

Binding recommendations

- Members of the Board of Management
- Members of the Supervisory Board

**In relation to the General Meeting of Shareholders
of Koninklijke Philips Electronics N.V. ('Royal Philips Electronics')**

To be held on March 30, 2006

Binding recommendations members of the Board of Management

In accordance with article 10, paragraph 2 of the Articles of Association of Koninklijke Philips Electronics N.V. (the “Company”), the Supervisory Board has drawn-up the following binding recommendations of nominees for the position as member of the Board of Management of the Company, the first nominated being proposed for appointment by the General Meeting of Shareholders of the Company to be held on March 30, 2006:

Nomination Mr Van Deursen

1. Theo van Deursen, 1946, Dutch

Member of the Group Management Committee and CEO of the Lighting division.

Mr Van Deursen joined Philips in 1973 and has worked for Philips around the world in a number of (latterly, key management) positions, including of the Lighting Electronics and the Automotive & Special Lighting business groups.

In 2002 he led the dissolution of the Components division and the relocation of a number of its business activities. Theo van Deursen was appointed a member of the Group Management Committee on April 1, 2003 and Chief Executive Officer of Philips Lighting on July 1, 2003

Mr Van Deursen, who was born in the Netherlands in 1946, graduated in Electronics and Business Administration at Eindhoven Technical University in the Netherlands. In 1985 he graduated from IMD's Executive MBA program in Switzerland and, five years later, complemented this study with an Executive MBA from the University of Virginia in the US. He is married, with two children.

Memberships: Neways Electronics International N.V., Member of the Supervisory Board.

2. Frans van Houten, 1960, Dutch

Nomination Mr Van Houten

1. Frans van Houten, 1960, Dutch

Member of the Group Management Committee and CEO of the Semiconductor division.

Mr Van Houten joined Philips in 1986 and held various positions in the sales and marketing of retail banking IT systems before moving to Los Angeles, in 1992, to become CEO of Philips Airvision, a small in-flight entertainment start-up. From 1993 to 1996, Mr Van Houten was Vice-President International Sales & Operations of the Communication Network Systems division, at PKI in Germany, providing solutions to Telecom Operators.

In 1996, Mr Van Houten joined Philips Consumer Electronics in Eindhoven to set up the Disc Systems Business Unit, and to lead the global birth of two product categories: Audio CD Recording and DVD Video. Two years later, he also acted as Chief Operating Officer of the Digital Video Group in Palo Alto, California, before moving to Singapore in 1999 to become Executive Vice-President of Consumer Electronics for the regions of Asia Pacific and Middle East & Africa.

Mr Van Houten was appointed Chief Executive Officer of the Consumer Electronics division's business groups in 2002, based in Amsterdam, with responsibility for global business management, R&D industry & supply chain, marketing, as well as OEM sales.

He was appointed Chief Executive Officer of Philips Semiconductors on November 1, 2004 and has been a member of the Group Management Committee since August 1, 2003. Mr Van

Houten, who was born in 1960 in the Netherlands, holds a Masters degree in Economics and Business Management. He is married, with four children.

Memberships:

European branch of the World Semiconductor Association
Museum for Radio and Television (USA), member of the Board of Governors
ENIA
MEDIA Plus
LG.Philips LCD, Vice-Chairman of the Board, from 2003 to 2004

2. Jouko Karvinen, 1957, Finnish

Nomination Mr Karvinen

1. Jouko Karvinen, 1957, Finnish

Member of the Group Management Committee and CEO of the Medical Systems division.

Before joining Philips, Mr Karvinen was responsible for the Automation Division of ABB Group Ltd. and was a member of the ABB Group Executive Committee from 2000 to 2002. Mr Karvinen also served ABB Group in several international positions, with business responsibilities in marketing and sales, project management and operations across a global marketplace.

In June 2002, Mr Karvinen joined Philips to manage its Medical Systems division, focusing in particular on the global healthcare imaging, monitoring, information and services market.

Jouko Karvinen was appointed Chief Executive Officer of Philips Medical Systems and a member of the Group Management Committee on October 1, 2002.

Mr Karvinen was born in Finland in 1957, and holds a Master of Science degree in Electronics and Industrial Economics from Tampere University of Technology in Finland. He is married, with two children.

2. Rudy Provoost, 1959, Belgian

Nomination Mr Provoost

1. Rudy Provoost, 1959, Belgian

Member of the Group Management Committee and CEO of the Consumer Electronics division.

