

DISCLOSURE OF INFORMATION

To comply with the provisions of the Capital Market and Financial Institutions
Supervisory Board Rule (OJK) No 17/POJK.04/2020

PT SURYA TOTO INDONESIA, Tbk.

("the Company")

Business line:

Engaged in the production and sale of sanitaryware, fittings, and kitchen system

Head Office:

Jl. Letjen. S. Parman Kav. 81, Jakarta 11420, Indonesia

Phone: (021) 29298686, Fax: (021) 5682282

Email: toto.indonesia@toto.co.id

BRIEF DESCRIPTION OF THE TRANSACTION

Addition of the Company's Indonesian Standard Industrial Classification (KBLI).

I. Description of the Company

a. Company history

PT Surya Toto Indonesia Tbk (the "Company") was established on July 11, 1977, within the framework of the Foreign Capital Investment Law No. 1 of 1967 based on the notarial deed No. 88, year 1977 of Kartini Mulyadi, S.H. The Company's deed of establishment was approved by the Minister of Justice of the Republic of Indonesia in his Decision Letter No. Y.A.5/111/13 dated June 8, 1978 and was published in the State Gazette No. 93 dated November 21, 1978 of the Republic of Indonesia. The Company's articles of association have been amended several times, the latest amendment is in relation to the changes of article 4 paragraphs 1 and 2 of which were documented in the notarial deed No. 13 dated September 20, 2016 of Rusnaldy, S.H., M.Kn. regarding to stock split of par value from Rp50 each become Rp5 each and the Company's number of shares from 1,032,000,000 shares to 10,320,000,000 shares. The amendment was received by the Minister of Law and Human Rights in his Decision Letter No. AHU-AH.01.03-0087121 dated September 20, 2016 and registered in the Sisminbakum database of the Ministry of Law and Human Rights of the Republic of Indonesia under registration No. AHU-0117914.AH.01.11 dated September 20, 2016.

b. Business activity

In accordance with the Company's Articles of association, the Company's principal activities consist of manufacturing and selling sanitary, fittings and kitchen system products and other activities related to those products. The Company started its commercial operations in February 1979.

c. Company management

Based on deed no. 143 dated May 24, 2022, the current composition of the Company's Directors and Commissioners is as follows:

Board of Directors

President Director	: Hanafi Atmadiredja
Vice President Director	: Hiroshi Tomonari

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Director	: Setia Budi Purwadi
Director	: Juliawan Sari
Director	: Jun Hanaoka
Director	: Ferry Prajogo
Director	: Satoshi Horiuchi
Director	: Tatsuhiko Yasaka
Director	: Cin Chin
Director	: Anton Budiman
Director	: Fauzie Munir

Board of Commissioners

President Commissioner	: Mardjoeki Atmadiredja
Vice President Commissioner	: Naomiki Takeuchi
Commissioner	: Umarsono Andy
Independent Commissioner	: Segara Utama
Independent Commissioner	: Achmad Kurniadi

d. Capital structure and composition of Shareholders

The current capital structure of the Company is based on deed No.13 dated September 20, 2016, and the composition of the Company's shareholders as of December 31, 2022, is as follows:

Information	Number of shares	Nominal per share (Rp)	Nominal amount (Rp)	Percentage of ownership
Authorized capital	30,000,000,000	5	150,000,000,000	
Issued and fully deposited capital:				
Toto Limited, Jepang	3,911,546,800	5	19,557,734,000	37,90%
PT. Multifortuna Asindo	3,045,048,250	5	15,225,241,250	29,51%
PT. Suryaparamitra Abadi	2,584,908,650	5	12,924,543,250	25,05%
Public (each with less than 5% ownership)	778,496,300	5	3,892,481,500	7,54%
Amount of issued and fully paid up capital	10,320,000,000		51,600,000,000	100%

