

BRIEF STATEMENT OF ACCOUNT FOR THE FIRST HALF OF THE FISCAL YEAR ENDING MARCH 31, 2007

November 8, 2006
Corporate Resolution

1. Summary of Interim Operating Results (Consolidated)

(Million yen)

	Interim financial period ended September 30, 2006 (From April 1, 2006 to September 30, 2006)		Interim financial period ended September 30, 2005 (From April 1, 2005 to September 30, 2005)		Rate of increase or decrease
	Amount	%	Amount	%	
Net Sales	163,151	100.0	169,553	100.0	3.8
Operating Income	10,366	6.4	15,276	9.0	32.1
Ordinary Income	12,301	7.5	17,675	10.4	30.4
Net Income After Tax	6,990	4.3	11,545	6.8	39.5
Net Income Per Share	¥203.50		¥328.99		

Note 1. The Company has 11 consolidated subsidiaries and 2 equity-method affiliated companies.

2. Summary of Operating Results (Non-Consolidated)

(Million yen)

	Interim financial period ended September 30, 2006 (From April 1, 2006 to September 30, 2006)		Interim financial period ended September 30, 2005 (From April 1, 2005 to September 30, 2005)		Rate of increase or decrease
	Amount	%	Amount	%	
Net Sales	198,126	100.0	192,927	100.0	2.7
Operating Income	13,207	6.7	13,081	6.8	1.0
Ordinary Income	13,104	6.6	14,283	7.4	8.3
Net Income After Tax	6,609	3.3	7,986	4.1	17.2
Net Income Per Share	¥192.41		¥227.57		



Financial Report for the Six-Month Period ended September 30, 2006 (Consolidated)

November 8, 2006

Listed company name: Funai Electric Co., Ltd.

Securities Code: 6839 Tokyo Stock Exchange
and Osaka Securities Exchange, First Sections(URL <http://www.funai.jp/>)Inquiries: Representative's
position and name President

Tetsuro Funai

Administrator's
position and name Executive Manager,
Accounting Department

Katsumi Furukawa TEL: (072) 870-4304

Date of Board of Directors Meeting to approve the interim operating results report: November 8, 2006

Has the Company adopted U.S. accounting standards? No

1. Summary of Consolidated Interim Results for the Period Ending March 2007

(April 1, 2006 – September 30, 2006)

(1) Operating Results (Consolidated)

(Figures are rounded down to the nearest million yen)

	Net Sales		Operating Income		Ordinary Income	
	Million yen	%	Million yen	%	Million yen	%
Interim Period ended September 2006	163,151	3.8	10,366	32.1	12,301	30.4
Interim Period ended September 2005	169,553	0.4	15,276	13.0	17,675	13.0
(Reference) Full-year Results for FY2005	360,885		23,305		27,461	

	Interim Period (Fiscal Year) Net Income		Interim Period (Fiscal Year) Net income Per Share	Interim Period (Fiscal Year) Net income Per Share on a Fully Diluted Basis
	Million yen	%	Yen	Yen
Interim Period ended September 2006	6,990	39.5	203.50	203.23
Interim Period ended September 2005	11,545	13.4	328.99	328.47
(Reference) Full-year Results for FY2005	21,596		620.02	619.08

Notes:

1. Investment profit or loss recognized on equity basis

Six months ended September 30, 2006 51 million yen

Six months ended September 30, 2005 273 million yen

Fiscal year ended March 31, 2006 135 million yen

2. Average number of shares outstanding during the period (consolidated)

Six months ended September 30, 2006 34,350,372 shares

Six months ended September 30, 2005 35,092,671 shares

Fiscal year ended March 31, 2006 34,831,117 shares

3. Are there any changes in the accounting method? No

4. The percentage figures for consolidated net sales, operating income, ordinary income and net income are a comparison against results from the interim period of the previous consolidated fiscal year.

