

TRNSLATION - FOR REFERENCE ONLY -

8 December 2004

Company Name: Kenwood Corporation (Code No.: 6765, TSE/OSE, Section1)

Representative: Haruo Kawahara, President & CEO

Inquiries: Masanobu Waku, Senior Manager, Equity Affairs Office
(TEL:+81-426-46-6724)

**Regarding newspaper reports dated December 8, 2004
- Articles on a lawsuit filed against Kenwood by a U.S. high-tech firm
for an alleged infringement of data processing patents -**

In regard to a lawsuit against Kenwood Corporation by BIAx Corp. of the U.S., which was reported by some newspapers today (December 8, 2004), including The Nihon Keizai Shimbun's evening edition, Kenwood is currently ascertaining all the facts. The products that the lawsuit apparently concerns are certain car electronics systems that involve terrestrial broadcasting, and are sold in the U.S. Given that the sales of the product are expected to account for less than 0.05% of Kenwood's consolidated net sales forecast for the current fiscal year ending March 31, 2005, the lawsuit will unlikely have any direct effects on its operations.

Kenwood intends to announce details of the lawsuit as soon as the facts are clear.