

[English Translation]

Notice Concerning Partial Amendment of Articles of Incorporation

In the press release dated June 18, 2020 titled "Notice Regarding Transition to a Company with Committees Governance Structure", Japan Display Inc. ("JDI") announced that it resolved to transition from a company with supervisory auditors to a company with a committee (nomination, compensation, and audit) governance structure, subject to the condition that shareholders approve the relevant proposals at the 18th annual general meeting of shareholders scheduled to be held on August 26, 2020 (the "General Meeting of Shareholders"). JDI hereby announces that it has resolved, at its meeting of the board of directors held today, to submit a proposal concerning the partial amendment of the Articles of Incorporation in association with the transition (the "Amendment of the Articles of Incorporation") to the General Meeting of Shareholders.

1. Reasons for the Amendment of the Articles of Incorporation

JDI acknowledges the improper accounting treatment in the previous fiscal year's financial statements with the utmost seriousness. In order to make diligent efforts to implement reforms to prevent a recurrence of the improper accounting treatment, JDI has established a governance improvement committee (the "Committee"), with a majority of its members being from outside JDI. The Committee has discussed the causes of the improper accounting treatment. In addition, in order to prevent its recurrence, the Committee is proceeding with a correction of internal control deficiencies, reinforcement of management and governance systems, and discussions about and reviews for steady implementation of recurrence prevention measures. As a result, the Committee has recommended that JDI consider transitioning to a company with a committee governance structure in order to strongly promote its governance reform. Accordingly, JDI has decided to transition from a company with supervisory auditors to a company with a committee governance structure, with the aim of enhancing the management supervisory functions, improving transparency and fairness of management, and speeding up decision making functions and business execution functions.

Given the above, JDI will amend its Articles of Incorporation by establishing new provisions regarding each committee and their executive officers, and deleting provisions regarding supervisory auditors and the audit and supervisory board. JDI will also make necessary changes, including the adjustment of article numbers due to such amendment.

Each supervisory auditor has given consent to establish Article 36 (after the amendment).

2. Details of the Amendment of the Articles of Incorporation

Please refer to the Schedule "Draft Amended Articles of Incorporation" for details about the Amendment of the Articles of Incorporation.

3. Schedule

(1) Date of the resolution of the board of directors meeting	July 21, 2020
(2) Date of the General Meeting of Shareholders	August 26, 2020 (scheduled)
(3) Effective date of the Amendment of the Articles of Incorporation	August 26, 2020 (scheduled)

(Schedule)

Proposed Amendments to the Articles of Incorporation

(Underlines denote amendments)

Current Articles of Incorporation	Proposed Amendments
<p>Chapter I General Provisions</p> <p>Articles 1 to 3 (omitted)</p> <p>Article 4 (Organ) The Company shall have the following organs in addition to the General Meeting of Shareholders and the Directors:</p> <ol style="list-style-type: none">(1) Board of Directors;(2) <u>Company Auditors</u>;(3) <u>Audit and Supervisory Board</u>; and(4) Financial Auditors. <p>Article 5 (omitted)</p> <p>Chapter II Shares</p> <p>Articles 6 and 7 (omitted)</p> <p>Article 8 (Share Handling Rules) The handling and fees for shares of the Company shall be subject to laws and regulations, these Articles of Incorporation, and the Share Handling Rules determined by the Board of Directors.</p> <p>Articles 9 and 10 (omitted)</p> <p>Article 11 (Shareholder Register Administrator)</p> <ol style="list-style-type: none">1. (omitted)2. The shareholder register administrator and its office of share handling shall be determined by a resolution of the Board of Directors and shall be announced by public notice.3. (omitted)	<p>Chapter I General Provisions</p> <p>Articles 1 to 3 (no change)</p> <p>Article 4 (Organ) The Company shall have the following organs in addition to the General Meeting of Shareholders and the Directors:</p> <ol style="list-style-type: none">(1) Board of Directors;(2) <u>Nominating Committee, Audit Committee, and Compensation Committee</u>;(3) <u>Executive Officers</u>; and(4) Financial Auditors. <p>Article 5 (no change)</p> <p>Chapter II Shares</p> <p>Articles 6 and 7 (no change)</p> <p>Article 8 (Share Handling Rules) The handling and fees for shares of the Company shall be subject to laws and regulations, these Articles of Incorporation, and the Share Handling Rules determined by <u>a resolution of the Board of Directors or a decision of the Executive Officers commissioned pursuant to a resolution of the Board of Directors</u>.</p> <p>Articles 9 and 10 (no change)</p> <p>Article 11 (Shareholder Register Administrator)</p> <ol style="list-style-type: none">1. (no change)2. The shareholder register administrator and its office of share handling shall be determined by a resolution of the Board of Directors <u>or a decision of the Executive Officers commissioned pursuant to a resolution of the Board of Directors</u> and shall be announced by public notice.3. (no change)

