

**ÇELİK HALAT VE TEL SANAYİİ A.Ş.**  
**DIVIDEND DISTRIBUTION POLICY**  
**04/03/2014**

Our company makes dividend distribution decisions and executes payouts in accordance with the Turkish Commercial Code, Capital Markets Legislation, Capital Markets Law (CML), Capital Markets Board (CMB) Regulations and Decisions, Tax Laws, other relevant legal provisions, our Articles of Association, and General Assembly resolutions.

Accordingly:

1. General Principle: A minimum of 50% of the "net distributable period profit", calculated in compliance with Capital Markets Legislation, CML, and CMB Regulations based on the financial statements, shall be distributed.
2. Flexible Distribution (50%-100%): If the company wishes to distribute between 50% and 100% of the net distributable profit, the exact ratio shall be determined after evaluating the financial statements, financial structure, and budget.
3. Public Disclosure: Dividend proposals shall be publicly announced within legal timeframes and in compliance with Capital Markets Legislation, CML, and CMB Regulations.
4. Adjustments Based on Legal Records: If the net distributable profit calculated under Tax Laws and Turkish Commercial Code differs from the amount calculated per Article 1:
  - a) If lower, the entire profit based on legal records shall be distributed.
  - b) If higher, the company shall act per Article 2.
5. No Distribution if No Profit: If no net distributable profit exists under Turkish Commercial Code and Tax Laws, no dividends shall be paid, even if a profit is calculated per Capital Markets Legislation.
6. Minimum Threshold (5% of Issued Capital): If the net distributable profit is below 5% of issued capital, the company may withhold dividends.
7. Donations and Aid: The General Assembly sets an annual cap on donations/aid. Excess amounts are added back to the net distributable profit.
8. Timing of Distribution: Dividends shall be paid no later than 30 days after the General Assembly's resolution or by the fiscal year-end.
9. Form of Distribution: Dividends may be paid in cash, bonus shares, or installments, per CMB Regulations and General Assembly resolutions.
10. Distribution to Non-Shareholders: Dividends may be extended to non-shareholders if approved by the General Assembly, provided legal compliance is maintained.
11. Interim Dividends: The company may distribute advance dividends per legal and regulatory requirements.

12. Exceptions for Strategic Needs: Significant investments, financial uncertainties, or external economic risks may influence dividend decisions.