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FOR IMMEDIATE RELEASE

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Panasonic Reports its Consolidated Financial Results
for the Three-month ended June 30, 2017

Osaka, Japan, July 31, 2017 -- Panasonic Corporation (Panasonic [TSE:6752]) today reported its consolidated financial results for the three months ended June 30, 2017, of the current fiscal year ending March 31, 2018 (fiscal 2018).

Summary

Yen (billions)

	Fiscal 2018 Three Months ended June 30, 2017	Fiscal 2017 Three Months ended June 30, 2016	Percentage 2018/2017
Net sales	1,865.3	1,774.8	105%
Domestic	849.0	828.3	102%
Overseas	1,016.3	946.5	107%
Operating profit	83.9 4.5%	71.8 4.0%	117%
Profit before income taxes	82.0 4.4%	74.6 4.2%	110%
Net profit	52.2 2.8%	34.2 1.9%	153%
Net profit attributable to Panasonic Corporation stockholders	48.8 2.6%	29.2 1.6%	167%
Earnings per share attributable to Panasonic Corporation stockholders			
Basic	20.91 yen	12.57 yen	8.34 yen
Diluted	20.90 yen	12.57 yen	8.33 yen

- Notes:
1. The Company's consolidated financial statements are prepared in conformity with International Financial Reporting Standards (IFRS).
 2. Number of consolidated companies: 578 (including parent company)
Number of companies under the equity method: 91
 3. One ADS represents one share of common share. Earnings per share attributable to Panasonic Corporation stockholders per ADS is same amount as Earnings per share attributable to Panasonic Corporation stockholders.

**Condensed Quarterly Consolidated Statements of Profit or Loss and
Condensed Quarterly Consolidated Statements of Comprehensive Income (Loss)**

Condensed Quarterly Consolidated Statements of Profit or Loss

Yen (millions)

	Fiscal 2018 Three Months ended June 30, 2017		Fiscal 2017 Three Months ended June 30, 2016		Percentage 2018/2017
		%		%	%
Net sales	1,865,275	100.0	1,774,818	100.0	105
Cost of sales	(1,317,291)	(70.6)	(1,253,238)	(70.6)	
Gross profit	547,984	29.4	521,580	29.4	105
Selling, general and administrative expenses	(468,193)	(25.1)	(444,778)	(25.1)	
Share of profit of investments accounted for using the equity method	1,806	0.1	2,018	0.1	
Other income (expenses), net	2,328	0.1	(7,012)	(0.4)	
Operating profit	83,925	4.5	71,808	4.0	117
Finance income	6,629	0.4	7,777	0.5	
Finance expenses	(8,582)	(0.5)	(4,995)	(0.3)	
Profit before income taxes	81,972	4.4	74,590	4.2	110
Income taxes	(29,781)	(1.6)	(40,368)	(2.3)	
Net profit	52,191	2.8	34,222	1.9	153
Net profit attributable to:					
Panasonic Corporation stockholders	48,759	2.6	29,173	1.6	167
Non-controlling interests	3,432	0.2	5,049	0.3	68

Notes: 1. Depreciation (tangible assets)	56,012 million yen	55,252 million yen
2. Capital investment	91,632 million yen	44,829 million yen
3. R&D expenditures	107,093 million yen	105,868 million yen
4. Number of employees	270,808	260,001

Condensed Quarterly Consolidated Statements of Comprehensive Income (Loss)

Yen (millions)

	Fiscal 2018 Three Months ended June 30, 2017	Fiscal 2017 Three Months ended June 30, 2016	Percentage 2018/2017
Net Profit	52,191	34,222	153 %
Other comprehensive income (loss)			
Items that will not be reclassified to profit or loss:			
Remeasurements of defined benefit plans	40,003	5,081	
Financial assets measured at fair value through other comprehensive income	13,549	(7,226)	
Subtotal	53,552	(2,145)	
Items that may be reclassified to profit or loss:			
Exchange differences on translation of foreign operations	27,342	(183,209)	
Net changes in cash flow hedges	(1,253)	3,276	
Subtotal	26,089	(179,933)	
Total other comprehensive income (loss)	79,641	(182,078)	
Comprehensive income (loss)	131,832	(147,856)	--
Comprehensive income (loss) attributable to :			
Panasonic Corporation stockholders	124,907	(139,173)	--
Non-controlling interests	6,925	(8,683)	--

Information by Segment

Yen (billions)

