



## **EREĞLİ DEMİR VE ÇELİK FABRİKALARI T.A.Ş.**

For the Period 1 January – 31 March 2026  
Condensed Board of Directors' Activity Report

**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUE SERIA: II, NO:14.1****A - GENERAL INFORMATION****1. Period of the Report**

1 January – 31 March 2026

**2. Information About the Association**

- **Title:** EREĞLİ DEMİR VE ÇELİK FABRİKALARI T.A.Ş.
- **Trade Registry Number:** 863637
- **Address:** Barbaros Mah. Ardiç Sok. No: 6 Ataşehir/İSTANBUL
- **Website:** [www.erdemir.com.tr](http://www.erdemir.com.tr)

**3. Shareholding and Capital Structure**

Authorized Capital : TRY 7.000.000 thousand  
Paid-in Capital : TRY 7.000.000 thousand

Shareholders	Shares (Thousand TRY)	%
ATAER Holding A.Ş.	3.467.965	49,54
Publicly Held	3.253.911	46,49
Erdemir's Own Shares	278.124	3,97
<b>Total</b>	<b>7.000.000</b>	<b>100,00</b>

**4. Board of Directors, Executive Management and Number of Personnel**

According to the Turkish Commercial Code and related regulations, the election of the Member of Board of Directors is carried out by the General Assembly within the framework of the Articles of Association. Should there be a vacant position in the Board of Directors Membership within the respective period; an election is held for the vacant positions according to the provisions of Turkish Commercial Code and Company's Articles of Association and submitted to the next general assembly to be approved. The Company's 2025 Ordinary General Assembly has been convened on March 26, 2026.

Within the framework of the provisions of the Turkish Commercial Code and the Capital Market Law, pursuant to Articles 10th and 11th of the Company's Articles of Association, at the Ordinary General Assembly Meeting held on March 26, 2026, the membership number of Board of Directors has been determined as 9 and 6 Board Members were elected to serve for 3 years period and 3 Independent Board Members were elected to serve for 1 year period.

**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUÉ SERIA: II, NO:14.1**

The active members of the Board of Directors as of reporting period:

<b>Board of Directors</b>	<b>Title</b>	<b>Effective from</b>
OYTAŞ İç ve Dış Ticaret A.Ş. (Represented by: Murat YALÇINTAŞ)	Chairman	27.05.2013 (*)
Ömer Cihad VARDAN	Deputy Chairman(**) and Independent Board Member	26.03.2026
OYKA Kağıt Ambalaj Sanayii ve Ticaret A.Ş. (Represented by: İsmail DOĞAN)	Board Member and Executive Director	12.09.2012 (*)
OMSAN Lojistik A.Ş. (Represented by: Tolga SAYGUN)	Board Member and Executive Director	11.09.2012 (*)
OYAK Pazarlama Hizmet ve Turizm A.Ş. (Represented by: Melikşah UTKU)	Board Member	13.09.2012 (*)
Republic of Türkiye Ministry of Treasury and Finance Privatization Administration (Represented by: Bekir Emre HAYKIR)	Board Member	20.09.2012 (*)
OYAK Denizcilik ve Liman İşletmeleri A.Ş. (Represented by: Ahmet Raci YALÇIN)	Board Member	12.09.2012 (*)
Hasan MANDAL	Independent Board Member	26.03.2026
Saime Gonca ARTUNKAL	Independent Board Member	26.03.2026

(\*) Legal entity's duty starting dates were considered.

(\*\*)At the Board of Directors' Meeting held on April 28, 2026, Independent Board Member Ömer Cihad VARDAN was elected as Deputy Chairman of the Board of Directors.

**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUÉ SERIA: II, NO:14.1**

**Powers and Duties of the Members of the Board of Directors**

The Chairman and the members of the Board of Directors possess duties and authorities set out in the Turkish Commercial Code's relevant clauses and in the Company's Articles of Association.

