



Japan
Display
Inc.
Group

Japan Display Inc. Group Conflict Minerals Program

CSR & Environment Section

Japan Display Inc.

The background of conflict mineral survey

【The Dodd-Frank Act】

Section 1502 of the Dodd-Frank Wall Street Reform and Consumer Protection Act (the “Dodd-Frank Act”) addressed concerns that proceeds from the trade and exploitation of certain minerals originating in several central African countries were helping to finance extraordinary violence in the Democratic Republic of the Congo (the “DRC”). Congress hoped that these rules would help bring an end of that violence.

(<https://media.squirepattonboggs.com/pdf/compliance/Summary-of-Conflict-Minerals-Rule.pdf>)

【U.S. SECURITIES AND EXCHANGE COMMISSION (SEC)】

The SEC has adopted final rules for 67 mandatory rulemaking provisions of the Dodd-Frank Act in 2012.

The final rule applies to a company that uses minerals including tantalum, tin, gold or tungsten if:

- The company files reports with the SEC under the Exchange Act.
- The minerals are “necessary to the functionality or production” of a product manufactured or contracted to be manufactured by the company.

The final rule requires a company to provide the disclosure on a new form to be filed with the SEC.

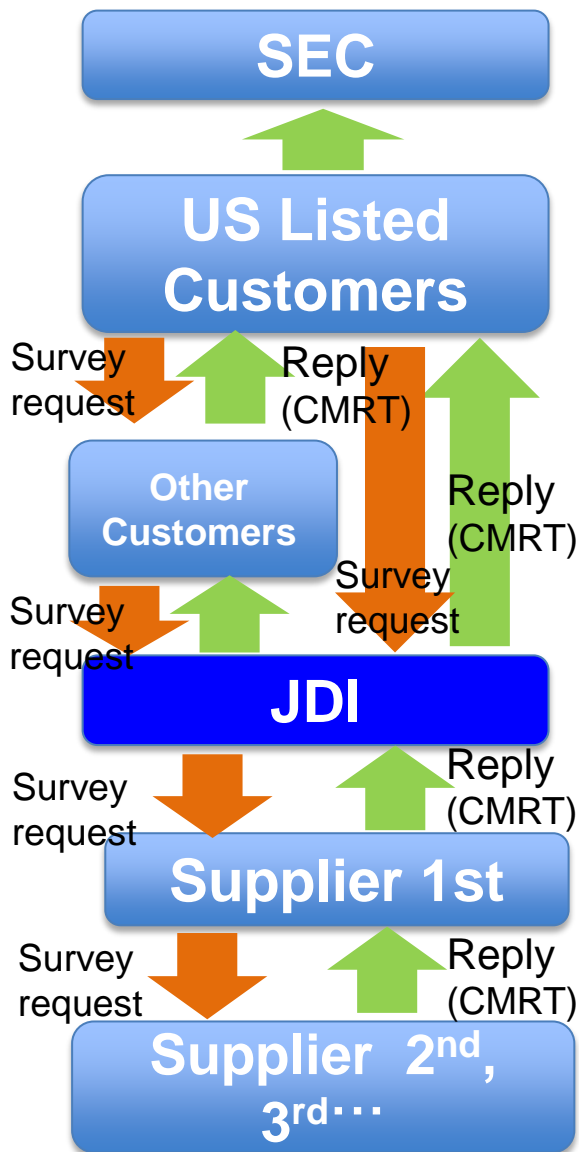
(<https://www.sec.gov/opa/Article/2012-2012-163htm---related-materials.html>)

【CFSI (Conflict-Free Sourcing Initiative)】 *The changed its name to the Responsible Minerals Initiative (RMI) in Oct. 2017.

The Global e-Sustainability Initiative (GeSI) and The Electronic Industry Citizenship Coalition (EICC) launched in 2010 the Conflict-Free Sourcing Initiative (CFSI). The CFSI is the global leader for the responsible sourcing of minerals. It provides information on conflict-free smelters and refiners, common tools(CMRT) to gather sourcing information, and forums for exchanging best practices on addressing conflict minerals.