	Fiscal 2018 Three Months ended June 30, 2017					Fiscal 2017 Three Months ended June 30, 2016		
	Sales	18/17	Operating Profit (loss)	% of Sales	18/17	Sales	Operating Profit (loss)	% of Sales
Appliances	683.3	102	45.0	6.6	104	667.1	43.3	6.5
Eco Solutions	361.2	103	5.4	1.5	102	349.2	5.3	1.5
Connected Solutions	248.8	100	16.1	6.5	93	249.9	17.4	7.0
Automotive & Industrial Systems	656.4	113	17.7	2.7	122	582.3	14.5	2.5
Other	127.4	102	(1.4)	(1.1)	--	125.3	(3.5)	(2.8)
Subtotal	2,077.1	105	82.8	4.0	108	1,973.8	77.0	3.9
Eliminations and adjustments	(211.8)	--	1.1	--	--	(199.0)	(5.2)	--
Total	1,865.3	105	83.9	4.5	117	1,774.8	71.8	4.0

Notes: 1. The Company's segments are classified according to a divisional company-based management system, which focuses on global consolidated management by each divisional company, in order to ensure consistency of its internal management structure and disclosure.

Certain businesses were transferred among segments on April 1, 2017. Accordingly, the figures for segment information in fiscal 2017 have been reclassified to conform to the presentation for fiscal 2018.

2. The figures in "Eliminations and adjustments" include revenues and expenses which are not attributable to any reportable segments for the purpose of evaluating operating results of each segment, consolidation adjustments, and eliminations of intersegment transactions.

3. AVC Networks segment has been renamed as Connected Solutions segment from fiscal 2018.

Condensed Quarterly Consolidated Statements of Financial Position

	Yen (millions)		
	June 30, 2017	March 31, 2017	Difference
Current assets:	3,267,873	3,204,819	63,054
Cash and cash equivalents	1,095,715	1,270,787	(175,072)
Trade receivables	937,515	847,003	90,512
Other financial assets	150,375	143,519	6,856
Inventories	905,829	806,309	99,520
Other current assets	178,439	137,201	41,238
Non-current assets:	2,888,617	2,778,142	110,475
Investments accounted for using the equity method	139,487	155,987	(16,500)
Other financial assets	181,438	161,986	19,452
Property, plant and equipment	1,374,729	1,323,282	51,447
Other non-current assets	1,192,963	1,136,887	56,076
Total assets	6,156,490	5,982,961	173,529
Current liabilities:	2,878,491	2,712,063	166,428
Short-term debt, including current portion of long-term debt	182,843	177,038	5,805
Trade payables	1,035,771	955,965	79,806
Other financial liabilities	300,131	329,625	(29,494)
Other current liabilities	1,359,746	1,249,435	110,311
Non-current liabilities:	1,479,276	1,510,963	(31,687)
Long-term debt	971,545	946,966	24,579
Other non-current liabilities	507,731	563,997	(56,266)
Total liabilities	4,357,767	4,223,026	134,741
Panasonic Corporation stockholders' equity:	1,627,508	1,571,889	55,619
Common stock	258,740	258,740	--
Capital surplus	596,021	636,905	(40,884)
Retained earnings	1,111,969	1,051,445	60,524
Other components of equity	(128,625)	(164,632)	36,007
Treasury stock	(210,597)	(210,569)	(28)
Non-controlling interests	171,215	188,046	(16,831)
Total equity	1,798,723	1,759,935	38,788
Total liabilities and equity	6,156,490	5,982,961	173,529

Note: Other components of equity breakdown:

	Yen (millions)		
	June 30, 2017	March 31, 2017	Difference
Remeasurements of defined benefit plans*	--	--	--
Financial assets measured at fair value through other comprehensive income	52,223	38,716	13,507
Exchange differences on translation of foreign operations	(179,288)	(203,106)	23,818
Net changes in cash flow hedges	(1,560)	(242)	(1,318)

* Remeasurements of defined benefit plans is directly transferred to Retained earnings from Other components of equity.

Condensed Quarterly Consolidated Statements of Changes in Equity

Yen (millions)

Fiscal 2018 Three Months ended June 30, 2017	Common stock	Capital surplus	Retained earnings	Other components of equity	Treasury stock	Panasonic Corporation stockholders' equity	Non- controlling interests	Total equity
Balances as of April 1, 2017	258,740	636,905	1,051,445	(164,632)	(210,569)	1,571,889	188,046	1,759,935
Comprehensive income:								
Net profit	--	--	48,759	--	--	48,759	3,432	52,191
Remeasurements of defined benefit plans	--	--	--	40,066	--	40,066	(63)	40,003
Financial assets measured at fair value through other comprehensive income	--	--	--	13,507	--	13,507	42	13,549
Exchange differences on translation of foreign operations	--	--	--	23,818	--	23,818	3,524	27,342
Net changes in cash flow hedges	--	--	--	(1,243)	--	(1,243)	(10)	(1,253)
Total comprehensive income (loss)	--	--	48,759	76,148	--	124,907	6,925	131,832
Transfer from other components of equity to retained earning	--	--	46,751	(46,751)	--	--	--	--
Cash dividends	--	--	(34,986)	--	--	(34,986)	(14,745)	(49,731)
Changes in treasury stock	--	(1)	--	--	(28)	(29)	--	(29)
Transactions with non-controlling interests and other	--	(40,883)	--	6,610	--	(34,273)	(9,011)	(43,284)
Balances as of June 30, 2017	258,740	596,021	1,111,969	(128,625)	(210,597)	1,627,508	171,215	1,798,723

