

[English Translation]

## Notice Concerning Transfer of Fixed Assets at the Hakusan Plant

Japan Display Inc. ("JDI") hereby announces that it has resolved at its meeting of the board of directors held today to transfer part of the equipment located at its Hakusan Plant and entered into a definitive agreement with the transferee regarding the transfer.

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### 1. Reason for Transfer

In its December 12, 2019 announcement titled "Notice Concerning Conclusion of Basic Agreement regarding Fund Procurement from Ichigo Asset Group," JDI stated that it had agreed with one of its customers (the "Customer") to hold discussions toward concluding a definitive agreement under which the Customer would make a capital investment of USD 200 million in JDI and to consider implementing this capital investment through the Customer purchasing part of the equipment located at JDI's Hakusan Plant. Today, JDI announces that it has finalized and concluded the agreement with the Customer to transfer a part of the equipment at the Hakusan Plant.

This transfer is implemented as part of a previously existing support agreement with the Customer. Because of the transfer of assets, JDI will be able to improve its financial status by recording an extraordinary profit as well as by offsetting some of the remaining balance of the prepayment made by the Customer.

### 2. Details of the Asset Transfer

Assets to be transferred and their location	Transfer price	Book value	Status of the assets
LCD equipment (Hakusan City, Ishikawa Prefecture)	Approx. JPY 21.5 billion (Note)	0	Hakusan Plant operations have been suspended since July 2019.

Note: The transfer price is an approximate amount calculated by converting the contract transfer amount of USD 200 million based on a foreign exchange rate (a simple average of the telegraphic transfer selling spot rate and the telegraphic transfer buying spot rate of MUFG Bank, Ltd. as of March 30, 2020), which is USD 1 = JPY 107.68.

### 3. Summary of the Transferee

The transferee, or the Customer, is an overseas corporation who is one of JDI's main customers. However, due to a nondisclosure agreement JDI has with the transferee, details concerning the transferee cannot be disclosed.

Relationship between JDI and the transferee

Capital transactions	Not applicable
Personnel transactions	Not applicable
Business transactions	There are business transactions between JDI and the transferee. JDI manufactures and sells its display products to the transferee.
Status of relationship with related parties	Not applicable

### 4. Schedule of Transfer

Board of Directors resolution	March 31, 2020
Conclusion of definitive agreement	March 31, 2020
Asset transfer	March 31, 2020 (scheduled)

Note: The date of the transfer may change due to a future assessment.

### 5. Future Outlook

The impact on business results from the transfer of the above production equipment is currently under review and will be announced as soon as it is determined. Also, as of March 31, 2020 the transfer price of JPY 21.5 billion (approximate) will offset part of the prepayment outstanding balance of JPY 87.9 billion (the outstanding balance at the end of February 2020).

In addition, JDI is continuing to consider the transfer of remaining assets at the Hakusan Plant to a Japanese domestic corporation. If matters requiring disclosure become necessary, JDI will promptly make an announcement.

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