

## Notice Concerning Issuance of New Shares through Third-party Allotments

TOKYO, Japan, March 30, 2018 - Japan Display Inc. ("JDI") today announced that its board of directors has resolved to issue and offer new shares through third-party allotments to overseas financial institutional investors as well as business entities as set forth below.

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### I. Issuance and offer of shares through third-party allotments to overseas financial institutional investors

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|-----|-------------------------|--|
| (1) | Payment period          | From April 25, 2018 to May 1, 2018   |
| (2) | New shares to be issued | To be determined (Note 1)  |
| (3) | Issue price             | To be determined (Note 2)  |
| (4) | Estimated net proceeds  | 30,000,000,000 yen (Note 3)  |
| (5) | Method of offering      | Shares will be allotted to overseas financial institutional investors (30 funds) through third-party allotments. |

Note 1 The number of the shares to be issued (the "Overseas New Shares") will be determined on April 10, 2018 (the "Pricing Day") upon a resolution of the meeting of the Board of Directors (the "Second Meeting of the Board of Directors") to be held on the Pricing Day (a resolution of a meeting of a board of directors required under Article 199, Paragraph 1 of the Companies Act) as follows: (i) the price at which the Overseas New Shares will be allotted to each subscriber, divided by (ii) a per-share purchase price to be determined at the same meeting (any amount less than 100 shares will be truncated); provided, however, that in the event that the aggregate number of the Overseas New Shares and the New Shares to Business Entity (as defined below in Note 1 to "II. Issuance and offer of shares through third-party allotment to business entity") to be determined at the Second Meeting of the Board of Directors exceeds 1,120,670,338 (the total number of authorized shares minus the sum of the number of currently issued and outstanding shares and shares subject to share acquisition rights and corporate bonds with share-purchase warrants), the third-party allotments to the overseas financial institutional investors will be cancelled.

Note 2 The issue price will be determined on the Pricing Day upon a resolution of the Second Meeting of the Board of Directors (a resolution of a meeting of a board of directors required under Article 199, Paragraph 1 of the Companies Act) as follows: (i) a simple average of Volume Weighted Average Price (hereinafter referred to as a "VWAP") of JDI's common shares on the Tokyo Stock Exchange, Inc. (the "TSE") on each transaction day during the period from April 5, 2018 through April 9, 2018 (including the first and the last day, but excluding days without a VWAP), multiplied by (ii) 0.9 (any amount less than JPY 1 will be rounded); provided, however, that in the event that a VWAP does not exist for any of the days during such period, the issuance of the Overseas New Shares will be cancelled. The issue price of the Overseas New Shares is expected to be the same as that of the New Shares to Business Entity.

Note 3 Net proceeds from issuance of the Overseas New Shares are the aggregate amount of the purchase price under the Companies Act, and estimated net proceeds were determined at the meeting of the Board of Directors held on March 30, 2018. Estimated proceeds are the sum of the estimated price at which the Overseas New Shares will be allotted to each subscriber. Net proceeds will be determined on the Pricing Day at the Second Meeting of the Board of Directors as an amount equal to the final number of the Overseas New Shares multiplied by the final issue price.

This press release is a document for making a public announcement concerning issuance of new shares through third-party allotments, and has not been prepared for the purpose of solicitation for investment. In addition, this press release does not constitute an offer of securities in the United States of America. The securities referred to above have not been, and will not be, registered under the United States Securities Act of 1933, as amended (the "Securities Act"). The securities may not be offered or sold in the United States absent registration or an exemption from registration under the Securities Act. The securities referred to above will not be publicly offered or sold in the United States.