Fiscal 2017 Three Months ended June 30, 2016	Common stock	Capital surplus	Retained earnings	Other components of equity	Treasury stock	Panasonic Corporation stockholders' equity	Non- controlling interests	Total equity
Balances as of April 1, 2016	258,740	645,949	878,208	(107,922)	(230,533)	1,444,442	202,791	1,647,233
Comprehensive income:								
Net profit	--	--	29,173	--	--	29,173	5,049	34,222
Remeasurements of defined benefit plans	--	--	--	5,086	--	5,086	(5)	5,081
Financial assets measured at fair value through other comprehensive income	--	--	--	(7,196)	--	(7,196)	(30)	(7,226)
Exchange differences on translation of foreign operations	--	--	--	(169,500)	--	(169,500)	(13,709)	(183,209)
Net changes in cash flow hedges	--	--	--	3,264	--	3,264	12	3,276
Total comprehensive income (loss)	--	--	29,173	(168,346)	--	(139,173)	(8,683)	(147,856)
Transfer from other components of equity to retained earning	--	--	5,263	(5,263)	--	--	--	--
Cash dividends	--	--	(34,815)	--	--	(34,815)	(9,699)	(44,514)
Changes in treasury stock	--	(1)	--	--	(6)	(7)	--	(7)
Transactions with non-controlling interests and other	--	477	--	277	--	754	1,866	2,620
Cumulative effect of new accounting standards applied	--	--	9,032	(9,372)	--	(340)	--	(340)
Balances as of June 30, 2016	258,740	646,425	886,861	(290,626)	(230,539)	1,270,861	186,275	1,457,136

Condensed Quarterly Consolidated Statements of Cash Flows

Yen (millions)

	Fiscal 2018 Three Months ended June 30, 2017	Fiscal 2017 Three Months ended June 30, 2016
<u>Cash flows from operating activities</u>		
Net profit	52,191	34,222
Adjustments to reconcile net profit to net cash provided by operating activities		
Depreciation and amortization	69,917	66,055
(Increase) decrease in trade receivables	(47,578)	(55,340)
(Increase) decrease in inventories	(80,304)	(41,284)
Increase (decrease) in trade payables	42,742	(2,922)
Other	41,500	25,323
Net cash provided by operating activities	78,468	26,054
<u>Cash flows from investing activities</u>		
Purchase of property, plant and equipment	(115,424)	(64,808)
Proceeds from sale of property, plant and equipment	9,407	6,413
Purchase of investments accounted for using the equity method and other financial assets	(3,190)	(3,416)
Proceeds from sale and redemption of investments accounted for using the equity method and other financial assets	816	810
Other	(16,769)	(139,450)
Net cash used in investing activities	(125,160)	(200,451)
<u>Cash flows from financing activities</u>		
Increase (decrease) in short-term debt	(2,712)	4,125
Increase (decrease) in long-term debt	(222)	(43,754)
Dividends paid to Panasonic Corporation stockholders	(34,986)	(34,815)
Dividends paid to non-controlling interests	(14,745)	(9,699)
(Increase) decrease in treasury stock	(29)	(7)
Other	(78,974)	10,176
Net cash used in financing activities	(131,668)	(73,974)
Effect of exchange rate changes on cash and cash equivalents	3,288	(79,985)
Net increase (decrease) in cash and cash equivalents	(175,072)	(328,356)
Cash and cash equivalents at beginning of period	1,270,787	1,012,666
Cash and cash equivalents at the end of the period	1,095,715	684,310

Notes to consolidated financial statements:

1. The Company reorganized AVC Networks Company to establish a new internal company named Connected Solutions Company as of April 1, 2017. Accordingly, AVC Networks segment is renamed as Connected Solutions segment in fiscal 2018.
2. The Company conducted an absorption-type company split to succeed its B2B solution related business of Panasonic System Networks Co., Ltd. (PSN), a wholly-owned consolidated subsidiary of Panasonic, as of April 1, 2017. Subsequently, PSN was renamed as Panasonic System Solutions Japan Co., Ltd.
3. The Company's specified subsidiary*, SANYO Asia Pte. Ltd., has been dissolved as of April 3, 2017, as a result of an absorption-type merger with Panasonic Asia Pacific Pte. Ltd., which is the surviving company. Accordingly, SANYO Asia Pte. is excluded from the Company's specified subsidiaries.