(2) Consolidated Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets Per Share
	Million yen	Million yen	%	Yen
Interim Period ended September 2006	298,523	197,303	66.0	5,738.76
Interim Period ended September 2005	279,323	185,983	66.6	5,328.73
(Reference) Full-year Results for FY2005	288,524	197,870	68.6	5,752.92

Note: 1. Number of shares outstanding at the end of the period (consolidated):

Six months ended September 30, 2006 34,321,015 shares

Six months ended September 30, 2005 34,901,931 shares

Fiscal year ended March 31, 2006 34,394,890 shares

(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
Interim Period ended September 2006	10,710	6,563	8,956	66,069
Interim Period ended September 2005	13,182	4,136	5,619	94,146
(Reference) Full-year Results for FY2005	14,195	47,610	9,204	58,587

(4) Consolidated subsidiaries and application of the equity method

Number of consolidated subsidiaries: 11

Number of non-consolidated and equity-method subsidiaries: 0

Number of affiliates accounted for by the equity method: 2

(5) Change in coverage of consolidated and equity-method accounting

Number of firms newly included for consolidated accounting: 0

Number of firms excluded for consolidated accounting: 1

Number of firms newly included for equity-method accounting: 0

Number of firms excluded for equity-method accounting: 0

2. Forecast of Consolidated Results for the Full Year (April 1, 2006 - March 31, 2007)

	Net Sales	Ordinary Income	Net Income
	Million yen	Million yen	Million yen
Full Year	400,000	29,200	20,100

(Reference) Expected net income after tax per share (Full-year basis) 585.65 yen

CONSOLIDATED BALANCE SHEETS

(Mil. Yen)

	Interim Financial period ended September 30, 2006		Interim Financial period ended September 30, 2005		Fiscal year ended March 31, 2006	
	Amount	%	Amount	%	Amount	%
ASSETS:						
Current Assets:	177,246	59.4	184,288	66.0	150,286	52.1
Cash and Deposits	66,315		94,887		58,592	
Trade Notes and Trade Accounts Receivables	46,276		37,063		49,415	
Inventories	52,779		44,451		34,453	
Deferred Tax Assets	4,384		2,964		2,927	
Others	7,966		5,515		5,491	
Allowance for Receivables	475		593		594	
Fixed Assets:	121,276	40.6	95,034	34.0	138,237	47.9
Tangible Fixed Assets	18,949	6.3	20,922	7.5	19,399	6.7
Buildings and Structures	5,699		6,275		5,984	
Machinery, Equipment and Motor Vehicles	3,331		4,795		4,078	
Tools, Furniture and Fixtures	4,655		4,784		4,222	
Lands	5,178		5,060		5,068	
Others	86		5		46	
Intangible Fixed Assets	6,610	2.2	7,482	2.7	7,257	2.5
Patent Right	5,676		6,597		6,137	
Others	933		884		1,120	
Investment Securities	95,716	32.1	66,629	23.8	111,580	38.7
Investment Securities	26,455		43,963		42,681	
Long-Term Loans Receivables	46,439		275		47,199	
Long-Term Temporary Payment of Tax	19,184		19,184		19,184	
Deferred Tax Assets	1,205		842		136	
Others	3,283		3,258		3,235	
Allowance for Doubtful Receivables	851		895		857	
TOTAL ASSETS	298,523	100.0	279,323	100.0	288,524	100.0

(Mil. Yen)

