Press Release

To Whom It May Concern

FUNAI ELECTRIC CO., LTD.

Representative   Tomonori Hayashi
                   President and CEO
(Code No. :   6839
                   First Section of TSE/OSE)

Contact Person for   Toshihide Watanabe
Inquiries about   Investor/Public Relations
this Press Release   Department
(TEL :   072-870-4395)

Judgment on the Action against the Tax Assessment under the Anti-Tax Haven Taxation

Funai Electric Co., Ltd. (hereinafter referred to as the "Company") had objected to the reassessment notice from the Regional Commissioner of the Osaka Regional Taxation Bureau based on the decision that the Company's Hong Kong-based subsidiary did not meet the conditions that would allow it to be covered by the exceptions under the anti-tax haven taxation. The Company therefore filed an action with the Osaka District Court seeking the rescission of such tax assessment notice, pursuant to applicable laws and regulations. With respect to this action, on June 24, 2011, the court dismissed the claims of the Company.

1. Development of the Case

November 16, 2006	Filing of an action by the Company (Taxable period: from FY 2001 through FY2003)
November 14, 2008	Filing of an additional action by the Company (Taxable period: from FY 2004 through FY 2006)
November 26, 2008	Consolidation of the action filed on November 16, 2006 and the action filed on November 14, 2008
June 24, 2011	Delivery of the judgment by the Osaka District Court dismissing the claims of the Company

2. Contents of the Judgment

   (1) The court dismissed all the claims of the plaintiff.
   (2) The plaintiff will bear the court costs.

3. Any material effect to the Company's operating results will be announced upon the occurrence of a relevant event that is required to be disclosed.

4. In response to this judgment, the Company will promptly examine the contents of the judgment. The Company intends to appeal this matter with the Osaka High Court. Any material effect to the Company will be announced upon the occurrence of a relevant event that is required to be disclosed.