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approved by a majority of the Company's shareholders on May 25, 2005. As a result of the transaction, the Company has transferred substantially all of its business assets to Banner Buffet. In consideration of the assets, Banner Buffets paid \$25,950,000 in cash and a promissory note in the amount of \$4 million. Net cash proceeds to the Company totaled approximately \$13,170,000 before payment of certain closing expenses.

Prior to the closing of the transaction, a broker made a claim to \$3.5 million of the proceeds of the transaction as a commission. To avoid delaying the closing, the Company has agreed to place \$400,000 of the proceeds received at closing in escrow pending final resolution of the broker's claim. The Company denies that it has any commission agreement with such broker and intends to seek a rapid resolution of this claim.

Item 9.01 Financial Statements and Exhibits.

(a) Financial Statements

None.

(b) Pro Forma Financial Information

The pro forma financial information required to be filed by this item, if any, will be filed by an amendment to this Current Report on Form 8-K to be filed within 71 days.

(c) Exhibits

The following exhibits are furnished in accordance with the provisions of Item 601 of Regulation S-K:

| Exhibit No. | Description |
|-------------|-----------------------------------|
| 99.1 | Press release dated June 30, 2005 |

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Dated: June 30, 2005 EACO CORPORATION

By: /s/ Edward B. Alexander
Name: Edward B. Alexander
Title: Chief Operating Officer

EXHIBIT INDEX

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|-------------|-----------------------------------|
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Exhibit 99.1

EACO CORPORATION

NEWS RELEASE
EACO CORPORATION
2113 FLORIDA BOULEVARD
NEPTUNE BEACH, FLORIDA 32266
(904) 249-4197
FAX: (904) 249-1466

FOR IMMEDIATE RELEASE

Contact: Stephen Travis
Director of Finance
(904) 249-4197

EACO CORPORATION ANNOUNCES COMPLETION
OF ASSET SALE TO BANNER BUFFETS

NEPTUNE BEACH, FLORIDA - June 30, 2005 - EACO Corporation (the "Company") (OTCBB:EACO) announced today that it has completed the previously announced sale of all its operating restaurants to Banner Buffets LLC, a Delaware limited liability company ("Banner Buffets").

The transaction was approved by a majority of the Company's shareholders on May 25, 2005.

As a result of the transaction, the Company has transferred substantially all of its business assets to Banner Buffet. In consideration of the assets, Banner Buffets paid \$25,950,000 in cash and a promissory note in the amount of \$4 million. Net cash proceeds to the Company totaled approximately \$13,170,000 before payment of certain closing expenses.

Prior to the closing of the transaction, a broker made a claim to \$3.5 million of the proceeds of the transaction as a commission. To avoid delaying the closing, the Company has agreed to place \$400,000 of the proceeds received at closing in escrow pending final resolution of the broker's claim. The Company denies that it has any commission agreement with such broker and intends to seek a rapid resolution of this claim.

Glen Ceiley, Chairman of the Board of the Company, stated: "We are extremely pleased to have been able to complete this transaction with Banner Buffets and are excited to begin exploring new opportunities for the Company."

The Company plans on remaining a public company and is now in the process of developing a new business plan pursuant to which it will invest the proceeds from this transaction. The Company stated that it does not anticipate making any distributions to its shareholders as a result of the completion of this transaction.

EACO Corporation (formerly known as Family Steak Houses of Florida, Inc.) is a Florida corporation which, prior to the completion of this transaction, operated 16 restaurants in the State of Florida under the names of "Ryan's," "Whistle Junction," and "Florida Buffet." As a result of the sale to Banner Buffets, the Company has conveyed substantially all of its ongoing restaurant assets to Banner Buffets but will retain two restaurant

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properties as well as two properties which the Company leases and then subleases to others for restaurant operations.

Safe Harbor Statement

This release contains "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. Such statements speak only as of the date of this release, and we will not necessarily provide updates of our projections or other forward-looking statements. Such forward-looking statements involve risks and uncertainties that, if realized, could materially impair the Company's results of operations, business, and financial condition. Such forward-looking statements include the Company's expectations regarding the potential closing of the sale of its operating restaurants. In particular, although the Company believes that its expectations are reasonable, the Company cautions readers that expectations concerning the elimination of contingencies and the closing of the restaurant sale are subject to risks and uncertainties that may be beyond the Company's ability to control. Accordingly, the Company gives no assurances that contingencies will be eliminated or that the restaurant sale will close. This information is qualified in its entirety by cautionary statements and risk factor disclosures contained in the Company's reports filed with the Securities and Exchange Commission, copies of which are available at the website maintained by the SEC at <http://www.sec.gov>. We undertake no obligation to revise or update publicly any forward-looking statement for any reason.