	Interim Financial period ended September 30, 2006		Interim Financial period ended September 30, 2005		Fiscal year ended March 31, 2006	
	Amount	%	Amount	%	Amount	%
LIABILITIES:						
Current Liabilities	89,583	30.0	78,468	28.1	76,495	26.5
Trade Notes and Trade Accounts Payables	44,471		41,664		32,124	
Short-Term Loans Payables	23,397		17,602		29,348	
Accounts Payables	9,741		10,950		9,080	
Accrued Corporate Taxes, etc.	6,720		4,578		2,566	
Deferred Tax Liabilities	31		13		6	
Reserve for Products Guarantee	421		195		312	
Allowance for Liquidation Loss on Affiliated Company	1,923		—		—	
Other Current Liabilities	2,876		3,464		3,056	
Long-Term Liabilities:	11,636	3.9	14,579	5.2	13,823	4.8
Long-Term Loans Payables	4,955		5,679		5,317	
Deferred Tax Liabilities	3,061		2,628		4,805	
Reserve for Retirement Benefits	1,793		4,909		1,847	
Allowance for Officers' Retirement Gratuities	922		881		907	
Other Long-Term Liabilities	903		481		946	
TOTAL LIABILITIES	101,219	33.9	93,047	33.3	90,319	31.3
Minority Interests:						
Minority Interests	—	—	292	0.1	333	0.1
SHAREHOLDERS' EQUITY:						
Common Stock	—	—	31,131	11.1	31,240	10.8
Additional Paid-in Capital	—	—	33,096	11.9	33,205	11.5
Retained Earnings	—	—	134,978	48.3	145,029	50.3
Revaluation Difference of Other Securities	—	—	7,181	2.6	8,504	3.0
Foreign Exchange Translation Adjustment	—	—	6,093	2.2	1,104	0.4
Treasury Stock	—	—	14,311	5.1	21,214	7.4
TOTAL SHAREHOLDERS' EQUITY	—	—	185,983	66.6	197,870	68.6
TOTAL LIABILITIES, MINORITY INTERESTS AND SHAREHOLDERS' EQUITY	—	—	279,323	100.0	288,524	100.0

(Mil. Yen)

	Interim Financial period ended September 30, 2006		Interim Financial period ended September 30, 2005		Fiscal year ended March 31, 2006	
	Amount	%	Amount	%	Amount	%
NET ASSET VALUE:						
Shareholders' Equity	192,579	64.5	—	—	—	—
Common Stock	31,261	10.5	—	—	—	—
Additional Paid-in Capital	33,226	11.1	—	—	—	—
Retained Earnings	150,124	50.3	—	—	—	—
Treasury Stock	22,033	7.4	—	—	—	—
Net Unrealized Holdings and Translation Gains	4,381	1.5	—	—	—	—
Net Unrealized Holding Gains on Other Securities	5,638	1.9	—	—	—	—
Foreign Exchange Translation Adjustment	1,257	0.4	—	—	—	—
Minority Interests	343	0.1	—	—	—	—
Total Net Asset Value	197,303	66.1	—	—	—	—
Total Liabilities and Net Asset Value	298,523	100.0	—	—	—	—

CONSOLIDATED STATEMENTS OF INCOME

(Mil. Yen)

	Interim financial period ended September 30, 2006		Interim financial period ended September 30, 2005		Fiscal year ended March 31, 2006	
	(from April 1, 2006 to September 30, 2006)		(from April 1, 2005 to September 30, 2005)			
	Amount	%	Amount	%	Amount	%
Net Sales	163,151	100.0	169,553	100.0	360,885	100.0
Cost of Sales	129,500	79.4	133,570	78.8	294,032	81.5
Selling, General and Administrative Expenses	23,284	14.2	20,706	12.2	43,547	12.0
Operating Income	10,366	6.4	15,276	9.0	23,305	6.5
Non-Operating Income:						
Interest Income	2,153		1,214		3,042	
Investment Profit on Equity Method	-		273		135	
Exchange Gain	370		810		1,658	
Others	213		381		468	
Non-Operating Income	2,737	1.6	2,679	1.6	5,304	1.4
Non-Operating Expenses:						
Interest Expenses	731		252		875	
Investment Loss on Equity Method	51		-		-	
Others	20		28		273	
Non-Operating Expenses	803	0.5	280	0.2	1,148	0.3
Ordinary Income	12,301	7.5	17,675	10.4	27,461	7.6
Extraordinary Income						
Gains from Sales of Fixed Assets	2		62		66	
Income from Transfer back from Allowance for Doubtful Receivables	12		24		-	
Others	10		54		3,351	
Extraordinary Income	25	0.0	141	0.1	3,417	1.0
Extraordinary Losses						
Losses on Sales and Disposal of Fixed Assets	6		82		220	
Estimated Loss in Value of Securities	99		564		455	
Provision for Allowance for Doubtful Accounts	-		536		555	
Allowance for Liquidation Loss on Affiliated Company Transfer	1,923		-		-	
Others	132		137		227	
Extraordinary Losses	2,162	1.3	1,321	0.8	1,459	0.4
Income before Income Taxes	10,164	6.2	16,496	9.7	29,420	8.2
Corporate Income Taxes, Inhabitant Taxes and Enterprise Taxes	5,452	3.3	4,538	2.7	5,351	1.5
Income Tax Adjustments	2,298	1.4	380	0.2	2,420	0.7
Minority Shareholder's Interests	18	0.0	32	0.0	52	0.0
Net Income after Tax	6,990	4.3	11,545	6.8	21,596	6.0



