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|------|---|---|
| | Display Device Business Group SHARP CORPORATION Incoming Inspection Standards | Applicable Division Display Device Business Division |
| | ning Inspection Standards for CG-SiliconTi | , |
| Date | PRESENTED BY S.Murayan |) typu |

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INCOMING INSPECTION STANDARDS FOR CG-silicon TFT-LCD MODULES

1. Scope

These incoming inspection standards shall apply to CG-silicon TFT-LCD modules (hereinafter called "MODULE") supplied by Sharp Corporation (hereinafter called the "Seller") to SMA (hereinafter called the "Buyer").

2. Incoming inspection

The Buyer shall have the right to conduct at its own cost and expense, an incoming inspection of the Module's at the destination specified in the relevant bills of lading in accordance with the Module's specifications separately agreed upon and the inspection standard set forth in this Article.

The Buyer shall notify the Seller writing of a result of such inspection judgment (acceptance or rejection) in accordance with the said inspection standard within 40 days after the date of the bills of lading.

Should the Buyer fail to so notify the seller within the said 40 days period, the Buyer's right to reject the Module's shall then lapse, and the said Module's shall be deemed to have been accepted by the Buyer.

3. Method of incoming inspection

Unless otherwise agreed in writing, the method of incoming inspection shall be in Accordance with a sampling inspection based on ISO 2859-1.

a) Lot size

: Quantity per shipment lot per model

b) Sampling table : Table in ISO 2859-1

c) Inspection level: General inspection level II

d) Sampling type : Single sampling plan for normal inspection

4. Acceptable quality level ("AQL")

The AQL for major and minor defects shall be respectively set forth below.

a) Major defects: AQL 0.4

b) Minor defects: AQL 1.0

Based on overall evaluation

5. Classification of defects

Defects are classified as major defect and a minor defect according to the degree of defect defined herein.

a) Major defect

A major defect is a defect that is likely to result in failure, or to reduce materially the usability of the product for its intended purpose.

Function defect

Abnormal operation including distinct black line defect and /or white line defect.

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b) Minor defect

A minor defect either is a defect that is not likely to reduce materially the usability of the product for its intended purpose, or is a departure from an established having little bearing on the effective use or operation of the product.

1. Dot Defect

4.Scratches

2. Display non-uniformity

5.Dents

3. Foreign particles

6. Current dissipation

6. Determination of acceptability and subsequent disposal

If the number of defects found in the sample Module's from the lot is equal to or less Than the applicable acceptance level, the lot shall be accepted.

If the number of defects is greater than the applicable acceptance level, the lot shall be rejected. The Buyer shall inform the Seller of a detailed result of such inspection within the time period stipulated in Article 2.

The disposal is as follows:

a) Accepted lot

An acceptance under the above incoming inspection shall constitute an acceptance by the Buyer of such lot of the Module's in terms of the landed quality thereof.

b) Rejected lot

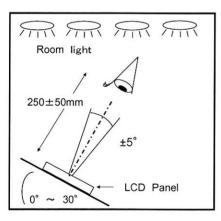
If a lot of PRODUCTS is rejected under the above incoming inspection due to any defects for which the Seller is responsible and such a fact is clearly confirmed by the Seller, the Seller shall exercise one of the following three options. This must be determined with mutual consent and shall be confirmed by the Seller. The best choice of the options shall be left to the Seller's discretion and the Seller shall advise the Buyer of its choice not later than two weeks of receipt of the Buyer's advice:

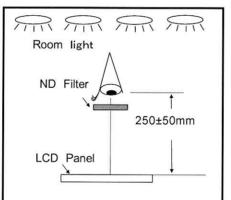
- 1. The Buyer shall return the defective lot to the place to be designated by the Seller and the Seller shall screen all of the PRODUCTS in the lot and repair defective PRODUCTS.
- 2. The Seller shall screen all of the PRODUCTS in the lot and repair defective products within a reasonable time period at the Buyer's facility.
- 3. The Buyer shall screen the entire lot for the good modules at the expense of the Seller to be separately agreed upon. The rejected PRODUCTS shall be returned to the place to be designated by the Seller

