

February 13, 2017

To Whom It May Concern:

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

## Notice of Transfer of Non-Current Asset and the Posting of Extraordinary Income

Funai Electric Co., Ltd. (“Company”) announces that a resolution was passed in the Board of Directors Meeting held on February 13, 2017 to transfer a non-current asset detailed below. The Company also announces the posting of extraordinary income, which accompanies the transfer.

### 1. Reason of the transfer

The Company is strengthening its business base amid a severe business environment. As part of such efforts, it has resolved to transfer a non-current asset in order to improve its financial base through the sale of an idle property.

### 2. Details of the property to be transferred

Name and address of property	Gain from the transfer of property	Current status
Funai Tokyo Technology Center (1-14-1 Kanda Suda-cho, Chiyoda-ku, Tokyo) Land: 421.37 square meters Building: 3,495.83 square meters	(Total) ¥1,150 million	Offices, etc.

\*Gain from the transfer of property represents an approximate amount of the transfer price minus book value and miscellaneous costs related to the transfer. The transfer price is not disclosed in accordance with the wish of the transferee.

### 3. Outline of the transferee

The transferee, a business corporation, is not disclosed in accordance with the wish of the transferee. There are no capital, personal or business relationships to report of, or a situation that corresponds to a related party between the Company and the transferee.

### 4. Schedule

Date of resolution of the Board of Directors: February 13, 2017

Contract date: March 1, 2017 (plan)

Date of delivery: March 22, 2017 (plan)

## 5. Posting of extraordinary income and future outlook

With regard to the gain from the transfer generated from this transaction, we expect to post ¥1,150 million as gain from sale of non-current assets under extraordinary income in the results for the fourth quarter ending March 31, 2017. Furthermore, the impact on consolidated business results for the fiscal year ending March 31, 2017 is incorporated in the “Notice of Posting of Non-Operating Expenses (Foreign Exchange Loss) and Revision of Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2017” disclosed today.

Note: The above forecast has been prepared based on information available as of the date of the announcement. Actual earnings, etc. may differ from the forecast figures in the future due to various factors.

For further information, please contact

Investors and Public Relations

E-mail: [investor\\_relations@funai.co.jp](mailto:investor_relations@funai.co.jp)