Financial Report for the Six-Month Period ended September 30, 2006 (Non-consolidated)

November 8, 2006

Listed company name: Funai Electric Co., Ltd.

Securities Code: 6839 Tokyo Stock Exchange
and Osaka Securities Exchange, First Sections(URL <http://www.funai.jp/>)Inquiries: Representative's
position and name
Administrator's
position and name

President

Tetsuro Funai

Executive Manager,
Accounting Department

Katsumi Furukawa TEL: (072) 870-4304

Date of Board of Directors Meeting to
approve interim operating results report

November 8, 2006

Does the Company have an interim
dividend system? Yes

Date to begin payment of interim dividend

No payment

Has the Company adopted a unit stock
system? Yes (One unit: 100 shares)

1. Summary of Interim Results for the Period Ending March 2007

(April 1, 2006 – September 30, 2006)

(1) Operating Results (Non-consolidated)

(Figures are rounded down to the nearest million yen)

	Net Sales		Operating Income		Ordinary Income	
	Million yen	%	Million yen	%	Million yen	%
Interim Period ended September 2006	198,126	2.7	13,207	1.0	13,104	8.3
Interim Period ended September 2005	192,927	3.2	13,081	2.9	14,283	7.7
(Reference) Full-year Results for FY2005	313,194		14,384		17,177	

	Interim Period (Fiscal Year) Net Income		Interim Period (Fiscal Year) Net income Per Share
	Million yen	%	Yen
Interim Period ended September 2006	6,609	17.2	192.41
Interim Period ended September 2005	7,986	16.1	227.57
(Reference) Full-year Results for FY2005	11,161		320.45

Notes:

- Average number of shares outstanding during the period

Six months ended September 30, 2006	34,350,372 shares
Six months ended September 30, 2005	35,092,671 shares
Fiscal year ended March 31, 2006	34,831,117 shares
- Are there any changes in the accounting method? No
- The percentage figures for net sales, operating income, ordinary income and net income are a comparison against results from the interim period of the previous consolidated fiscal year.

(2) Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio	Stockholders' Equity Per Share
	Million yen	Million yen	%	Yen
Interim Period ended September 2006	204,326	101,695	49.8	2,963.08
Interim Period ended September 2005	172,028	102,903	59.8	2,948.35
(Reference) Full-year Results for FY2005	141,353	100,601	71.2	2,924.89

Notes:

1. Number of shares outstanding at the end of the period
Six months ended September 30, 2006 34,321,015 shares
Six months ended September 30, 2005 34,901,931 shares
Fiscal year ended March 31, 2006 34,394,890 shares
2. Number of shares of treasury stock at the end of the period
Six months ended September 30, 2006 1,779,281 shares
Six months ended September 30, 2005 1,171,165 shares
Fiscal year ended March 31, 2006 1,701,006 shares

2. Forecast of Results for the Full Year (April 1, 2006 - March 31, 2007)

	Net Sales	Ordinary Income	Net Income
	Million yen	Million yen	Million yen
Full Year	352,500	17,000	8,400

(Reference) Expected net income after tax per share (Full-year basis) 244.75 yen

3. Dividends

	Annual Dividend Per Share (Yen)		
	Interim Period	End of Period	Fiscal Year
Fiscal Year 2005	—	55.00	55.00
Fiscal Year 2006(Results)	—	—	
Fiscal Year 2006(Projection)	—	55.00	55.00

FIRST HALF FINANCIAL RESULTS SUPPLEMENTATION

2006

(from 2006.4.1
to 2006.9.30)

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FUNAI ELECTRIC CO.,LTD.

