

FY 2010 FINANCIAL REPORT

(From April 1, 2010
To March 31, 2011)



FUNAI ELECTRIC CO., LTD.

BRIEF SETTLEMENT OF ACCOUNTS FOR THE FISCAL YEAR ENDED MARCH 31, 2011

May 9, 2011
Corporate Resolution

1. Summary of Operating Results (Consolidated)

(Million yen)

	Fiscal Year 2009 〔 From April 1, 2009 to March 31, 2010 〕		Fiscal Year 2010 〔 From April 1, 2010 to March 31, 2011 〕		Rate of increase or decrease
	Amount	%	Amount	%	
Net Sales	314,911	100.0	295,923	100.0	6.0
Operating Income	11,148	3.5	772	0.3	93.1
Ordinary Income	11,684	3.7	1,290	0.4	89.0
Net Income/Loss after Tax	10,328	3.3	1,169	0.4	-
Net Income/Loss per Share	302.97		34.31		

Notes: Includes 14 consolidated subsidiaries, 1 non-consolidated subsidiary accounted for by the equity method and 1 affiliated company accounted for by the equity method.

2. Summary of Operating Results (Non-Consolidated)

(Million yen)

	Fiscal Year 2009 〔 From April 1, 2009 to March 31, 2010 〕		Fiscal Year 2010 〔 From April 1, 2010 to March 31, 2011 〕		Rate of increase or decrease
	Amount	%	Amount	%	
Net Sales	253,511	100.0	248,286	100.0	2.1
Operating Loss	339	0.1	233	0.1	-
Ordinary Income/Loss	445	0.2	5,943	2.4	-
Net Income/Loss after Tax	1,106	0.4	6,267	2.5	-
Net Income/Loss per Share	32.45		183.79		



Financial Report for the 12-Month Period ended March 31, 2011

May 9, 2011

Listed company name: Funai Electric Co., Ltd.

Securities Code: 6839 Tokyo Stock Exchange
and Osaka Securities Exchange, First Section(URL <http://www.funai.jp/>)

Representative: President and CEO

Tomonori Hayashi

Inquiries: General Manager, Business Finance HQ

Hisao Fuke

TEL: (072) 870-4395

Scheduled date of Annual General Shareholders Meeting; June 22, 2011

Scheduled date of Securities Report to be filed to the Kinki Finance Bureau; June 22, 2011

Scheduled date of Commencement of Annual Dividend Payment; June 14, 2011

1. Summary of Consolidated Results for the Fiscal Year ended March 2011 (April 1, 2010 – March 31, 2011)

(1) Operating Results (Consolidated)

(% denotes year on year)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal Year 2010	295,923	6.0	772	93.1	1,290	89.0	1,169	-
Fiscal Year 2009	314,911	4.0	11,148	690.9	11,684	852.9	10,328	-

	Net Income Per Share	Net Income Per Share on a Fully Diluted Basis	Net Income to Shareholders' Equity	Ordinary Income to Total Assets	Operating Income to Net Sales
	Yen	Yen	%	%	%
Fiscal Year 2010	34.31	-	0.9	0.6	0.3
Fiscal Year 2009	302.97	300.77	7.5	5.8	3.5

(Reference) Investment profit or loss recognized on equity basis

Fiscal Year ended March 31, 2011 27 million yen

Fiscal Year ended March 31, 2010 33 million yen

(2) Consolidated Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets Per Share
	Million yen	Million yen	%	Yen
Fiscal Year 2010	193,910	131,228	67.1	3,813.57
Fiscal Year 2009	204,057	142,779	69.6	4,164.86

(Reference) Shareholders' Equity

Fiscal Year ended March 31, 2011 130,088 million yen

Fiscal Year ended March 31, 2010 141,991 million yen

(3) Consolidated Cash Flows

	Cash Flows Provided by Operating Activities	Cash Flows Used in Investing Activities	Cash Flows Provided by Financing Activities	Outstanding Amount of Cash and Cash Equivalents at the End of Period
	Million yen	Million yen	Million yen	Million yen
Fiscal Year 2010	5,165	4,070	2,465	33,745
Fiscal Year 2009	3,640	2,713	7,870	34,063

2. Dividends

Corresponding Date	Dividend per Share					Total Dividend Payment	Pay-out Ratio (Consolidated)	Dividend to Net Assets (Consolidated)
	1Q End	2Q End	3Q End	Year-End	Annual			
	yen	yen	yen	yen	yen	Million yen	%	%
Fiscal Year 2009	-	0.00	-	40.00	40.00	1,363	13.2	1.0
Fiscal Year 2010	-	0.00	-	40.00	40.00	1,364	-	1.0
Fiscal Year 2011 (Projection)	-	0.00	-	40.00	40.00		26.2	

3 Forecast of Consolidated Results for the Fiscal Year ending March 2012 (April 1, 2011 - March 31, 2012)

(% denotes year on year)

	Net Sales		Operating Income		Ordinary Income		Net Income		Net Income Per Share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ending Sep.30.2011	156,800	1.8	3,400	25.9	3,400	28.8	1,200	69.1	35.18
Full Year	310,000	4.8	8,000	935.9	8,000	519.9	5,200	-	152.44

4 Other Information

(1) Changes in Consolidated Subsidiaries (Changes in Scope of Consolidation): No

(2) Changes in Accounting Practices, Procedures and Presentation Methods for Consolidated Financial Results

Changes arising from revision of accounting standards: Yes,

Changes arising from other factors: Yes

(3) Number of Shares Outstanding (Ordinary Shares)

Number of shares outstanding (including treasury stock) as of March 31, 2011; 36,123,596shares
as of March 31, 2010; 36,104,196shares

Number of shares of treasury stock as of March 31, 2011; 2,011,607shares
as of March 31, 2010; 2,011,531shares

The Average number of outstanding shares on March 31, 2011; 34,099,994shares
on March 31, 2010; 34,092,739shares

(Reference)

1. Summary of Non-consolidated Results for the Fiscal Year ended March 2011 (April 1, 2010– March 31, 2011)

(1) Operating Results (Non-consolidated)

(% denotes year on year)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal Year 2010	248,286	2.1	233	-	5,943	-	6,267	-
Fiscal Year 2009	253,511	24.3	339	-	445	-	1,106	-

	Net Income Per Share	Net Income Per Share on a Fully Diluted Basis
	Yen	Yen
Fiscal Year 2010	183.79	182.86
Fiscal Year 2009	32.45	-

(2) Financial Position(Non-consolidated)