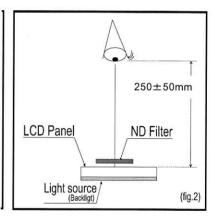
7. Inspection conditions

| | Inspection conditions | | |
|---------------------------|--|--------------------------------------|--|
| Item | Reflection inspection (fig.1) (Cosmetic & appearance inspection) | Inspection with back light | |
| Panel surface | 1000 ± 250 lx | Use Back light* | |
| illumination | | (4300cd/m2±430cd/m2) | |
| Light source | Fluorescent tube | LED (Back light) | |
| Ambient illumination | More than 750 lx | 300∼700 lx | |
| Ambient temperature | 20 ~ 25 °C | ← | |
| Ambient Humidity | 50 ~ 80%RH | ← | |
| Viewing distance | 250 mm ± 50 mm | ← | |
| Direction of lighting | Set light tube without | _ | |
| Direction of lightning | reflection on the panel surface | | |
| Viewing angle | The surface of the Module and the eyes of the inspector shall be 90 ± 5 degrees. | ← | |
| How to use ND filter | Use ND filter close to eyes (Fig.1) | Use ND filter close to panel (fig.2) | |
| Check pattern (White dot) | Black picture position | ← | |
| Check pattern (Black dot) | White picture position | ← | |

• Please refer to the panel surface brightness of the specifications







(fig.1: Reflection inspection) (fig.2: Inspection with back light)

Appearance inspection

- 8.1 FPC appearance inspection
 - a. FPC part
 - * There is no scratch which reaches copper foil. (Do not allow expand.)
 - * There is no peel off of Film/Stiffener.
 - * There is no pattern disconnection.
 - b. Input terminal part
 - * There is no non-plating part.
 - * There is no scratch and/or dent with possibility of pattern disconnection.
 - * There is no stain with possibility of loose connection.

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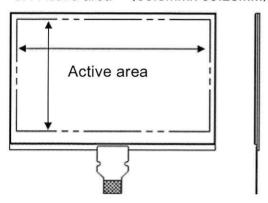
8.2 Glass edge crack/chip

[Glass edge crack/chip]

| [Glass edge crack/chip] | | |
|---|--|--|
| Items | Inspection criteria (Acceptable level) | |
| ① Chip on glass corner (except terminal part) Y1 X1 X2 Y2 | X1≦1.0mm and Y1≦5.0mm or X1≦5.0mm and Y1≦1.0mm (However, X1+Y1≦5.0mm) X2≦1.0mm and Y2≦5.0mm or X2≦5.0mm and Y2≦1.0mm (However, X2+Y2≦5.0mm) | |
| ② Chip on glass edge (except terminal part) | X1≦10.0mm and X2≦10.0mm Y1≦1.0mm and Y2≦1.0mm | |
| 3 Chip on the terminal glass | X1≦3.0mm and X2≦3.0mm Y1≦3.0mm and Y2≦3.0mm FPC and/or patterns are not affected. Crack and/or Chip does not reach the pattern. | |

9. Cosmetic inspection

9.1 Active area (58.8mmx 35.28mm)



9.2 Dot Defect

| Item | Allowable number |
|-------------------------------|------------------|
| White dot | 2 |
| Black dot | 2 |
| Blinking white dot/ black dot | 2 |
| Total(White dot+Black dot) | 2 |

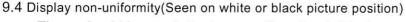
9.3 Cosmetic items

Width: W(mm), Length: L(mm), Average diameter: D(mm)

| Item | Inspection criteria | Allowable |
|--|---|-----------|
| | D<=0.1 | ignore |
| Foreign particles, stain (Circular shape) | 0.1 <d<=0.15< td=""><td>3</td></d<=0.15<> | 3 |
| | 0.15 <d<=0.2< td=""><td>1</td></d<=0.2<> | 1 |
| | D>0.2 | 0 |
| Foreign particles, stain (Liner shape) | L<=2.0 and W<=0.01 | ignore |
| | L<=2.0 and 0.01 <w<=0.02< td=""><td>2</td></w<=0.02<> | 2 |
| | L<=1.0 and 0.02 <w<=0.03< td=""><td>1</td></w<=0.03<> | 1 |
| | L>2.0 or W>0.03 | 0 |
| | Judged on white or black picture position | |

^{*}The scratch of the front polarizer is judged in the above.

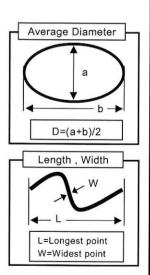
^{*}Inspection area: Active area and viewing area,



There should be no distinct non-uniformity visible through 2 % ND filter.

10. Others

If some problems arise about mentioned items in this document and other items, the user of the TFT-LCD module and Sharp will cooperate and make efforts to solve the problems with mutual respect and good will.



^{*}It doesn't become a problem on the function (on the performance), that the scratch, dent and dirt on back of the panel are allowed.