

October 14, 2005

To Whom It May Concern:

Funai Electric Co., Ltd.

Representative: Tetsuro Funai, President and CEO

(Code No.: 6839 1st section of TSE/OSE)

Inquires: Hiroyuki Hayashi, General Manager

Investor Relations Department

(Tel: 81-72-870-4395)

Return of the Entrusted Portion of the Employee Pension Fund

This is to announce that Funai Co., Ltd. on October 1, 2005 received permission from the Minister of Health, Labor and Welfare to return to the corporate pension fund the past entrusted portion of the employee pension fund. This has been made possible under the Defined Benefit Corporate Pension Law.

The Company is currently calculating the amount of profit or loss generated as a result of the above based on the methods set forth in Article 44-2 of the "Practical Guidelines Relating to the Accounting of Retirement Benefits" released by the Japanese Institute of Certified Public Accountants (Accounting System Committee Report No. 13).

END