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets Per Share
	Million yen	Million yen	%	Yen
Fiscal Year 2010	109,563	76,851	70.1	2,250.35
Fiscal Year 2009	107,399	71,759	66.8	2,103.00

(Reference) Shareholders' Equity

Fiscal Year ended March 31, 2011	76,763 million yen
Fiscal Year ended March 31, 2010	71,696 million yen

Note:

This document contains forward-looking statements and projections regarding business performance which are not historical facts. Please note that these statements are based on the current expectations, assumptions, estimates and projections of the Funai Group in light of the information currently available to it. Actual performance may materially differ from projections included in this document because of the impacts of uncertainty in various factors. For the assumptions and other related matters concerning consolidated results forecast, please refer to “ (1)Analysis of Business Performance ” of “ 1 Business Performance. ”

1. Business Performance

(1) Analysis of Business Performance

Summary of the consolidated fiscal year under review

(Market environment)

During the fiscal year ended March 31, 2011, the economy of the United States, which is the Funai Group's principal market, was characterized by a gradual overall recovery. Government initiatives, coupled with quantitative easing, bolstered stock market performance, supporting personal consumption. On the other hand, the housing market was lackluster, unemployment remained high, and gasoline prices surged, causing uncertainty about future consumption levels.

In the consumer electronics market, sales of mainstay LCD televisions were strong in China and other emerging markets. Sales also increased in Japan, spurred by government efforts to stimulate consumption (the home electronics eco-point system). In Europe and the United States, market growth is slowing, owing to already-high product penetration. In these markets, sales failed to increase, as consumers held back on purchasing high-end new products, such as LED-backlit and 3D televisions, out of income uncertainty. These circumstances put downward pressure on prices, while raw materials costs continued to escalate, squeezing profits.

As a result of these circumstances, the Funai Group posted a 6.0% year-on-year decrease in net sales, to JPY 295,923 million.

On the profit front, operating income plunged 93.1%, to JPY 772 million; ordinary income dropped 89.0%, to JPY 1,290 million; and the Group recorded a net loss of JPY 1,169 million, compared with net income of JPY 10,328 million in the preceding fiscal year.

Segment conditions by location were as follows:

i) Japan

In addition to the growth in sales of LCD televisions as a result of the positive effect of the "Eco-Point" program, sales of antennas and related devices increased as a result of the transition to digital terrestrial broadcasting. Moreover, robust sales of Blu-Ray disc recorders introduced by the Group in the third quarter of the previous fiscal year, and the growth in sales of information equipment contributed to the Group posting net sales of JPY 153,662 million (a 34.6% increase from the previous term) and operating income of JPY 7,219 million (a 63.7% increase from the previous term) for the Japan market.

ii) North America

No sales relating to TV set-top boxes¹ (STBs) targeted for the U.S. market was generated during the quarter as production for such devices were halted in June 2009. In addition to this, sales of DVD-related devices fell as compared to same period last year as demand for DVD players and Blu-Ray Disc players remained weak. Also, the decline in consumer demand for LCD televisions (the Group's core product in the market), and the resultant fall in the unit price for such products resulted in the Group posting net sales of JPY 133,079 (a fall of 30.6% from the previous term) and operating loss of JPY 6,663 (as compared to a JPY 3,646 million operating profit in the previous term) in the North American market.

¹ This product converted digital signals to analog signals, allowing users to view digital terrestrial broadcasts on an existing analog television. In the United States, analog terrestrial broadcasting ended in June 2009.

iii) Asia

As a result of components and other sales, the Group posted net sales of JPY 2,696 million (a 157.1% increase from the previous term) and operating income of JPY 2,086 million (a fall of 65.2% from the previous term) in the Asia (excluding Japan) market.

iv) Europe

Difficult economic conditions caused sales of LCD televisions and DVD-related devices to fall, prompting a 17.1% decline in net sales, to JPY 6,486 million. The operating loss amounted to JPY 1,748 million, up from JPY 1,204 million in the previous term.

Sales by Product Segment were as follows:

i) Audio-Visual Equipment

In the audio-visual equipment segment, the Group was able to increase the volume of LCD televisions unit sold but due to intense price competition in the market, sales fell. In the field of DVD related products, despite the top-line contribution of Blu-Ray disc recorders that were launched onto the market during the third quarter of the previous fiscal year, sales fell significantly from the same period last year. This was mainly because of the lack of sales generated by TV STBs in the US market after the Group's decisions to halt production for such devices in June 2009 and the marked decline in sales of DVD players and Blu-Ray disc players. Consequently, net sales for this product segment fell to JPY 198,606 million (a fall of 15.0% from the previous term).

ii) Information Equipment

In the information equipment sector, an increase in orders for printers and other factors resulted in the Group posting net sales of JPY 56,405 million (a 3.3% increase from the previous term).

iii) Others Products

Sales of other products that are not included in the above categories increased as strong demand for antennas and related devices as a result of the transition to digital terrestrial broadcasting took hold. Consequently, the Group posted sales of JPY 40,912 million (a 52.9% increase from the previous term) in this product segment.

Note: As of the first quarter of the consolidated fiscal year, sales of antennas that were previously categorized under the "Audio-Visual Equipment" segment has been transferred to the "Other Products" segment. Further, prior year sales figures for "Audio-Visual Equipment" include the sale of antennas. For reference purposes, sales of antennas during the previous term totaled JPY 3,595 million.

Outlook for the next consolidated fiscal year

For the fiscal year ending March 31, 2012, the Funai Group expects the operating climate to remain problematic, plagued by ongoing uncertainty in its operating environment. Nevertheless, we expect profits to improve, centering on such products as LCD televisions and Blu-ray Disc-related products. To this end, we will further cultivate the Funai Production System (FPS), entrench cost reductions, promote the use of information technologies, improve operations and reinforce risk management.

The outlook for the next consolidated fiscal year is provided below.

< Consolidated operating results >

Net sales	JPY 310,000 million	(4.8% increase year-on-year)
Operating income	8,000 million	(935.9% increase year-on-year)
Ordinary income	8,000 million	(519.9% increase year-on-year)
Net income	5,200 million	(-)

For its earnings estimates, the Company has assumed an exchange rate of JPY83 = US\$1.00. The operating results outlook is a forward-looking statement about the future performance of the Company and is based on management's assumptions and beliefs in light of information currently available, and involves known and unknown risks and uncertainties. Various factors such as changes in economic conditions overseas, especially in the main U.S. market, and severe price fluctuations may cause actual events and results to differ materially from those anticipated in these statements.