* Specified subsidiaries are the subsidiaries defined in the Financial Instruments and Exchange Act of Japan.

4. In April 2017, the Company made Ficosa International S.A. (Ficosa), one of the companies under the equity method of Panasonic, a consolidated subsidiary of Panasonic, as the terms and condition for consolidation were satisfied. In July, Panasonic acquired an additional 20% of Ficosa's issued shares after going through necessary procedures. The Company currently owns 69% of the issued shares.
5. In April 2017, the Company acquired 56.66% of shares in Zetes Industries S.A. (Zetes), a European company of goods and people identification and mobility solutions businesses. (The percentage of the total number of issued shares excluding treasury shares.) With this acquisition, Zetes became a consolidated subsidiary of Panasonic. The Company then launched a mandatory takeover bid under Belgian law and came to hold more than 95% of the issued shares as of June 2017. Subsequently, Panasonic conducted a squeeze-out procedure in July 2017 and successfully completed the acquisition of 100% ownership of Zetes.
6. The Company resolved at the Board of Directors meeting held on April 21, 2017, to acquire shares of common stock of PanaHome Corporation (PanaHome) through a tender offer in accordance with the Financial Instruments and Exchange Act. The tender offer was conducted commencing on April 28 and was completed on June 13, 2017. As a result of the tender offer, ownership percentage of PanaHome shares became approximately 80.1%.
7. Assumption for going concern : None
8. Number of consolidated subsidiaries as of June 30, 2017: 577
Number of companies under the equity method as of June 30, 2017: 91

