

Matsushita Electric Industrial Co., Ltd.
Consolidated Statement of Income *
(Three months ended June 30)

	Yen (millions)	2008	2007	Percentage 2008/2007
Net sales	¥ 2,151,997	¥ 2,239,505		
Cost of sales	(1,525,850)	(1,588,045)		
Selling, general and administrative expenses	(516,574)	(577,569)		
Interest income	7,198	8,662		
Dividend income	5,343	4,884		
Interest expense	(5,756)	(5,306)		
Expenses associated with the implementation of early retirement programs **	(225)	(985)		
Other income, net	<u>3,122</u>	<u>2,822</u>		
Income before income taxes	119,255	83,968		142%
Provision for income taxes	(42,412)	(41,996)		
Minority interests	(4,149)	1,788		
Equity in earnings (losses) of associated companies	<u>337</u>	<u>(4,446)</u>		
Net income	<u>¥ 73,031</u>	<u>¥ 39,314</u>		186%
Net income, basic				
per common share	34.83 yen	18.38 yen		
per ADS	34.83 yen	18.38 yen		
Net income, diluted				
per common share	34.83 yen	18.38 yen		
per ADS	34.83 yen	18.38 yen		

(Parentheses indicate expenses, deductions or losses.)

* ** See Notes to consolidated financial statements on pages 11-12.

Supplementary Information
(Three months ended June 30)

	Yen (millions)	2008	2007
Depreciation (tangible assets)	¥ 81,111	¥ 64,899	
Capital investment ***	¥ 102,682	¥ 86,773	
R&D expenditures	¥ 131,074	¥ 138,903	
Number of employees (June 30)	310,581	326,844	

*** These figures are calculated on an accrual basis.