

Matsushita Electric Industrial Co., Ltd.
Consolidated Statement of Income *
(Three months ended September 30)

	Yen (millions)		Percentage 2007/2006	U.S. Dollars (millions) 2007
	2007	2006		
Net sales	¥ 2,285,800	¥ 2,252,560	101%	\$ 19,876
Cost of sales	(1,637,523)	(1,590,660)		(14,239)
Selling, general and administrative expenses	(502,174)	(519,626)		(4,367)
Operating profit	146,103	142,274	103%	1,270
Other income (deductions):				
Interest income	8,653	7,742		76
Dividend income	684	187		6
Interest expense	(5,274)	(5,367)		(46)
Expenses associated with the implementation of early retirement programs **	(14,854)	(3,764)		(129)
Other income (loss), net	(31,639)	16,010		(275)
Income before income taxes	103,673	157,082	66%	902
Provision for income taxes	(28,868)	(61,843)		(252)
Minority interests	(6,800)	(17,393)		(59)
Equity in earnings (losses) of associated companies	(2,197)	1,447		(19)
Net income	¥ 65,808	¥ 79,293	83%	\$ 572
Net income, basic				
per common share	30.99 yen	36.16 yen		\$ 0.27
per ADS	30.99 yen	36.16 yen		\$ 0.27
Net income, diluted				
per common share	30.99 yen	36.16 yen		\$ 0.27
per ADS	30.99 yen	36.16 yen		\$ 0.27

(Parentheses indicate expenses, deductions or losses.)

* ** See Notes to consolidated financial statements on pages 16-17.

Supplementary Information
(Three months ended September 30)

	Yen (millions)		U.S. Dollars (millions) 2007
	2007	2006	
Depreciation (tangible assets):	¥ 71,601	¥ 69,848	\$ 623
Capital investment *** :	¥ 130,389	¥ 137,778	\$ 1,134
R&D expenditures:	¥ 141,013	¥ 146,989	\$ 1,226
Number of employees (Sep. 30)	309,037	331,557	

*** These figures are calculated on an accrual basis.