Panasonic Group

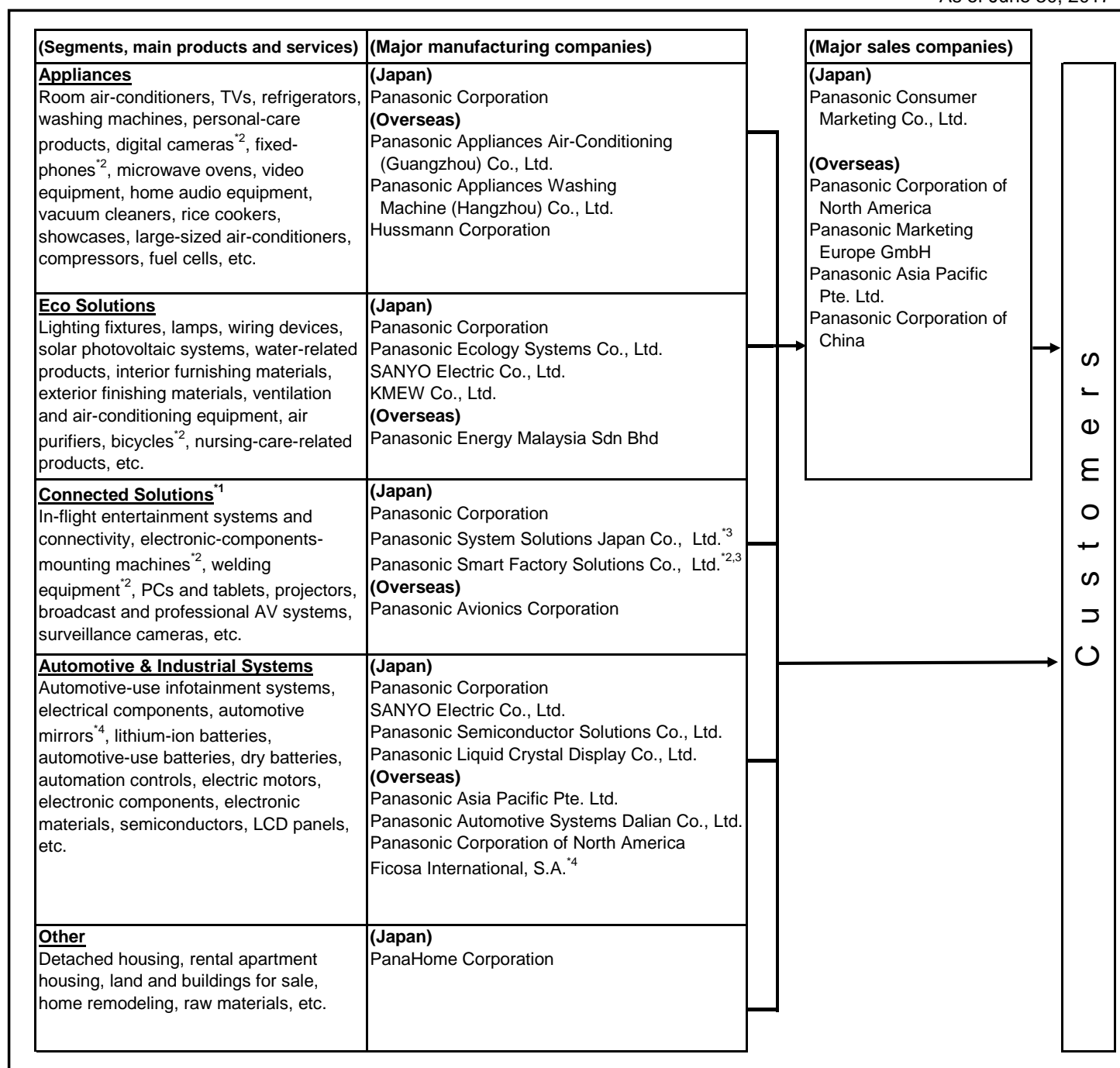
1. Outline of the Panasonic Group

The Panasonic Group is comprised primarily of the parent Panasonic Corporation and 577 consolidated subsidiaries in and outside of Japan, operating in close cooperation with each other. As a comprehensive electronics manufacturer, Panasonic is engaged in production, sales and service activities in a broad array of business areas.

Panasonic supplies spectrum of electric/electronic equipment and related products, which is categorized into the following five segments: Appliances, Eco Solutions, Connected Solutions, Automotive & Industrial Systems, and Other.

2. Panasonic Group

As of June 30, 2017



*1 AVC Networks segment was renamed as Connected Solutions segment on April 1, 2017.

*2 Each business was transferred among segments on April 1, 2017.

*3 Each company was renamed on April 1, 2017.

*4 The Company made Ficosa International, S.A., supplier of automotive mirrors, its consolidated subsidiary in April 2017.

Consolidated Financial Results

1. Fiscal 2018 1Q ended June 30, 2017

A. Operating Results

	Yen (billions)		
	Fiscal 2018 Three Months ended Jun. 30, 2017	Fiscal 2017 Three Months ended Jun. 30, 2016	Percentage 2018/2017
Net sales	1,865.3	1,774.8	105%
Operating profit	83.9	71.8	117%
Profit before income taxes	82.0	74.6	110%
Net profit attributable to Panasonic Corporation stockholders	48.8	29.2	167%

During the three months ended June 30, 2017 (fiscal 2018) under review, the global economy continued to moderately recover; as the U.S. economy continued to expand on the back of its steady personal spending and the Chinese economy remained stable. Also, Japanese exports have been recovering and supported the economy. While global economic recovery is expected to continue, risk factors such as changes in politics, monetary conditions and economic downward swing in emerging countries still remain.

Under such business circumstances, in fiscal 2018, Panasonic is promoting its growth strategies aiming at sustainable sales and profit increase, identifying the growth areas where the Company will concentrate its management resources.

As one of the initiatives during the three months ended June 30, 2017, the Company implemented organizational restructuring under the former AVC Networks Company and established a new internal company, named as Connected Solutions Company on April 1, 2017. The aim was to develop a customer-oriented structure for the business that will play a central role in a growth of group-wide B2B business. For automotive business, in April, Panasonic opened a new factory for lithium-ion batteries in Dalian, China. This is Panasonic's first automotive battery cell production site in China. Panasonic will further strengthen its competitiveness in the automotive

battery industry by the establishment of production sites in China, in addition to Japan and the U.S. For housing-related business, Panasonic acquired common stock of PanaHome Corporation, a subsidiary of Panasonic, through a tender offer completed in June, scheduled to make it a wholly-owned subsidiary this fall onward. The Company will promote its business strategies by making the maximum use of management resources in both Panasonic and PanaHome.

For the three months ended June 30, 2017, the Company achieved increases in both sales and operating profit mainly due to the growth of automotive-related business. Consolidated group sales increased by 5% to 1,865.3 billion yen from fiscal 2017 (a year ago). Domestic sales increased year on year due mainly to favorable sales of consumer products in Appliances. Despite sales decline in Avionics, overseas sales significantly increased due mainly to the large growth in automotive business including rechargeable batteries, in addition to the effects of new consolidation of Ficosa and Zetes, and foreign exchange rates.

Operating profit increased by 17% to 83.9 billion yen from a year ago. Despite the negative impact from fixed-cost increase due to upfront investments and material cost hike, Industrial Business where the shift to automotive and industrial use is accelerating brought a positive impact to sales increase, in addition to improved Other income (expenses).

Profit before income taxes increased by 10% to 82.0 billion yen and net profit attributable to Panasonic Corporation stockholders increased by 67% to 48.8 billion yen from a year ago.