Current Articles of Incorporation	Proposed Amendments
Chapter II-2 Class Shares	Chapter II-2 Class Shares
Articles 11-2 to 11-4 (omitted)	Articles 11-2 to 11-4 (no change)
Chapter III General Meeting of Shareholders	Chapter III General Meeting of Shareholders
Articles 12 and 13 (omitted)	Articles 12 and 13 (no change)
Article 14 (Convener and Chairperson)	Article 14 (Convener and Chairperson)
<p>1. Unless otherwise provided by any law or regulation, the General Meeting of Shareholders shall be convened and chaired by <u>a Representative Director of the Company (or the Representative Director predetermined by the Board of Directors if there is more than one Representative Director) pursuant to a resolution of the Board of Directors.</u></p>	<p>1. Unless otherwise provided by any law or regulation, the General Meeting of Shareholders shall be convened and chaired by <u>the Director predetermined by a resolution of the Board of Directors.</u></p>
<p>2. If the <u>Representative Director</u> referred to in the preceding paragraph is unable to so act, then one of the other Directors shall do so in the order predetermined by the Board of Directors.</p>	<p>2. If the Director referred to in the preceding paragraph is unable to so act, then one of the other Directors shall do so in the order predetermined by the Board of Directors.</p>
Articles 15 to 18-2 (omitted)	Articles 15 to 18-2 (no change)
Chapter IV Directors and Board of Directors	Chapter IV Directors and Board of Directors
Articles 19 to 21 (omitted)	Articles 19 to 21 (no change)
<u>Article 22 (Representative Directors and Directors with Special Titles)</u>	(deleted)
<p>1. <u>The Company shall elect a Representative Director(s) by a resolution of the Board of Directors.</u></p>	
<p>2. <u>The Company may, by a resolution of the Board of Directors, elect one Chairperson and Director, one President and Director, and a small number of other Directors with special titles.</u></p>	
<u>Article 23 (Compensation for Directors) Compensation, bonuses, and other benefits of a proprietary nature as consideration for the performance of duties (the "Compensation") received by Directors from the Company shall be determined by a resolution of the General Meeting of Shareholders.</u>	(deleted)
(Newly established)	<u>Article 22 (Chairperson of Board of Directors Meetings)</u>

Current Articles of Incorporation	Proposed Amendments
<p>Article 24 (Convener of Board of Directors Meetings)</p> <ol style="list-style-type: none"> 1. Unless otherwise provided by any law or regulation, a Board of Directors meeting shall be convened by <u>a Representative Director (or the Representative Director predetermined by the Board of Directors if there is more than one Representative Director)</u>. 2. If the <u>Representative Director referred to in the preceding paragraph</u> is unable to perform the duty under the preceding paragraph, then one of the other Directors shall convene the Board of Directors meeting in the order predetermined by the Board of Directors. 	<p><u>A Board of Directors meeting shall elect its Chairperson from among the Directors by a resolution.</u></p> <p>Article 23 (Convener of Board of Directors Meetings)</p> <ol style="list-style-type: none"> 1. Unless otherwise provided by any law or regulation, a Board of Directors meeting shall be convened by <u>the Chairperson of the Board of Directors</u>. 2. If the <u>Chairperson of the Board of Directors</u> is unable to perform the duty under the preceding paragraph, then one of the other Directors shall convene the Board of Directors meeting in the order predetermined by the Board of Directors.
<p>Article 25 (Convocation Notice of Board of Directors Meetings)</p> <ol style="list-style-type: none"> 1. Convocation notice of a Board of Directors meeting shall be dispatched to each Director <u>and each Company Auditor</u> at least three days before the date of the meeting; however, such period may be shortened in an emergency. 2. A Board of Directors meeting may be held without the convocation procedures, subject to the unanimous consent of all Directors <u>and Company Auditors</u>. 	<p>Article 24 (Convocation Notice of Board of Directors Meetings)</p> <ol style="list-style-type: none"> 1. Convocation notice of a Board of Directors meeting shall be dispatched to each Director at least three days before the date of the meeting; however, such period may be shortened in an emergency. 2. A Board of Directors meeting may be held without the convocation procedures, subject to the unanimous consent of all Directors.
<p>Article 26 (Chairperson of Board of Directors Meetings)</p> <ol style="list-style-type: none"> 1. A Board of Directors meeting shall be chaired by <u>a Representative Director (or the Representative Director predetermined by the Board of Directors if there is more than one Representative Director)</u>. 2. If the <u>Representative Director referred to in the preceding paragraph</u> is unable to perform the duty under the preceding paragraph, then one of the other Directors shall chair the Board of Directors meeting in the order 	<p>Article 25 (Chairperson of Board of Directors Meetings)</p> <ol style="list-style-type: none"> 1. <u>Unless otherwise provided by any law or regulation</u>, a Board of Directors meeting shall be chaired by <u>its Chairperson</u>. 2. If the <u>Chairperson of the Board of Directors</u> is unable to perform the duty under the preceding paragraph, then one of the other Directors shall chair the Board of Directors meeting in the order predetermined by the Board of Directors.

