

[English Translation]

Notice Regarding Completion of Payment Concerning Issuance of Class D Preferred Shares through Third-party Allotment, Issuance of Class D Preferred Shares and the 12th Series Stock Acquisition Rights, and Extinguishment of the 11th Series Stock Acquisition Rights

In the press release dated July 21, 2020, titled "Notice Concerning Conclusion of Capital Alliance Agreement, Issuance of Class D Preferred Shares and Stock Acquisition Rights through Third-party Allotment, and Partial Amendment of Articles of Incorporation" (the "Disclosure as of July 21, 2020"), Japan Display Inc. ("JDI") announced that it resolved to issue Japan Display Inc. class D preferred shares (the "Class D Preferred Shares") through third-party allotment to Ichigo Trust (the "Third-party Allotment of Class D Preferred Shares"), and Japan Display Inc. 12th series stock acquisition rights (the "12th Series Stock Acquisition Rights") through third-party allotment to Ichigo Trust (together with the Third-party Allotment of Class D Preferred Shares, the "Third-party Allotment"). JDI hereby announces that today, the payment concerning the Third-party Allotment of Class D Preferred Shares was completed, and the Class D Preferred Shares and the 12th Series Stock Acquisition Rights were issued.

In addition, in the Disclosure as of July 21, 2020, JDI announced that in a capital alliance agreement regarding the additional fund procurement entered into with Ichigo Trust on the same date (the "Additional Capital Alliance Agreement"), JDI agreed that prior to the Third-party Allotment, Ichigo Trust would waive all of Japan Display Inc. 11th series stock acquisition rights (the "11th Series Stock Acquisition Rights"), the underlying shares of which are Japan Display Inc. class C preferred shares (the "Class C Preferred Shares"), held by Ichigo Trust at the time. Ichigo Trust waived all of its 11th Series Stock Acquisition Rights today, prior to the Third-party Allotment. JDI also hereby announces that as a result of the waiver, all of the 11th Series Stock Acquisition Rights issued (the number of which is 672) have been extinguished.

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1. Issuance of Shares and Share Acquisition Rights Through Third-party Allotment

(1) Outline of the Issuance

(a) Class D Preferred Shares

(1) Payment date	August 28, 2020
(2) Number of new shares issued (Number of shares offered)	Class D Preferred Shares 500 shares
(3) Issue price	JPY 10,000,000 per share
(4) Amount of proceeds	JPY 5,000,000,000

(5) Amount of capital increase	JPY 2,500,000,000 (JPY 5,000,000 per share)
(6) Amount of capital reserve increase	JPY 2,500,000,000 (JPY 5,000,000 per share)
(7) Method of offering or allotment	Third-party allotment to Ichigo Trust

(b) The 12th Series Stock Acquisition Rights

(1) Allotment date	August 28, 2020
(2) Number of stock acquisition rights issued	20
(3) Issue price	JPY 0
(4) Number of potential shares due to the issuance	Class E Preferred Shares 5,540 shares
(5) Amount of proceeds	JPY 55,400,000,000 Breakdown: Amount of proceeds through issuance of the 12th Series Stock Acquisition Rights: JPY 0 Amount of proceeds through exercise of the 12th Series Stock Acquisition Rights: JPY 55,400,000,000
(6) Exercise price	JPY 10,000,000 per share
(7) Method of offering or allotment	Third-party allotment to Ichigo Trust
(8) Exercise period	From October 1, 2020 to June 30, 2024 (if the day is not a JDI's business day, the business day immediately preceding that day) In the Additional Capital Alliance Agreement, JDI and Ichigo Trust agreed that the 12th Series Stock Acquisition Rights will become exercisable gradually; quarter by quarter on or after October 1, 2020 as follows: (i) 5 (total amount of the exercise price: JPY 13,850,000,000): from October 1, 2020 to September 30, 2023 (if the day is not a JDI's business day, the business day immediately preceding that day; the same applies below); (ii) 5 (total amount of the exercise price: JPY 13,850,000,000): from January 1, 2021 to December 31, 2023; (iii) 5 (total amount of the exercise price: JPY 13,850,000,000): from April 1, 2021 to March 31, 2024; and (iv) 5 (total amount of the exercise price: JPY 13,850,000,000): from July 1, 2021 to June 30, 2024

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

	Before issuance of Class D Preferred Shares	After issuance of Class D Preferred Shares
Total number of common shares issued	846,165,800 shares	846,165,800 shares
Total number of the Class B Preferred Shares issued	672,000,000 shares	672,000,000 shares
Total number of the Class A Preferred Shares issued	1,020,000,000 share	1,020,000,000 shares
Total number of the Class D Preferred Shares issued	0 shares	500 shares
Amount of capital	JPY 190,562,903,850	JPY 193,062,903,850

2. Extinguishment of the 11th Series Stock Acquisition Rights

(1) Details of the Stock Acquisition Rights Subject to the Extinguishment

The 11th Series Stock Acquisition Rights

(1) Resolution date of shareholders meeting	March 25, 2020
(2) Allotment date	March 26, 2020
(3) Number of stock acquisition rights issued	672
(4) Issue price	JPY 0
(5) Number of potential shares due to the issuance	Class C Preferred Shares 672,000,000 shares
(6) Exercise price	JPY 75 per share
(7) Allottee	Ichigo Trust
(8) Exercise period	From April 1, 2020 to March 31, 2023 (if the day is not a JDI's business day, the business day immediately preceding that day)
(9) Number of stock acquisition rights waived	672
(10) Number of stock acquisition rights after waiver	0

(2) Reason for the Waiver

In the Additional Capital Alliance Agreement, JDI agreed that prior to the Third-party Allotment, Ichigo Trust would waive all of the 11th Series Stock Acquisition Rights held by Ichigo Trust at the time. Today, Ichigo Trust demonstrated its intention to waive all of the 11th Series Stock Acquisition Rights held by Ichigo Trust (the number of which is 672), prior to the Third-party Allotment pursuant to the Additional Capital Alliance Agreement. Therefore, all of the 672 11th Series Stock Acquisition Rights held by Ichigo Trust have been extinguished.

(3) Waiver and Extinguishment Date

August 28, 2020

3. Future Outlook

The impact of the Third-party Allotment and the extinguishment of the 11th Series Stock Acquisition Rights on the business performance in the consolidated fiscal year ending in March 2021 will be minor.

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