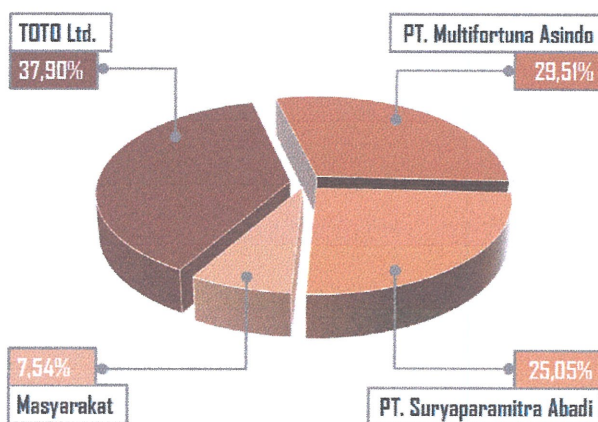
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e. Diagram of the Company's share ownership as of December 31, 2022



f. Financial highlights

In Million Rupiah

Information	Year 2022
Sales	2,086,059
Gross Profit	569,804
Gross Margin (%)	27.31%
EBITDA	530,131
Profit from Operations	393,290
Operating Margin (%)	18.85%
Profit/(Loss) for the year	313,411
Net Margin (%)	15.02%
Total Comprehensive Income for The Year	350,361
Earnings/(Loss) per Share	30.37
Total Current Assets	1,528,687
Total Current Liabilities	4,280
Net Operating Capital	1,100,696
Total Assets	3,304,972
Total Liabilities	1,002,211
Total Equity	2,302,761
Net Income/Total Assets (ROA) (%)	9.48%
Net Income/Total Equity (ROE) (%)	13.61%
Current Ratio (%)	357.18%
Total Liabilities/Total Equity (DtE) (%)	43.52%
Total Liabilities/Total Assets (%)	30.32%

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II. Summary of the feasibility study of addition in business activities (Ref. No: 00737/2.0072-00/BS/04/0022/1/V/2023 dated May 16, 2023)

a. Appraiser Status

Assessor : Felix Sutandar, MSc
Appraisal service office name: KJPP Felix Sutandar and Partners
Qualification : Property and Business Appraiser
STTD : STTD.PPB-31/PM.2/2018
MAPPI : 81-S-00017

b. Object of Feasibility Study

The object of the feasibility study is the feasibility of the plan of addition of the Company's business activities in relation to:

- KBLI 25920 (Industry of Various Special Work on Metals and Metal Products)
- KBLI 28221 (Industry of Machinery and Machine Tool for Metal Working)
- KBLI 33122 (Machinery Repair for Special Purposes)
- KBLI 71205 (Calibration/Metrology Services)

c. Purpose and objectives

The purpose and objective of the feasibility study on the plan of addition of the Company's business activities is to conduct an analysis and study regarding the feasibility of adding the Company's business activities in order to comply with POJK Regulation 17/POJK.04/2020 regarding material transactions and changes in business activities.

d. Feasibility study date

The cut-off date of this feasibility study report is 31 December 2022. The feasibility study date was selected based on the objectives of the feasibility study, existing regulations and data availability.

e. Approach and methodology

The approach used in analyzing the feasibility of adding the Company's business activities is:

- Market feasibility
- Technical feasibility
- Feasibility of business patterns
- Feasibility of management model
- Feasibility of finance

f. Assumptions and limiting conditions

This feasibility study is limited by the following assumptions and limiting conditions:

- This feasibility study is a non-disclaimer opinion
- The business appraiser has conducted a review of the documents used in the appraisal process
- The data and information obtained comes from sources that can be trusted for accuracy
- The financial projections used have been adjusted and reflect the fairness of the financial projections made by management with their ability to achieve them

