

**Matsushita Electric Industrial Co., Ltd.**  
**Consolidated Balance Sheet** \*\*  
**September 30, 2006**  
**With comparative figures for March 31, 2006**

	Yen (millions)		U.S. Dollars (millions)
	Sept. 30, 2006	March 31, 2006	Sept. 30, 2006
<b><u>Assets</u></b>			
Current assets:			
Cash and cash equivalents	¥ 1,407,706	¥ 1,667,396	\$ 11,930
Time deposits	171,118	11,001	1,450
Short-term investments	60,859	56,753	516
Trade receivables (notes and accounts)	1,130,404	1,146,815	9,580
Inventories	1,036,870	915,262	8,787
Other current assets	593,005	609,326	5,025
Total current assets	<u>4,399,962</u>	<u>4,406,553</u>	<u>37,288</u>
Investments and advances	1,161,423	1,100,035	9,843
Property, plant and equipment, net of accumulated depreciation	1,645,773	1,632,339	13,947
Other assets	<u>784,867</u>	<u>825,713</u>	<u>6,651</u>
Total assets	<u>¥ 7,992,025</u>	<u>¥ 7,964,640</u>	<u>\$ 67,729</u>
<b><u>Liabilities and Stockholders' Equity</u></b>			
Current liabilities:			
Short-term borrowings	¥ 315,143	¥ 339,845	\$ 2,670
Trade payables (notes and accounts)	960,738	981,279	8,142
Other current liabilities	<u>1,613,169</u>	<u>1,563,944</u>	<u>13,671</u>
Total current liabilities	<u>2,889,050</u>	<u>2,885,068</u>	<u>24,483</u>
Long-term debt	263,005	264,070	2,229
Other long-term liabilities	481,402	526,290	4,080
Minority interests	502,301	501,591	4,257
Common stock	258,740	258,740	2,193
Capital surplus	1,234,342	1,234,289	10,460
Legal reserve	88,342	87,526	749
Retained earnings	2,668,102	2,575,890	22,611
Accumulated other comprehensive income (loss) *	(9,096)	(26,119)	(77)
Treasury stock	<u>(384,163)</u>	<u>(342,705)</u>	<u>(3,256)</u>
Total liabilities and stockholders' equity	<u>¥ 7,992,025</u>	<u>¥ 7,964,640</u>	<u>\$ 67,729</u>

\* Accumulated other comprehensive income (loss) breakdown:

	Yen (millions)		U.S. Dollars (millions)
	Sept. 30, 2006	March 31, 2006	Sept. 30, 2006
Cumulative translation adjustments	¥ (132,308)	¥ (162,331)	\$ (1,121)
Unrealized holding gains of available-for-sale securities	137,838	145,306	1,168
Unrealized gains of derivative instruments	138	1,326	1
Minimum pension liability adjustments	(14,764)	(10,420)	(125)

\*\* See Notes to consolidated financial statements on pages 16-17.