(2) Analysis of Financial Position

Condition of total assets, total liabilities and net assets

Total assets increased by JPY 10,147 million as compared to the end of the previous consolidated fiscal year. This was mainly due to an increase of JPY 2,715 million and JPY 2,420 million for Goods and Products and Raw Materials and Inventories, respectively, and a decrease of JPY 15,969 million in cash and cash equivalents.

Total liabilities increased by JPY 1,404 million as compared to the end of the previous consolidated fiscal year. This was mainly due to the JPY 3,758 million increases in short-term loans payable and decrease of JPY 2,366 million in notes and accounts payables.

Net assets fell by JPY 11,551 million as compared to the end of the previous consolidated fiscal year. This was mainly due to the JPY 9,549 million decreases in the foreign currency translation adjustment account.

Condition of cash flow

With regard to consolidated cash flow for the consolidated fiscal year under review, net cash used in operating activities was JPY 5,165 million. Net cash earned in investing activities was JPY 4,070 million. Net cash earned in financing activities was JPY 2,465 million. The balance of cash and cash equivalents at end of the consolidated fiscal year under review was JPY 33,745 million.

The cash flow indicator trends for the Funai Group are provided below.

	FY ended March 2007	FY ended March 2008	FY ended March 2009	FY ended March 2010	FY ended March 2011
Shareholders' equity ratio	68.5	70.3	67.6	69.6	67.1
Shareholders' equity ratio on a market capitalization basis	140.6	52.1	49.1	65.8	43.6
Ratio of cash flow to interest-bearing debt	0.3	—	—	1.9	—
Interest coverage ratio	38.7	—	—	43.7	—

Shareholders' equity ratio: Equity capital/total assets

Shareholders' equity ratio on a market capitalization basis: Total market capitalization/Total assets

Ratio of cash flow to interest-bearing debt: Interest-bearing debt/Operating cash flow

Interest coverage ratio: Operating cash flow/Interest payments

- * All indicators are calculated using financial values on a consolidated basis.
- * Total market capitalization is calculated by multiplying the closing share price at the end of the consolidated fiscal year by the number of shares outstanding (after deducting treasury stock) at the end of the consolidated fiscal year.
- * Cash flow from operating activities shown on the Consolidated Statements of Cash Flows is used as operating cash flow. Interest-bearing liabilities include all liabilities on which the Company pays interest that are accounted for on the Consolidated Balance Sheets. The amounts shown as interest expense on the Consolidated Statements of Cash Flows are used as interest payments.
- * The ratio of cash flow to interest-bearing debt and the interest coverage ratio for the fiscal years ended March 2008, March 2009 and March 2011 have been omitted because cash flow from operating activities was negative.

(3) Basic Policy Concerning Distribution of Earnings and Dividends for the Consolidated Fiscal Year under Review and Next Fiscal Year

With regard to the distribution of earnings, the Company recognizes the return of earnings to shareholders is an important management issue, and considers the maintenance of stable dividends while taking steps to strengthen the Company's management base to be a fundamental policy. The Company implements a positive dividend policy, which takes into consideration factors such as the operating environment, based on a dividend ratio of 1.0% of consolidated net assets as a specific standard.

Based on the policy indicated above, for the fiscal year under review the Company plans to pay a year-end dividend of JPY40 per share. The Company also projects a dividend of JPY40 per share in the next consolidated fiscal year.

The Company plans to implement dividend payments as a year-end dividend (once a year).

(4) Business and Other Risks

The Company has omitted disclosure of business and other risks because there are no material changes from the information described in the most recent financial statements (submitted on June 22, 2010).

2. Current Conditions of the Company's Group

The Company has omitted disclosure of this item because there are no material changes from the information reported in "Diagram of Operating Business Relationships (Business Contents)" and "Affiliated Companies" in the most recent financial statements (submitted on June 22, 2010).

3. Management Policies

(1) Basic Management Policy of the Company

As its basic management policy, Funai Electric Co., Ltd. will pursue its business activities by building strong trust and seeking the mutual prosperity of all parties related to the Company as its basic policy, by creating the most efficient development, manufacturing and sales organization possible and stably supplying high quality and fairly priced products to global markets, based on a corporate creed of continual product improvements, promotion of deeper trust and further harmony and mutual prosperity.

(2) Management Indicators Established as Objectives

As a management indicator for the Funai Group, the Company places the greatest emphasis on operating income margin, and will seek to achieve an operating income margin of at least 5% at all companies over the medium term.

(3) Medium to Long-term Management Strategy and Issues to be addressed

In the consumer electronics industry, as digital products have become more prevalent, product life cycles have grown shorter and prices have continued to decline rapidly. At the same time, competition has grown fiercer in line with the launch of products integrating hardware, networks and content, meeting customer needs but blurring conventional product and industry boundaries.

The Funai Group will address the challenges presented by this stringent competition by concentrating on management speed, while striving to bolster sales and return to profitability via thoroughgoing efforts to deliver popular products. To achieve these aims, we will optimize our allocation of management resources and further cultivate the Funai Production System (FPS), one of our core competencies. At the same time, we will make better use of information technologies in an effort to enhance groupwide efficiency.

In this environment, we will endeavor to enhance the Group's corporate value by implementing the policies outlined below.

Increasing net sales and returning to profitability

The Funai Group has positioned the increase of net sales and improvement of earnings as its highest priority issue. (Product strategy)

In audio-visual equipment, a decline in consumer purchasing propensity in our mainstay U.S. market put sharp downward pressure on prices, causing category sales to fall year on year and resulting in losses. To address this

situation, we are working to make our products more competitive pricewise through redesigns and by restructuring our component sourcing system. We also recognize the need to strengthen and stabilize our revenue and profit base through more stringent purchase, selling and inventory (PSI) management. We will develop a system for launching products more flexibly in response to shifts in demand for high-value-added LCD televisions, such as those with LED backlights, and 3D and Internet-enabled models. For Blu-ray Disk-related products, in addition to launching 3D, Internet-enabled and portable players, we plan to round out our product lineup with 3D recorders and other items. Through such efforts, we will work to expand sales and recover profitability.

In information equipment as well, the Company will strive to increase sales by proactively introducing high-value-added products that take advantage of the Company's base of expertise in mechatronics, as well as Internet- and telecommunications-related products.

(Market strategy)

We will endeavor to raise the Group's net sales by boosting our sales in Europe and Japan and by entering BRICs and other emerging markets. At the same time, we will strive to reduce the risk of overemphasizing the U.S. market and to smooth production and sales throughout the year, mitigating the effects of seasonality.

