

**Panasonic Corporation**  
**Consolidated Statements of Cash Flows \***  
**(Nine months ended December 31)**

	<u>Yen (millions)</u>	
	<u>2013</u>	<u>2012</u>
<i><u>Cash flows from operating activities:</u></i>		
Net income (loss)	¥ 250,633	¥ (633,371)
Adjustments to reconcile net income (loss) to net cash provided by operating activities:		
Depreciation and amortization	249,724	254,499
Net (gain) loss on sale of investments	(25,559)	(29,731)
Cash effects of changes in, excluding acquisition:		
Trade receivables	(17,346)	78,954
Inventories	(20,146)	(21,208)
Trade payables	15,908	(87,473)
Retirement and severance benefits	(124,628)	(6,399)
Other	26,569	526,894
Net cash provided by operating activities	<u>355,155</u>	<u>82,165</u>
<i><u>Cash flows from investing activities:</u></i>		
Proceeds from disposition of investments and advances	57,207	129,582
Increase in investments and advances	(6,431)	(3,114)
Capital expenditures	(141,911)	(249,225)
Proceeds from disposals of property, plant and equipment	27,660	68,037
(Increase) decrease in time deposits	1,674	21,337
Other	(15,163)	(16,372)
Net cash used in investing activities	<u>(76,964)</u>	<u>(49,755)</u>
<i><u>Cash flows from financing activities:</u></i>		
Increase (decrease) in short-term debt	(154,506)	(21,231)
Increase (decrease) in long-term debt	(125,487)	(61,850)
Dividends paid to Panasonic Corporation shareholders	(11,558)	(11,559)
Dividends paid to noncontrolling interests	(10,093)	(8,788)
(Increase) decrease in treasury stock	(68)	(15)
Purchase of noncontrolling interests and Other	(912)	(617)
Net cash used in financing activities	<u>(302,624)</u>	<u>(104,060)</u>
Effect of exchange rate changes on cash and cash equivalents	48,301	22,542
Net increase (decrease) in cash and cash equivalents	23,868	(49,108)
Cash and cash equivalents at beginning of period	496,283	574,411
Cash and cash equivalents at end of period	<u>¥ 520,151</u>	<u>¥ 525,303</u>

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