Current Articles of Incorporation	Proposed Amendments
<p>predetermined by the Board of Directors.</p> <p>Article 27 (omitted)</p> <p>Article 28 (Omission of Resolution of Board of Directors) If a Director makes a proposal regarding a matter that is subject to a resolution of the Board of Directors, and all Directors who may participate in the vote regarding the proposal manifest their consent to the proposal in writing or by electromagnetic record, the Board of Directors shall be deemed to have adopted a resolution approving the proposal, <u>except where any Company Auditor objects to the proposal.</u></p> <p>Article 29 (Minutes of Board of Directors Meetings) Proceedings of a Board of Directors meeting shall be recorded in minutes pursuant to laws and regulations, and the Company shall retain the same after the Directors <u>and Company Auditors</u> present thereat have affixed their signatures or names and seals, or electronic signatures thereon.</p> <p>Articles 30 and 31 (omitted)</p> <p><u>Chapter V Company Auditors and Audit and Supervisory Board</u></p> <p><u>Article 32 (Number of Company Auditors)</u> <u>The Company shall have at least three Company Auditors.</u></p> <p><u>Article 33 (Election of Company Auditors)</u> <u>A resolution to elect Company Auditors shall be adopted by a majority of the votes of the shareholders present at the General Meeting of Shareholders where the shareholders representing at least one third of the voting rights of all shareholders entitled to exercise voting rights are present.</u></p> <p><u>Article 34 (Term of Office of Company Auditors)</u></p> <p>1. <u>The term of office of a Company Auditor shall expire at the closing of the annual General Meeting of Shareholders in respect of the last</u></p>	<p>Article 26 (no change)</p> <p>Article 27 (Omission of Resolution of Board of Directors) If a Director makes a proposal regarding a matter that is subject to a resolution of the Board of Directors, and all Directors who may participate in the vote regarding the proposal manifest their consent to the proposal in writing or by electromagnetic record, the Board of Directors shall be deemed to have adopted a resolution approving the proposal.</p> <p>Article 28 (Minutes of Board of Directors Meetings) Proceedings of a Board of Directors meeting shall be recorded in minutes pursuant to laws and regulations, and the Company shall retain the same after the Directors present thereat have affixed their signatures or names and seals, or electronic signatures thereon.</p> <p>Articles 29 and 30 (no change)</p> <p>(deleted)</p> <p>(deleted)</p> <p>(deleted)</p> <p>(deleted)</p>

Current Articles of Incorporation	Proposed Amendments
<p><u>fiscal year of the fiscal years ending within four years from his/her election.</u></p> <p>2. <u>The term of office of a Company Auditor elected to fill a vacancy for a Company Auditor who resigned from office before the expiration of his/her term of office shall expire when the term of office of the predecessor would have otherwise expired.</u></p>	
<p><u>Article 35 (Convocation Notice of Audit and Supervisory Board)</u></p> <p>1. <u>Convocation notice of an Audit and Supervisory Board meeting shall be dispatched to each Company Auditor at least three days before the date of the meeting; however, such period may be shortened in an emergency.</u></p> <p>2. <u>An Audit and Supervisory Board meeting may be held without the convocation procedures, subject to the unanimous consent of all Company Auditors.</u></p>	(deleted)
<p><u>Article 36 (Method of Resolutions by the Audit and Supervisory Board)</u></p> <p><u>Unless otherwise provided by any law or regulation, a resolution by an Audit and Supervisory Board meeting shall be adopted by a majority of the votes of the Company Auditors</u></p>	(deleted)
<p><u>Article 37 (Full-time Company Auditors)</u></p> <p><u>The Audit and Supervisory Board shall elect a Full-time Company Auditor(s) by its resolution.</u></p>	(deleted)
<p><u>Article 38 (Minutes of Audit and Supervisory Board Meetings)</u></p> <p><u>Proceedings of an Audit and Supervisory Board meeting shall be recorded in minutes pursuant to laws and regulations, and the Company shall retain the same after the Company Auditors present thereat have affixed their signatures or names and seals, or electronic signatures thereon.</u></p>	(deleted)
<p><u>Article 39 (Rules of the Audit and Supervisory Board)</u></p> <p><u>The matters related to the Audit and Supervisory Board shall be subject to laws and regulations, these Articles of Incorporation, and the Rules of the Audit and Supervisory</u></p>	(deleted)

