



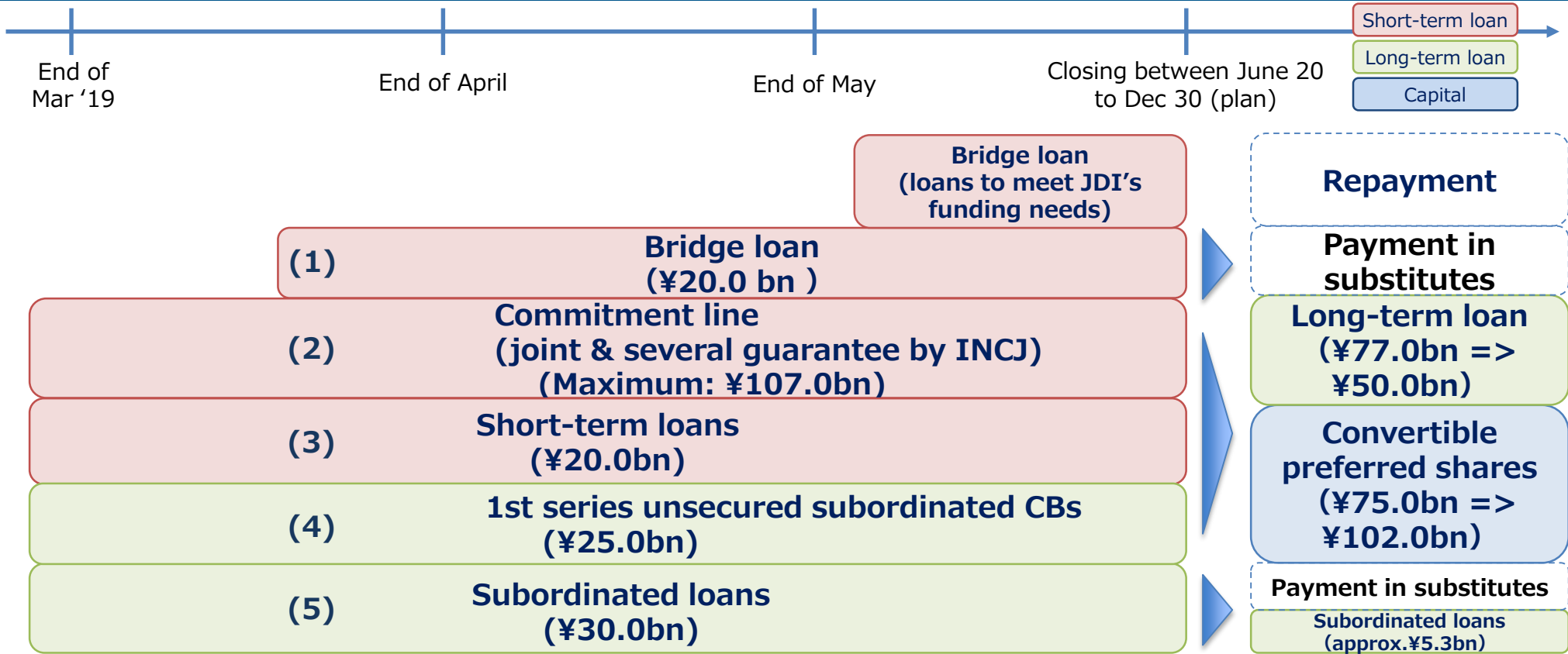
Japan
Display
Inc.
Group

Supplementary Material Concerning the Disclosure as of May 30, 2019

May 30, 2019

Japan Display Inc.