<b>Executive Management</b>	<b>Title</b>	<b>Effective from</b>	<b>Education</b>	<b>Experience</b>
İsmail DOĞAN	Board Member and Executive Director (Representative of OYKA Kağıt Ambalaj Sanayii ve Ticaret A.Ş.)	18.07.2025	Boğaziçi University -Industrial Engineering (Bachelor's Degree)	17 Years
Tolga SAYGUN	Board Member and Executive Director (Representative of OMSAN Lojistik A.Ş.)	09.04.2026	Eastern Mediterranean University-Civil Engineering (Bachelor's Degree)	30 years
Vacant	Financial Management and Financial Affairs Group Vice President	-	-	-
Vacant	Marketing and Sales Group Vice President	-	-	-
Vacant	Procurement Group Vice President	-	-	-
Vacant	Enterprise Architecture and Human Resources Group Vice President	-	-	-
Şaban YAZICI	General Manager	23.08.2025	Middle East Technical University -Mechanical Engineering (Master's Degree)-Finance and Management (Master's Degree) Middle East Technical University-Mechanical Engineering (Bachelor's Degree)	38 Years
Sinan BOZKURT	Deputy General Manager (Operations)	27.09.2021	Middle East Technical University - Metallurgy and Materials Engineering (Bachelor's Degree)	29 Years

**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUE SERIA: II, NO:14.1**

**5. The Transactions of Board Members Made on Its Behalf or on Behalf of Other and the Activities as Part of Prohibition of Competition**

At the Ordinary General Assembly held on March 26, 2026, it is consented to give the authority for transactions for the year 2026 according to article 395 and 396 of Turkish Commercial Code to the Members of the Board.

No transaction had been realized in this context.

**6. Personnel and Worker Movements and Collective Bargaining Practices and Rights and Benefits Provided to Personnel and Workers**

30th Period Collective Labor Agreement, which will be valid between September 1, 2024 and August 31, 2026, has been signed on February 12, 2025 between Turkish Employers' Association of Metal Industries (MESS) on behalf of our company and Turkish Metal Union as the collective bargaining agency.

29th Period Collective Labor Agreement, which will be valid between January 1, 2025 and December 31, 2026 has been signed on July 17, 2025 between Özçelik-İş Union and İskenderun Demir ve Çelik A.Ş.

Vacations are paid annual leaves, accompaniment leaves for medical purposes, accompaniment leaves excused absences, unpaid leaves, and other paid leaves consisting marital leaves, bereavement leaves, pregnancy leaves, maternity leaves, nursing leaves, adoption leaves, part-time work leaves, transport leaves, be with your child leaves and leaves in case of a natural catastrophe.

Complementary health insurance for our hourly paid staff; individual annuity insurance, private health insurance and life insurance are provided to our monthly paid personnel.

Bereavement allowance, transportation and meal allowance, derived from the social benefits, are given to all employees; the rest is given only to blue-collar workers. Paid annual leaves, leaves of absence with excuse, marital leaves, bereavement leaves, maternity leaves, and pregnancy leave, accompaniment leaves, adoption leaves, part-time work leaves, transport leaves, unpaid leaves and nursing leaves can be taken by all employees; the rest is taken only by blue-collar workers.

The number of the personnel employed by the Group as of reporting date:

	<b>31 March 2026 Personnel</b>	<b>31 December 2025 Personnel</b>
Hourly paid	8.911	8.907
Monthly paid	3.922	3.917
	<b>12.833</b>	<b>12.824</b>

**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUE SERIA: II, NO:14.1****7. Compliance with the Corporate Governance Principles**

The "Corporate Governance Principles" published by the Capital Markets Board (CMB) which were declared in our Annual Activity Report for the year ending 2025 were met during the period 1 January 2026 – 31 March 2026.

**8. Amendments in the Articles of Association**

None.

