

Panasonic Corporation
Consolidated Statements of Income and
Consolidated Statements of Comprehensive Income *
(Three months ended December 31)

Consolidated Statements of Income

	<u>Yen (millions)</u>		<u>Percentage 2014/2013</u>
	<u>2014</u>	<u>2013</u>	
Net sales	¥ 1,996,450	¥ 1,973,491	101%
Cost of sales	(1,429,487)	(1,415,814)	
Selling, general and administrative expenses	(453,669)	(441,090)	
Interest income	3,960	2,661	
Dividends received	175	438	
Interest expense	(4,320)	(4,490)	
Expenses associated with the implementation of early retirement programs *	(3,329)	(6,637)	
Other income (deductions), net *	<u>(23,619)</u>	<u>(8,927)</u>	
Income before income taxes	86,161	99,632	86%
Provision for income taxes	(23,477)	(24,378)	
Equity in earnings of associated companies	<u>2,850</u>	<u>2,204</u>	
Net income	65,534	77,458	85%
Less net income attributable to noncontrolling interests	<u>6,047</u>	<u>3,778</u>	
Net income attributable to Panasonic Corporation	<u>¥ 59,487</u>	<u>¥ 73,680</u>	81%
Net income attributable to Panasonic Corporation, basic per common share	25.74 yen	31.87 yen	
per ADS	25.74 yen	31.87 yen	
Net income attributable to Panasonic Corporation, diluted per common share *	25.73 yen	--	
per ADS *	25.73 yen	--	

<Supplementary Information *>

Depreciation (tangible assets)	¥ 60,906	¥ 70,439
Capital investment **	¥ 56,690	¥ 54,799
R&D expenditures	¥ 120,486	¥ 117,423
Number of employees (December 31)	260,911	285,817

Consolidated Statements of Comprehensive Income

	<u>Yen (millions)</u>		<u>Percentage 2014/2013</u>
	<u>2014</u>	<u>2013</u>	
Net income	¥ 65,534	¥ 77,458	85%
Other comprehensive income (loss), net of tax			
Translation adjustments	149,262	117,962	
Unrealized holding gains (losses) of available-for-sale securities	674	(9,021)	
Unrealized gains (losses) of derivative instruments	(104)	1,025	
Pension liability adjustments	<u>4,159</u>	<u>3,943</u>	
	<u>153,991</u>	<u>113,909</u>	
Comprehensive income	219,525	191,367	115%
Less comprehensive income attributable to noncontrolling interests	<u>15,323</u>	<u>10,075</u>	
Comprehensive income attributable to Panasonic Corporation	<u>¥ 204,202</u>	<u>¥ 181,292</u>	113%

(Parentheses indicate expenses, deductions or losses.)

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

** These figures are calculated on an accrual basis.