

Matsushita Electric Industrial Co., Ltd.
Consolidated Statement of Income *
(Nine months ended December 31)

	<u>2002</u>	Yen (millions)	<u>2001</u>	Percentage <u>2002/2001</u>	U.S. Dollars (millions) <u>2002</u>
Net sales	¥ 5,405,010		¥ 5,122,844	106%	\$ 45,042
Cost of sales	(3,823,051)		(3,797,461)		(31,859)
Selling, general and administrative expenses	<u>(1,493,809)</u>		<u>(1,470,804)</u>		<u>(12,448)</u>
Operating profit (loss)	88,150		(145,421)	--	735
Other income (deductions):					
Interest income	17,411		26,588		145
Dividend income	4,288		7,140		36
Interest expense	(23,727)		(30,948)		(198)
Restructuring charges **	(11,897)		(151,061)		(99)
Write-down of investment securities	(4,569)		(18,608)		(38)
Other income (loss), net ***	<u>29,798</u>		<u>12,140</u>		<u>248</u>
Income (loss) before income taxes	99,454		(300,170)	--	829
Provision for income taxes	(49,565)		10,406		(413)
Minority interests	(1,659)		48,156		(14)
Equity in earnings (losses) of associated companies	<u>(9,494)</u>		<u>110</u>		<u>(79)</u>
Net income (loss)	<u>¥ 38,736</u>		<u>¥ (241,498)</u>	--	<u>\$ 323</u>
Net income (loss) per common share, <i>basic</i>	17.69 yen		(116.15) yen		\$ 0.15
Net income (loss) per common share, <i>diluted</i>	17.48 yen		(116.15) yen		\$ 0.15

(Parentheses indicate expenses, deductions or losses.)

* * * * * See notes to consolidated financial statements on page 6-7.

Supplementary Information
(Nine months ended December 31)

	<u>2002</u>	Yen (millions)	<u>2001</u>	U.S. Dollars (millions) <u>2002</u>
Depreciation (tangible assets):	¥ 203,559		¥ 238,364	\$ 1,696
Capital investment:	¥ 161,907		¥ 244,412	\$ 1,349
R&D expenditures:	¥ 413,477		¥ 421,711	\$ 3,446