**B - Financial Rights Given to Board Members and Executive Management****1. Total Amount of Financial Rights Like Attendance Fee, Wages, Bonus, Premium and Dividend Payments**

The relevant section of the minutes of the General Assembly dated March 26, 2026 is as follows:

In the 8th article of the agenda related to the Rate Setting of the Board Members', the proposal dated March 26,2026 was read by the representative of ATAER Holding A.Ş. Feyza DEMETGÜL AKKOYUNLU, it was submitted to the General Assembly's approval and in accordance with the proposal;

It was decided by the majority of votes that; no wages will be paid to the Board members representing Group B shares, the monthly net wage that will be paid to the members representing Group A shares will be net TRY 50.000 (monthly, in cash), the wages of independent Board members will be net TRY 75.000 (monthly, in cash) and the new wages valid from the date of April 1, 2026.

Wages of the Executive Management is determined by the Board. Performance based additional payment is given to paid monthly personnel including Executive Management.

No payables were given, no loans were issued directly or through a third party and no indemnity was given (like sureties) to Board Members or Executive Management during the period.

No payment of performance was made to Board Members.

**2. Allowances Given, Travel, Housing and Representation Expenses and Real and Cash Advances, Insurance and Other Pledges**

A total of TRY 29.631 thousand is recorded as expense related to Company Board Members and Executive Management for the period 1 January – 31 March 2026.

**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUÉ SERIA: II, NO:14.1****C - Research and Development Activities**

The research and development activities of OYAK Mining Metallurgy are conducted by the Erdemir R&D Center, certified by the Republic of Türkiye Ministry of Industry and Technology in 2014. These activities focus on five main areas: raw materials and iron making, steel making and casting technologies, hot and cold rolled products and processes, and energy and environmental solutions.

Erdemir R&D Center has state-of-the-art laboratory facilities and pilot scale simulation systems. Center's main specialization areas are material characterization, thermomechanical simulation, metal forming, welding technologies, corrosion, fatigue, enameling, rheology, spectral analysis, inclusion analysis and X-Ray applications. On the other hand, experimental studies with main production route processes' simulators such as coking, agglomeration, sintering, melting, rolling, heat treatment and coating are realized in R&D Center.

**D - Activities and Important Developments Regarding the Activities****1. Investment Activities**

Operating within the modern plants and by modern production technology, OYAK Mining Metallurgy produces competitive products globally and continues its investments aligned with the continuous development strategy. In this scope:

**In Erdemir Plants:**

Site works are ongoing in the Various Fire Detection and Extinguishing Systems Project, the Project of Slitting Line Transfer to ERSEM and the modernization of stoves within the scope of the 2nd Blast Furnace Renovation Investment. The second phase study continues in the Surface Inspection Systems Project. Engineering studies continue in the Erdemir Domestic Wastewater Treatment Plant Modernization and the Erdemir 2nd Unloading Jetty New Grab Ship Unloader Cranes Investment Projects.

Engineering and equipment manufacturing study continues in the No.2 Hot Strip Mill Investment Project. Equipment manufacturing processes are ongoing in the Erdemir 2nd Cargo Jetty\_New Level Luffing Cranes Investment Project. The feasibility study for the No. 5 Coke Oven Battery project is currently being updated.

Procurement activities continue for the Continuous Annealing Line (CAL) Drives System and Level 2 Automation Modernization Project. The Renovation of Erdemir-1 154 kV Substation Project have been initiated.

**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUÉ SERIA: II, NO:14.1**

In İsdemir Plants:

Testing and commissioning are ongoing for the Port-1 New Grab Ship Unloader Cranes Project. Civil and mechanical works within the 3rd Phase continue in the Seawater Pumping Station Sustainability Investment.

Equipment supply and site activities are ongoing in The Port Capacity Increase Investment and the Repair, Renovation and Strengthening Projects of Port Facility Damaged by the Earthquake.

Procurement activities continue for the new 1. and 2. turbo generator and the electricity generation from the steam produced in coke dry quenching projects.

The Group recorded an investment accrual of USD 147 million (31 March 2025: USD 311 million) in its condensed consolidated financial statements as of the reporting date.