(<http://gesi.org/platform/detail/conflict-free-sourcing-initiative-cfsi>)

Conflict Minerals survey flow



【 Conflict mineral report submission to SEC】

The customers which are US listed company have to submit the conflict mineral report by Latest Version of CMRT format. 。

【Report flow in Supply chain】

The supplier have to get the report (CMRT format) from the lower supplier of Supply chain.

【The subjects of CMRT】

- (1) Is any 3TG used in the product
(3TG: Tantalum, Tin, Tungsten, Gold)
- (2) Do any of the smelters source 3TG from covered counties?
- (3) Have you identified all of the smelters supplying 3TG.
- (4) The supplying smelter list

*CMRT (Conflict Minerals Reporting Template)

JDI's Conflict Minerals Promotion

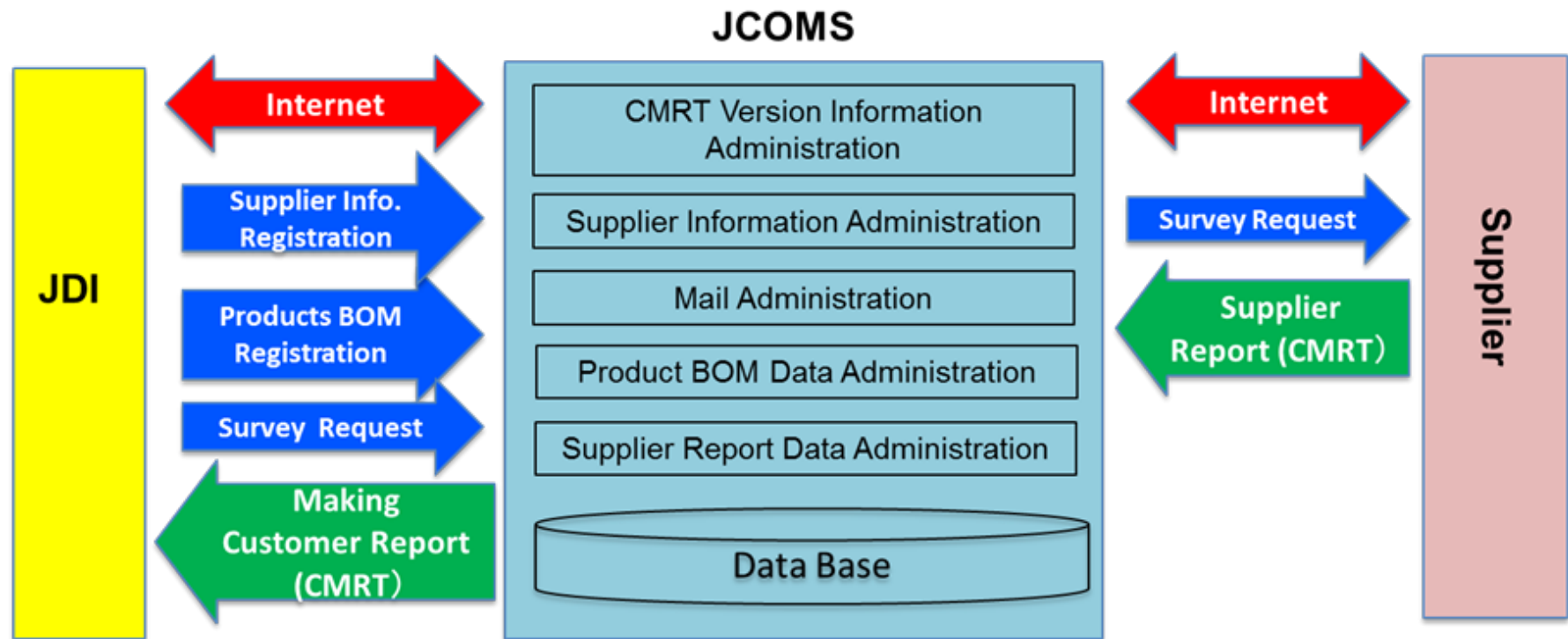
Based on a survey request received from our customers for SEC reporting under the regulation of US law, the Company implements this survey as a member of the supply chain and is working toward the non-use of conflict minerals from a humanitarian perspective.

