

July 12, 2019

[English Translation]

**(Update and Progress of a Disclosure Matter) Concerning the Disclosure as of April 12, 2019**

The press release announced on June 28, 2019 titled "(Update and Progress of a Disclosure Matter) Concerning the Disclosure as of April 12, 2019 (Second Disclosure as of June 28, 2019)" (the "Second Disclosure as of June 28, 2019") includes statements that the funds secured by Suwa Investment Holdings, LLC (the "Expected Allottee") are short by approximately JPY 11.7 billion, compared to the amount planned as of April 12, 2019, as the expected investment amount of common stocks (the "New Stocks") and the 2nd series convertible bonds with stock acquisition rights (the "2nd Series Bonds with Stock Acquisition Rights") to be issued by Japan Display Inc. ("JDI") (the total amount to be paid of which is JPY 60 billion). JDI hereby announces that yesterday, JDI was informed by Mr. Winston Henry Lee ("Mr. Lee"), General Manager of Harvest Tech Investment Management Co., Ltd. ("Harvest Tech"), which is an expected investor of the Expected Allottee, of the status of the expected investors. Given this status, JDI plans to hold an extraordinary general meeting of shareholders on August 29, 2019 regarding the issuance of the New Shares, the 2nd Series Bonds with Stock Acquisition Rights, and the 3rd series convertible bonds with stock acquisition rights (the "3rd Series Bonds with Stock Acquisition Rights"). In addition, JDI has determined (i) to change the scheduled timing of completion of making a mobile company (which is JDI's in-house company) its subsidiary, and (ii) to deliberate accepting capital participation by business investors in such subsidiary.

Specifically, as announced in the press release dated June 28, 2019 titled "(Update and Progress of a Disclosure Matter) Concerning the Disclosure as of April 12, 2019" (the "Disclosure as of June 28, 2019"), JDI was informed by Harvest Tech, which is an expected investor of the Expected Allottee, that it had made the internal resolutions required to be implemented for the investment concerning the New Shares and the 2nd Series Bonds with Stock Acquisition Rights (USD 300 million (approximately JPY 32.5 billion)) by a fund formed by Harvest Tech (the "Harvest Tech Overseas Fund"). With the above, JDI received a commitment letter from Harvest Tech stating Harvest Tech's firm commitment to implement such investment (USD 300 million (approximately JPY 32.5 billion)). JDI was also informed by Harvest Tech that USD 100 million (approximately JPY 10.8 billion) out of the expected investment amount (USD 300 million (approximately JPY 32.5 billion)) to be provided by the Harvest Tech Overseas Fund will be secured by receiving relevant support from JDI's customer (the "Customer"). Yesterday, JDI was informed by Mr. Lee that Harvest Tech and the Customer have agreed that (i) the expected investment amount to be provided by the Harvest Tech Overseas Fund will be changed from USD 300 million (approximately JPY 32.5 billion) to USD 400 million (approximately JPY 43.3 billion), and (ii) the above-mentioned USD 100 million (approximately JPY 10.8 billion) in relation to which the Customer will provide Harvest Tech with its support is not included in the USD 300 million stated in the commitment letter, but will be provided in addition to such USD 300 million, thereby securing the expected investment amount by receiving relevant support from the Customer.

Based on the above, the funds secured by the Expected Allottee in relation to the investment concerning the New Shares and the 2nd Series Bonds with Stock Acquisition Rights to be issued by JDI are USD 550 million in total, including the investment of USD 150 million, the minimum commitment amount to be provided by the fund that Oasis Management Company Ltd. ("Oasis") operates or advises, which was announced in the Second Disclosure as of June 28, 2019. Although a slight shortage might occur, compared to the total amount to be paid planned as of April 12, 2019 (JPY 60 billion), due to the influence of exchange rates, JDI has been informed by Mr. Lee that he has been informed by Oasis that if the total amount of the expected investment amount to be provided by the expected investors of the Expected Allottee is less than JPY 60 billion as of the payment date, due to certain factors including the influence of exchange rates, Oasis will make investments of the shortfall.

As stated above, the report by Mr. Lee means that the Expected Allottee has had an outlook on the procurement of approximately JPY 11.7 billion, which was recognized as the shortfall of the funds secured by the Expected Allottee as of June 28, 2019.

Also, regarding the expected investment amount (JPY 20 billion) of the 3rd Bonds with Stock Acquisition Rights, as announced in the Disclosure as of June 28, 2019, JDI had already been informed by Harvest Tech that it made the internal resolutions required to be implemented for the investment through the Harvest Tech Overseas Fund (the expected amount of which is JPY 20 billion), and JDI had already received a commitment letter from Harvest Tech stating Harvest Tech's firm commitment to implement such investment.

Considering the above-mentioned situation, JDI plans to hold an extraordinary general meeting of shareholders on August 29, 2019 regarding the issuance of the New Shares, the 2nd Series Bonds with Stock Acquisition Rights, and the 3rd Series Bonds with Stock Acquisition Rights, subject to the conditions that (i) JDI partially changes the content of the Capital and Business Alliance Agreement entered into with the Expected Allottee as of April 12, 2019 (the "Capital and Business Alliance Agreement"), and re-executes it with the Expected Allottee, and (ii) JDI makes final agreements with INCJ, Inc. ("INCJ") regarding the refinancing by way of a new loan and preferred shares to be provided or subscribed for by INCJ. Once the holding of such extraordinary general meeting of shareholders has been decided, JDI will promptly disclose it.

In addition, the press release announced on May 30, 2019 titled "(Update and Progress of a Disclosure Matter) Concerning the Disclosure as of April 12 and 18, 2019" includes statements that JDI determined to deliberate making its in-house mobile company its subsidiary, by the end of September 2019, through an incorporation-type company split or other means. However, JDI has determined (i) to change the scheduled timing of completion of making its in-house mobile company its subsidiary to the end of December 2019, and (ii) to deliberate accepting capital participation by business investors in such subsidiary, in order to aim for a capital and business alliance with business investors who are interested in JDI's customer base and technology, with a view toward the development of Organic Light Emitting Diodes (OLEDs) by the subsidiary. It is expected that a special resolution by a general meeting of shareholders of JDI will be required to implement such split-off. Once the details have been decided, JDI will promptly disclose them.

(Note) Conversion of USD into JPY is calculated based on the exchange rate (a simple average of the telegraphic transfer middle rate of telegraphic transfer selling spot rate and telegraphic transfer buying spot rate of MUFG Bank, Ltd. as of July 11, 2019), which is USD 1 = JPY 108.20.

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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.