**2. Internal Control System and Internal Auditing Activities**

At OYAK Mining Metallurgy Companies, internal audit activities are carried out by the Internal Audit Directorate, which reports directly to the Board of Directors. Internal audit activities are planned and performed using a systematic, disciplined, and risk-based approach, with reference to the International Standards for the Professional Practice of Internal Auditing. Through internal audit activities, the effectiveness of the risk management, control, and governance processes of OYAK Mining Metallurgy Companies is evaluated. In audit engagements, data analytics, continuous auditing, and automated control monitoring approaches and technologies are utilized. Audit activities are tracked through the Audit Management System; action plans are created for findings identified as a result of internal audit activities and are monitored systematically.

The Internal Audit Directorate regularly reports to the Audit Committee - composed of Independent Members of the Board of Directors - on the results of internal audit activities and the effectiveness of the internal control system. The Committee's meetings are held in alignment with the Board of Directors' regular meeting schedule, and following each meeting, a written report on the Committee's activities, together with a summary of the minutes, is submitted to the Board of Directors.

**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUÉ SERIA: II, NO:14.1**

**3. Direct and Indirect Subsidiaries**

**The Information about Affiliates Subject to Consolidation**

The main scope of business and the participation in their shareholding of the affiliates subject to consolidation are as follows:

<b>Name of the Company</b>	<b>Country of Operation</b>	<b>Operation</b>	<b>2026 Effective Share %</b>	<b>2025 Effective Share %</b>
İskenderun Demir ve Çelik A.Ş.	Türkiye	Integrated Iron and Steel Manufacturing	94,87	94,87
Erdemir Madencilik San. ve Tic. A.Ş.	Türkiye	Iron Ore and Pellet	90	90
Erdemir Çelik Servis Merkezi San. ve Tic. A.Ş.	Türkiye	Steel Service Center	100	100
Erdemir Mühendislik Yön. ve Dan. Hiz. A.Ş.	Türkiye	Management and Consultancy	100	100
Erdemir Romania S.R.L.	Romania	Electrical Steel Production	100	100
Erdemir Asia Pacific Private Limited	Singapore	Trading	100	100
Erdemir Enerji Üretim A.Ş.	Türkiye	Renewable Energy Production	100	100
İsdemir Linde Gaz Ortaklığı A.Ş.	Türkiye	Industrial Gas Production and Sales	47	47
Kümaş Manyezit Sanayi A.Ş.	Türkiye	Magnesite Ore, Refractory	100	100
Yenilikçi Yapı Malzemeleri ve Üretim San. Tic. A.Ş.	Türkiye	Recycling, Special Purpose Entity	100	100

**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUÉ SERIA: II, NO:14.1**

**E - Financial Position**

**1. Consolidated Summary of Financial Statements**

Financial statements are prepared in accordance with the CMB's Communiqué Serial:II, 14.1 and have been unaudited as of March 31, 2026.

**Summary of Consolidated Financial Position**

	(Unaudited)	(Audited)
	Current Period	Previous Period
(Thousand TRY)	31 March 2026	31 December 2025
Current Assets	257.051.476	250.627.343
Non-current Assets	319.694.560	307.903.852
<b>Total Assets</b>	<b>576.746.036</b>	<b>558.531.195</b>
Current Liabilities	126.598.745	116.913.185
Non-current Liabilities	145.298.849	144.338.226
Shareholders' Equity	304.848.442	297.279.784
<b>Total Liabilities</b>	<b>576.746.036</b>	<b>558.531.195</b>

**Summary of Consolidated Profit or Loss**

	(Unaudited)	(Unaudited)
	Current Period	Previous Period
(Thousand TRY)	1 January - 31 March 2026	1 January - 31 March 2025
Revenue	59.684.847	53.544.627
Gross Profit	4.805.619	3.801.258
Operating Profit	2.427.230	1.897.402
Operating Profit Before Finance Income (Expenses)	2.498.709	2.439.269
Profit Before Tax	896.440	421.713
Net Profit (Loss) for the Period	405.786	447.904
Shareholder's share in the Profit (Loss) for the Period	383.856	426.389
EBITDA	5.992.487	3.579.438
Earnings Per Share (Loss)	5,71%	6,34%

The Entity prepares its budgets within the frame of its strategic goals that is approved by the Board of Directors. In the regular meetings of the Board of Directors is reviewing the current position of the Entity and activities are compared with the previous period and budget targets.

