

**Matsushita Electric Industrial Co., Ltd.**  
**(Parent Alone)**  
**Balance Sheet \***  
**(March 31, 2007)**

	<u>Yen (millions)</u>	
<u><b>Assets</b></u>	<u>March 31, 2007</u>	<u>March 31, 2006</u>
Current assets:		
Cash and deposits	¥ 172,879	¥ 865,431
Trade receivables (notes and accounts)	569,164	558,103
Inventories	194,276	164,375
Other current assets	917,667	548,496
Total current assets	<u>1,853,986</u>	<u>2,136,405</u>
Fixed assets:		
Tangible fixed assets	338,555	356,616
Intangibles	49,851	30,609
Investments and advances	2,574,287	2,467,631
Total fixed assets	<u>2,962,693</u>	<u>2,854,856</u>
Total assets	<u>¥ 4,816,679</u>	<u>¥ 4,991,261</u>
 <u><b>Liabilities and Shareholders' Equity</b></u>		
Current liabilities:		
Trade payables (notes and accounts)	¥ 487,713	¥ 478,577
Accrued income taxes	5,058	1,528
Other current liabilities	1,333,365	1,411,341
Total current liabilities	<u>1,826,136</u>	<u>1,891,446</u>
Long-term debt and employee retirement and severance benefits	<u>326,130</u>	<u>361,402</u>
Total liabilities	<u>2,152,266</u>	<u>2,252,848</u>
Shareholders' equity:		
Capital	--	258,740
Capital surplus	--	569,927
Retained earnings	--	2,102,869
Unrealized holding gains of available-for-sale securities	--	150,475
Treasury stock	--	(343,598)
Total shareholders' equity	<u>--</u>	<u>2,738,413</u>
Total liabilities and shareholders' equity	<u>--</u>	<u>4,991,261</u>
Net assets:		
Capital	258,740	--
Capital surplus	570,023	--
Retained earnings	2,146,425	--
Treasury stock	(496,568)	--
Total shareholders' equity	<u>2,478,620</u>	<u>--</u>
Difference of valuation, translation and other adjustments	185,793	--
Total net assets	<u>2,664,413</u>	<u>--</u>
Total liabilities and net assets	<u>¥ 4,816,679</u>	<u>--</u>

\* See Notes to parent-alone financial statements on page 16.