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FOR IMMEDIATE RELEASE

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Panasonic Announces Reduction of Capital Reserve and Legal Reserve

Osaka, Japan, May 10, 2013 - Panasonic Corporation ([TSE:6752] "Panasonic"), today announced that its Board of Directors has resolved to submit a proposal for reduction of the capital reserve and the legal reserve to the 106th Ordinary General Meeting of Shareholders to be held on June 26, 2013.

1. Purpose of Reduction of Capital Reserve and Legal Reserve

In order to enable the implementation of flexible capital strategy in the future, it is proposed that full amount of the capital reserve and full amount of the legal reserve be reduced and that the reduced amounts be allocated to "other capital surplus" and "other retained earnings", respectively, in the parent-alone balance sheet of Panasonic pursuant to Article 448, Paragraph 1 of the Company Law of Japan.

2. Amount of Reduction of Capital Reserve and Legal Reserve

(1) Reduction of Capital Reserve

a) Reserve to be reduced

Full amount of the Capital Reserve: 568,212,296,798 yen

b) Capital Surplus to be increased

Other Capital Surplus: 568,212,296,798 yen

(2) Reduction of Legal Reserve

a) Reserve to be reduced

Full amount of the Legal Reserve: 52,748,643,998 yen

b) Retained Earnings to be increased

Other Retained Earnings: 52,748,643,998 yen

3. Schedule for Reduction of Capital Reserve and Legal Reserve

May 10, 2013	Resolution at the Board of Directors
June 26, 2013 (planned)	Resolution at Ordinary General Meeting of Shareholders
June 28, 2013 (planned)	Deadline for submission of creditor objections
August 31, 2013 (planned)	Effective date of reduction

4. Outlook

The transactions described in this notice are transfers within “Net Assets” section and net assets will remain unchanged due to this transaction. Therefore, the both consolidated and parent-alone financial results of the Company will not be affected.