

[English Translation]

(Delayed) Notice Concerning Transfer of Shares of Equity Method Affiliate

Japan Display Inc. (the "JDI") announces that it has resolved at its board of directors meeting held on May 30, 2019 (the "Board of Directors Meeting") to enter into an agreement with INCJ Ltd. ("INCJ") (such agreement, the "Agreement") under which JDI will transfer all of the shares of JOLED, Inc. ("JOLED") held by JDI (the "Transferred Shares") to INCJ as substitute performance (such transfer of shares, the "Share Transfer").

For the details of the Share Transfer, JDI will separately enter into a relevant final agreement with INCJ, and promptly announce the details once such final agreement has been executed.

Along with the Share Transfer, JOLED will be excluded from the scope of JDI's equity method affiliates. In addition, extraordinary profit is expected to be accrued due to the Share Transfer.

1. Reason for the Share Transfer

Regarding the issuance of new shares and the 2nd series bonds with stock acquisition rights to Suwa Investment Holdings, LLC (the "Expected Allottee") through third-party allotment (the "Sponsor Third-party Allotment"), JDI held discussions with the relevant parties in order for each of the expected investors of the Expected Allottee to make the internal resolutions required to be implemented for their investments as soon as possible. Consequently, at the Board of Directors Meeting, JDI resolved to enter into the Agreement with INCJ. Under the Agreement, JDI agreed to the transfer of the Transferred Shares to INCJ (as substitute performance for part of the debt owed to INCJ) at the same time as the payment concerning the Sponsor Third-party Allotment, in order to secure JDI's middle to long-term stabilization of funds. The debts to be repaid by the Share Transfer will be (i) the total amount of borrowings (the principal amount of which is JPY 20 billion; the "Bridge Loan Debt") under the loan agreement dated April 18, 2019, and (ii) JPY 24,695,040,000, part of the borrowing (the principal amount of which is JPY 30 billion; the "Subordinated Loan Debt") under the loan agreement dated December 21, 2016.

2. Outline of the Equity Method Affiliate to Be Changed

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| (1) Name | JOLED Inc. |
| (2) Registered address | 3-23, Kandanishiki-cho, Chiyoda-ku, Tokyo |
| (3) Title and name of representative | Representative Director & President: Tadashi Ishibashi |
| (4) Description of business | Research, development, manufacturing, and sales of OLED displays and their parts, materials, manufacturing equipment, and relevant products |

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|---------------------------|--------------------|
| (5) Capital | JPY 76,912,540,000 |
| (6) Date of incorporation | January 5, 2015 |

3. Outline of the Transferee of the Share Transfer

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|---|---|---|
| (1) Name | INCJ, Ltd. | |
| (2) Registered address | 1-4-1, Marunouchi, Chiyoda-ku, Tokyo | |
| (3) Title and name of representative | Representative Director and Chairman (CEO): Toshiyuki Shiga Representative Director and President (COO): Mikihide Katsumata | |
| (4) Description of business | Support for specific business activities under a similar framework based on the Industrial Competitiveness Enhancement Act before amendments (Law No. 98 of 2013) | |
| (5) Capital | JPY 500 million | |
| (6) Date of incorporation | September 21, 2018 | |
| (7) Net assets | JPY 964,642 million (as of the end of March 2018) | |
| (8) Total assets | JPY 1,508,787 million (as of the end of March 2018) | |
| (9) Major shareholder and its shareholding ratio (as of May 30, 2019) | Japan Investment Corporation 100.0% | |
| (10) Relationship with the Company | Capital relationship | As of today, INCJ holds 214,000,000 shares of the Company (25.29% of JDI's issued and outstanding shares). |
| | Personnel relationship | One employee (the executive officer) of INCJ serves concurrently as JDI's outside director. |
| | Transaction relationship | N/A |
| | Status as a related party | INCJ provides JDI with support of funds, loan guarantee, and security. Also, certain officers of INCJ serve concurrently as those of JDI. |

(Note) INCJ was established by way of an incorporation-type company split from Innovation Network Corporation of Japan (the current name of which is Japan Investment Corporation) on September 21, 2018, and INCJ's business performance and financial conditions for the fiscal year ending in March 2019 have not been decided as of today. Therefore, "(7) Net assets" and "(8) Total assets" above provide the net assets and total assets of Innovation Network Corporation of Japan as of the end of March 2018.

4. Number and Price of the Shares To Be Transferred, and Status of Owned Shares before and after the Share Transfer

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| (1) Number of owned shares before the change | 558,688 shares (Note 1) (The number of voting rights: 558,688) (The ownership ratio of voting rights: 27.2%) |
| (2) Number of shares to be transferred | 558,688 shares (The number of voting rights: 558,688) |

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| (3) | Transfer price | JPY 44,695,040,000 (Note 2) |
| (4) | Number of owned shares after the change | 0 shares (Note 1) |

(Note 1) JDI will separately subscribe for 20,312 common shares to be issued by JOLED (the total payment amount of which is JPY 1,624,960,000) on June 28, 2019 as the payment date under the Share Subscription Agreement dated June 29, 2018 and Memorandum of the Share Subscription Agreement dated January 28, 2019 between JDI and JOLED. However, the table above does not include such common shares. Regarding the treatment of each agreement, JDI will make an announcement once the details have been confirmed.

(Note 2) The Share Transfer will be implemented as substitute performance for the Bridge Loan Debt in the amount of JPY 20 billion and the Subordinated Loan Debt in the amount of JPY 24,695,040,000.

5. Schedule

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| (1) | Date of resolution of the Board of Directors Meeting Date of the execution of the Agreement | May 30, 2019 |
| (2) | Date of the execution of the substitute performance agreement | Undetermined |
| (3) | Closing date of the Share Transfer | Any date from June 20, 2019 to December 30, 2019 (scheduled) |

(Note) The Share Transfer will be implemented on the date on which the payment concerning the Sponsor Third-party Allotment has been made.

6. Future Outlook

Along with the Share Transfer, JDI will record extraordinary profits in its financial results for March 2020, matching the difference between the book value and the transfer price as of the closing of the Share Transfer. Regarding the effect to the consolidated business performance of JDI by the Share Transfer, JDI is assuming approximately JPY 20 billion as such extraordinary profit. JDI will promptly announce the details, once they have been confirmed.

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The information contained in the press release is as of the date of the announcement and is subject to change without prior notice. Of the information contained in this press release, our forecasts, plans and other forward-looking statements are based on our analysis and judgments subject to the information available to us as of the date of announcement, and actual results may differ materially from those expressed or implied by such forward-looking statements.