ([TSE:6752] “Panasonic”) hereby announces that it decided at the Board of Directors meeting held today to liquidate its consolidated subsidiary MT Picture Display Co., Ltd. (“MTPD”) in November 2018 (planned), file a petition for the commencement of special liquidation, and forgive debts that MTPD owes to Panasonic.

1. Reasons for the liquidation of MTPD and debt forgiveness

Panasonic established a joint venture for cathode-ray tube (“CRT”) businesses with Toshiba Corporation predecessor of MTPD, Matsushita Toshiba Picture Display Co., Ltd. (renamed MTPD in March 2007) in April 2003.

Subsequently, however, affected by intensified competition with liquid crystal display manufacturers, a sharp decline in the market prices of CRTs, and other negative factors, Panasonic concluded that it would be difficult to continue the CRT businesses, and closed MTPD’s business operations in December 2009.

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On the other hand, in November 2007 the Japan Fair Trade Commission opened the alleged cartel investigation against MTPD, and governmental competition authorities' investigations and civil damage lawsuits against MTPD were following onward in various countries. While Panasonic has been working on those investigations and claims to define the future path of MTPD, Panasonic has determined to liquidate MTPD soon after investigations and claims against MTPD are over.

Upon the liquidation of MTPD, Panasonic will forgive debts that MTPD owes to Panasonic.

## 2. Outline of the subsidiary (MTPD) to be liquidated (as of March 30, 2017)

|     |  |   |   |
|-----|--|---|---|
| (1) | Corporate name                             | MT Picture Display Co., Ltd.                                  |   |
| (2) | Head office                                | 1-15, Matsuo-cho, Kadoma-city, Osaka                          |   |
| (3) | Name and title of representative           | Hidetoshi Baba<br>President                                   |   |
| (4) | Principal lines of business                | Technical services and additional service of cathode-ray tube |   |
| (5) | Stated capital                             | 30 million yen  |   |
| (6) | Date established                           | April 1, 2003   |   |
| (7) | Major shareholders and shareholding ratios | Panasonic Corporation 100%                                    |   |
| (8) | Relationships between Panasonic and MTPD   | Capital Relationship  | Panasonic holds 100% of MTPD's outstanding shares.  |
|     |  | Personnel Relationship  | Two employees of Panasonic are serving concurrently as officers of MTPD (one as President, and one as Corporate Auditor). |
|     |  | Transaction Relationship                                      | Panasonic provides loans, businesses on consignment, and information processing services for MTPD.                        |
|     |  | Status as a Related Party                                     | MTPD is a consolidated subsidiary of Panasonic. MTPD falls under the category of a related party of Panasonic.            |

| (9) Operating result and financial conditions for the last three years (MTPD) |                                 |                                 |                                 |
|---|---------------------------------|---------------------------------|---------------------------------|
| Accounting period   | Fiscal year ended<br>March 2014 | Fiscal year ended<br>March 2015 | Fiscal year ended<br>March 2016 |
| Net assets  | (87.6) billion yen              | (96.4) billion yen              | (99.9) billion yen              |
| Total assets  | 0.0 billion yen                 | 0.7 billion yen                 | 3.0 billion yen                 |
| Net sales   | —                               | —                               | —                               |
| Operating profit  | (0.1) billion yen               | 0.0 billion yen                 | (0.0) billion yen               |
| Recurring profit  | (1.9) billion yen               | (0.9) billion yen               | (1.3) billion yen               |
| Net income  | (3.9) billion yen               | (8.8) billion yen               | (3.5) billion yen               |

### 3. Outline of credits Panasonic owns against MTPD

Types of credits and amounts (as of February 28, 2017)

Loans: 100.0 billion yen

### 4. Schedule for the liquidation and special liquidation

|                        |  |
|------------------------|--|
| March 30, 2017:        | Resolution for the liquidation by the Board of Directors of Panasonic            |
| November, 2018 (plan): | Resolution for the liquidation by the extraordinary shareholders meeting of MTPD |
| November, 2018 (plan): | Date of the liquidation  |
| November, 2018 (plan): | Filing of a petition for the commencement of special liquidation                 |
| March 2019 (plan):     | Completion of the special liquidation  |

### 5. Future outlook

Panasonic recorded 77.7 billion yen in losses on valuation of stocks of subsidiaries and affiliates (or the shares of MTPD) on a non-consolidated basis as of the end of the year through March 2016, and 99.9 billion yen in the allowance for losses on business of subsidiaries and affiliates to cover future estimated losses of MTPD. Therefore, the impacts to Panasonic are minor on a non-consolidated basis.