1. Summary of First Half Financial Statements (Consolidated)

(1) Operating Results, Financial Conditions

(Units: 100million yen, %)

	FY2005						FY2006					
	1H			Full-Year			1H			Full-Year (Projections)		
	Amount	%	Change	Amount	%	Change	Amount	%	Change	Amount	%	Change
Net Sales	1,695	100.0	0.4	3,608	100.0	5.8	1,631	100.0	3.8	4,000	100.0	10.8
Operating Income	152	9.0	13.0	233	6.5	30.1	103	6.4	32.1	260	6.5	11.6
Ordinary Income	176	10.4	13.0	274	7.6	25.0	123	7.5	30.4	292	7.3	6.3
Net Income after Tax	115	6.8	13.4	215	6.0	16.0	69	4.3	39.5	201	5.0	6.9
Total Assets	2,793	-	-	2,885	-	-	2,985	-	-	-	-	-
Net Assets	1,859	-	-	1,978	-	-	1,973	-	-	-	-	-

() Yen - Dollars / exchange rate

(Units: Yen / Dollars)

	FY2005			FY2006		
	1H		Full-Year	1H		Full-Year (Projections)
	Amount	%	Change	Amount	%	Change
Average Rate in each Period	110.35		113.92	115.32		114.16

(2) Profitability and Per Share Data

	FY2005			FY2006		
	1H		Full-Year	1H		Full-Year (Projections)
	Amount	%	Change	Amount	%	Change
Gross Profit Ratio (%)	21.22		18.50	20.63		19.05
Operating Income Ratio (%)	9.01		6.50	6.35		6.50
Ordinary Income Ratio (%)	10.42		7.60	7.54		7.30
Shareholders' Equity Ratio (%)	66.58		68.60	65.98		-
Net Assets Per Share (Yen)	5,328.73		5,752.92	5,738.76		-
Net Income Per Share (Yen)	328.99		620.02	203.50		585.65
Return On Asset (%)	4.16		7.90	2.42		-
Return On Shareholders' Equity (%)	6.44		11.60	3.65		-
Number of Total Employees	25,113		19,515	23,715		-

* The figure for total number of employees includes those employees(FY2005·1H : 20,768, FY2005 : 15,490, FY2006·1H : 20,149)of outsourced production facilities located in China.

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

(Units: 100million yen, %)

	FY2005				FY2006			
	1H		Full-Year		1H		Full-Year (Projections)	
	Amount	Change	Amount	Change	Amount	Change	Amount	Change
Capital Expenditures	22	68.1	37	75.7	31	40.9	55	48.6

(Units: 100million yen, %)

	FY2005						FY2006					
	1H			Full-Year			1H			Full-Year (Projections)		
	Amount	% to Sales	Change	Amount	% to Sales	Change	Amount	% to Sales	Change	Amount	% to Sales	Change
Depreciation Expenses	36	2.1	33.3	70	1.9	6.1	34	2.1	5.6	70	1.8	0.0
R&D	66	3.9	17.9	14	3.9	17.5	74	4.5	12.1	160	4.0	13.5

(4) Cash Flow

(Units: 100million yen)

	FY2005		FY2006	
	1H	Full-Year	1H	Full-Year (Projections)
Cash flows provided by operating activities	131	141	107	-
Income Before Income Taxes	164	294	101	-
Depreciation Expenses	41	81	39	-
Others	336	516	33	-
Cash flows used in investing activities	41	476	65	-
Free Cash flows	172	617	172	-
Cash flows provided by financing activities	56	92	89	-
Effect of exchange rate changes on cash and cash equivalents	46	100	8	-
Net increase in cash and cash equivalents	70	425	75	-

