

-Translation-

No. FTI-SET-2566/010

June 28, 2023

Subject: Establishment of 3 subsidiaries to produce and assemble parts and equipment for water filtration systems

Attention: President
The Stock Exchange of Thailand

Function International Public Company Limited (“the Company”) would like to inform that the Board of Directors Meeting No. 3/2023, held on June 28, 2023, has resolved to approve the Company to establish 3 subsidiaries under the laws of Thailand. By joining with 3 partners who are companies established under the law of the People's Republic of China that specializes in the production and assembly of parts and equipment for water filtration systems. The preliminary details are as follows:

Company 1

Registered Capital : 5,000,000 Baht (Five Million Baht)
divided into 50,000 ordinary shares with the par value of 100 Baht

Objective : To produce and assemble filters for water filtration systems, and distribute both for the market in Thailand and oversea market.

Shareholding Structure : Function International Public Company Limited 51.00%
Representative from Shanghai Lyuden Environment & Technology Co., Ltd. 49.00%

Directors : All directors are representatives of the Company.

Source of Fund : Working capital of the Company

Company 2

Registered Capital : 5,000,000 Baht (Five Million Baht)
divided into 50,000 ordinary shares with the par value of 100 Baht

Objective	:	To produce and assemble transformer for water filtration systems, and distribute both for the market in Thailand and oversea market.
Shareholding Structure	:	Function International Public Company Limited 51.00% Representative from Jiangyin Runyang Electronic Co., Ltd. 49.00%
Directors	:	All directors are representatives of the Company.
Source of Fund	:	Working capital of the Company

Company 3

Registered Capital	:	5,000,000 Baht (Five Million Baht) divided into 50,000 ordinary shares with the par value of 100 Baht
Objective	:	To produce and assemble booster pump for water filtration systems, and distribute both for the market in Thailand and oversea market.
Shareholding Structure	:	Function International Public Company Limited 51.00% Representative from Ningbo Aceboom Electric Motor Co., Ltd. 49.00%
Directors	:	All directors are representatives of the Company.
Source of Fund	:	Working capital of the Company

Incidentally, since the People's Republic of China has strict laws and regulations for the financial process of transferring money into or out of the country. The 3 partners therefore agreed to appoint representatives who were the major shareholders of the company as a joint venture shareholder in each subsidiary company. The Company will benefit from the establishment of the subsidiary namely from lower production costs, increase skill and efficiency in the production process, and increase growth in business expansion both domestic and international. The Company will continue to notify the Stock Exchange of Thailand when the 3 subsidiaries have been established.

The transaction above does not constitute a connected transaction and the transaction size does not require disclosure under the Notification of the Capital market Supervisory Board no. TorChor. 20/2551 Re: Rules on Entering into Material Transactions Deemed as Acquisition or Disposal of Assets and the Notification of the Board of the Stock Exchange of Thailand Re: Disclosure of Information and Other Acts of Listed Companies Concerning Acquisition and Disposition of Assets, B.E. 2547 (2004) (as amended), of which the maximum transaction size is 0.84% based on the total value of consideration basis as of March 31, 2023. and the Company has not entered into any asset acquisition transactions during the past 6 months.

Please be informed accordingly.

Yours sincerely,

(Dr. Vikorn Poovapat)

Chief Executive Officer

Office of Company Secretary

Tel. (02) 540-6263 Ext. 1420