Although we had planned to introduce LCD televisions into the Chinese market during the fiscal year under review, excessive competition and difficult market conditions caused us to reconsider. In contrast, we have begun building a system that will enable us to develop these operations in Brazil and other Latin American markets.

(Sales channel strategy)

In addition to maintaining or expanding business with important Japanese and overseas customers, we recognize that to attract new customers we must enhance our communications, respond more quickly and precisely to market needs and pay closer attention to customer requirements.

In October 2010, we acquired from Royal Philips Electronics their hospitality business, which involves the provision of LCD televisions to hotels and hospitals in North America. We expect this new business channel to be highly profitable.

Through the steady implementation of the above-mentioned strategies, we plan to minimize the time lags between product planning, development, material procurement, production and sales, enabling us to provide products in a timely manner that meet market needs precisely.

Reinforcing manufacturing and development systems

The Funai Group's manufacturing structure is highly dependent on China, and we recognize this as a risk that must be mitigated. To diversify production, we will increase capacity at FUNAI (THAILAND) CO., LTD. and have begun studying the possibility of manufacturing in other locations.

To increase groupwide development efficiency, as well as to reduce development costs, we are also moving forward with efforts to expand our development facilities in China and other Asian countries.

Training and appointment of human resources

The Company recognizes that improving each employee's capabilities and being able to link this to bolstering the strength of the Funai Group will be critical for ensuring the Funai Group stays in the lead in the new era of global competition and implementing the Group's medium to long-term business strategy. Therefore the Company's policy is to actively train and assign employees, without regard to whether they are younger employees or mid-career staff, by strengthening and expanding its internal or external training systems.

4. Consolidated Financial Statements

(1).Consolidated Balance Sheets

(Mil. Yen)

	Fiscal year 2009 (As of March 31, 2010)	Fiscal year 2010 (As of March 31, 2011)
ASSETS;		
Current Assets		
Cash and deposits	86,045	70,076
Notes and accounts receivable-trade	35,154	36,367
Merchandise and finished goods	20,850	23,565
Work in process	1,510	1,795
Raw materials and supplies	16,057	18,477
Deferred tax assets	4,131	3,721
Other	3,586	4,956
Allowance for doubtful accounts	179	139
Total current assets	167,155	158,820
Noncurrent assets		
Tangible fixed assets		
Buildings and structures	13,870	13,703
Depreciation and amortization	7,741	8,002
Buildings and structures (net)	6,129	5,700
Machinery,equipment and motor vehicles	20,490	20,807
Depreciation and amortization	19,127	17,982
Machinery,equipment and motor vehicles (net)	1,363	2,824
Tools,furniture and fixtures	35,027	29,400
Depreciation and amortization	32,483	27,171
Tools,furniture and fixtures (net)	2,543	2,228
Lands	5,180	5,136
Lease assets	537	650
Depreciation and amortization	125	258
Lease assets (net)	411	391
Other	24	7
Total tangible fixed assets	15,654	16,290
Intangible assets		
Patent right	3,665	2,786
Other	1,208	933
Total intangible fixed assets	4,874	3,720

(Mil. Yen)

	Fiscal year 2009 (As of March 31, 2010)	Fiscal year 2010 (As of March 31, 2011)
Investment and other assets		
Investment securities	6,134	6,268
Deferred tax assets	4,803	4,239
Other	6,210	4,924
Allowance for doubtful accounts	775	352
Total investments and other assets	16,373	15,079
Total noncurrent assets	36,902	35,089
TOTAL ASSETS	204,057	193,910
LIABILITIES;		
Current Liabilities		
Notes and accounts payable-trade	31,305	28,938
Short-term loans payable	6,338	10,096
Accounts payables	11,035	12,555
lease liabilities	162	205
Income taxes payable	1,799	2,071
Deferred tax liabilities	1	1
Allowance for bonus	400	484
Reserve for products guarantee	1,899	1,225
Other	3,266	3,347
Total current liabilities	56,208	58,926
Noncurrent liabilities		
Long-term loans payables	566	33
lease liabilities	387	368
Deferred tax liabilities	21	63
Revalued deferred tax liabilities	285	274
Reserve for retirement benefits	1,386	1,354
Allowance for officers' retirement gratuities	1,042	1,038
Other	1,379	623
Total noncurrent liabilities	5,069	3,755
TOTAL LIABILITIES	61,277	62,681

(Mil. Yen)

	Fiscal year 2009 (As of March 31, 2010)	Fiscal year 2010 (As of March 31, 2011)
NET ASSETS;		
Shareholders' equity		
Capital stock	31,280	31,300
Capital surplus	33,245	33,265
Retained earnings	119,272	116,738
Treasury stock	24,340	24,341
Total shareholders' equity	159,457	156,962
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	470	612
Foreign currency translation adjustment	17,936	27,486
Total accumulated other comprehensive income		
Subscription right to shares	62	87
Minority interests	726	1,052
Total net asset	142,779	131,228
TOTAL LIABILITIES AND NET ASSETS	204,057	193,910

(2). Consolidated Statements of Income and Consolidated Statement of Comprehensive Income
(Consolidated Statements of Income)

(Mil. Yen)

	Fiscal year 2009 (from April 1, 2009 to March 31, 2010)	Fiscal year 2010 (from April 1, 2010 to March 31, 2011)
Net sales	314,911	295,923
Cost of sales	257,442	255,614
Gross profit	57,469	40,308
Selling, general and administrative expenses	46,321	39,536
Operating income/loss()	11,148	772
Non-operating income		
Interest income	655	370
Dividends income	34	27
Equity in profit of affiliates and unconsolidated subsidiarie	-	27
Foreign exchange gains	-	196
Rent income	-	107
Other	401	167
Total non-operating income	1,091	897
Non-operating expenses		
Interest expenses	83	132
Equity in losses of affiliates	33	-
Foreign exchange losses	103	-
Loss on investments in partnership	204	41
Commitment fee for syndicated loan	71	47
Other	58	158
Total non-operating expenses	555	379
Ordinary income/loss()	11,684	1,290
Extraordinary income		
Gain on sales of noncurrent assets	1	9
Profit on Sales of Investment Securities	97	282
Other	6	36
Total extraordinary income	105	328
Extraordinary loss		
Loss on disposal of noncurrent assets	95	31
Liquidation loss on affiliated company	-	88
Loss incurred though bad debt	105	-
Loss on impairment	64	-
Import customs duties in previous years	575	-
Other	71	45
Total extraordinary loss	911	166
Income before income taxes	10,877	1,453
Income taxes	2,520	1,642
Income Tax Adjustments	2,205	633
Total income taxes	314	2,276
Loss before minority interests	-	823
Minority interests in income	234	346
Net income / loss	10,328	1,169

