

**KİMTEKS POLİÜRETAN SANAYİ VE TİCARET ANONİM ŞİRKETİ**  
**(“COMPANY”)-WORKING PRINCIPLES OF THE EARLY RISK**  
**DETECTION COMMITTEE**

**1. Purpose**

The Company established the Early Risk Detection Committee (“Committee”) with the Board of Directors Decision No 19, dated 12.10.2021 in accordance with Capital Markets Law No. 6362 (“CMB”), Turkish Commercial Code No. 6102 (“TCC”), Corporate Management Communiqué of the Capital Markets Board (“CMB”) (II-17.1) and Corporate Management Principles regulated in the current Corporate Management Communiqué, which can be sometimes amended and changed.

The purpose of the Committee is to early detect the risks that may endanger the existence, development and continuation of the Company, to take the necessary precautions for the identified risks and to manage the risk.

**2. Structure of Committee**

The committee shall consist of at least two members. In case that the committee consists of two members, both of them shall be non-executive board members. In case that there are more than two members, the majority of the members shall be non-executive board members. The chairman of the committee shall be elected from among the independent board members. The experts who are not members of the Board of Directors may become members of the Committee.

The chief executive officer/general manager may not take office in the Committee.

The company takes care not to have a member of the board of directors take part in more than one committee.

The members of the Committee shall be determined by the board of directors and announced on the Public Disclosure Platform.

**3. Duties and Responsibilities of the Committee**

Duties and responsibilities of the committee are as follows:

- Identifying all risks, probabilities and effects that may endanger the existence, development and continuation of the company,
- Establishing risk measurement models and risk management systems and reviewing their effectiveness at least once a year,
- Making necessary warnings to the Board of Directors regarding the measurement and monitoring of risks and the use of risk factors in decision processes,
- Making recommendations to the Board of Directors to improve risk management practices and models,
- Carrying out necessary activities on the adoption and implementation of risk management policies and practices by all Company units and employees.

**4. Activities and Meetings of Committee**

The committee shall convene as often as it deems necessary and put all its activities in writing and keep a record. The committee shall submit reports containing information about its activities and meeting results to the board of directors.

The Committee may invite the required persons the meetings and take their opinions.

The Committee shall take the opinions of independent experts on the issues about the activities. The cost of consultancy services required by the Committee shall be covered by the Company. However, in this case, the annual report shall include information about the person/organization from which the service is received and whether this person/organization has any relationship with the Company.

## **5. Changes in Working Principles of Committee**

The Committee shall submit the proposals for changes in these principles to the Board of Directors. The proposals shall be put on the agenda at the first meeting of the Board of Directors.

## **6. Validity**

These principles and related changes and updates shall come into force with the decision of the Board of Directors.