Refinancing by INCJ



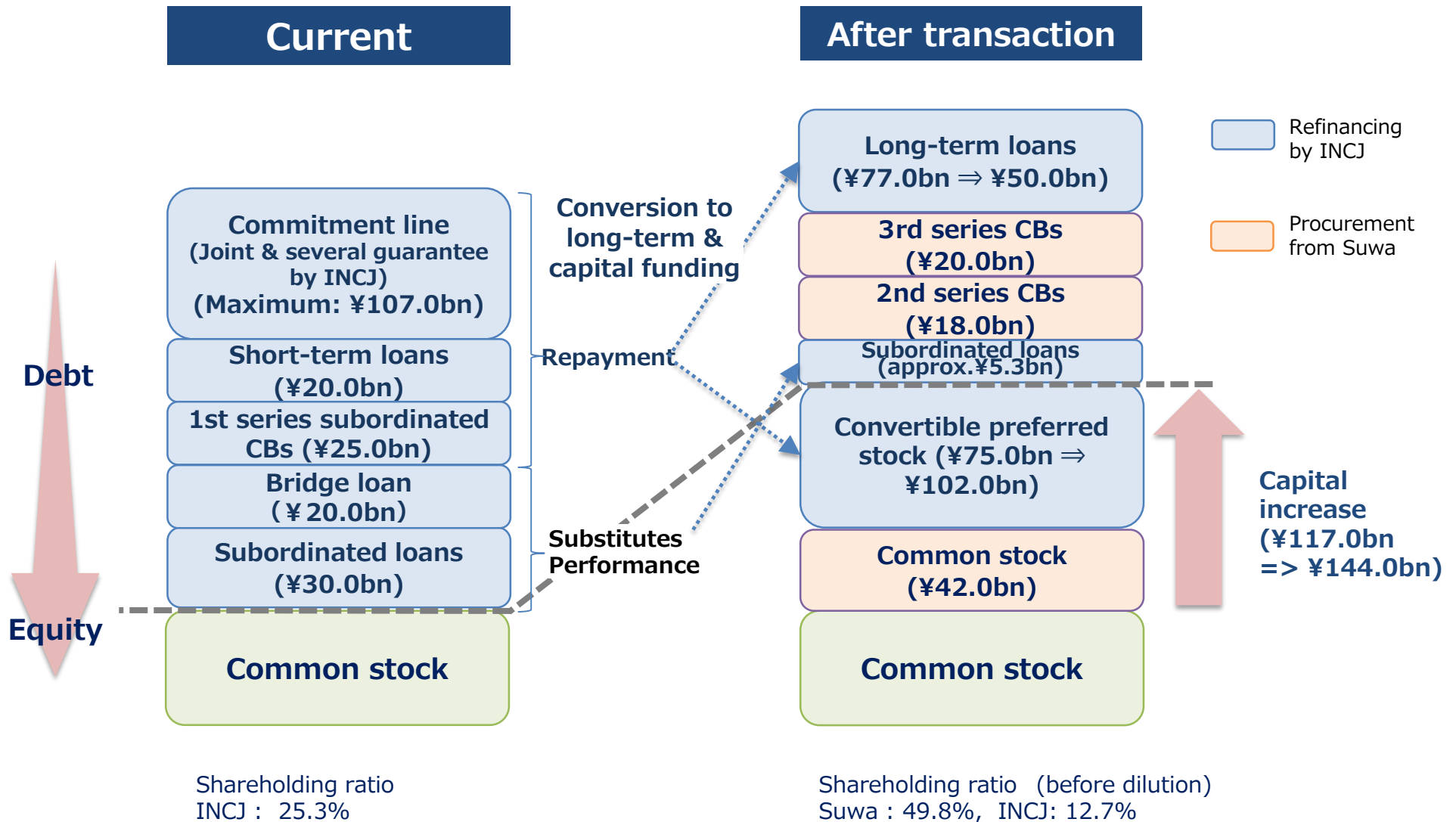
1. Refinancing into long-term loans and convertible preferred shares

- Total of ¥152bn support: ¥50bn long-term loan (5yr) & ¥102bn preferred shares through third party allotment
- Use above to repay or buy-back (2) to (4)

2. Bridge loan provided until payment completed by Suwa for common stock and 2nd CBs

- INCJ to provide a bridge loan to JDI to meet its funding needs until the transaction is closed (completion of payment for common stock and CBs by Suwa)
- (1) Bridge Loan (¥20bn) is to be repaid with (5) part of Subordinate Loans (about ¥24.7bn), as a result of substitute performance by the transfer of JOLED stocks (about ¥44.7bn)

Changes in the Structure of Financing



Schedule

April 12, 2019 (Published)

Resolution and conclusion of capital and business alliance agreement with Suwa, etc.

May 30, 2019 (Today)

Notice by each of expected investors of Suwa about the specific schedule concerning the internal procedures required to be implemented for their investments

Agreement with INCJ on the changes of the refinancing of preferred stocks and new loan plan

Agreement with INCJ on the transfer of JOLED shares (Substitute performance for loans provided by INCJ)

Agreement with INCJ on the change of the repayment due date of the bridge loan

Prior to June 14, 2019 (plan)

Internal resolution by each of expected investors of Suwa

June 18, 2019 (plan)

Annual General Meeting of Shareholders

July to December 30, 2019 (plan)