(Consolidated Statement of Comprehensive Income)

(Mil. Yen)

	Fiscal year 2009 (from April 1, 2009 to March 31, 2010)	Fiscal year 2010 (from April 1, 2010 to March 31, 2011)
Loss before minority interest adjustment	-	823
Other comprehensive Income		
Valuation difference on available-for-sale securities	-	142
Foreign currency translation adjustment	-	9,661
Share of other comprehensive income of associates accounted for using equity method	-	90
Total other comprehensive Income	-	9,428
Comprehensive income	-	10,252
(Breakdown)		
Comprehensive income attributable to owners of parent	-	10,578
Comprehensive income attributable to minority interests	-	326

(3).Consolidated Statements of Changes in Shareholders' Equity

(Mil. Yen)

	Fiscal year 2009 (from April 1, 2009 to March 31, 2010)	Fiscal year 2010 (from April 1, 2010 to March 31, 2011)
Shareholders' equity		
Capital stock		
Balance at the end of previous period	31,280	31,280
Changes of items during the period		
New issue of stock	-	19
Total changes of items during the period	-	19
Balance at the end of current period	31,280	31,300
Capital surplus		
Balance at the end of previous period	33,245	33,245
Changes of items during the period		
New issue of stock	-	19
Total changes of items during the period	-	19
Balance at the end of current period	33,245	33,265
Retained earnings		
Balance at the end of previous period	110,047	119,272
Changes of items during the period		
Dividends from surplus	1,363	1,363
Net profit or net loss ()	10,328	1,169
Increase due to merger of a non-consolidated subsidiary by a consolidated subsidiary	259	-
Total changes of items during the period	9,224	2,533
Balance at the end of current period	119,272	116,738
Treasury stock		
Balance at the end of previous period	24,340	24,340
Changes of items during the period		
Purchase of treasury stock	0	0
Total changes of items during the period	0	0
Balance at the end of current period	24,340	24,341
Total shareholders' equity		
Balance at the end of previous period	150,233	159,457
Changes of items during the period		
New issue of stock	-	39
Dividends from surplus	1,363	1,363
Net loss	10,328	1,169
Purchase of treasury stock	0	0
Increase due to merger of a non-consolidated subsidiary by a consolidated subsidiary	259	-
Total changes of items during the period	9,223	2,494
Balance at the end of current period	159,457	156,962

(Mil. Yen)

	Fiscal year 2009 (from April 1, 2009 to March 31, 2010)	Fiscal year 2010 (from April 1, 2010 to March 31, 2011)
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	98	470
Changes of items during the period		
Net changes of items other than shareholders' equity	569	141
Total changes of items during the period	569	141
Balance at the end of current period	470	612
Foreign currency translation adjustment		
Balance at the end of previous period	14,999	17,936
Changes of items during the period		
Net changes of items other than shareholders' equity	2,937	9,549
Total changes of items during the period	2,937	9,549
Balance at the end of current period	17,936	27,486
Total accumulated other comprehensive income		
Balance at the end of previous period	15,098	17,465
Changes of items during the period		
Net changes of items other than shareholders' equity	2,367	9,408
Total changes of items during the period	2,367	9,408
Balance at the end of current period	17,465	26,874
Subscription rights to shares		
Balance at the end of previous period	17	62
Changes of items during the period		
Net changes of items other than shareholders' equity	44	25
Total changes of items during the period	44	25
Balance at the end of current period	62	87
Minority interests		
Balance at the end of previous period	443	726
Changes of items during the period		
Net changes of items other than shareholders' equity	282	326
Total changes of items during the period	282	326
Balance at the end of current period	726	1,052
Total net assets		
Balance at the end of previous period	135,596	142,779
Changes of items during the period		
New issue of stock	-	39
Dividends from surplus	1,363	1,363
Net loss	10,328	1,169
Purchase of treasury stock	0	0
Increase due to merger of a non-consolidated subsidiary by a consolidated subsidiary	259	-
Net changes of items other than shareholders' equity	2,040	9,057
Total changes of items during the period	7,183	11,551
Balance at the end of current period	142,779	131,228

(4).Consolidated Statements of Cash flows

(Mil. Yen)

	Fiscal year 2009 (from April 1, 2009 to March 31, 2010)	Fiscal year 2010 (from April 1, 2010 to March 31, 2011)
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	10,877	1,453
Depreciation and amortization	5,756	6,367
Loss on impairment	64	-
Increase(decrease) in allowance for doubtful accounts	877	13
Increase (decrease) in provision for bonuses	-	84
Increase(decrease) in provision for product warranties	-	519
Increase(decrease)in provision for retirement benefits	42	31
Interest and dividends income	689	398
Interest expenses	83	132
Equity in (earnings) losses of affiliates	33	27
Loss (gain) on sales of property, plant and equipment	0	1
Loss (gain) on sales of investment securities	87	282
Loss (gain) on valuation of investment securities	10	0
Loss on liquidation of subsidiaries and affiliates	14	88
Decrease (increase) in notes and accounts receivable-trade	7,102	5,248
Decrease (increase) in inventories	8,587	8,950
Increase (decrease) in notes and accounts payable-trade	5,307	2,288
Other, net	1,529	2,312
Subtotal	3,318	2,718
Interest and dividends income received	1,167	406
Interest expenses paid	83	128
Income taxes paid	2,265	2,970
Income taxes refund	1,504	246
Net cash provided by (used in) operating activities	3,640	5,165
Net cash provided by (used in) investment activities		
Payments into time deposits	98,887	71,744
Repayments from time deposits	100,157	82,008
Purchase of property, plant and equipment	3,546	6,400
Proceeds from sales of property, plant and equipment	8	44
Purchase of intangible assets	790	235
Purchase of investment securities	438	138
Proceeds from sales of investment securities	540	482
Payment of partial purchase of shares of consolidated subsidiaries	18	-
Payments for loan receivables	16	2
Collection of loan receivables	92	45
Other, net	186	13
Net cash provided by (used in) investment activities	2,713	4,070

(Mil. Yen)

	Fiscal year 2009 (from April 1, 2009 to March 31, 2010)	Fiscal year 2010 (from April 1, 2010 to March 31, 2011)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	6,279	4,496
Repayment of long-term loans payable	699	533
Proceeds from issue of stock option	-	31
Purchase of fractional shares	0	0
Cash dividends paid	1,363	1,363
Other, net	473	164
Net cash provided by (used in) financing activities	7,870	2,465
Effect of exchange rate change on cash and cash equivalents	459	1,628
Net increase (decrease) in cash and cash equivalents	6,484	258
Cash and cash equivalents at beginning of period	40,180	34,063
Net increase in cash and cash equivalents due to merger	367	-
Decrease in cash and cash equivalents due to exclusion from consolidation	-	59
Cash and cash equivalents at end of period	34,063	33,745

(Information by Segment)

Fiscal year 2009 (April 1, 2009 - March 31, 2010)

The Funai Group concentrates on the single business segment of manufacture and sales of electric products. Therefore, we make no distinction between operating segments.

