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May 14, 2026

Japan Display Inc. (JDI) (Tokyo Stock Exchange Prime Market, 6740)
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Absorption-Type Merger with JDI Wholly-Owned Subsidiary

JDI decided today to propose at its shareholder meeting to be held on June 24, 2026 (AGM) an absorption-type merger (the “Merger”) with JDI Design and Development G.K. (“JDIDD”), its wholly-owned subsidiary, and executed a merger agreement with JDIDD.

1. Purpose of Merger

In order to strengthen its OLED (organic light-emitting diode) business, JDI executed a business transfer agreement on May 31, 2023 (the “Business Transfer Agreement”) with JOLED Inc., which filed for commencement of civil rehabilitation proceedings on March 27, 2023, in which JDI took over JOLED’s technology assets, including personnel and intellectual property rights (the “IP”).

Based on the Business Transfer Agreement, JDI established JDIDD in May 2023 as an organization specializing in OLED technological development, and completed the acquisition of JOLED’s business via JDIDD on July 18, 2023.

Thereafter, JDIDD primarily supported technological development related to JDI’s OLED business. In order to further increase the efficiency of JDI’s technology development, all employees of JDIDD were transferred to JDI in November 2023. In addition, on July 30, 2025, the IP held by JDIDD was transferred to a newly established wholly-owned subsidiary of JDIDD, which was subsequently transferred to a subsidiary of Ichigo Trust on the same date.

As a result, JDIDD currently has neither personnel nor assets and has become a non-operating entity. Under these circumstances, JDI has determined that there is limited rationale for maintaining JDIDD, and that, from the perspective of improving the efficiency of group management and handling statutory procedures, an absorption-type merger is the most appropriate course of action.

2. Overview of Merger

(1) Schedule

Board of Directors Resolution & Merger Agreement	May 14, 2026	
Start of Creditor Objection Period	May 25, 2026	(expected)
AGM	June 24, 2026	(expected)
End of Creditor Objection Period	June 25, 2026	(expected)
Effective Date	July 1, 2026	(expected)

(2) Method of the Merger

The Merger will be carried out by way of an absorption-type merger in which JDI will be the surviving company and JDIDD will be the dissolving company.

(3) Details of Allotment in the Merger

As the Merger is an absorption-type merger with a wholly owned subsidiary, no shares will be allotted, and no other consideration will be provided.

(4) Treatment of Stock Acquisition Rights and Bonds with Stock Acquisition Rights of the Dissolving Company

N/A

3. Overview

	Surviving Company	Dissolving Company
(1) Company Name	Japan Display Inc. (JDI)	JDI Design and Development G.K.
(2) Address	3-7-1 Nishi-Shimbashi, Minato-ku, Tokyo	3-7-1 Nishi-Shimbashi, Minato-ku, Tokyo
(3) Representative	Jun Akema President, CEO, & Representative Executive Officer	Japan Display Inc. (company)
(4) Business	Development, design, manufacturing, and sales of displays and related products	Planning, research, development, and design of display devices, related products, and parts
(5) Capital	JPY 4,920 million (as of May 14, 2026)	JPY 1 (as of May 14, 2026)
(6) Date of Establishment	April 1, 2012 (business start date)	May 25, 2023
(7) Shares Outstanding	4,265,632,462 shares (as of May 14, 2026)	—
(8) Fiscal Year-End	March 31	March 31
(9) Major Shareholders and Shareholding Ratio	Ichigo Trust 78.19% The Master Trust Bank of Japan, Ltd. (Trust Account) 2.11% Nichia Corporation 0.90% Nomura Securities Co., Ltd. 0.43% BNY GCM CLIENT ACCOUNT JPRD AC ISG (FE-AC) 0.33% Haneda Turtle Service Co., Ltd. 0.25% Akio Utsumi 0.24%	Japan Display Inc. 100%

	Rakuten Securities, Inc. (Joint Account)	0.16%	
	BofA Securities Japan Co., Ltd.	0.16%	
	Japan Display Inc. Employee Stock Ownership Association	0.14%	
(as of March 31, 2026)			
(10) Business Performance & Financial Position			
Fiscal Year	FY26/3 (Consolidated)		FY26/3 (non-Consolidated)
Net Assets (JPY M)		-7,412	-1,516
Total Assets (JPY M)		124,248	308
Net Assets per Share (JPY)		-10.17	—
Sales (JPY M)		132,328	—
Operating Profit (JPY M)		-18,692	-302
Recurring Profit (JPY M)		-30,462	-319
Net Income (JPY M)		-19,810	-665
EPS (JPY)		-3.20	—

4. Status After the Merger

As the surviving company in the Merger, there will be no changes to JDI's name, head office location, title and name of its representative, business description, stated capital, or fiscal year.

5. Outlook

The impact of the Merger on JDI's consolidated earnings is minimal.