2. Operating Activities (Consolidated)

(1) Sales by Equipment

(Units: 100million yen, %)

	FY2005						FY2006					
	1H			Full-Year			1H			Full-Year (Projections)		
	Amount	%	Change	Amount	%	Change	Amount	%	Change	Amount	%	Change
Audio Visual Equipment	991	58.4	3.8	2,354	65.2	6.8	1,006	61.6	1.5	2,799	70.0	18.9
VCRs	70	4.1	18.6	142	3.9	10.1	41	2.5	41.4	73	1.8	48.6
DVD	350	20.6	15.7	834	23.1	17.6	322	19.7	8.0	853	21.3	2.3
Televisions	435	25.7	7.9	997	27.6	7.4	292	17.9	32.9	763	19.1	23.5
LCD Televisions	47	2.8	113.6	167	4.6	122.7	230	14.1	389.4	830	20.8	397.0
PDP Televisions	9	0.5	28.6	50	1.4	150.0	41	2.5	355.6	100	2.5	100.0
Projectors	73	4.3	19.8	143	4.0	16.4	70	4.3	4.1	170	4.3	18.9
Others	7	0.4	16.6	21	0.6	75.0	10	0.6	42.9	10	0.2	52.4
Information Equipment	569	33.6	11.8	959	26.6	5.0	490	30.1	13.8	887	22.2	7.5
Printers	448	26.5	1.8	772	21.4	14.1	399	24.5	10.9	712	17.8	7.8
Digital Still Cameras	121	7.1	128.3	187	5.2	68.5	91	5.6	24.8	175	4.4	6.4
Others	135	8.0	9.9	295	8.2	0.1	135	8.3	0.2	314	7.8	6.4
Total	1,695	100.0	0.4	3,608	100.0	5.8	1,631	100.0	3.8	4,000	100.0	10.8

From FY2006 the item of DVD Related Products is renamed into DVD, and the both of Combination TV/DVD Players included in the item of DVD Related Products and Combination TV/VCRs independently reported till FY2005 are included in the item of Televisions. Accordingly, the figures of Televisions in FY2005 are revised into the total figures of Televisions, TV/DVD Players, and Combination TV/VCRs.

(2) Sales by Areas in Equipment

(Units: 100million yen, %)

	FY2005						FY2006					
	1H			Full-Year			1H			Full-Year (Projections)		
	Amount	%	Change	Amount	%	Change	Amount	%	Change	Amount	%	Change
Audio Visual Equipment	991	58.4	3.8	2,354	65.2	6.8	1,006	61.6	1.5	2,799	70.0	18.9
North America	849	50.1	5.2	1,980	54.9	5.3	761	46.7	10.4	2,140	53.5	8.1
Europe	49	2.9	55.5	145	4.0	19.9	157	9.6	220.4	396	9.9	173.1
Asia and Others	38	2.2	29.6	85	2.3	21.3	5	0.2	86.8	21	0.5	75.3
Japan	55	3.2	6.8	144	4.0	1.4	83	5.1	50.9	242	6.1	68.1
Information Equipment	569	33.6	11.8	959	26.6	5.0	490	30.1	13.8	887	22.2	7.5
North America	331	19.5	17.4	522	14.5	7.8	259	15.9	21.8	534	13.4	2.3
Europe	177	10.5	11.3	328	9.1	4.5	168	10.3	5.1	283	7.1	13.7
Asia and Others	61	3.6	10.3	109	3.0	16.2	63	3.9	3.3	70	1.7	35.8
Japan	0	0.0	0.0	0	0.0	0.0	0	0.0	0.0	0	0.0	0.0
Others	135	8.0	9.9	295	8.2	0.1	135	8.3	0.2	314	7.8	6.4
Total	1,695	100.0	0.4	3,608	100.0	5.8	1,631	100.0	3.8	4,000	100.0	10.8

(3) Sales by Equipment in Areas

(Units: 100million yen, %)

