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extended to June 30, 2005.

Item 9.01 Financial Statements and Exhibits.

(c) Exhibits

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

Exhibit No.	Description
99.1	Press Release dated May 18, 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.

EACO CORPORATION

Dated: May 20, 2005

By:/s/ Edward B. Alexander
Name: Edward B. Alexander
Title: President

Exhibit Index

Exhibit No.	Description
99.1	Press Release dated May 18, 2005

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 EXTENDS DEADLINE
TO CLOSE RESTAURANT SALE

NEPTUNE BEACH, FLORIDA - EACO Corporation (OTCBB:EACO) announced today that the deadline to close the previously announced sale of all of its operating restaurants has been extended to June 30, 2005. Under its Asset Purchase Agreement with Banner Buffets LLC, the deadline had been May 31, 2005.

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Sovereign Investment Company, a company with experience in financing restaurant sales, has entered into a Purchase Agreement with Banner Buffets that will provide sufficient funding for Banner Buffets to acquire the EACO restaurants for the previously announced price. Under the Purchase Agreement, Sovereign will acquire title to the restaurants and then lease them back to Banner Buffets.

The Purchase Agreement contains a number of contingencies that need to be eliminated before the restaurant sale can close. The parties believe that the extension of the closing deadline from May 31 to June 30 should be sufficient for that purpose.

When certain of the contingencies have been eliminated, EACO plans on mailing an Information Statement to all of its shareholders describing the transaction and their rights. In order to save expenses, there will be no shareholder meeting to approve the transaction and no solicitation of proxies. EACO's majority shareholders will approve the transaction which is sufficient authorization under Florida law.

This press release includes "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 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.