Mr Provoost began his professional career in 1984 with Procter & Gamble Benelux in Management Systems and worked for a number of years as a project manager on various finance, operations and marketing and sales assignments.

In 1987, he joined Canon Belgium as Marketing Planning Manager, and later became Sales and Marketing Manager for the Reprographics division. In 1989, he was appointed General Manager Marketing for all business operations.

In 1992, Mr Provoost joined Whirlpool as Managing Director for Belgium. He was named Vice-President Consumer Services for Europe in 1993, and went on to become senior officer of Whirlpool Corporation and, successively, Vice-President Group Sales in 1994, Vice-President Group Marketing and Vice-President Whirlpool Brand Group for Europe.

In October 2000, he joined Philips as Executive Vice-President of Consumer Electronics in Europe. He was appointed Chief Executive Officer of Global Sales and Services for Consumer Electronics, as well as Senior Vice-President and member of the Group Management Committee in August 2003. In 2004, he became Chief Executive Officer of the Consumer Electronics division.

Mr Provoost was born in 1959 in Belgium and holds degrees in Psychology and Business Administration from the University of Gent in Belgium. He is married, with three children.

Memberships: EICTA (European Industry Association), President and Chairman of the Executive Board, since August 2004.

2. Andrea Ragnetti, 1960, Italian

Nomination Mr Ragnetti

1. Andrea Ragnetti, 1960, Italian

Member of the Group Management Committee, Chief Marketing Officer and CEO of the Domestic Appliances and Personal Care division.

Mr Ragnetti began his career in marketing at Procter & Gamble in 1987, first in Italy and then in Portugal. In 1993, he joined Joh.A. Benckiser (now Reckitt Benckiser), becoming marketing Vice-President until 1997. In the same year, he founded the Post Graduate School, Perugia, a training and consultancy firm. He joined Telecom Italia in 1998 as Executive Vice-President of marketing for its Mobile division, before taking up a similar position with its Consumer division one year later.

Mr Ragnetti is Chief Marketing Officer, responsible for Philips' global marketing activities and brand management and a member of the Group Management Committee since January 1, 2003. On April 1, 2005, he was appointed Chief Executive Officer of Philips Domestic Appliances and Personal Care as per April 1, 2005. Mr Ragnetti, who was born in Italy in 1960, holds a degree in political science from Perugia University in Italy. He is married, with two children.

2. Arie Westerlaken, 1946, Dutch

Member of the Group Management Committee, Secretary to the Board of Management and Chief Legal Officer.

Binding recommendations members of the Supervisory Board

In accordance with Article 19, paragraph 2 of the Articles of Association of the Company, the Supervisory Board has drawn-up the following binding recommendations of nominees for the position of member of the Supervisory Board of the Company, the first nominated being proposed for re-appointment by the General Meeting of Shareholders of the Company to be held on March 30, 2006:

Nomination Mr De Kleuver

1. W. de Kleuver

Mr De Kleuver was born in 1936 and has Dutch nationality. He has been a member of the Supervisory Board since 1998 and has been the Chairman of the Supervisory Board since 2005. He was a member of the Board of Management of the Company until August 1998. In view of his extensive knowledge of the Philips Group and the markets in which it operates, Mr De Kleuver's active role as a member of the Supervisory Board and the way he fulfils his role as Chairman, the Supervisory Board proposes to re-appoint Mr De Kleuver.

As per December 31, 2005 Mr De Kleuver holds 4,131 shares in the Company.

2. Sir Richard Greenbury

Nomination Sir Richard Greenbury

1. Sir Richard Greenbury

Sir Richard Greenbury was born in 1936 and has British nationality. He has been a member of the Supervisory Board of the Company since 1998. He is a former chairman and CEO of Marks & Spencer and former director of Lloyds TSB, British Gas, ICI, Zeneca and Electronics Boutique Plc. In view of the experience, international network and knowledge Sir Richard Greenbury brings to the Supervisory Board, in particular in the field of corporate governance including remuneration issues, the Supervisory Board proposes to re-appoint Sir Richard Greenbury.

As per December 31, 2005 Sir Richard Greenbury does not hold any shares in the Company.

2. Mr M.J.G.C. Raaijmakers

Mr Raaijmakers was born in 1944 and has the Dutch nationality. He is a professor in Corporate Law of Tilburg University. He is former Legal Advisor of the Company.

As per December 31, 2005 Mr Raaijmakers does not hold any shares in the Company.

January 2006
