



KİMTEKS POLİÜRETAN SANAYİ VE TİCARET A.Ş.
REPORT OF THE AUDIT COMMITTEE ON THE USAGE OF FUND OBTAINED
FROM CAPITAL INCREASE

5/23/2022

Date of Report: 5/23/2022

Report No: FKR - 01

Subject of the Report: The report prepared by the Audit Committee of Kimteks Poliüretan Sanayi ve Ticaret A.S., pursuant to Article 33 of the Capital Markets Board's Communiqué on Shares No VII.128-1 and on whether the funds obtained after the capital increase are used as specified in the prospectus.

Comments:

The planned public offering of the Kimteks Poliüretan Sanayi ve Ticaret A.S. was performed through capital increase and joint sale. Under the Decision No 2022/7 taken by the Board of Directors on 24.03.2022, it has been stated that the net income to be obtained from the capital increase through capital increase will be used as follows.

- The funds to be obtained as a result of the new shares to be issued due to the capital increase shall be used mainly for the purpose of expanding the Company's operations. The Company also plans to use 50% of the fund to be obtained from the public offering through the capital increase method in financing the investment of the Düzce Facility in order to meet the capacity increase requirements and to produce existing and new product groups.
- The remaining 50% of the fund amount shall be used to cover the working capital that has increased due to growth and to cover some of the bank loan debts.
- Net income of the company from the public offering shall be used for financing the investments to be required within the framework of the above-mentioned items, participating in the capital increase to be made, and technological infrastructure investments, sales and marketing activities, training and development activities and general corporate purposes in order to strengthen the financial structures and activities of subsidiaries and affiliates, which can be switched between categories in line with the interests of the company and/or continue their activities with the said net income, to the extent that the company does not need and/or can not use it as described above.

In the public offering of our company, which was held in the Primary Market of Borsa İstanbul A.S. on 20-21-22/04/2022, all of the shares with a nominal value of 33.000.000 TL, from the joint sales of 21.450.000 TL, with a capital increase of 11.550.000 TL, were traded at the sale price of 29.00 TL. A gross income of 334,950,000 TL (324,399.075 TL, Net) was obtained from the sale of 11,550,000 shares issued through capital increase in the public offering.

Comments	Amount (TL)
Gross Public Offering Income	334,950,000
Cost	10,550,925
Net Public Offering Income	324,399,075

Following the disclosure of the company's financials, the funds obtained with the capital increase, as of today, are as follows.

Information on the use of the net fund of 324,399,075 TL obtained from the public offering:

Fund Usage	Amount (TL)	Fund %
Investment expenditures to meet the requirements of capacity increase (*)	19,247,558	6%
Paying off bank loan	129,500,000	40%
Working capital expenditures	32,698,090	10%
TOTAL	181,445,648	56%

() The invoice amount received from the contractor company for the construction of the Düzce Facility is 55,575,331 TL. 19,171,934 TL of this amount was paid to the contractor company in cash. The remaining amount of the invoice will be settled by offsetting with the contractor company based on the barter calculation.*

The remaining of the net fund obtained from the public offering shall be used in the following periods in accordance with the purpose of fund usage.

Respectfully Submitted.
Best Regards,

Audit Committee