

**Matsushita Electric Industrial Co., Ltd.**  
**(Parent Alone)**  
**Statement of Changes in Shareholders' Equity**  
**(Year ended March 31, 2008)**

	Shareholders' equity								Yen (millions)	
	Capital surplus				Retained earnings					
	Capital	Capital reserve	Other capital surplus	Total of capital surplus	Legal reserve	Other retained earnings				
						Reserve for advanced depreciation	Reserve for dividends	Contingent reserve		
<b>Balances at beginning of period</b>	<b>¥ 258,740</b>	<b>¥ 568,212</b>	<b>¥ 1,811</b>	<b>¥ 570,023</b>	<b>¥ 52,749</b>	<b>¥ 17,894</b>	<b>¥ 81,000</b>	<b>¥ 1,918,680</b>		
<b>Changes in the period</b>										
Reserve for advanced depreciation						570				
Dividends from surplus										
Net income										
Repurchase of common stock										
Disposal of treasury stock			59	59						
Net changes of items other than shareholders' equity										
<b>Total changes in the period</b>	<b>--</b>	<b>--</b>	<b>59</b>	<b>59</b>	<b>--</b>	<b>570</b>	<b>--</b>	<b>--</b>		
<b>Balances at end of period</b>	<b>¥ 258,740</b>	<b>¥ 568,212</b>	<b>¥ 1,870</b>	<b>¥ 570,082</b>	<b>¥ 52,749</b>	<b>¥ 18,464</b>	<b>¥ 81,000</b>	<b>¥ 1,918,680</b>		

	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	
	Unappropriated retained earnings	Total of retained earnings	Treasury stock	Total of shareholders' equity				
Balances at beginning of period	¥ 76,102	¥ 2,146,425	¥ (496,568)	¥ 2,478,620	¥170,507	¥ 15,286	¥ 185,793	¥ 2,664,413
Changes in the period								
Reserve for advanced depreciation	(570)			--				--
Dividends from surplus	(69,295)	(69,295)		(69,295)				(69,295)
Net income	100,300	100,300		100,300				100,300
Repurchase of common stock			(103,112)	(103,112)				(103,112)
Disposal of treasury stock			214	273				273
Net changes of items other than shareholders' equity					(115,078)	(3,606)	(118,684)	(118,684)
Total changes in the period	30,435	31,005	(102,898)	(71,834)	(115,078)	(3,606)	(118,684)	(190,518)
Balances at end of period	¥ 106,537	¥ 2,177,430	¥ (599,466)	¥ 2,406,786	¥ 55,429	¥ 11,680	¥ 67,109	¥ 2,473,895