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- The business appraiser is responsible for carrying out the feasibility study and the fairness of the financial projections
- This feasibility study report is open to the public unless there is confidential information, which may affect the Company’s operations
- The business appraiser is responsible for the feasibility study report and final conclusion
- The business appraiser has obtained information on the legal status of the object of the feasibility study and the assignor

g. Opinion on the feasibility of addition business activities

- From the market feasibility study, with the addition of KBLI, there is no change in market share, market potential and potency of market value of the Company, because the addition of KBLI is only related to the adjustment of the KBLI classification owned by the Company to match its business activities that have been running so far.
- From the technical feasibility study, it shows that legally, with the addition of business, in the future, the Company’s permits related to the classification of KBLI owned will be in accordance with the business activities that have been running so far. In addition, with the addition of KBLI, the machines used for production and the Company’s production process flow are not changed
- From the feasibility study of business pattern, it shows that with the addition of business, the Company’s business pattern is not changed, because the plan to add KBLI is only to adjust the legality of the KBLI currently owned by the Company so that it is in line with the business activities that have been running so far. So, with the addition of KBLI, it will not cause changes to the Company’s future operational activities.
- From the feasibility study of management model, it shows that with the addition of business, the Company’s management model is not changed, because the plan to add KBLI is only to adjust the legality of the KBLI currently owned by the Company so that it is in line with the business activities that have been running so far. So, with the addition of KBLI, it will not cause changes to the Company’s future operational activities.
- In the feasibility study of finance, there is no financial impact or quantitative benefits due to the addition of KBLI because the plan to add KBLI is only to adjust the legality of the KBLI currently owned by the Company so that it is in line with the business activities that have been running so far. So, with the addition of KBLI, it will not cause changes to the Company’s future operational and financial performance activities.

Based on the matters as stated above, Business Appraiser has the opinion that the plan to add PT Surya Toto Indonesia Tbk’s business activities is “FEASIBLE”.

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III. Availability of experts related to addition in business activities

Regarding the availability of professional experts, the experts that the Company currently have, include the experts needed to add KBLI, because the addition of KBLI is for business activities that have been carried out by the Company so far. The following is a list of current experts available for the addition of KBLI in the Company:

NO	TYPES OF COMPETENCE SKILLS	KBLI CODE			
		25920	28221	33122	71205
1	HSE Chemical Specialist	√			
2	HSE General Expert	√	√	√	√
3	Occupational Safety and Health Expert	√	√	√	√
4	Genset (Associate Executive, Small PLTD Unit Local Operator)	√			
5	Air Pollution Control	√	√	√	√
6	Welder	√	√	√	
7	HSE Electrical Technician	√	√	√	
8	Electric welding	√	√	√	
9	Hazardous Waste Management Operation	√	√	√	√
10	Lift and Transport Equipment Operator	√	√	√	
11	Class II Lift and Transport Equipment Operator	√	√	√	
12	STEAM Boiler Operator	√			
13	Class I STEAM Boiler Operator	√			
14	Class II STEAM Boiler Operator	√			
15	3G SMAW Welding	√	√	√	
16	Control of Water Pollution	√	√	√	√
17	Air Pollution Control	√	√	√	√
18	Wastewater Treatment (Operational Person in Charge)	√			
19	Temperature Metrology Special Training Participants				√
20	Mass Measurement and Calibration Technique				√
21	Environmental Noise Measurement Technique	√	√	√	
22	HSE Electrical Technician	√	√	√	
23	Elevator Technician	√			

With the addition of business, there are no changes related to the workforce or professional experts of the Company, because the plan to add KBLI is only to adjust the legality of the KBLI currently owned by the Company so that it is in line with the business activities that have been running so far. So, with the addition of KBLI, it will not cause changes to the Company's future operational activities.

IV. Explanation, considerations, and reasons for addition business activities

The business activities of the Company are based on the currently registered Articles of Association or KBLI which are the sanitary equipment industry (KBLI 23923 "Industry of Sanitary Equipment made of Porcelain"), the wooden furniture industry (KBLI 31001 "Wood Furniture Industry"), and other furniture industry (KBLI 31009 "Other Furniture Industry"), but the Company's business activities that actually have been running so far are business of producing and selling sanitary products (porcelain products), fittings (metal products) and kitchen system equipment (wood furniture products) as well as other related products activities.