[Geographic Segment Information]

Fiscal year 2009 (April 1, 2009 - March 31, 2010)

(Units: Million Yen)

	Japan	N. America	Asia	Europe	Total	Elimination	Consolidated
Net Sales							
(1) Outside customers	114,179	191,855	1,048	7,828	314,911	-	314,911
(2) Intersegment	163,001	29	183,812	3	346,847	(346,847)	-
Total	277,181	191,885	184,861	7,831	661,759	(346,847)	314,911
Operating Expenses	272,770	188,238	178,873	9,035	648,918	(345,154)	303,763
Operating Income and Loss()	4,411	3,646	5,988	1,204	12,840	(1,692)	11,148
Assets	120,424	35,735	102,813	9,966	268,939	(64,882)	204,057

(Note) 1. Country and area classifications are determined by geographical proximity.

2. Primary countries and areas falling under classifications other than Japan are as follow:

(1) North America United States of America, Mexico

(2) Asia Hong Kong, Thailand

(3) Europe Germany, Poland

[Overseas sales]

Fiscal year 2009 (April 1, 2009 - March 31, 2010)

(Units:Million Yen)

	N. America	Asia	Europe	Other	Total
Overseas sales	216,454	8,822	30,490	10,765	266,531
Consolidated sales					314,911
Ratio of overseas sales to consolidated sales (%)	68.7	2.8	9.7	3.4	84.6

(Note) 1. Country and area classifications are determined by geographical proximity.

2. Primary countries and areas falling under classifications other than Japan are as follow:

(1) North America United States of America, Canada

(2) Asia Hong Kong, Singapore

(3) Europe Germany, England, France

(4)Other Mexico, Brazil

3. Overseas sales stand for aggregate sales amount of outside Japan by the parent and the consolidated subsidiaries.

[Segment Information]

1. Summary of Reporting Segments

The Group's reporting segments are based on those units within the Group where separate financial information is available and where the Chief Executive Officer (Representative Director, President and Executive Officer) of the Group periodically deliberates over matters such as the distribution of management resources and financial performance of such segments.

The Group's main business is to manufacture and sell electrical equipment and devices. Within Japan, such functions are the responsibility of DX Antenna Co., Ltd. Overseas, the areas of the United States, Asia and Europe are managed by Funai Corporation, Inc. (North America), P&F USA, Inc. (North America), Funai Electric (H.K.) Ltd. (Asia), FUNAI ELECTRIC EUROPE Sp.z o.o (Europe), and other locally domiciled entities. Each locally domiciled entity is an independently managed unit that engages in business activities after formulating comprehensive strategies on the products to carry in the region.

Consequently, the Group is comprised of location-specific segments that are based on its manufacturing and sales structure and have established "Japan", "North America", "Asia" and "Europe" as its four reporting segments.

2. Measurement of the amount of sales, income/loss, assets and liabilities and other in each reporting segment

The accounting policies of the reporting segment are the same as "Basis of presenting consolidated financial statements"

Net sales of intersegment are based on sales price to outside customers.

(Change in the Rate Applied for Currency Exchange Conversions)

In the past, the Group applied TTS^{*1} or TTB^{*2} rates when carrying out foreign currency exchange conversions. However, as of the second quarter of the consolidated fiscal year, the Group has decided to use TTM^{*3} rates instead. This change to utilize TTM rates across all exchange conversions was made in order to ensure clarity in every income category.

As compared to the results if the rates utilized in the past were applied for exchange conversions, the sales and segment income for "Japan" has increased by JPY902 million and JPY1,112 million for the fiscal year 2010 ended March 31, 2011.

Please note that the new rates were not applied for the first quarter year-to-date consolidated period as the Group's systems were not updated until the second quarter.

Accordingly, the sales and segment income for "Japan" in the first quarter consolidated period were posted by less amount of JPY301 million and JPY382 million, respectively, compared with after the changes in the rate applied for currency exchange conversions .

3. Information of the amount of sales, income/loss, assets, liabilities and other in each reporting segment

Fiscal year 2009 (April 1, 2009 - March 31, 2010)

(Units: Million Yen)

	Japan	N. America	Asia	Europe	Total	Adjustments (Note 1)	Consolidated (Note 2)
Net Sales							
(1) Sales to outside customers	114,179	191,855	1,048	7,828	314,911	-	314,911
(2) Inter-segment sales	163,001	29	183,812	3	346,847	(346,847)	-
Total	277,181	191,885	184,861	7,831	661,759	(346,847)	314,911
Segment Income and Losses()	4,411	3,646	5,988	1,204	12,840	(1,692)	11,148
Segment Assets	120,424	35,735	102,813	9,966	268,939	(64,882)	204,057
Other							
Depreciation and amortization	2,635	108	2,754	260	5,758	(2)	5,756
Amortization of goodwill	119	-	-	-	119	-	119
Investment amount to equity method affiliate	0	-	285	-	285	-	285
Increase in tangible fixed assets and intangible assets	2,244	204	2,559	140	5,148	(405)	4,743

Fiscal year 2010 (April 1, 2010 - March 31, 2011)

(Units: Million Yen)

	Japan	N. America	Asia	Europe	Total	Adjustments (Note 1)	Consolidated (Note 2)
Net Sales							
(1) Sales to outside customers	153,662	133,079	2,696	6,486	295,923	-	295,923
(2) Inter-segment sales	126,433	3	194,332	8	320,777	(320,777)	-
Total	280,096	133,082	197,028	6,494	616,701	(320,777)	295,923
Segment Income and Losses()	7,219	6,663	2,086	1,748	893	(121)	772
Segment Assets	122,295	38,856	86,868	5,919	253,939	(60,029)	193,910
Other Depreciation and amortization	2,866	132	3,139	229	6,368	(0)	6,367
Amortization of goodwill	31	-	-	-	31	-	31
Investment amount to equity method affiliate	-	-	272	-	272	-	272
Increase in tangible fixed assets and intangible assets	1,188	33	5,353	56	6,630	(200)	6,430

(Note) 1. Adjustments were as follows.

