

**Consolidated Statements of Income and  
Consolidated Statements of Comprehensive Income**

**Consolidated Statements of Income**

Yen (millions)

	Fiscal 2017		Fiscal 2016		Percentage 2017/2016
	Nine Months ended December 31, 2016		Nine Months ended December 31, 2015		
		%		%	%
Net sales	5,350,028	100.0	5,671,314	100.0	94
Cost of sales	3,809,201	71.2	4,031,383	71.1	
<b>Gross profit</b>	<b>1,540,827</b>	<b>28.8</b>	<b>1,639,931</b>	<b>28.9</b>	<b>94</b>
Selling, general and administrative expenses	1,300,270	24.3	1,319,677	23.3	
<b>Operating profit *</b>	<b>240,557</b>	<b>4.5</b>	<b>320,254</b>	<b>5.6</b>	<b>75</b>
Other income (deductions)	(8,718)	(0.2)	(65,758)	(1.1)	
Interest income	11,074	0.2	16,198	0.3	
Dividends received	1,715	0.0	1,602	0.0	
Interest expense	(10,773)	(0.2)	(13,587)	(0.2)	
Expenses associated with the implementation of early retirement programs **	(3,108)	(0.1)	(5,321)	(0.1)	
Other income (deductions), net	(7,626)	(0.1)	(64,650)	(1.1)	
<b>Income before income taxes</b>	<b>231,839</b>	<b>4.3</b>	<b>254,496</b>	<b>4.5</b>	<b>91</b>
Provision for income taxes	52,731	1.0	87,703	1.6	
Equity in earnings of associated companies	8,884	0.2	11,520	0.2	
<b>Net income</b>	<b>187,992</b>	<b>3.5</b>	<b>178,313</b>	<b>3.1</b>	<b>105</b>
Less net income attributable to noncontrolling interests	12,607	0.2	18,093	0.3	
<b>Net income attributable to Panasonic Corporation</b>	<b>175,385</b>	<b>3.3</b>	<b>160,220</b>	<b>2.8</b>	<b>109</b>

Notes: 1. In other income (deductions), the Company incurred expenses associated with the implementation of early retirement programs of certain domestic and overseas companies.

2. Depreciation (tangible assets)	162,859 million yen	175,463 million yen
3. Capital investment	196,750 million yen	160,909 million yen
4. R&D expenditures	339,296 million yen	344,204 million yen
5. Number of employees	255,975	252,604

\* \*\* See Notes to consolidated financial statements on page 8.

**Consolidated Statements of Comprehensive Income**

Yen (millions)

	Fiscal 2017 Nine Months ended December 31, 2016	Fiscal 2016 Nine Months ended December 31, 2015	Percentage 2017/2016
<b>Net income</b>	<b>187,992</b>	<b>178,313</b>	<b>% 105</b>
Other comprehensive income (loss), net of tax:			
Translation adjustments	(12,723)	(71,453)	
Unrealized holding gains of available-for-sale securities	1,386	12,504	
Unrealized holding gains (losses) of derivative instruments	(1,220)	(1,284)	
Pension liability adjustments	19,552	31,496	
Subtotal	6,995	(28,737)	
<b>Comprehensive income</b>	<b>194,987</b>	<b>149,576</b>	<b>130</b>
Less comprehensive income attributable to noncontrolling interests	7,676	8,752	
<b>Comprehensive income attributable to Panasonic Corporation</b>	<b>187,311</b>	<b>140,824</b>	<b>133</b>