

January 14, 2021

[English Translation]

**Notice Concerning the Submission of a Reply to the Ruling for Commencement of a Hearing
Procedure Related to an Administrative Monetary Penalty**

As announced by Japan Display Inc. ("JDI") on December 22, 2020 in its "Notice Concerning an Administrative Monetary Penalty Payment Order Recommended by the Securities and Exchange Surveillance Commission," Japan's Securities and Exchange Surveillance Commission made a recommendation to the Prime Minister of Japan and the Commissioner of Japan's Financial Services Agency (the "FSA") that an administrative monetary penalty payment order of JPY 2,163,334,996 be imposed on JDI based on Article 20 (1) of the Act for Establishment of the FSA. Following the submission of that recommendation, JDI received a Written Ruling for Commencement of a Hearing Procedure regarding the administrative monetary penalty from the Commissioner of the FSA.

In response, JDI hereby announces that the company's Board of Directors resolved at a meeting held today to submit a written answer to the Administrative Law Judge of the FSA to the effect that JDI acknowledges both the facts listed in Article 178 (1)(ii) and (iv) of the Financial Instruments and Exchange Act as concerns the administrative monetary penalty stated in the notification and the amount of the administrative monetary penalty to be paid.

JDI will pay the penalty in accordance with the administrative monetary penalty order that is expected to eventually be forthcoming from the FSA.

JDI offers its deepest apologies for any inconvenience and concerns this situation may have caused to its shareholders, investors, business partners and other stakeholders in the company.

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