

[English Translation]

**Notice Regarding Completion of Payment Concerning Issuance of Class B Preferred Shares
Through Third-party Allotment, Issuance of Class B Preferred Shares and Stock Acquisition Rights,
Implementation of Refinance by INCJ,
Recording Extraordinary Profit by Transferring Shares of Equity Method Affiliate, and
Inauguration of Representative Director**

The press release dated January 31, 2020, titled "Notice Concerning Conclusion of Capital Alliance Agreement, Issuance of Class B Preferred Shares and Stock Acquisition Rights through Third-party Allotment, and Change in the Largest Major Shareholder" stated that Japan Display Inc. ("JDI") resolved to issue Japan Display Inc. class B preferred shares (the "Class B Preferred Shares") through third-party allotment to Ichigo Trust (the "Third-party Allotment of Class B Preferred Shares"), and Japan Display Inc. 11th series stock acquisition rights (the "Stock Acquisition Rights") through third-party allotment to Ichigo Trust. JDI hereby announces that today, the payment concerning the Third-party Allotment of Class B Preferred Shares was completed, and the Class B Preferred Shares and the Stock Acquisition Rights were issued.

As a result, Ichigo Trust newly became the largest and major shareholder of JDI today.

Also, the press release dated January 31, 2020, titled "Notice Concerning Issuance of Class A Preferred Shares through Third-party Allotment, (Changes) Borrowing of Funds, and (Changes) Transfer of Shares of Equity Method Affiliate" stated that JDI will carry out the following: (i) issuance of Japan Display Inc. class A preferred shares (the "Class A Preferred Shares") to INCJ, Ltd. ("INCJ") through third-party allotment (the "Third-party Allotment of Class A Preferred Shares"); (ii) borrowing of funds from INCJ (the total amount of which is JPY 50 billion) (the "Senior Loan"); and (iii) transfer of all of the shares of JOLED, Inc. ("JOLED") held by JDI to INCJ as substitute performance (the "Substitute Performance"; together with the Senior Loan and the Third-party Allotment of Class A Preferred Shares, the "Refinance"). JDI hereby announces that today, the payment concerning the Third-party Allotment of Class A Preferred Shares, the Senior Loan, and the Substitute Performance were implemented, which means the Refinance has been completed. JDI hereby also announces that as a result of the Refinance, scheduled repayment or retirement of JDI's existing debts (Note) has been completed as scheduled.

(Note) This means each of the following debts: (i) the borrowing under the commitment line agreement entered into with three banks (the commitment line amount and the total principal amount of which is JPY 107 billion); (ii) the short-term loan dated December 25, 2019 (the total principal amount of which is JPY 20 billion); (iii) Japan Display Inc. 1st series unsecured subordinated convertible bonds with stock acquisition rights (the outstanding amount of which is JPY 25 billion); (iv) the loan under the loan agreement dated April 18, 2019 (the total principal amount of which is JPY 20 billion); and (v) JPY 26.32 billion that is part of the subordinated loan (the total principal amount of which is JPY 30 billion).

In addition, the press release dated August 27, 2019, titled "(Update and Progress of a Disclosure Matter) Notice Concerning Transfer of Shares of Equity Method Affiliate" stated that extraordinary profit is expected to be accrued due to the Substitute Performance. JDI hereby also announces that such extraordinary profit is expected to be recorded as follows below.

Further, the press release dated January 31, 2020, titled "Notice Concerning Nominations of Candidates for Directors and a Change in Representative Directors" stated that after the payment concerning the Third-party Allotment of Class B Preferred Shares is completed, Mr. Scott Callon ("Mr. Callon") will assume office as Chairman and Representative Director of JDI. JDI hereby also announces that today, as such payment was completed, Mr. Callon assumed office as director of JDI, and that JDI resolved, at a board of directors meeting held today, to change its representative director, resulting in Mr. Callon assuming office as Chairman and Representative Director of JDI.

