

January 25, 2010

Company Name: Panasonic Electric Works Co., Ltd.

Representative: Koichi Hatanaka, President

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Company Split and Dissolution Among Consolidated Subsidiaries

Osaka, January 25, 2010 — Panasonic Electric Works Co., Ltd.(hereinafter referred to as PEW) announced that it decided today to conduct a company split to transfer the manufacturing and sales functions of stairs business of Panasonic Electric Works Gifu Co., Ltd. (hereinafter referred to as PEW Gifu), which is PEW's consolidated subsidiary, as follows:

PEW will announce further details on the company split when available.

1. Outline of the Scheme

Panasonic Electric Works Kita-Kanto Co., Ltd. (hereinafter referred to as PEW Kita-Kanto), PEW's wholly-owned subsidiary, will inherit the manufacturing and sales functions of stairs from PEW Gifu through a company split on April 1, 2010 and change its corporate name to Panasonic Electric Works Housing Equipment Co., Ltd. (tentative) on April 1, 2010.

In line with this company split, the Gifu factory of PEW Gifu will be closed after its manufacturing function is transferred to PEW Kita-Kanto's Kota factory in May, 2010.

Shortly afterwards, PEW Gifu will resolve to dissolve in July, 2010, and go into liquidation.

2. Purpose of the Company Split and Dissolution

PEW aims to utilize the group-wide assets more effectively, strengthen cost-competitiveness and reinforce manufacturing capability through this scheme as part of the reorganization of manufacturing sites to improve profitability and strengthen the fabric of its management in the Building Products segment, which faces the medium-to-long-term prospects of decreasing housing starts in Japan.

PEW will continue to further enhance the competitive edge in business and accelerate the business growth through these structural reforms.

3. Details of the Company Split

Functions to be Split	Successor Company	Method	Effective Date	Annual Sales
Manufacturing and sales functions of stairs of Panasonic Electric Works Gifu Co. Ltd.	Panasonic Electric Works Kita-Kanto Co., Ltd.	An absorption-type split	April 1, 2010	Approx. JPY2.4 billion

4. Corporate Profile of the Company to Be Dissolved

- (1) Corporate Name: Panasonic Electric Works Gifu Co., Ltd.
- (2) Location: 1006 Makino Minokamo City Gifu Pref.
- (3) Representative: Kiyoshi Madokoro, Representative Director and Senior Managing Director
- (4) Principal Business: Manufacture and sales of stairs
- (5) Date of Incorporation: May 25, 1995
- (6) Stated Capital (millions of yen): 90
- (7) Shares Issued: 1,800
- (8) Shareholders' Equity (millions of yen): 566 (as of September 30, 2009)
- (9) Total Assets (millions of yen): 1,129 (as of September 30, 2009)
- (10) Sales (millions of yen): 2,393 (FY2009 ended March 31, 2009)
- (11) Financial Year End: March 31
- (12) Number of Employees: 45 (as of September 30, 2009)
- (13) Principal Customer: Panasonic Electric Works Co., Ltd.
- (14) Major Shareholder and Shareholding Percentage: Panasonic Electric Works Co., Ltd. 100%
- (15) Main Bank: The Bank of Tokyo-Mitsubishi UFJ, Ltd.

5. Relevant Schedule

Date of the Contract for the Company Split: In late February, 2010

Effective Date of the Company Split: April 1, 2010

Transfer of the Manufacturing Function to the Kota Factory of PEW Kita-Kanto: In early May, 2010
(Closing the Gifu Factory of PEW Gifu)

Resolution of Dissolution in PEW Gifu: In early July, 2010

Liquidation of PEW Gifu to Be Completed: In late September, 2010

6. Effect on Financial Outlook

There will be little effect on the financial outlook for FY2010 ending March 31, 2010.