So that the Company needs to add its KBLI to match the business activities that have been running so far, which are KBLI 25920 regarding "Industry of Various Special Work on Metals and Metal

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Products", KBLI 28221 regarding "Industry of Machinery and Machine Tool for Metal Working", KBLI 33122 regarding "Machinery Repair for Special Purposes", and KBLI 71205 regarding "Calibration/Metrology Services". This adjustment is needed because the Company's unit in the Serpong area carries out various business activities where the qualifications are in line with the four KBLI with details of the activities are as follows:

- Smelting of molding brass raw materials according to the type of product (Casting)
- Press/Stamping brass raw materials are cut, burned, pressed (Forging)
- The process of making thread / thread by a lathe (Machining)
- Polishing with sandpaper cloth and tripoly (Polishing)
- Nickel and chrome plating (Plating)
- Injection of PP and ABS plastic raw materials (Injection) and assembly / setting into finished goods (Assembling)
- Making equipment and components such as cutting tools, molds, dies, jigs and fixtures to be sold to partners who produce products to be sent to the Company
- Perform repair and maintenance of equipment and components for cutting tools, molds, dies, jigs and fixtures for partners who produce products to be sent to the Company
- Perform calibration services of instrument for partners who produce products to be sent to the Company

With the addition of the KBLI, there will be no impact or changes to the operational activities and financial performance of the Company because the plan to add KBLI is only to adjust the legality of the KBLI currently owned by the Company so that it is in line with the business activities that have been running so far.

V. Explanation of the effect of addition in business activities on the financial condition of the Public Company

With the addition of this business activity, it does not have an impact on the Company's finance condition or the Company's shareholders, because the plan to add KBLI is only to adjust the legality of the KBLI currently owned by the Company so that it is in line with the business activities that have been running so far. So, with the addition of KBLI, it will not cause changes to the Company's future operational and financial performance activities.

VI. Information on the implementation of the General Meeting Shareholder (GMS) in order to additional business activities of the Company

Discussions regarding to the addition of the Company's business activities will be carried out and decided at the Company's Extraordinary General Meeting of Shareholders ("GMS") with the following Agenda:

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Extraordinary GMS Agenda:

No. Agenda	Agenda Content
1.	Discussion of the Feasibility Study regarding changes in the Company's Business Activities
2.	Approval of the deed of amendment to Article 3 of the Company's Articles Of Association regarding the Purpose And Objectives And Business Activities Of The Company

In connection with the implementation of the Company's Extraordinary GMS with the Agenda as mentioned above, the Presence Quorum provisions apply as follows:

- a. For the first agenda, according to the provisions of Article 15 paragraph 1.a of the Company's Articles of Association, this Meeting is valid if attended and or represented by more than 50% (fifty percent) of the total number of shares with valid voting rights issued by the Company;
- b. For the second agenda, according to the provisions of Article 15 paragraph 1.h of the Company's Articles of Association, this Meeting is valid if attended and or represented by more than 2/3 (two-thirds) of the total number of shares with valid voting rights that have been issued by the Company.

In accordance with the provisions of Article 15 paragraph 12 of the Company's Articles of Association, the decision of the Company's Extraordinary GMS with the Agenda as mentioned above is taken based on deliberation to reach consensus, but if deliberation for consensus is not reached, then the decision is taken by voting.

If a vote is taken, then the following decision quorum provisions apply as follows:

- a. For the first agenda, a decision is valid if the proposal submitted is approved by more than 50% (fifty percent) of the total number of shares with voting rights present or represented at the GMS;
- b. For the second agenda, a decision is valid if the proposal submitted is approved by more than 2/3 (two thirds) of the total number of shares with voting rights present or represented at the GMS.

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VII. Other material matters relating to addition in business activities

There are no important events after the date of the valuation that can affect the valuation results.

This Disclosure of Information is made to elaborate previous Disclosure of Information published on
2 May 2023 and 18 April 2023

Issued in Jakarta, 17 May 2023



Hanafi Atmadiredja
President Director