

KİMTEKS POLİÜRETAN SANAYİ VE TİCARET ANONİM ŞİRKETİ ("COMPANY") PROFIT DISTRIBUTION POLICY

1. Purpose

The purpose of the profit distribution policy is to determine the profit distribution principles of the Company and to enable the shareholders to foresee procedures and principles of distribution of the profit to be obtained by the Company in the future periods, in accordance with the regulations to which the Company is subject and the provisions of the Articles of Association. The Company takes the utmost care to establish a balance between the interests of the shareholders and the interests of the Company in terms of dividend distribution.

The Company complies with the Capital Markets Law No. 6362 ("CML"), the Turkish Commercial Code No. 6102 ("TCC"), the capital market legislation, and other relevant legislation and regulations on profit distribution. The Company pays utmost attention to the fulfillment of the principles set forth in the Corporate Governance Principles of the Capital Markets Board ("CMB") in effect, which can be amended from time to time.

The Company's Profit Distribution Policy has been prepared in accordance with the CMB's Corporate Governance Communiqué (II-17.1) and Dividend Communiqué (II-19.1) and has been announced to all stakeholders, especially the shareholders, via the Company website (www.kimpur.com).

2. Authority and Responsibility

The Dividend Distribution Policy has been designed by the Board of Directors in line with the CMB Corporate Management Principles and submitted to the approval of the shareholders as a separate item on the agenda of the Company's general assembly meeting. The Board of Directors is has the authority and responsibility to monitor, develop and update the Company's Profit Distribution Policy. The amendments to be made in the Dividend Distribution Policy are announced to the public, following the decision of the Board of Directors, together with their justification, in accordance with the regulations on the disclosure of special events, and submitted to the approval of the shareholders at the general assembly meeting and published on the Company website (www.kimpur.com).

3. Profit Distribution Principles

The Company decides on profit distribution by taking into account market expectations, long-term strategies, capital requirements of the Company, and subsidiaries, investment and financing policies, profitability and cash statement, to the extent that it is allowed by the relevant regulations and financial facilities. Dividend can be distributed to the shareholders free of charge by adding cash or profit to the capital, and a certain amount of cash can also be distributed as bonus shares. The company aims to distribute at least 50% of the distributable period profit, calculated within the framework of the capital market legislation, to the shareholders.

The dividend is distributed equally to all of the Existing Shares, in proportion to their shares, by the distribution date, regardless of their issuance and acquisition dates. The Company does not have any shares with dividend privileges.

Unless the reserves required to be set aside in accordance with the Turkish Commercial Code and the dividend determined for the shareholders in the Articles of Association or the Profit Distribution Policy are allocated; no decision may be taken to allocate other reserves, to transfer profits to the next year, and to distribute dividends from the profits to the members of the board of directors, employees of the partnership and persons other than the shareholders, unless the dividend determined for the shareholders is paid in cash, no dividends can be distributed to these persons.

Dividends are distributed to the shareholders on the date determined by the General Assembly, following the approval of the assembly within the specified legal periods. The General Assembly decides on the date of profit distribution. The General Assembly or, if authorized, the Board of Directors may decide to distribute the dividend in installments in accordance with the Turkish Capital Market Legislation.

The Board of Directors may distribute advance dividends, provided that it is authorized by the General Assembly and complies with the Turkish Capital Market Legislation.

4. Dividend Distribution Principles

Dividend distribution principles are regulated in Article 13 of the Company's Articles of Association, titled "Determination and Distribution of Profit".

The company shall act in accordance with the provisions of the Turkish Commercial Code and the Capital Markets Legislation on the determination and distribution of profit.

The period profit remaining after the deduction of the amounts required to be paid or set aside by the Company, such as the Company's general expenses and miscellaneous depreciation, and the deduction of the taxes required to be paid by the Company's legal entity, from the revenues of the Company determined at the end of the activity period, and the profit for the period seen in the annual balance sheet, and the amount remaining after deduction of previous year losses, if any, shall be distributed as shown below, respectively:

General Legal Reserve:

a) Until it reaches 20% of the capital, five percent is set aside as legal reserves.

First Dividend:

b) The first dividend shall be allocated in accordance with the Turkish Commercial Code and Capital Markets Legislation, in line with the Company's profit distribution policy, over the amount to be found by adding the donation amount during the year, if any.

c) Following the above-mentioned reductions, the general assembly has the right to decide on the distribution of the dividend to the members of the Board of Directors, the employees of the partnership, and persons other than the shareholders.

Second Dividend:

The General Assembly is authorized to distribute the remaining portion of the net profit for the period, after the deduction of the amounts specified in subparagraphs (a), (b) and (c), partially or completely as a second dividend or to allocate it as a reserve fund in accordance with the Turkish Commercial Code, Article 521.

General Legal Reserve:

Ten percent of the amount found after deduction of 5% of the capital from the portion that has been decided to be distributed to the shareholders and other persons participating in the profit shall be added to the general legal reserve in accordance with the second subparagraph of the Turkish Commercial Code, Article 519.

Unless the reserves required to be set aside in accordance with the Turkish Commercial Code and the dividend determined for the shareholders in the Articles of Association or the Profit Distribution Policy are allocated; no decision may be taken to allocate other reserves, to transfer profits to the next year, and to distribute dividends from the profits to the members of the board of directors, employees of the partnership and persons other than the shareholders, unless the dividend determined for the shareholders is paid in cash, no dividends can be distributed to these persons.

The dividend is distributed equally to all of the Existing Shares by the distribution date, regardless of their issuance and acquisition dates.

the General Assembly shall decide on the distribution method and time of the profit that is decided to be distributed upon the proposal of the Board of Directors.

The decision on dividend distribution by the General Assembly in accordance with the provisions of the Articles of Association may not be revoked unless permitted by law.

5. Dividend Advance Distribution Principles

Pursuant to Article 14 of the Company's Articles of Association, titled "Dividend Advance", the General Assembly may decide to distribute advance dividends to the shareholders in accordance with the provisions of the Capital Markets Board (CMB) and other relevant legislations. *The provisions of the relevant legislation are followed in the calculation and distribution of the amount of advance dividend. It is obligatory to authorize the Board of Directors to distribute advance dividends, limited to the relevant accounting period, upon the decision of the General Assembly.*