In conjunction with the resolution, there are no impacts of the consolidated financial forecast for fiscal 2017, the year ending March 31, 2017.

**Disclaimer Regarding Forward-Looking Statements**

This press release includes forward-looking statements (that include those within the meaning of Section 27A of the U.S. Securities Act of 1933, as amended, and Section 21E of the U.S. Securities Exchange Act of 1934), as amended about Panasonic and its Group companies (the Panasonic Group). Panasonic discloses its consolidated financial forecasts for fiscal 2017 based on International Financial Reporting Standards (IFRS). To the extent that statements in this press release do not relate to historical or current facts, they constitute forward-looking statements. These forward-looking statements are based on the current assumptions and beliefs of the Panasonic Group in light of the information currently available to it, and involve known and unknown risks, uncertainties and other factors. Such risks, uncertainties and other factors may cause the Panasonic Group's actual results, performance, achievements or financial position to be materially different from any future results, performance, achievements or financial position expressed or implied by these forward-looking statements. Panasonic undertakes no obligation to publicly update any forward-looking statements after the date of this press release. Investors are advised to consult any further disclosures by Panasonic in its subsequent filings under the Financial Instrument and Exchange Act of Japan (the FIEA) and other publicly disclosed documents.

The risks, uncertainties and other factors referred to above include, but are not limited to, economic conditions, particularly consumer spending and corporate capital expenditures in the Americas, Europe, Japan, China and other Asian countries; volatility in demand for electronic equipment and components from business and industrial customers, as well as consumers in many product and geographical markets; the possibility that excessive currency rate fluctuations of the U.S. dollar, the euro, the Chinese yuan and other currencies against the yen may adversely affect costs and prices of Panasonic's products and services and certain other transactions that are denominated in these foreign currencies; the possibility of the Panasonic Group incurring additional costs of raising funds, because of changes in the fund raising environment; the possibility of the Panasonic Group not being able to respond to rapid technological changes and changing consumer preferences with timely and cost-effective introductions of new products in markets that are highly competitive in terms of both price and technology; the possibility of not achieving expected results or incurring unexpected losses in connection with the alliances or mergers and acquisitions; the possibility of not being able to achieve its business objectives through joint ventures and other collaborative agreements with other companies, including due to the pressure of price reduction exceeding that which can be achieved by its effort and decrease in demand for products from business partners which Panasonic highly depends on in BtoB business areas; the possibility of the Panasonic Group not being able to maintain competitive strength in many product and geographical areas; the possibility of incurring expenses resulting from any defects in products or services of the Panasonic Group; the possibility that the Panasonic Group may face intellectual property infringement claims by third parties; current and potential, direct and indirect restrictions imposed by other countries over trade, manufacturing, labor and operations; fluctuations in market prices of securities and other assets in which the Panasonic Group has holdings or changes in valuation of long-lived assets, including property, plant and equipment and goodwill, deferred tax assets and uncertain tax positions; future changes or revisions to accounting policies or accounting rules; the possibility of incurring expenses resulting from a leakage of customers' or confidential information from Panasonic's systems due to unauthorized access or a detection of vulnerability of network-connected products of the Panasonic Group; as well as natural disasters including earthquakes, prevalence of infectious diseases throughout the world, disruption of supply chain and other events that may negatively impact business activities of the Panasonic Group. The factors listed above are not all-inclusive and further information is contained in the most recent English translated version of Panasonic's securities reports under the FIEA and any other documents which are disclosed on its website.