Segment Income

(Units: Million Yen)

	Fiscal year 2009	Fiscal year 2010
Eliminations	41	6
Corporate expenses *	991	994
Inventories	742	866
Total	1,692	121

* Corporate expenses that are categorized under adjustments are within segment income mainly comprise general & administration expenses that do not correspond to the reporting segments

Segment Assets

(Units: Million Yen)

	Fiscal year 2009	Fiscal year 2010
Total assets *	14,381	17,934
Adjustments of inventories	982	116
Eliminations	78,281	77,847
Total	64,882	60,029

* Total assets that are categorized under adjustments within segment assets mainly comprise excess cash/deposits, long term securities for investment that do not correspond to the reporting segments.

(Note) 2. Segment income are adjusted with the operating income reported in the consolidated statements of income.

[Related Information]

Fiscal year 2010 (April 1, 2010 - March 31, 2011)

1. Information every product and service

(Units: Million Yen)

	Audiovisual Equipment	Information Equipment	Other Equipment	Total
Sales to outside customers	198,606	56,405	40,912	295,923

2. Information every area

(1) Sales

(Units: Million Yen)

Japan	N. America	Asia	Europe	Other	Total
94,196	155,754	8,505	23,836	13,630	295,923

(Note) Geographical sales are groupings of nations and regions based on geographical location of customers.

(2) Tangible fixed assets

(Units: Million Yen)

Japan	N. America	Asia	Europe	Total
9,814	159	4,620	1,695	16,290

3. Information every main customer

(Units: Million Yen)

Name of the customer	Sales	Associated segment
WAL-MART STORES, INC.	79,106	N. America

[Information of impairment loss in each reporting segments]

Fiscal year 2010 (April 1, 2010 - March 31, 2011)

Not Applicable

[Information of goodwill in each reporting segments]

Fiscal year 2010 (April 1, 2010 - March 31, 2011)

(Units: Million Yen)

	Japan	N. America	Asia	Europe	All of the companies Elimination	Total
Amortization	31	-	-	-	-	31
Goodwill	34	-	-	-	-	34

[Information of amortization of negative goodwill in each reporting segments]

Not Applicable

(Additional Information)

As of the current fiscal year, the Group has adopted the Revised Accounting Standard for Disclosures about Segments of an Enterprise and Related Information (Statement No. 17 of the Accounting Standard Board of Japan dated March 27, 2009) and the Implementation Guidance on the Accounting Standard for Disclosures about Segments of an Enterprise and Related Information (Implementation Guidance No. 20 of the Accounting Standard Board of Japan dated March 21, 2008).

6. Other Information

Detailed Statement of Net Sales by Equipment Type and Region

(Units: Million Yen)

Classification		Fiscal year 2009		Fiscal year 2010		% increase or decrease from the same period of the previous consolidated fiscal year	
		〔 From April 1, 2009 To March 31, 2010 〕		〔 From April 1, 2010 To March 31, 2011 〕			
		Amount	Percent	Amount	Percent	Percent	
By Equipment Type			%		%	%	
	Audiovisual Equipment	233,528	74.2	198,606	67.1	15.0	
	Information Equipment	54,629	17.3	56,405	19.1	3.3	
	Other Equipment	26,754	8.5	40,912	13.8	52.9	
Total		314,911	100.0	295,923	100.0	6.0	
By Region			%		%	%	
	Japan	48,380	15.4	94,196	31.8	94.7	
	Export	N. America	216,454	68.7	155,754	52.6	28.0
		Europe	30,490	9.7	23,836	8.1	21.8
		Asia	8,822	2.8	8,505	2.9	3.6
		Other Areas	10,765	3.4	13,630	4.6	26.6
Subtotal		266,531	84.6	201,727	68.2	24.3	
Total		314,911	100.0	295,923	100.0	6.0	

(Note) Main Products by Equipment Type

Equipment	Main Products
Audiovisual Equipment	LCD Television, DVD Player, DVD Recorder, Blu-ray Disc Player, Blu-ray Disc Recorder
Information Equipment	Printer
Other Equipment	Receiver-Related Electronic Equipment

From FY2010 antenna set for North America is classified in 'Others' from 'Others in Audio Visual Equipment' which was classified in FY2009. The sales amount of antenna set for North America in FY2009 was 3,595mil.yen.

FINANCIAL RESULTS SUPPLEMENTATION

FY2010

(from 2010.4.1
to 2011.3.31)

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FUNAI ELECTRIC CO.,LTD

1. Summary of Full Year Financial Statements (Consolidated)

(1) Operating Results, Financial Conditions

(Units:100million yen,%)

	FY2009			FY2010			FY2011 (Projections)		
	Amount	%	Change	Amount	%	Change	Amount	%	Change
Net Sales	3,149	100.0	4.0	2,959	100.0	6.0	3,100	100.0	4.8
Operating Income	111	3.5	690.9	7	0.3	93.1	80	2.6	935.9
Ordinary Income	116	3.7	852.9	12	0.4	89.0	80	2.6	519.9
Net Income/Loss after Tax	103	3.3	-	11	0.4	-	52	1.7	-
Total Assets	2,040	-	-	1,939	-	-	-	-	-
Net Assets	1,427	-	-	1,312	-	-	-	-	-

() Yen - Dollars / exchange rate

(Units:Yen / Dollars)

	FY2009	FY2010	FY2011 (Projections)
Average Rate in each Period	92.60	85.21	83.00

(2) Profitability and Per Share Data etc.

