

## **TÜRKİYE HALK BANKASI A.Ş. DIVIDEND DISTRIBUTION POLICY**

The Bank follows the guidelines set forth in the Turkish Commercial Code, Banking Law, Capital Markets Law and related legislation, as well as the provisions of the Articles of Association on the issue of dividend distribution.

The Board of Directors sets the Dividend Distribution Policy, announcing it to the public by publishing it on the Bank's Internet site after submitting it to the General Assembly for approval.

The Bank shall distribute cash and/or bonus shares to its shareholders equal to at least 5% of its distributable profits for the period. The Board of Directors shall announce in its dividend distribution proposal the profit shares to be distributed to people other than shareholders.

Pursuant to the regulations set forth by the Banking Regulation and Supervision Agency, the Board of Directors of the Bank shall decide the most feasible dividend distribution proposal every year. This will be established by taking into account the Bank's capital adequacy ratio, equity position, loan disbursement plans and market developments in addition to investor requests and announced to the public by publishing it on the Bank's Internet site and submitting it to the General Assembly for approval.

The General Assembly shall decide on the dividend distribution date proposed by the Board of Directors of the Bank. The General Assembly has the discretion to approve the date as proposed by the Board of Directors or set a different date provided it is within the statutory terms.

The Bank does not allow dividend advances.