

## **KARSAN OTOMOTİV SANAYİİ VE TİCARET A.Ş.**

### **DIVIDEND POLICY**

There is no privilege with regards to both profit sharing and dividend distribution.

Our company has been paying dividends within the scope of the provisions of Turkish Commercial Code, Capital Market Regulations, Tax Regulations and other applicable regulations as well as the terms of the articles of association in relation to paying dividends.

Within the boundaries of both financial possibilities and relevant regulations and taking into account the long term company strategy, investment and financing policy as well as the profitability and cash position, so long as the profit for the period calculated pursuant to Capital Market Regulations can be supplied from the legal records, the dividend is to be paid to the shareholders in maximum portion and in the form of cash and/or shares at no cost (gratis shares).

Under the condition that the dividend payment commences latest by the end of the financial year whereby the General Assembly Meeting in which the decision on dividend payment was made had taken place, the payment of the dividends is targeted to be realized at the latest within 3 months following the General Assembly Meeting and General Assembly decides the date of the dividend payment. The dividend can be paid in equal or unequal installments pursuant to the regulations, provided that it is decided at the General Meeting in which the resolution with regards to the dividend payment is made.

The dividend is to be distributed to all existing shares as of the date of the distribution equally and in proportion to their shares regardless of the dates of issuance and acquisition.

The Board of Directors is aspired to take all the measures in terms of place, time and form pursuant to the regulations in order to deliver the annual profit to the shareholders within the shortest period of time.

According to the articles of association of the Company, the Board of Directors can distribute advance dividend, provided that it is authorized by General Assembly and acts according to the Capital Market Regulations.