	FY2009	FY2010	FY2011 (Projections)
Gross Profit Ratio (%)	18.2	13.6	16.3
Operating Income Ratio (%)	3.5	0.3	2.6
Ordinary Income Ratio (%)	3.7	0.4	2.6
Shareholders' Equity Ratio (%)	69.6	67.1	-
Net Assets Per share (yen)	4,164.86	3,813.57	-
Net Income Per Share (yen)	302.97	34.31	152.44
Return On Assets (%)	5.1	0.6	-
Return On Shareholders' Equity (%)	7.5	0.9	-
Number of Total Employees	2,553	2,861	-

(3) Capital Expenditures, Depreciation, R&D Expenses

(Units:100million yen,%)

	FY2009		FY2010		FY2011 (Projections)	
	Amount	Change	Amount	Change	Amount	Change
Capital Expenditures	43	14.0	60	39.5	35	41.7

	FY2009			FY2010			FY2011 (Projections)		
	Amount	% to Sale	Change	Amount	% to Sale	Change	Amount	% to Sale	Change
Depreciation Expenses	43	1.4	19.4	48	1.6	11.6	47	1.5	2.1
R&D	134	4.3	3.1	129	4.4	3.7	140	4.5	8.5

(4) CashFlow

(Units:100million yen)

	FY2009	FY2010	FY2011 (Projections)
Cash flows provided by operating activities	36	51	-
Income Before Income Taxes	108	14	-
Depreciation Expenses	57	63	-
Others	129	128	-
Cash flows used in investing activities	27	40	-
Free cash flows	9	11	-
Cash flows provided by financing activities	78	24	-
Effect of exchange rate changes on cash and cash equivalents	4	16	-
Net increase in cash and cash equivalents	64	2	-

2. Operating Activities (Consolidated)

(1) Sales by Equipment

(Units:100million yen,%)

	FY2009			FY2010			FY2011 (Projections)		
	Amount	%	Change	Amount	%	Change	Amount	%	Change
Audio Visual Equipment	2,335	74.2	1.3	1,986	67.1	15.0	2,375	76.6	19.6
DVD	386	12.3	4.0	269	9.1	30.3	206	6.7	23.4
BD	189	6.0	54.9	353	11.9	86.8	456	14.7	29.2
LCD Televisions	1,594	50.6	18.8	1,330	44.9	16.6	1,650	53.2	24.1
Others	166	5.3	62.3	34	1.2	79.5	63	2.0	85.3
Information Equipment	546	17.3	21.4	564	19.1	3.3	420	13.6	25.5
Others	268	8.5	1.5	409	13.8	52.9	305	9.8	25.4
Total	3,149	100.0	4.0	2,959	100.0	6.0	3,100	100.0	4.8

Note: From FY2010 antenna set for the North America is classified in 'Others' from 'Others in Audio Visual Equipment' which was classified in FY2009.

(2) Sales by Areas in Equipment

(Units:100million yen,%)

	FY2009			FY2010			FY2011 (Projections)		
	Amount	%	Change	Amount	%	Change	Amount	%	Change
Audio Visual Equipment	2,335	74.2	1.3	1,986	67.1	15.0	2,375	76.6	19.6
North America	1,970	62.5	0.1	1,289	43.6	34.6	1,602	51.7	24.3
Europe	125	4.0	40.8	83	2.8	33.6	144	4.6	73.5
Asia and Others	18	0.6	-	38	1.3	111.1	59	1.9	55.3
Japan	222	7.1	80.5	576	19.4	159.5	570	18.4	1.0
Information Equipment	546	17.3	21.4	564	19.1	3.3	420	13.6	25.5
North America	185	5.9	6.3	214	7.2	15.7	216	7.0	0.9
Europe	177	5.6	18.8	154	5.2	13.0	129	4.2	16.2
Asia and Others	168	5.3	37.7	179	6.1	6.5	59	1.9	67.0
Japan	16	0.5	220.0	17	0.6	6.3	16	0.5	5.9
Others	268	8.5	1.5	409	13.8	52.9	305	9.8	25.4
Total	3,149	100.0	4.0	2,959	100.0	6.0	3,100	100.0	4.8

(3) Sales by Equipment in Areas

(Units:100million yen,%)

	FY2009			FY2010			FY2011 (Projections)		
	Amount	%	Change	Amount	%	Change	Amount	%	Change
North America	2,164	68.7	0.1	1,558	52.6	28.0	1,825	58.9	17.1
Audio Visual Equipment	1,970	62.5	0.1	1,289	43.6	34.6	1,602	51.7	24.3
Information Equipment	185	5.9	6.3	214	7.2	15.7	216	7.0	0.9
Others	9	0.3	43.8	55	1.8	511.1	7	0.2	87.3
Europe	305	9.7	16.2	238	8.1	21.8	273	8.8	14.7
Audio Visual Equipment	125	4.0	40.8	83	2.8	33.6	144	4.6	73.5
Information Equipment	177	5.6	18.8	154	5.2	13.0	129	4.2	16.2
Others	3	0.1	25.0	1	0.1	66.7	0	0.0	-
Asia and Others	196	6.2	48.5	221	7.5	12.8	118	3.8	46.6
Audio Visual Equipment	18	0.6	-	38	1.3	111.1	59	1.9	55.3
Information Equipment	168	5.3	37.7	179	6.1	6.5	59	1.9	67.0
Others	10	0.3	11.1	4	0.1	60.0	0	0.0	-
Japan	484	15.4	30.5	942	31.8	94.7	884	28.5	6.2
Audio Visual Equipment	222	7.1	80.5	576	19.4	159.5	570	18.4	1.0
Information Equipment	16	0.5	220.0	17	0.6	6.3	16	0.5	5.9
Others	246	7.8	1.7	349	11.8	41.9	298	9.6	14.6
Total	3,149	100.0	4.0	2,959	100.0	6.0	3,100	100.0	4.8

3. Summary of Fourth Quarter (Jan.-Mar.) Financial Statements (Consolidated)

(1) Operating Results

(Units:100million yen,%)

	FY2009			FY2010		
	4Q			4Q		
	Amount	%	Change	Amount	%	Change
Net Sales	669	100.0	6.6	659	100.0	1.4
Operating Loss	3	0.6	-	32	5.0	-
Ordinary Loss	3	0.5	-	27	4.2	-
Net Income/Loss after Tax	11	1.8	-	33	5.1	-

() Yen - Dollars / exchange rate

(Units:Yen / Dollars)

	FY2009		FY2010	
	4Q		4Q	
Average Rate in each Period	90.74		82.33	

(2) Sales by Equipment

(Units:100million yen,%)

	FY2009			FY2010		
	4Q			4Q		
	Amount	%	Change	Amount	%	Change
Audio Visual Equipment	468	70.0	4.5	474	71.9	1.3
DVD	55	8.2	5.2	64	9.7	16.4
BD	54	8.1	285.7	107	16.2	98.1
LCD Televisions	348	52.0	11.2	300	45.5	13.8
Others	11	1.7	88.4	3	0.5	72.7
Information Equipment	122	18.2	84.8	79	12.0	35.2
Others	79	11.8	11.3	106	16.1	34.2
Total	669	100.0	6.6	659	100.0	1.4



FUNAI ELECTRIC CO., LTD.

(Company)

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INVESTOR / PUBLIC RELATIONS DEPARTMENT

7-7-1 Nakagaito Daito city, Osaka 574-0013, Japan

TEL 81-72-870-4395 • FAX 81-72-870-4613