

December 12, 2013

To Whom It May Concern:

Funai Electric Co., Ltd.
Representative Director
President and CEO: Tomonori Hayashi
(Code No.: 6839 First Section of TSE)

Notice of Dismissal of Appeal Regarding Tax Haven Litigation (Progress of the Disclosed Matter)

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, the court dismissed the claims of the Company on June 24, 2011.

The Company filed an appeal with the Osaka High Court. With respect to this action, on July 20, 2012, the court dismissed the claims of the Company. Afterward, on August 1, 2012, the Company filed an appeal and a petition for acceptance of final appeal with the Supreme Court. Today, the Company received a decision from the Supreme Court dated December 11 stating the appeal had been dismissed.

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
July 20, 2012	Delivery of the judgment by the Osaka High Court dismissing the claims of the Company
August 1, 2012	Filing of an appeal and a petition for acceptance of final appeal by the Company
December 11, 2013	Supreme Court decision to dismiss appeal

2. Details of Decision

- (1) The appeal was dismissed.
- (2) The petition for final appeal was not accepted.
- (3) The appellant/petitioner shall bear expenses related to the appeal and petition for final appeal.

3. Prospects

There is no impact on performance.

For further information, please contact
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