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1. Issuance of Each Share Through Third-party Allotment

(1) Outline of the Issuance

(a) Class B Preferred Shares

(1) Payment date	March 26, 2020
(2) Number of new shares issued (Number of shares offered)	Class B Preferred Shares 672,000,000 shares
(3) Issue price	JPY 75 per share
(4) Amount of proceeds	JPY 50,400,000,000
(5) Amount of capital increase	JPY 25,200,000,000 (JPY 37.5 per share)
(6) Amount of capital reserve increase	JPY 25,200,000,000 (JPY 37.5 per share)
(7) Method of offering or allotment	Third-party allotment to Ichigo Trust

(b) Stock Acquisition Rights

(1) Payment date	March 26, 2020
(2) Number of stock acquisition rights issued	672
(3) Issue price	JPY 0
(4) Number of potential shares due to the issuance	Class C Preferred Shares 672,000,000 shares
(5) Amount of proceeds	JPY 50,400,000,000 Breakdown: Amount of proceeds through issuance of the Stock Acquisition Rights: JPY 0 Amount of proceeds through exercise of the Stock Acquisition Rights: JPY 50,400,000,000
(6) Exercise price	JPY 75 per share
(7) Method of offering or allotment	Third-party allotment to Ichigo Trust

(c) Class A Preferred Shares

(1) Payment date	March 26, 2020
(2) Number of new shares issued (Number of shares offered)	Class A Preferred Shares 1,020,000,000 shares
(3) Issue price	JPY 100 per share
(4) Amount of proceeds	JPY 102,000,000,000
(5) Amount of capital increase	JPY 51,000,000,000 (JPY 50 per share)
(6) Amount of capital reserve increase	JPY 51,000,000,000 (JPY 50 per share)
(7) Method of offering or allotment	Third-party allotment to INCJ, Ltd.

(2) Transition of the total number of issued shares and amount of capital

	Before issuance	After issuance of Class B Preferred Shares	After issuance of Class A Preferred Shares
Total number of common shares issued	846,165,800 shares	846,165,800 shares	846,165,800 shares
Total number of the Class B Preferred Shares issued	0 share	672,000,000 shares	672,000,000 shares
Total number of the Class A Preferred Shares issued	0 share	0 share	1,020,000,000 shares
Amount of capital	JPY 114,362,903,850	JPY 139,562,903,850	JPY 190,562,903,850

2. Recording Extraordinary Profit

(1) Details of extraordinary profit

JDI entered into a substitute performance agreement concerning the Substitute Performance on August 27, 2019 (the "Substitute Performance Agreement") and a memorandum of amendment which partially changes the Substitute Performance Agreement on January 31, 2020. In these agreements, JDI agrees to transfer all of the shares of JOLED held by JDI to INCJ as a substitute performance of (i) the loan under the loan agreement dated April 18, 2019 (the total principal amount of which is JPY 20 billion) and (ii) JPY 26.32 billion which is part of the subordinated loan (the total principal amount of which is JPY 30 billion), the total amount of which is JPY 46.32 billion. Today, the Substitute Performance was implemented.

(1)	Number of shares held before the change	579,000 shares (Number of voting rights: 579,000) (Voting rights ratio: 27.9 %) (Note)
(2)	Number of shares transferred	579,000 shares (Number of voting rights: 579,000)
(3)	Transfer price	JPY 46,320,000,000
(4)	Number of shares held after the change	0 share

(Note) The digits after the first decimal place are omitted.

(2) Amount recorded of extraordinary profit

Along with the Substitute Performance, JDI expects to record an extraordinary profit for a gain on sales of stocks of approximately JPY 30.6 billion on its consolidated financial statement for the fiscal year ending March 2020, the expected amount of which will be decided in financial results for the fiscal year ending March 2020.

3. Future Outlook

Impact by each third party allotment above on the business performance in the current consolidated fiscal year will be minor.

Also, JOLED has been excluded as an equity method affiliate of JDI under its consolidated financial statement through the implementation of the Substitute Performance. JDI continues to maintain a cooperation system established between JDI and JOLED pursuant to a relevant agreement with JOLED

End.