B. Breakdown by Segment

Appliances

	Yen (billions)		
	Fiscal 2018 First quarter	Fiscal 2017 First quarter	Percentage 2018/2017
Sales	683.3	667.1	102%
Operating profit	45.0	43.3	104%

Sales increased by 2% to 683.3 billion yen from a year ago due mainly to steady air-conditioner business in Japan and China, favorable refrigerator business

in Japan and Asia, in addition to sales increase in AV consumer electronics including TVs. Operating profit increased to 45.0 billion yen from a year ago due mainly to sales increase and rationalization in spite of the negative effect of raw material cost hikes.

Eco Solutions

	Yen (billions)		
	Fiscal 2018 First quarter	Fiscal 2017 First quarter	Percentage 2018/2017
Sales	361.2	349.2	103%
Operating profit	5.4	5.3	102%

Sales increased by 3% to 361.2 billion yen from a year ago. Despite sales decrease in solar photovoltaic systems, Housing Systems business in which its sales strategy introduced in the previous year was successful and electrical construction materials business turning to sales increase in Asia, contributed to sales increase. Operating profit increased to 5.4 billion yen from a year ago due to sales increase.

Connected Solutions

	Yen (billions)		
	Fiscal 2018 First quarter	Fiscal 2017 First quarter	Percentage 2018/2017
Sales	248.8	249.9	100%
Operating profit	16.1	17.4	93%

Sales remained at the same level at 248.8 billion yen from a year ago. Sales increased at Process Automation Business with electronic component mounting equipment for smartphone industry showing strong results, in addition to favorable Mobile Solutions business due to the new consolidation of Zetes. However, Avionics Business showed a large decline due to weakening demand for aircrafts. Operating profit decreased to 16.1 billion yen due to the impact of sales decline in Avionics, despite the growth in profit through expanded sales in Process Automation and other businesses.

Automotive & Industrial Systems

	Yen (billions)		
	Fiscal 2018 First quarter	Fiscal 2017 First quarter	Percentage 2018/2017
Sales	656.4	582.3	113%
Operating profit	17.7	14.5	122%

Sales increased by 13% to 656.4 billion yen from a year ago. All three Businesses expanded in sales; Automotive Business with its growth of existing products in addition to new consolidation of Ficosa, Energy Business which showed a large growth with its automotive batteries, and Industrial Business with its expansion in automotive and industrial devices. Operating profit increased to 17.7 billion yen from a year ago with sales expansion offsetting fixed cost increase such as upfront investments.

Other

	Yen (billions)		
	Fiscal 2018 First quarter	Fiscal 2017 First quarter	Percentage 2018/2017
Sales	127.4	125.3	102%
Operating profit (loss)	(1.4)	(3.5)	--

Sales increased by 2% to 127.4 billion yen from a year ago. Operating loss amount decreased, improving to 1.4 billion yen due to intellectual-property-related revenue.

C. Consolidated Financial Condition

Net cash provided by operating activities for the first quarter ended June 30, 2017 amounted to 78.5 billion yen, compared with an inflow of 26.1 billion yen a year ago. This was due mainly to an improvement in net profit. Net cash used in investing activities amounted to 125.2 billion yen, compared with an outflow of 200.5 billion yen. This was due mainly to a decrease in spending for acquiring subsidiaries, despite increase in capital investments. Accordingly, free cash flow (net cash provided by operating activities and investing activities) improved by 127.7 billion yen from a year ago to an outflow of 46.7 billion yen. Net cash used in financing activities amounted to 131.7 billion yen, compared with an outflow of 74.0

billion yen a year ago. This was due mainly to acquisition of additional PanaHome shares. Taking exchange rate movement into consideration, cash and cash equivalents totaled 1,095.7 billion yen as of June 30, 2017, decreased by 175.1 billion yen compared with the end of fiscal 2017.

The Company's consolidated total assets as of June 30, 2017 increased by 173.5 billion yen to 6,156.5 billion yen from March 31, 2017. This was due mainly to a seasonal increase in its inventory and increase in assets including recording goodwill by acquisition of subsidiaries, despite a decrease in cash and cash equivalents. The Company's consolidated total liabilities as of June 30, 2017 increased by 134.7 billion yen, compared with March 31, 2017, to 4,357.8 billion yen. Panasonic Corporation stockholders' equity increased by 55.6 billion yen, compared with March 31, 2017, to 1,627.5 billion yen due mainly to recording of Net profit attributable to Panasonic Corporation stockholders. Adding Non-controlling interests to Panasonic Corporation stockholders' equity, total equity was 1,798.7 billion yen.

