

[English Translation]

(Update and Progress of a Disclosure Matter) Concerning the Disclosure as of April 12, 2019

The press release dated August 7, 2019 titled "(Update and Progress of a Disclosure Matter) Concerning the Disclosure as of April 12, 2019" (the "Disclosure as of August 7, 2019") includes statements that Japan Display Inc. ("JDI") changed the scheduled date of the extraordinary general meeting of shareholders (the "General Meeting of Shareholders") to September 27, 2019 (scheduled) regarding the issuance of (i) new shares (the "New Shares") to Suwa Investment Holdings, LLC (the "Expected Allottee") through third-party allotment, (ii) the 2nd series bonds with stock acquisition rights (the "2nd Series Bonds with Stock Acquisition Rights," of which, the portion of the stock acquisition rights alone shall be hereinafter referred to as the "2nd Series Stock Acquisition Rights") to the Expected Allottee through third-party allotment, and (iii) the 3rd series bonds with stock acquisition rights (the "3rd Series Bonds with Stock Acquisition Rights," of which, the portion of the stock acquisition rights alone shall be hereinafter referred to as the "3rd Series Stock Acquisition Rights") to the Expected Allottee through third-party allotment (the issuance of the New Shares, the 2nd Series Bonds with Stock Acquisition Rights, and the 3rd Series Bonds with Stock Acquisition Rights to the Expected Allottee through third-party allotment, hereinafter collectively referred to as the "Third-party Allotment"). JDI hereby announces that it has resolved, at its board of directors meeting held on August 27, 2019 (the "Board of Directors Meeting"), to convene the General Meeting of Shareholders on September 27, 2019 as scheduled.

Also, JDI has resolved, at the Board of Directors Meeting, to propose delegating all decisions regarding changes to the total issue price of each of the 2nd Series Bonds with Stock Acquisition Rights and the 3rd Series Bonds with Stock Acquisition Rights and changes to the number of each of the 2nd Series Stock Acquisition Rights and the 3rd Series Stock Acquisition Rights.

Mr. Nobuyuki Nakano, who is an outside director of JDI, concurrently serves as an executive officer of INCJ, Ltd., and has conflicts of interest or potential conflicts of interest regarding the Third-party Allotment as a series of transactions. Therefore, he joined neither the deliberations by JDI regarding the Third-party Allotment, nor the discussions or negotiations regarding the Third-party Allotment in JDI's position.

1. Matters to Be Delegated to Board of Directors Meeting

As stated in the Disclosure as of August 7, 2019, JDI announced that its board of directors meeting held on August 7, 2019 changed the total amount of the issue price of the 2nd Series Bonds with Stock Acquisition Rights from JPY 18 billion to JPY 8 billion, and the total amount of the issue price of the 3rd Series Bonds with Stock Acquisition Rights from JPY 20 billion to JPY 30 billion, based on a demand from the Expected Allottee and JDI's financial status. However, since the third-party allotment of the 3rd Series Bonds with Stock Acquisition Rights will be

implemented on condition that the Expected Allottee has completed the procurement of funds required for payment of the 3rd Series Bonds with Stock Acquisition Rights, JDI has resolved at the Board of Directors Meeting to propose delegating, pursuant to Article 239, paragraph (1) of the Companies Act, to its board of directors meeting as the proposal related to the Third-party Allotment to be submitted to the General Meeting of Shareholders all decisions regarding changes to the total issue price of each of the 2nd Series Bonds with Stock Acquisition Rights and the 3rd Series Bonds with Stock Acquisition Rights, and changes to the number of each of the 2nd Series Stock Acquisition Rights and the 3rd Series Stock Acquisition Rights. It proposes this in order to openly make it possible to raise funds through the third-party allotment of the 2nd Series Bonds with Stock Acquisition Rights the amount (JPY 18 billion) of which was announced in the press release dated April 12, 2019 titled "Notice Concerning Conclusion of the Capital and Business Alliance Agreement, the Business Alliance Basic Agreement, and the Business Alliance MOU, Issuance of New Shares and Bonds with Stock Acquisition Rights through Third-party Allotment, a Change in the Parent Company and the Largest Major Shareholder and Amendment of the Articles of Incorporation", depending on the future changes to circumstances.

Specifically, pursuant to Article 239, paragraph (1) of the Companies Act, JDI has decided to propose delegating all decisions regarding the following matters to its board of directors meeting as the proposal related to the Third-party Allotment to be submitted to the General Meeting of Shareholders: (i) to increase the total amount of the issue price of the 2nd Series Bonds with Stock Acquisition Rights with an upper limit of JPY 10 billion, and the number of share options attached to the 2nd Series Bonds with Stock Acquisition Rights with an upper limit of 100, and (ii) to decrease the total amount of the issue price of the 3rd Series Bonds with Stock Acquisition Rights with an upper limit of JPY 10 billion, and the number of the 3rd Series Stock Acquisition Rights with an upper limit of 100 (however, that the total amount of the issue price of the 2nd Series Bonds with Stock Acquisition Rights and the 3rd Series Bonds with Stock Acquisition Rights will be JPY 38 billion, and the total number of the 2nd Series Stock Acquisition Rights and the 3rd Series Stock Acquisition Rights will be 380).

Therefore, it is possible that the total amount of the issue price of the 2nd Series Bonds with Stock Acquisition Rights and the number of the 2nd Series Stock Acquisition Rights will increase, and that the total amount of the issue price of the 3rd Series Bonds with Stock Acquisition Rights and the number of the 3rd Series Stock Acquisition Rights will decrease, by a resolution of a board of directors meeting.

2. Rationality of the Third-party Allotment

As stated in 1. above, JDI has resolved to propose delegating, pursuant to Article 239, paragraph (1) of the Companies Act, to its board of directors meeting as the proposal related to the Third-party Allotment to be submitted to the General Meeting of Shareholders all decisions regarding changes to the total issue price of each of the 2nd Series Bonds with Stock Acquisition Rights and the 3rd Series Bonds with Stock Acquisition Rights and changes to the number of each of the 2nd Series Stock Acquisition Rights and the 3rd Series Stock Acquisition Rights. However, JDI has determined that the change in circumstances above does not change the assumptions as of April 12, 2019 on

which it was determined that it is reasonable to implement the Third-party Allotment, and JDI considers that such determination is still appropriate even based on such change in circumstances.

Also, at the Board of Directors Meeting, four company auditors of JDI, and Mr. Takahisa Hashimoto and Mr. Ryosuke Kuwada as directors of JDI (both of whom are outside directors and have been registered with the Tokyo Stock Exchange as Independent Directors of JDI) have provided an opinion that the opinion provided at the board of directors meetings held on April 12, 2019 and August 7, 2019 by four company auditors and outside directors at that time that the Third-party Allotment is necessary and reasonable is still appropriate even based on the above-mentioned changes.

End