

## Consolidated Balance Sheets

Matsushita Electric Industrial Co., Ltd. and Subsidiaries  
March 31, 2005 and 2004

Assets	Millions of yen		Thousands of U.S. dollars (Note 2)
	2005	2004	2005
<b>Current assets:</b>			
Cash and cash equivalents (Note 10) .....	¥1,169,756	¥1,275,014	\$10,932,299
Time deposits (Note 10) .....	144,781	170,047	1,353,093
Short-term investments (Notes 6 and 19) .....	11,978	2,684	111,944
Trade receivables (Notes 5, 7 and 10):			
Notes .....	107,317	62,822	1,002,963
Accounts .....	1,188,257	1,052,718	11,105,205
Allowance for doubtful receivables .....	(43,836)	(47,873)	(409,682)
Net trade receivables .....	1,251,738	1,067,667	11,698,486
Inventories (Notes 4 and 10) .....	893,425	777,540	8,349,766
Other current assets (Notes 8, 12 and 19) .....	558,854	482,025	5,222,935
Total current assets .....	4,030,532	3,774,977	37,668,523
<b>Noncurrent receivables</b> (Note 7) .....	246,201	280,398	2,300,944
<b>Investments and advances</b> (Notes 5, 6 and 19) .....	1,146,505	1,237,427	10,715,000
<b>Property, plant and equipment</b> (Notes 7 and 8):			
Land .....	393,635	251,419	3,678,832
Buildings .....	1,665,243	1,253,350	15,563,018
Machinery and equipment .....	3,087,155	2,705,251	28,851,916
Construction in progress .....	84,139	46,037	786,346
.....	5,230,172	4,256,057	48,880,112
Less accumulated depreciation .....	3,572,092	3,046,555	33,384,037
Net property, plant and equipment .....	1,658,080	1,209,502	15,496,075
<b>Other assets:</b>			
Goodwill (Notes 3 and 9) .....	461,912	418,907	4,316,935
Intangible assets (Notes 3 and 9) .....	101,585	73,099	949,392
Other assets (Notes 11 and 12) .....	412,066	443,702	3,851,084
Total other assets .....	975,563	935,708	9,117,411
	¥8,056,881	¥7,438,012	\$75,297,953

See accompanying Notes to Consolidated Financial Statements.

<b>Liabilities and Stockholders' Equity</b>	Millions of yen		Thousands of U.S. dollars (Note 2)
	<b>2005</b>	2004	<b>2005</b>
<b>Current liabilities:</b>			
Short-term borrowings, including current portion of long-term debt (Notes 7, 10 and 19) .....	¥ 385,474	¥ 290,208	\$ 3,602,561
Trade payables (Note 5):			
Notes .....	37,099	40,604	346,720
Accounts .....	828,920	744,130	7,746,916
Total trade payables .....	866,019	784,734	8,093,636
Accrued income taxes (Note 12).....	47,916	44,179	447,813
Accrued payroll .....	145,871	141,932	1,363,280
Other accrued expenses (Note 20).....	789,999	696,741	7,383,168
Deposits and advances from customers .....	92,089	83,798	860,645
Employees' deposits .....	118,441	124,800	1,106,925
Other current liabilities (Notes 12 and 19).....	383,082	403,394	3,580,206
Total current liabilities .....	2,828,891	2,569,786	26,438,234
<b>Noncurrent liabilities:</b>			
Long-term debt (Notes 7, 10 and 19) .....	477,143	460,639	4,459,280
Retirement and severance benefits (Note 11) .....	597,163	801,199	5,580,963
Other liabilities (Note 12).....	113,491	26,697	1,060,663
Total noncurrent liabilities .....	1,187,797	1,288,535	11,100,906
<b>Minority interests</b> .....	495,941	128,115	4,634,963
<b>Stockholders' equity:</b>			
Common stock (Note 13):			
Authorized—4,950,000,000 shares			
Issued—2,453,053,497 shares (2,453,053,497 shares in 2004).....	258,740	258,740	2,418,131
Capital surplus (Note 13).....	1,230,701	1,230,476	11,501,878
Legal reserve (Note 13) .....	87,838	83,175	820,916
Retained earnings (Note 13) .....	2,461,071	2,442,504	23,000,663
Accumulated other comprehensive income (loss) (Notes 6, 11, 14 and 18):			
Cumulative translation adjustments .....	(245,642)	(282,287)	(2,295,719)
Unrealized holding gains of available-for-sale securities .....	72,608	88,104	678,579
Unrealized gains of derivative instruments.....	6,403	6,676	59,841
Minimum pension liability adjustments .....	(71,746)	(211,995)	(670,523)
Total accumulated other comprehensive income (loss) .....	(238,377)	(399,502)	(2,227,822)
Treasury stock, at cost (Note 13):			
194,695,787 shares (134,645,885 shares in 2004) .....	(255,721)	(163,817)	(2,389,916)
Total stockholders' equity .....	3,544,252	3,451,576	33,123,850
<b>Commitments and contingent liabilities</b> (Note 20)			
	¥8,056,881	¥7,438,012	\$75,297,953