Specifically, the Company implements a survey on the use situations of conflict minerals and the identification of refiners in accordance with guidelines including OECD Guidance and JEITA efforts, and by using a tool developed by CFSI/RMI (CFSI Conflict Minerals Reporting Template/CMRT). Also, in our supply chain, we are requesting our business partners to work on the non-use of conflict minerals based on the survey results.

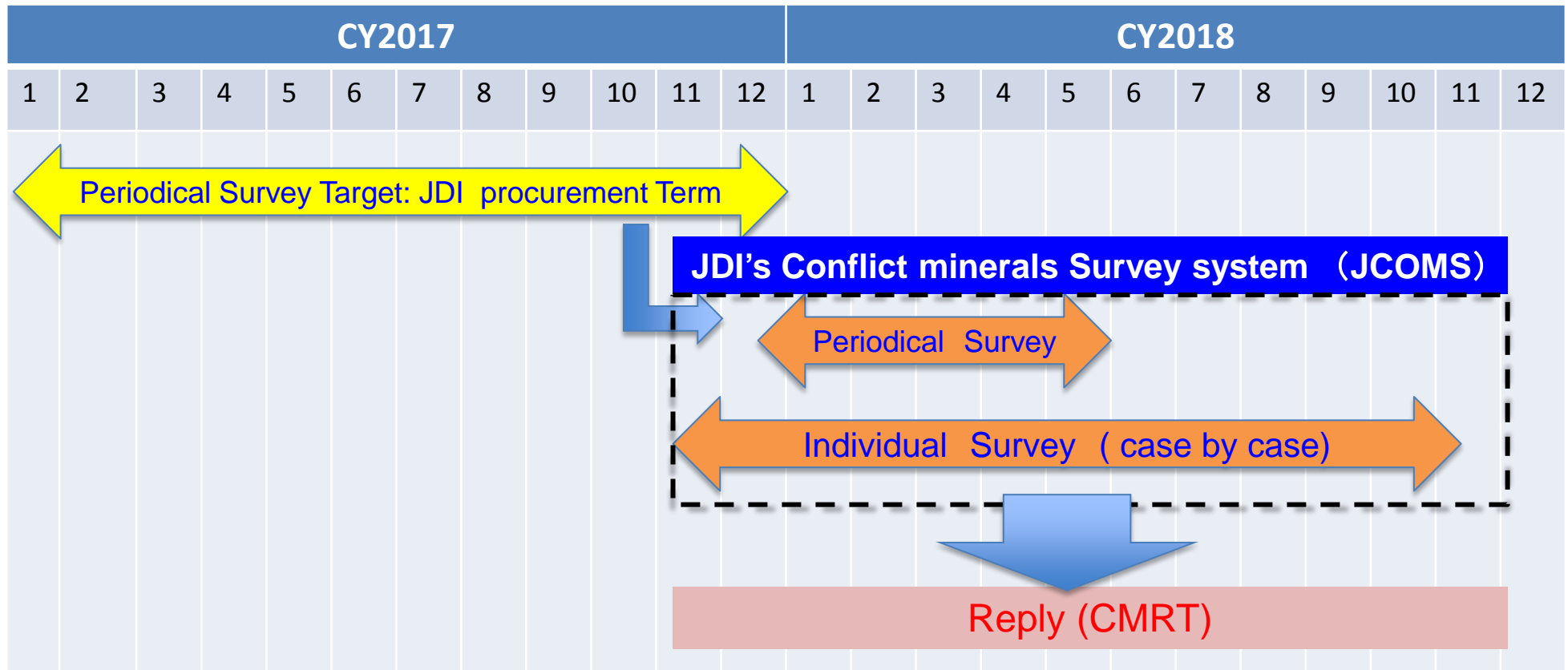
JDI's Conflict Minerals Survey system (JCOMS)

JDI promote Conflict minerals survey by JDI's Conflict Minerals Survey system (JCOMS). JCOMS manage the information/data of conflict mineral between JDI and supplier.

* JCOMS (Japan display COntlict Minerals Survey system)



JDI Conflict mineral Survey (Team and Target)



- Periodical Survey Target: Purchased parts for mass-production in previous year (2017)
- Individual Survey Target: (1) Purchased parts for new mass-production after periodical survey
 (2) The parts which using in customer survey requirement product

Please understand and support to
JDI's Conflict Minerals Program.

Please contact the following for inquiries/question.
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