

**Matsushita Electric Industrial Co., Ltd.**  
**Consolidated Balance Sheet \*\***  
**June 30, 2007**  
**With comparative figures for March 31, 2007**

	Yen (millions)		U.S. Dollars (millions)
<b><u>Assets</u></b>	<b><u>June 30, 2007</u></b>	<b><u>March 31, 2007</u></b>	<b><u>June 30, 2007</u></b>
Current assets:			
Cash and cash equivalents	¥ 1,256,787	¥ 1,236,639	\$ 10,218
Time deposits	86,059	225,458	700
Short-term investments	92,405	93,179	751
Trade receivables (notes and accounts) and other current assets	1,781,560	1,694,174	14,484
Inventories	1,109,143	949,399	9,017
Total current assets	<u>4,325,954</u>	<u>4,198,849</u>	<u>35,170</u>
Investments and advances	1,260,067	1,206,082	10,245
Property, plant and equipment, net of accumulated depreciation	1,688,704	1,642,293	13,729
Other assets	868,516	849,734	7,061
Total assets	<u>¥ 8,143,241</u>	<u>¥ 7,896,958</u>	<u>\$ 66,205</u>
<b><u>Liabilities and Stockholders' Equity</u></b>			
Current liabilities:			
Short-term borrowings	¥ 202,574	¥ 223,190	\$ 1,647
Trade payables (notes and accounts) and other current liabilities	2,733,518	2,518,677	22,224
Total current liabilities	<u>2,936,092</u>	<u>2,741,867</u>	<u>23,871</u>
Long-term debt	224,018	226,780	1,821
Other long-term liabilities	458,383	460,416	3,727
Minority interests	559,830	551,154	4,551
Common stock	258,740	258,740	2,104
Capital surplus	1,220,976	1,220,967	9,927
Legal reserve	90,072	88,588	732
Retained earnings	2,742,660	2,737,024	22,298
Accumulated other comprehensive income (loss) *	189,191	107,097	1,538
Treasury stock	<u>(536,721)</u>	<u>(495,675)</u>	<u>(4,364)</u>
Total liabilities, minority interests and stockholders' equity	<u>¥ 8,143,241</u>	<u>¥ 7,896,958</u>	<u>\$ 66,205</u>

\* Accumulated other comprehensive income (loss) breakdown:

	Yen (millions)		U.S. Dollars (millions)
	<b><u>June 30, 2007</u></b>	<b><u>March 31, 2007</u></b>	<b><u>June 30, 2007</u></b>
Cumulative translation adjustments	¥ (32,842)	¥ (99,538)	\$ (267)
Unrealized holding gains of available-for-sale securities	181,199	160,831	1,473
Unrealized gains (losses) of derivative instruments	(2,492)	862	(20)
Pension liability adjustments	43,326	44,942	352

\*\* See Notes to consolidated financial statements on pages 12-13.