	FY2005						FY2006					
	1H			Full-Year			1H			Full-Year (Projections)		
	Amount	%	Change	Amount	%	Change	Amount	%	Change	Amount	%	Change
North America	1,193	70.4	8.2	2,531	70.2	5.6	1,033	63.3	13.4	2,711	67.8	7.1
Audio Visual Equipment	849	50.1	5.2	1,980	54.9	5.3	761	46.7	10.4	2,140	53.5	8.1
Information Equipment	331	19.5	17.4	522	14.5	7.8	259	15.9	21.8	534	13.4	2.3
Others	13	0.8	0.0	29	0.8	16.0	13	0.7	0.0	37	0.9	27.6
Europe	230	13.5	17.2	480	13.3	5.7	335	20.6	45.9	694	17.3	44.6
Audio Visual Equipment	49	2.9	55.5	145	4.0	19.9	157	9.6	220.4	396	9.9	173.1
Information Equipment	177	10.5	11.3	328	9.1	4.5	168	10.3	5.1	283	7.1	13.7
Others	4	0.1	50.0	7	0.2	46.2	10	0.7	150.0	15	0.3	114.3
Asia and Others	103	6.1	20.8	203	5.6	18.5	70	4.2	32.7	91	2.3	55.2
Audio Visual Equipment	38	2.2	29.6	85	2.3	21.3	5	0.2	86.8	21	0.5	75.3
Information Equipment	61	3.6	10.3	109	3.0	16.2	63	3.9	3.3	70	1.8	35.8
Others	4	0.3	50.0	9	0.3	18.2	2	0.1	50.0	0	0.0	100.0
Japan	169	10.0	5.7	394	10.9	0.4	193	11.9	14.1	504	12.6	27.9
Audio Visual Equipment	55	3.2	6.8	144	4.0	1.4	83	5.1	50.9	242	6.0	68.1
Information Equipment	0	0.0	0.0	0	0.0	0.0	0	0.0	0.0	0	0.0	0.0
Others	114	6.8	5.8	250	6.9	1.6	110	6.8	3.5	262	6.6	4.8
Total	1,695	100.0	0.4	3,608	100.0	5.8	1,631	100.0	3.8	4,000	100.0	10.8

3. Summary of Second Quarter (Jul.- Sep.) Financial Statements (Consolidated)

(1) Operating Results

(Units: 100million yen, %)

	FY2005			FY2006		
	2Q (Jul.-Sep.)			2Q (Jul.-Sep.)		
	Amount	%	Change	Amount	%	Change
Net Sales	965	100.0	7.1	1,005	100.0	4.1
Operating Income	104	10.8	0.8	79	7.9	24.0
Ordinary Income	117	12.2	2.9	80	8.0	31.6
Net Income after Tax	71	7.5	13.1	45	4.5	36.6

() Yen - Dollars / exchange rate

(Units: Yen / Dollars)

	FY2005		FY2006	
	2Q (Jul.-Sep.)		2Q (Jul.-Sep.)	
Average Rate in each Period		112.35		116.69

(2) Sales by Equipment

(Units: 100million yen, %)

	FY2005			FY2006		
	2Q (Jul.-Sep.)			2Q (Jul.-Sep.)		
	Amount	%	Change	Amount	%	Change
Audio Visual Equipment	596	61.7	10.9	607	60.4	1.8
VCRs	40	4.1	5.3	27	2.7	32.5
DVD	199	20.6	28.9	191	19.0	4.0
Televisions	283	29.3	2.5	187	18.6	33.9
LCD Televisions	32	3.3	88.2	156	15.5	387.5
PDP Televisions	5	0.6	28.6	18	1.8	260.0
Projectors	36	3.7	25.0	24	2.4	33.3
Others	1	0.1	66.7	4	0.4	300.0
Information Equipment	312	32.3	5.4	327	32.5	4.8
Printers	242	25.0	5.1	264	26.3	9.1
Digital Still Cameras	70	7.3	70.7	63	6.2	10.0
Others	58	6.0	22.7	71	7.1	22.4
Total	966	100.0	7.1	1,005	100.0	4.0



FUNAI ELECTRIC CO., LTD.

(Company)

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