

**Panasonic Corporation**  
**Consolidated Statement of Operations \***  
(Six months ended September 30)

	Yen (millions)		Percentage 2010/2009
	<u>2010</u>	<u>2009</u>	
Net sales	¥ 4,367,948	¥ 3,333,296	131%
Cost of sales	(3,199,550)	(2,423,537)	
Selling, general and administrative expenses	(999,430)	(880,902)	
Interest income	5,717	6,044	
Dividends received	3,483	4,103	
Interest expense	(14,285)	(11,566)	
Expenses associated with the implementation of early retirement programs **	(1,605)	(22,694)	
Other income (deductions), net	<u>(17,725)</u>	<u>(31,197)</u>	
Income (loss) before income taxes	144,553	(26,453)	--
Provision for income taxes	(64,147)	(22,774)	
Equity in earnings (losses) of associated companies	3,629	(2,049)	
Net income (loss)	84,035	(51,276)	--
Less net income (loss) attributable to noncontrolling interests	<u>9,317</u>	<u>(4,408)</u>	
Net income (loss) attributable to Panasonic Corporation	<u>¥ 74,718</u>	<u>¥ (46,868)</u>	--
Net income (loss) attributable to Panasonic Corporation, basic per common share	36.09 yen	(22.63) yen	
per ADS	36.09 yen	(22.63) yen	
Net income (loss) attributable to Panasonic Corporation, diluted per common share ***	--	--	
per ADS ***	--	--	

(Parentheses indicate expenses, deductions or losses.)

\* \*\*\* \*\*\* See Notes to consolidated financial statements on pages 13-14.

**Supplementary Information**  
(Six months ended September 30)

	Yen (millions)	
	<u>2010</u>	<u>2009</u>
Depreciation (tangible assets)	¥ 138,462	¥ 113,712
Capital investment ****	¥ 201,075	¥ 203,866
R&D expenditures	¥ 265,833	¥ 236,015
Number of employees (September 30)	385,243	284,439

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