



[Provisional Translation Only]

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Production End at Higashiura Fab

Japan Display Inc. (JDI) decided today to end production of LCD panels at its Higashiura Fab by March 2023.

1. Reason for Production End

JDI has four display fabs in Japan, operating with glass substrate sizes ranging from G3.5 (600 mm × 720 mm) to G6 (1500 mm × 1850 mm). Higashiura is a G3.5 line, manufacturing relatively small LCD panels for products such as digital cameras and wearable devices that are suitable for production on smaller glass substrates.

G3.5 lines have lower productivity and cost competitiveness relative to larger G6 lines. The demand for some displays produced at Higashiura has also decreased due to maturing end-markets. JDI has thus decided to end production at Higashiura in order to increase JDI's competitiveness and profitability.

Higashiura's production of VR, automotive, and newly developed displays will be transferred to other JDI fabs, and JDI will offer on-going employment opportunities to Higashiura employees within JDI. JDI is also reviewing the possibility of Higashiura's sale or other use of the land and buildings after production end.

2. Higashiura Fab Overview

(1) Name	Higashiura Fab (G3.5 LCD line)
(2) Location	Higashiura-cho, Chita-gun, Aichi Prefecture
(3) Business	Production of small-and medium-sized LCD panels
(4) Number of Employees	259 (as of April 30, 2022)

3. Schedule

Production End	March 2023 (expected)
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4. Earnings Impact

The impact of the production end on JDI's FY22/3 earnings is minimal, but JDI believes it will strengthen its long-term competitiveness and profitability.

JDI expects to record expenses related to the production end in FY23/3. The amount is currently under review. JDI will promptly disclose the details if any matters requiring disclosure arise.