2. Forecast for fiscal 2018

The consolidated financial forecast for fiscal 2018 remains unchanged from the previous forecast announced on May 11, 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). 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 financial assets in which the Panasonic Group has holdings or changes in valuation of non-financial assets, including property, plant and equipment, goodwill and deferred tax assets; 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 Group 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.

**Supplemental Consolidated Financial Data for Fiscal 2018
First Quarter, ended June 30, 2017 [IFRS] (Consolidated)**

Note: Certain businesses were transferred among segments on April 1, 2017. Accordingly, the figures for segment information in fiscal 2017 have been reclassified to conform to the presentation for fiscal 2018.

1. Segment Information

yen (billions)

		Fiscal 2018 1Q Results				
		Sales	18/17	Operating Profit	% of sales	18/17
Appliances	(AP)	683.3	102%	45.0	6.6%	104%
Eco Solutions	(ES)	361.2	103%	5.4	1.5%	102%
Connected Solutions	(CNS)	248.8	100%	16.1	6.5%	93%
Automotive & Industrial Systems	(AIS)	656.4	113%	17.7	2.7%	122%
Other		127.4	102%	-1.4	-1.1%	-
Subtotal		2,077.1	105%	82.8	4.0%	108%
Eliminations and Adjustments *1		-211.8	-	1.1	-	-
Total		1,865.3	105%	83.9	4.5%	117%
Appliances (production and sales consolidated) *2		728.5	102%	42.6	5.9%	103%

*1 The figures in "Eliminations and Adjustments" include revenues and expenses which are not attributable to any reportable segments for the purpose of evaluating operating results of each segment, consolidation adjustments, and eliminations of intersegment transactions.

*2 The figures in "Appliances (production and sales consolidated)" include the sales and profits of sales division for consumer products, which are included in "Eliminations and Adjustments."

2. Business Division Information

yen (billions)

		Fiscal 2018 1Q Results	
		Sales	18/17
AP*1	Air-Conditioner Business	160.3	103%
	Commercial Refrigeration & Food Equipment Business	66.8	92%
	Small & Built-in Appliance Business	100.6	102%
	Major Appliance Business	124.8	104%
	AVC Business	170.4	106%
ES	Lighting BD	68.2	102%
	Energy Systems BD	79.1	105%
	Housing Systems BD	88.9	108%
	Panasonic Ecology Systems Co., Ltd.	36.8	97%
CNS*2	Avionics Business	61.9	83%
	Process Automation BD	45.3	126%
	Media Entertainment BD	31.2	106%
	Mobile Solutions BD	53.0	112%
	PSSJ	54.8	107%
AIS*3	Automotive Business	206.8	128%
	Energy Business	127.3	118%
	Industrial Business	227.1	104%

*1 Each business in Appliances consists of the following BDs. The figures of BDs are production and sales consolidated basis.

- Air-Conditioner Business : Air-Conditioner Company
- Commercial Refrigeration & Food Equipment Business : Cold Chain BD, Hussmann Corporation
- Small & Built-in Appliance Business : Kitchen Appliances BD, Beauty and Living BD
- Major Appliance Business : Refrigerator BD, Laundry Systems and Vacuum Cleaner BD
- AVC Business : TV BD, Imaging Network BD, Home Entertainment BD, Communication Products BD

*2 Each business in Connected Solutions consists of the following BDs.

- Avionics Business : Panasonic Avionics Corporation, Avionics BU
- Process Automation BD
- Media Entertainment BD
- Mobile Solutions BD
- PSSJ : Panasonic System Solutions Japan Co., Ltd.

*3 Each business in Automotive & Industrial Systems consists of the following BDs.

On July 4, 2017, Ficosa International, S.A. was added as a business division, and disclosed under Automotive Business.

- Automotive Business : Automotive Infotainment Systems BD, Automotive Electronics Systems BD, Ficosa International, S.A.
- Energy Business : Rechargeable Battery BD, Energy Device BD
- Industrial Business : Electromechanical Control BD, Panasonic Semiconductor Solutions Co., Ltd., Device Solutions BD, Electronic Materials BD, Panasonic Liquid Crystal Display Co., Ltd.

3. Sales by Region

yen (billions)

	Fiscal 2018 1Q Results		
		Yen basis 18/17	Local currency basis 18/17
Domestic	849.0	102%	102%
Overseas	1,016.3	107%	105%
North and South America	317.4	102%	99%
Europe	185.2	113%	113%
Asia	273.6	105%	101%
China	240.1	114%	114%
Total	1,865.3	105%	104%

4. Capital Investment by Segments

yen (billions)

	Fiscal 2018 1Q Results	
		18-17
Appliances	9.6	+1.9
Eco Solutions	6.7	+0.1
Connected Solutions	3.2	-0.5
Automotive & Industrial Systems	48.3	+26.2
Other	23.8	19.1
Total	91.6	+46.8

Note: These figures are calculated on an accrual basis.

