



Pinar Entegre Et ve Un Sanayii A.Ş.

Date: March 2, 2020

Subject: Board of Directors Decision for Dividend Distribution

At the Board of Directors meeting of our Company dated 02.03.2020;

For the calculation of net distributable profit of 2019, the Turkish Commercial Code, Capital Market Legislation, Corporate Tax, Income Tax and other legal regulations, articles in our articles of incorporation regarding profit distribution as well as our Profit Distribution Policy were considered, and according to the financial statements independently audited and prepared based on Turkish Accounting Standards and in accordance with Communiqué II-14.1 of Capital Markets Board, General Legal Reserves were not kept from the net period profit of 2019 which is TL 46,193,588 as it reached the legal limits, and the net distributable period profit was calculated as TL 46,193,588.

It was decided to present the following issues for the approval of the Ordinary General Assembly: out of the calculated distributable profit, to distribute the amount of TL 9,619,467 as First Dividend to Shareholders as equal to 20% of distributable profit, considering the donations in amount of TL 1,903,749 made within the year in line with CMB regulations, keeping the Board of Directors Allocation not exceeding 5% ratio in the articles of association over the remaining amount, to distribute profit share over the remaining amount not to exceed 3% ratio to various foundations established for various purposes and to distribute Second Dividend to Shareholders in amount of TL 29,382,033 TL as equal to 76.50% of total net nominal issued capital (TL 43,335,000) together with First Dividend Amount over the remaining amount (net amount of First and Second Dividend is TL 33,151,275), to keep General Legal Reserves in amount of TL 3,967,797, and to keep the entire remaining amount as Extraordinary Legal Reserves.

For each share that is traded on stock exchange with a nominal amount of 1 TL, a cash dividend of 0.7650 TL will be paid.

Best Regards,

PINAR ENTEGRE ET VE UN SANAYİİ A.Ş.