**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUÉ SERIA: II, NO:14.1**

**2. Key Ratios**

(%)	1 January - 31 March 2026	1 January - 30 March 2025
Gross Profit Margin	8,1%	7,1%
Operating Profit Before Finance Income (Expenses) Margin	4,2%	4,6%
EBITDA Margin	10,0%	6,7%
Profit (Loss) Margin	0,7%	0,8%
Shareholder's Share in the Profit (Loss) Margin	0,6%	0,8%

**3. The Availability of Financial Sources and the Policies the Group Applies in This Framework**

Group has full access to all national and international financial sources with its market making power based on high trading volume in money markets. New funding alternatives according to changing market conditions are continuously analyzed and offers are evaluated. The debt policy of Group is developed based on the capability of cash generation and the strong equity structure. Hedging methods and amounts used against financial risks are developed based on a frame of systematic models. Within the risk tolerances, forward, futures, swap and options reflecting market conditions are implemented, if necessary.

**4. Dividend Distribution Policy**

Group's Dividend Distribution Policy is as follows:

As a principle, Company implements the policy of distributing all of its distributable profit in cash within the provision of forecasted free cash flow generation by considering financial leverage ratios, investment/financing needs and anticipation of the market under the scope of effective regulations and clauses of Company's Articles of Association. The dividend distribution policy is reviewed annually by the Board of Directors every year considering to national and global economic conditions, the projects on the company's agenda and the state of its funds.

Dividend is paid by fixed or variable installments in accordance with the legislation by giving authority to the Board of Directors at the General Assembly Meeting, where dividend distribution is decided, until 15 December of the relevant calendar year.

General Assembly is authorized for the "distribution of dividend advance" in accordance with relevant legislations.

At Annual General Assembly dated 26 March 2026, dividend distribution gross dividend per share: TRY 0,55 amounting to TRY 3.850.000 thousand from 2025 net profit and retained earnings was approved by majority of votes. As of 26 March 2026, which is the dividend distribution decision date of the Company, dividend pertaining to the shares owned by the Company due to the ownership of 3,97% of its own shares with a nominal value of 1 TRY, is shown by netting off the amount of dividends to be distributed. The Group approved TRY 669.035 thousand dividend to non-controlling shares on Isdemir, which is subsidiary of the Group. Dividend distribution will start on 3 June 2026.

**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUÉ SERIA: II, NO:14.1**

**5. Information About the Sector**

Global crude steel production in February this year decreased by 2,2 percent year on year to 141,8 million tonnes. In the January- February period this year, global crude steel production decreased by 1,5 percent year on year to 298,2 million tonnes.

In February, crude steel output in Asia amounted to 105,3 million tonnes, down 1,9 percent, with China's output at 76,1 million tonnes, down 3,6 percent, Japan's crude steel production remained flat year-on-year at 6,4 million tonnes, 13,6 million tonnes produced by India, up by 7,7 percent, and 4,8 million tonnes produced by South Korea, moving up by 0,2 percent with all comparisons on year-on-year basis.