5. Foreign Currency Exchange Rates

	Rates Used for Consolidation	
	Fiscal 2017 1Q	Fiscal 2018 1Q
U.S. Dollars	¥108	¥111
Euro	¥122	¥122
Renminbi	¥16.5	¥16.2

Note: Average rate

6. Number of Employees

(persons)

	End of June 2016	End of March 2017	End of June 2017
Domestic	107,860	104,832	106,370
Overseas	152,141	152,701	164,438
Total	260,001	257,533	270,808

<Attachment 1> Reference

Segment Information for Fiscal 2017

Note: The figures for each segment in fiscal 2017 have been reclassified to conform to the presentation for fiscal 2018.

Sales

	yen (billions)	
	1st quarter (Apr.-June)	Full year (Apr.-Mar.)
Appliances	667.1	2,503.4
Eco Solutions	349.2	1,547.3
Connected Solutions	249.9	1,051.2
Automotive & Industrial Systems	582.3	2,416.6
Other	125.3	674.4
Subtotal	1,973.8	8,192.9
Eliminations and Adjustments *1	-199.0	-849.2
Total	1,774.8	7,343.7
Appliances (production and sales consolidated) *2	715.8	2,697.2

Operating profit

	yen (billions)	
	1st quarter (Apr.-June)	Full year (Apr.-Mar.)
Appliances	43.3	98.9
Eco Solutions	5.3	64.2
Connected Solutions	17.4	50.4
Automotive & Industrial Systems	14.5	93.0
Other	-3.5	8.0
Subtotal	77.0	314.5
Eliminations and Adjustments *1	-5.2	-37.7
Total	71.8	276.8
Appliances (production and sales consolidated) *2	41.2	99.7

*1 The figures in "Eliminations and Adjustments" include revenues and expenses which are not attributable to any reportable segments for the purpose of evaluating operating results of each segment, consolidation adjustments, and eliminations of intersegment transactions.

*2 The figures in "Appliances (production and sales consolidated)" include the sales and profits of sales division for consumer products, which are included in "Eliminations and Adjustments."

<Attachment 2> Reference

Business Division Information for Fiscal 2017 (Sales)

Note: The figures for each Business Division in fiscal 2017 are conformed to the presentation for fiscal 2018.

		yen (billions)	
		1st quarter (Apr.-June)	Full year (Apr.-Mar.)
AP ^{*1}	Air-Conditioner Business	155.1	462.2
	Commercial Refrigeration & Food Equipment Business	72.2	261.6
	Small & Built-in Appliance Business	98.4	391.3
	Major Appliance Business	119.8	494.9
	AVC Business	161.2	652.3
ES	Lighting BD	67.0	307.9
	Energy Systems BD	74.8	324.6
	Housing Systems BD	82.4	367.1
	Panasonic Ecology Systems Co., Ltd.	37.9	152.5
CNS ^{*2}	Avionics Business	74.7	284.3
	Process Automation BD	35.9	149.8
	Media Entertainment BD	29.5	125.8
	Mobile Solutions BD	47.1	185.0
	PSSJ	51.4	287.9
AIS ^{*3}	Automotive Business	161.3	671.6
	Energy Business	107.6	493.6
	Industrial Business	218.8	870.8

*1 Each business in Appliances consists of the following BDs. The figures of BDs are production and sales consolidated basis.

- Air-Conditioner Business : Air-Conditioner Company
- Commercial Refrigeration & Food Equipment : Cold Chain BD, Hussmann Corporation
- Small & Built-in Appliance Business : Kitchen Appliances BD, Beauty and Living BD
- Major Appliance Business : Refrigerator BD, Laundry Systems and Vacuum Cleaner BD
- AVC Business : TV BD, Imaging Network BD, Home Entertainment BD, Communication Products BD

*2 Each business in Connected Solutions consists of the following BDs.

- Avionics Business : Panasonic Avionics Corporation, Avionics BU
- Process Automation BD
- Media Entertainment BD
- Mobile Solutions BD
- PSSJ : Panasonic System Solutions Japan Co., Ltd.

*3 Each business in Automotive & Industrial Systems consists of the following BDs.

- Automotive Business : Automotive Infotainment Systems BD, Automotive Electronics Systems BD
- Energy Business : Rechargeable Battery BD, Energy Device BD
- Industrial Business : Electromechanical Control BD, Panasonic Semiconductor Solutions Co., Ltd., Device Solutions BD, Electronic Materials BD, Panasonic Liquid Crystal Display Co., Ltd.