

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

	Yen (millions)								
	Capital surplus				Shareholders' equity				
	Capital	Capital reserve	Other capital surplus	Total of capital surplus	Legal reserve	Reserve for advanced depreciation	Retained earnings	Other retained earnings	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	
	<u>Retained earnings</u>				Unrealized holding gains of available-for-sale securities, etc		Total of difference from appreciation and conversion		
	<u>Total of retained earnings</u>	Treasury stock	Total of shareholders' equity		Deferred profit on hedges				
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.