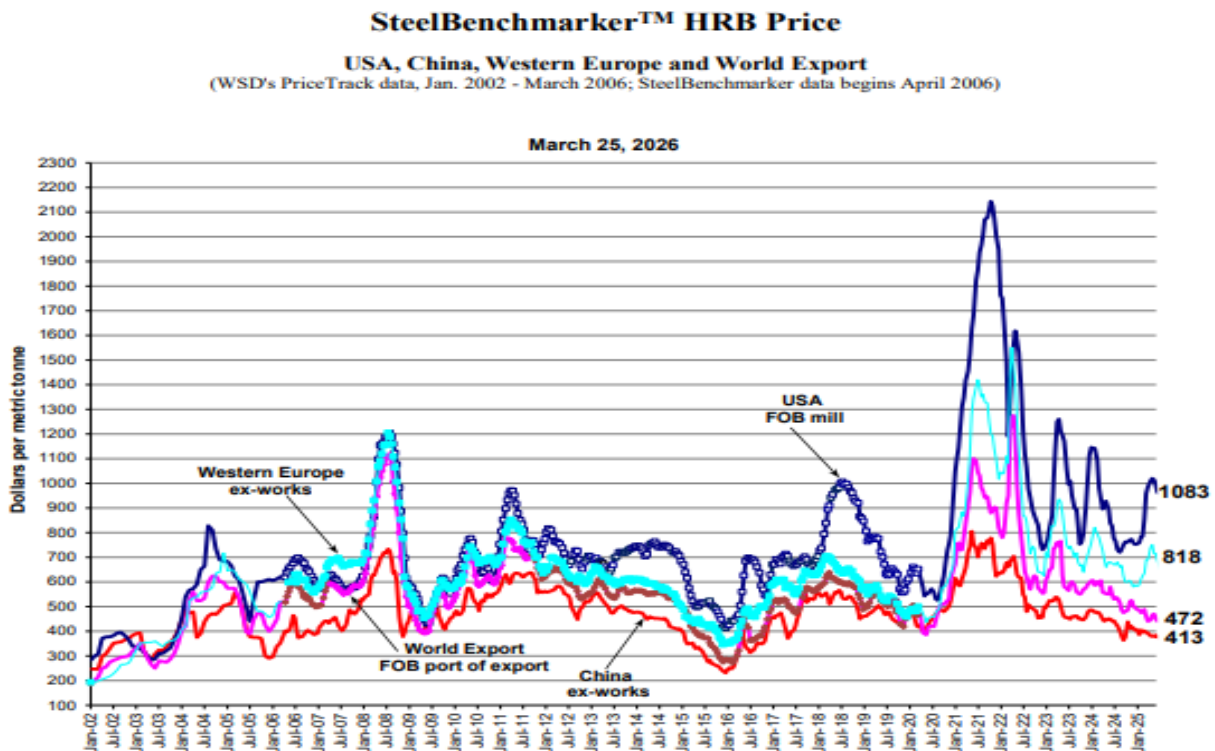
EU-27 countries produced 9,8 million tonnes of crude steel in February, down by 3,6 percent year on year. In the given period, Germany's output amounted to 2,8 million tonnes, up 4,8 percent year on year.

The CIS registered a crude steel output of 6 million tonnes, decreasing by 10,5 percent on year-on-year basis, with Russia's estimated output at 5 million tonnes, down 10,2 percent year on year.

In North America, in February, crude steel output totaled 8,5 million tonnes, up by 0,5 percent year on year, with the US producing 6,5 million tonnes, rising by 5,8 percent, both year on year. Crude steel output in South America in February amounted to 3,1 million tonnes, decreasing by 7,7 percent compared to the same month in the previous year, with Brazil's output totaling 2,5 million tonnes, down by 5,7 percent year on year.

In the given month, Africa produced 2 million tonnes of crude steel, increasing by 4,7 percent year on year. In the Middle East, crude steel output totaled 3,7 million tonnes, moving up by 0,1 percent.

Price changes of hot rolled products follows:



**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUÉ SERIA: II, NO:14.1**

Türkiye produced 3 million tonnes of crude steel in February, with a 3,4 percent increase compared to the same month in the previous year. Türkiye's crude steel output by electric arc furnaces decreased by 1,9% (2,1 million tonnes) and the production by integrated plants increased by 18,2% (916 thousand tonnes) both year on year.

In the January-February period this year, Türkiye produced 6,4 million tonnes of crude steel, up by 4,7 percent year on year. Türkiye's crude steel output by electric arc furnaces decreased by 0,4% (4,5 million tonnes) and the production by integrated plants increased by 19% (1,9 million tonnes) both year on year.

## 6. The Position within the Sector

The Group produced 8,1 million tonnes of crude steel in 2025. In the first three months of 2026, the Group produced a total of 2,3 million tonnes of crude steel, with 0,9 million tonnes at the Ereğli Plant and 1,4 million tonnes at the İskenderun Plant.