Current Articles of Incorporation	Proposed Amendments
<u>Board determined by the Audit and Supervisory Board.</u>	
<u>Article 40 (Compensation for Company Auditors)</u>	(deleted)
<u>The Compensation for Company Auditors shall be determined by a resolution of the General Meeting of Shareholders.</u>	
<u>Article 41 (Exemption of Company Auditors from Liability)</u>	(deleted)
<p>1. <u>The Company may exempt the liability for damages of Company Auditors (including former Company Auditors) arising from a failure to perform their duties pursuant to Article 426, paragraph 1 of the Companies Act, to the extent permitted under laws and regulations and by a resolution of the Board of Directors.</u></p>	
<p>2. <u>The Company may enter into an agreement with Company Auditors that limits their liability for damages arising from a failure to perform their duties pursuant to Article 427, paragraph 1 of the Companies Act. The liability under that agreement shall be limited to either of a predetermined amount equal to or exceeding the amount provided under laws or regulations, or the amount provided under laws or regulations, whichever is higher.</u></p>	
(Newly established)	<u>Chapter V Nominating Committee, Audit Committee, and Compensation Committee</u>
(Newly established)	<u>Article 31 (Method of Electing Committee Members)</u>
	<u>Members of the Nominating Committee, Audit Committee, and Compensation Committee shall be elected from among the Directors by a resolution of the Board of Directors.</u>
(Newly established)	<u>Article 32 (Rules of Committee)</u>
	<u>The matters related to the Nominating Committee, Audit Committee, and Compensation Committee shall be subject to laws and regulations, these Articles of Incorporation, and the rules determined by the respective Committees.</u>
(Newly established)	<u>Chapter VI Executive Officers</u>

Current Articles of Incorporation	Proposed Amendments
(Newly established)	<u>Article 33 (Election of Executive Officers)</u> <u>Executive Officers of the Company shall be elected by a resolution of the Board of Directors.</u>
(Newly established)	<u>Article 34 (Term of Office)</u> <u>1. The term of office of an Executive Officer shall expire at the closing of the first Board of Directors meeting convened after the closing of the annual General Meeting of Shareholders in respect of the last fiscal year of the fiscal year ending within one year from his/her election.</u> <u>2. The term of office of an Executive Officer elected to fill a vacancy or to increase the number of Executive Officers shall expire when the term of office of the other Executive Officers currently in office expires.</u>
(Newly established)	<u>Article 35 (Representative Executive Officers and Executive Officers with Special Titles)</u> <u>1. The Company shall elect a Representative Executive Officer(s) by a resolution of the Board of Directors.</u> <u>2. The Company may elect a Chairperson and Executive Officer, a President and Executive Officer, and other Executive Officer(s) with Special Title(s) from among the Executive Officers by a resolution of the Board of Directors.</u>
(Newly established)	<u>Article 36 (Exemption of Executive Officers from Liability)</u> <u>The Company may exempt the liability for damages of Executive Officers (including former Executive Officers) arising from a failure to perform their duties pursuant to Article 426, paragraph 1 of the Companies Act, to the extent permitted under laws and regulations and by a resolution of the Board of Directors.</u>
Chapter <u>VI</u> Accounting Articles <u>42</u> to <u>45</u> (omitted)	Chapter <u>VII</u> Accounting Articles <u>37</u> to <u>40</u> (no change)
(Newly established)	<u>Supplementary Provisions (Transitional Measures for Exemption of Company Auditors from Liability)</u>

Current Articles of Incorporation	Proposed Amendments
	<u>Exemption from liability of Company Auditors (including former Company Auditors) regarding their acts under Article 423, paragraph 1 of the Companies Act conducted before the closing of the 18th Annual General Meeting of Shareholders; and any agreements limiting their liability that may have been entered into with Company Auditors before the closing shall be subject to Article 41, paragraphs 1 and 2 of these Articles of Incorporation before they were amended upon the closing of the 18th Annual General Meeting of Shareholders.</u>