

Matsushita Electric Industrial Co., Ltd.
(Parent Alone)
Statement of Changes in Shareholders' Equity *
(Year ended March 31, 2007)

Yen (millions)

	Shareholders' equity								
	Capital surplus				Retained earnings				
							Other retained earnings		
	Capital	Capital reserve	Other capital surplus	Total of capital surplus	Legal reserve	Reserve for advanced depreciation	Reserve for dividends	Contingent reserve	Unappropriated retained earnings
Balances at beginning of period	¥ 258,740	¥ 568,212	¥ 1,715	¥ 569,927	¥ 52,749	¥ 8,377	¥ 81,000	¥ 1,918,680	¥ 42,063
Changes in the period									
Reserve for advanced depreciation						9,517			(9,517)
Directors' and corporate auditors' bonuses									(258)
Dividends from surplus									(54,989)
Net income									98,803
Repurchase of common stock									
Disposal of treasury stock			96	96					
Net changes of items other than shareholders' equity									
Total changes in the period	--	--	96	96	--	9,517	--	--	34,039
Balances at end of period	¥ 258,740	¥ 568,212	¥ 1,811	¥ 570,023	¥ 52,749	¥ 17,894	¥ 81,000	¥ 1,918,680	¥ 76,102

	Shareholders' equity			Difference of valuation, translation and other adjustments			Total net assets
	Retained earnings			Unrealized holding gains of available-for-sale securities, etc	Deferred profit on hedges	Total of difference from appreciation and conversion	
	Total of retained earnings	Treasury stock	Total of shareholders' equity				
Balances at beginning of period	¥ 2,102,869	¥ (343,598)	¥ 2,587,938	¥ 150,475	--	¥ 150,475	¥ 2,738,413
Changes in the period							
Reserve for advanced depreciation	--		--				--
Directors' and corporate auditors' bonuses	(258)		(258)				(258)
Dividends from surplus	(54,989)		(54,989)				(54,989)
Net income	98,803		98,803				98,803
Repurchase of common stock		(153,179)	(153,179)				(153,179)
Disposal of treasury stock		209	305				305
Net changes of items other than shareholders' equity				20,032	15,286	35,318	35,318
Total changes in the period	43,556	(152,970)	(109,318)	20,032	15,286	35,318	(74,000)
Balances at end of period	¥ 2,146,425	¥ (496,568)	¥ 2,478,620	¥ 170,507	¥ 15,286	¥ 185,793	¥ 2,664,413

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