Extraordinary General Meeting of Shareholders

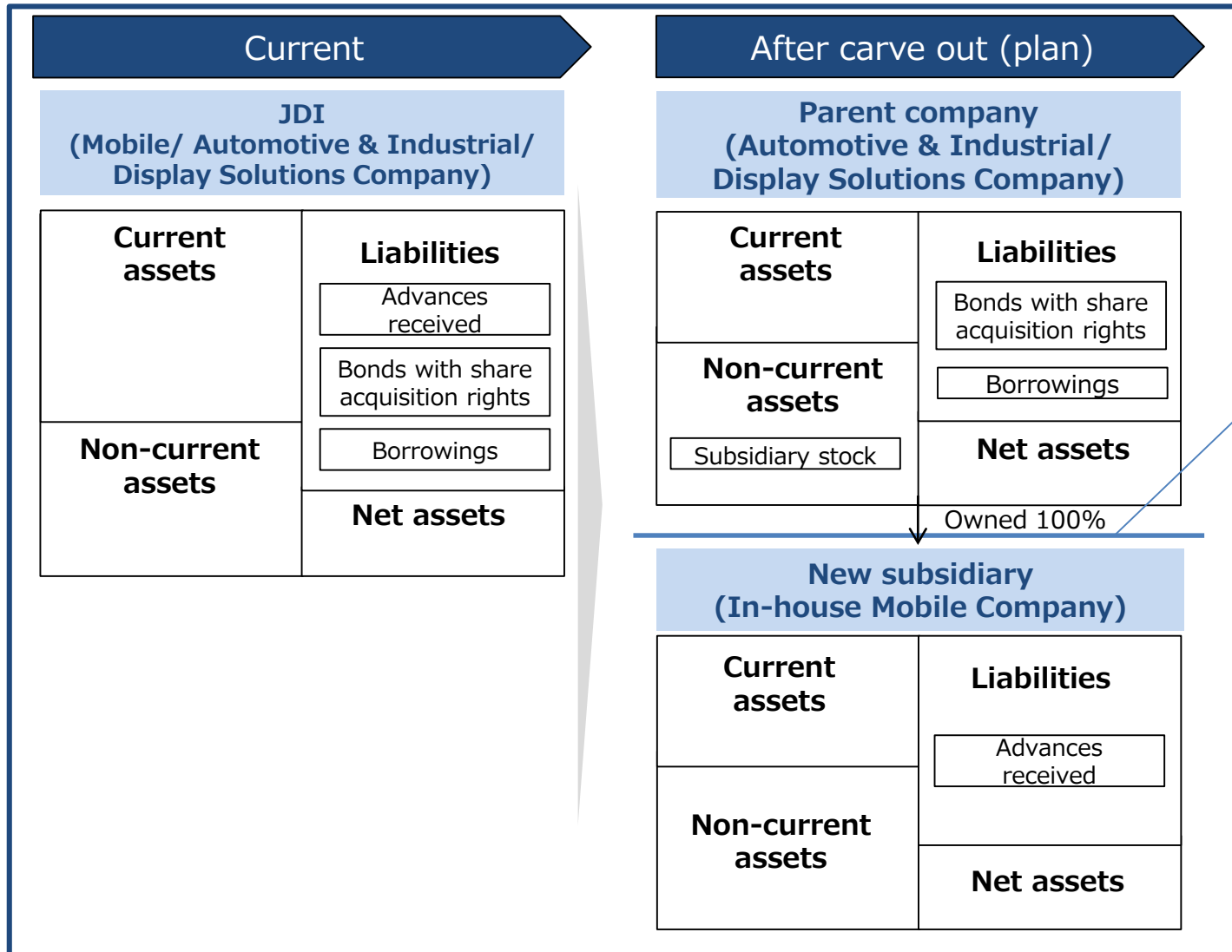
Issuance of common stocks and bonds with stock acquisition right (2nd and 3rd) to Suwa Consortium (Note 1-3)

Completion of refinancing by INCJ

Carve out of in-house mobile company as new subsidiary (By end of September (plan))

- Note 1. The issuance of the Convertible Bonds with stock acquisition rights is subject to the fulfillment of (1) and (2) below.
- (1) Entry into force of the registration under the Financial Instruments and Exchange Law and obtaining approvals and licenses from the relevant authorities of each country required for the implementation of the third party allotment.
 - (2) Approval of the following agenda items at JDI's extraordinary general meeting of shareholders planned before December 2019.
 - Proposals relating to the Third Party Allotment and the Preferred Stock Issuance
 - Proposal for partial amendment to the Articles of Incorporation for increase in the total number of authorized shares and issuance of preferred shares
 - Proposal for appointment of directors appointed by the scheduled allottee of the third party Allotments.
- Note 2. Completion of payment may be delayed depending on the status of Japan/overseas government approvals & licenses.
- Note 3. Under the assumption the Suwa Consortium has prepared the fund.

Outline of Carve Out



- Securing the stability of the parent company's business by separating the mobile device business from the automotive and non-mobile businesses in terms of their different risk-profiles
- Clarifying the execution authority and responsibility for the business performance of each business



Forward Looking Statement:

Any information related to market trends or industries mentioned in this document is based on information available at present and JDI does not guarantee that this information is accurate or complete.

Any plan, estimation, calculation, quotation, evaluation, prediction, expectation or other forward-looking information in this document is based on the current assumptions and beliefs of JDI in light of the information currently available to it, and involves known and unknown risks, uncertainties, and other factors. Such risks, uncertainties and other factors may cause JDI's actual results, performance, achievements or financial position to be materially different from any future results, performance, achievements or financial position expressed or implied by such forward-looking information. Such risks, uncertainties and other factors include, without limitation: economic conditions and individual consumption trends in Japan and overseas, currency exchange rate movements, trends in the market for smartphones and other electronic equipment, the management policies of our major business partners and fluctuations in the price of raw materials.