

Matsushita Electric Industrial Co., Ltd.
(Parent Alone)
Statement of Changes in Shareholders' Equity *
(Six months ended September 30, 2006)

Yen (millions)

	Shareholders' equity				Retained earnings				
	Capital surplus				Other retained earnings				
	Capital	Capital reserve	Other capital surplus	Total of capital surplus	Legal reserve	Reserve for advanced depreciation	Reserve for dividends	Contingent reserve	Unappropriated retained earnings
Balances at beginning of period	¥ 258,740	¥ 568,212	¥ 1,715	¥ 569,927	¥ 52,749	¥ 8,377	¥ 81,000	¥ 1,918,680	¥ 42,063
Changes in the period									
Reserve for advanced depreciation						4,927			(4,927)
Directors' and corporate auditors' bonuses									(258)
Dividends from surplus									(22,095)
Net income									72,775
Repurchase of common stock									
Disposal of treasury stock			53	53					
Net changes of items other than shareholders' equity									
Total changes in the period	--	--	53	53	--	4,927	--	--	45,495
Balances at end of period	¥ 258,740	¥ 568,212	¥ 1,768	¥ 569,980	¥ 52,749	¥ 13,304	¥ 81,000	¥ 1,918,680	¥ 87,558

	Shareholders' equity			Difference of valuation, translation and other adjustments		Total net assets	
	Retained earnings			Unrealized holding gains of available-for-sale securities, etc	Deferred profit on hedges	Total of difference from appreciation and conversion	
	Total of retained earnings	Treasury stock	Total of shareholders' equity				
Balances at beginning of period	¥ 2,102,869	¥ (343,598)	¥ 2,587,938	¥ 150,475	--	¥ 150,475	¥ 2,738,413
Changes in the period							
Reserve for advanced depreciation	--		--			--	--
Directors' and corporate auditors' bonuses	(258)		(258)			(258)	(258)
Dividends from surplus	(22,095)		(22,095)			(22,095)	(22,095)
Net income	72,775		72,775			72,775	72,775
Repurchase of common stock		(41,562)	(41,562)			(41,562)	(41,562)
Disposal of treasury stock		104	157			157	157
Net changes of items other than shareholders' equity				(6,242)	24,772	18,530	18,530
Total changes in the period	50,422	(41,458)	9,017	(6,242)	24,772	18,530	27,547
Balances at end of period	¥ 2,153,291	¥ (385,056)	¥ 2,596,955	¥ 144,233	¥ 24,772	¥ 169,005	¥ 2,765,960

* See Notes to parent-alone financial statements on page 22.