## II. Issuance and offer of shares through third-party allotment to business entity

|     |                         |  |
|-----|-------------------------|--|
| (1) | Payment period          | From April 25, 2018 to May 1, 2018   |
| (2) | New shares to be issued | 28,089,800 shares (Note 1)   |
| (3) | Issue price             | 178 yen per share (Note 2)   |
| (4) | Estimated net proceeds  | 4,999,984,400 yen (Note 3)   |
| (5) | Method of offering      | Shares will be allotted through third-party allotment.   |
| (6) | Allottee                | Nichia Corporation   |
| (7) | Other                   | The issuance of new shares to be allotted to the allottee above is subject to the effectiveness of the securities registration statement pursuant to the Financial Instruments and Exchange Act. |

Note 1 The number of shares to be issued (the “New Shares to Business Entity”) was determined upon the resolution of the Board of Directors held today (the “Initial Meeting of the Board of Directors”). The number of the New Shares to Business Entity is an amount equal to the estimated issue price of the New Shares to Business Entity of JPY 5,000,000,000 to be allotted to the subscriber, divided by the estimated per-share purchase price (set forth above in (3)) (any amount less than 100 shares will be truncated). The final number of the New Shares to Business Entity will be determined on the Pricing Day upon a resolution of the Second Meeting of the Board of Directors (a resolution of a meeting of a board of directors required under Article 199, Paragraph 1 of the Companies Act) as follows: (i) the price at which the New Shares to Business Entity will be allotted to the subscriber, divided by (ii) the per-share purchase price to be determined at the Second Meeting of the Board of Directors as described below in Note 2 (any amount less than 100 shares will be truncated). In addition, the final price of the New Shares to Business Entity to be allotted to the subscriber will be determined on the Pricing Day upon a resolution of the Second Meeting of the Board of Directors, as follows: (i) the final number of the New Shares to Business Entity to be determined at the Second Meeting of the Board of Directors, multiplied by (ii) the per-share purchase price of the New Shares to Business Entity; provided, however, that in the event that the aggregate number of the Overseas New Shares and the New Shares to Business Entity to be determined at the Second Meeting of the Board of Directors exceeds 1,120,670,338 (the total number of authorized shares minus the sum of the number of currently issued and outstanding shares and shares subject to share acquisition rights and corporate bonds with share-purchase warrants), the third-party allotment to business entities will be cancelled.

Note 2 The issue price of the New Share to Business Entity is the purchase price under the Companies Act, and the amount set forth above is an estimate determined at the Initial Meeting of the Board of Directors. The issue price will be calculated as a simple average of VWAP of JDI’s common shares on the TSE on each transaction day during the period from March 27, 2018 through March 29, 2018 (including the first and the last day), multiplied by 0.9 (any amount less than JPY 1 will be rounded). The final issue price will be determined on the Pricing Day upon a resolution of the Second Meeting of the Board of Directors (a resolution of a meeting of a board of directors required under Article 199, Paragraph 1 of the Companies Act) as follows: (i) a simple average of VWAP of JDI’s common shares on the TSE on each transaction day during the period from April 5, 2018 through April 9, 2018 (including the first and the last day, but excluding days without a VWAP), multiplied by (ii) 0.9 (any amount less than JPY 1 will be rounded); provided, however, that in the event that a VWAP does not exist for any of the days during such period, the issuance of the New Shares to Business Entity will be cancelled. The issue price of the New Shares to Business Entity is expected to be the same as that of the Overseas New Shares.

Note 3 Net proceeds from the issuance of the New Shares to Business Entity is the aggregate amount of the purchase price under the Companies Act, and estimated net proceeds were determined at the meeting of the Initial Meeting of the Board of Directors. Estimated net proceeds are equal to the (i) aggregate number of the New Shares to Business Entity to be issued (set forth above in (2)) (calculated by dividing the estimated issue price of the New Shares to Business Entity of JPY 5,000,000,000 to be allotted to the subscriber by the estimated issue price (set forth above in (3)) (any amount less than 100 shares will be truncated)), multiplied by the (ii) estimated issue price (set forth above in (3)). The final issue price will be determined on the Pricing Day at the Second Meeting of the Board of Directors as an amount equal to the final number of the New Shares to Business Entity, multiplied by the final per-share purchase price.

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