## 7. Operational Developments

Türkiye's first and only integrated flat steel producer, Group, who carries out production, operation, maintenance and modernization activities within its all facilities. Manufacturing 23% of all crude steel production in Türkiye, Group again continued its operations in line with the principle of optimal costs, maximum productivity and quality of production in the first two months of 2026.

## 8. Production Plants and Productivity

The information about the capacities of main product groups by Group are stated below:

Capacity used (%)	1 January - 31 March 2026	1 January - 31 March 2025
Liquid Steel	98%	80%
Crude Steel	96%	79%

## 9. Products

The main products of the Group are as follows:

Erdemir	İsdemir	Ermaden	Kümaş Manyezit
Tinplate	Billet	Pellet	Refractor
Galvanized	Wire Rod	Iron Ore	Magnesite Ore
Cold Rolled	Slab		
Hot Rolled	Hot Rolled		
Plate			

## 10. Production (quantity)

Final Products (000 Tonnes)	1 January - 31 March 2026	1 January - 31 March 2025
Flat Products	1.846	1.697
Long Products	265	200
Pellet, Iron Ore and Magnesite	575	596

**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUÉ SERIA: II, NO:14.1**

### 11. Developments Regarding Sales

The iron and steel sector serves as a driving force for national economies. Türkiye is one of the leading countries in the world in this sector in terms of both production and consumption. As the world's 7th largest crude steel producer, Türkiye recorded crude steel production of 6,4 million tons in the first two months of 2026, representing a year-on-year increase of 4,7%.

Total flat product sales of the Group reached the level of 1,9 million tonnes in the first three months of 2026. The domestic flat product sales reached 1,6 million tonnes. Total long product sales were 235 thousand tonnes and 233 thousand tonnes of long product sales were made domestically. The Group's total sales were 15% through exports.

### 12. Sales (quantity)

<b>Final Products (000 Tonnes)</b>	<b>1 January - 31 March 2026</b>	<b>1 January - 31 March 2025</b>
Flat Products	1.888	1.726
Long Products	235	176
Pellet, Iron and Magnesite Ore Products (*)	616	567

(\*) As of 31 March 2026, 550 thousand tonnes of pellet, iron and magnesite ore sales are made for Group Companies (31 March 2025: 518 thousand tonnes).

## F - Risks and Evaluation of the Board

### 1. Enterprise Risk Management

Enterprise Risk Management Procedure has been published with the purpose of ensuring systematic and comprehensive identification, evaluation, control and monitoring of risks and opportunities that may affect Company's assets, reputation, and profitability. The procedure includes guidance on support and positioning, risk identification, prioritization, improvement, reporting, monitoring/surveillance, and communication principles related to risks in order to manage company-wide risks to the highest standard.

In order to measure the risks incurred by the company and ensure conformity to the risk tolerance limits; risks are monitored and managed in accordance with regulations and guidelines developed for critical risks.

### 2. Committee of Early Risk Detection

The Early Detection of Risk Committee Regulation is included in the Corporate Governance Policies and Regulations tab under Corporate Governance section of Investor Relations title on the company's website.

The purpose of the Committee is to identify the risks that may threaten the existence, progress and continuation of the Company operations within the scope of the Early Detection of Risk Committee Regulation and legal legislation to implement the necessary measures related to the risks identified and to manage those risks.

**BOARD OF DIRECTORS' ACTIVITY REPORT PREPARED IN ACCORDANCE  
WITH THE COMMUNIQUE SERIA: II, NO:14.1**

The meetings of the Committee are held bimonthly and in accordance with the regular meetings of the Board of Directors. After each meeting, a written report on the activities of the Committee is submitted to the Board of Directors with a summary of the minutes. Meeting minutes are kept by the secretariat.

**G - Other Information**

**1. Organizations Out of the Headquarters**

The Company has a branch in Kdz. Ereğli.

**2. Information for Shareholders**

None.