

REPORT ON THE PLACES OF USE OF THE FUNDS TO BE OBTAINED FROM THE CAPITAL INCREASE

Purpose of the Report

This report has been prepared to be submitted to the approval of the Board of Directors in accordance with Article 33 of the Capital Markets Board's Share Communiqué numbered VII-128.1.

1. GENERAL INFORMATION

Trade Name	Hektaş Ticaret T.A.Ş.
Head Office Address	Gebze Organize Sanayi Bölgesi, İhsandede Cad., 700. Sok, No: 711, Gebze, Kocaeli
Registered Capital Ceiling	TRY 8,500,000,000.00
Issued Capital	TRY 2,530,000,000.00
Corporate Website	www.hektas.com.tr
Field of Activity	Manufacturing, importing and marketing of agricultural and veterinary drugs
Trade Registry Office	Gebze
Trade Registration No.	6535-10921
Tax Office	İlyasbey Tax Office
Tax ID Number	4610015898

2. SHAREHOLDING STRUCTURE OF THE COMPANY

Shareholder's Name and Surname/Trade Name	Share in Capital (TRY)	Share in Capital (%)
Turkish Armed Forces Pension Fund (OYAK)	1,400,773,362.20	55.37
Other	1,129,226,637.80	44.63
Total	2,530,000,000.00	100

3. BOARD OF DIRECTORS

Name - Surname	Title	Office Term Starting Date/Office Term
OMSAN LOJİSTİK ANONİM ŞİRKETİ (Representative: EREN ZİYA DİK)	Chairperson of the Board of Directors	03.04.2023 – 3 Years
OYTAŞ İÇ VE DIŞ TİCARET ANONİM ŞİRKETİ (Representative: CAN ÖRÜNG)	Vice Chairperson of the Board of Directors	03.04.2023 – 3 Years
OYAK PAZARLAMA HİZMET VE TURİZM ANONİM ŞİRKETİ (Representative: FERHAT BAĞLARLIOĞLU)	Member of the Board of Directors	03.04.2023 – 3 Years
OYAK DENİZCİLİK VE LIMAN İŞLETMELERİ ANONİM ŞİRKETİ (Representative: ŞANSEL YILMAZ)	Member of the Board of Directors	03.04.2023 – 3 Years
AKDENİZ CHEMSON KİMYA SANAYİ VE TİCARET A.Ş. (Representative: GÖZDE ERKOÇ)	Member of the Board of Directors	03.04.2023 – 3 Years
KADRİ ÖZGÜNEŞ	Member of the Board of Directors (Independent)	09.05.2024 – until the 2024 General Assembly Meeting
KURTULUŞ BEDİR VAROĞLU	Member of the Board of Directors (Independent)	09.05.2024 – until the 2024 General Assembly Meeting
BÜLENT ŞAMİL YETİŞ	Member of the Board of Directors (Independent)	09.05.2024 – until the 2024 General Assembly Meeting

4. PLACES OF USE OF THE FUNDS TO BE OBTAINED FROM THE CAPITAL INCREASE

It was resolved that the issued capital of our company, which is TRY 2,530,000,000.00 within the registered capital ceiling of TRY 8,500,000,000, be increased by TRY 5,900,000,000 (at the rate of 233.20158%) to TRY 8,430,000,000 by making the existing shareholders use their rights to purchase new shares.

It is anticipated that the gross cash inflow expected to be obtained from the sale of shares to be issued for the paid-in capital increase planned to be increased by 233.20158% will be TRY 5,900,000,000, and that the estimated net cash inflow to be provided within the scope of the paid-in capital increase after deducting the estimated approximate issue cost of TRY 17,798,250 will be TRY 5,882,201,750.

The resources foreseen to be provided as a result of this capital increase are planned to be used in the following areas.

PLACE OF USE OF THE FUND	RATIO TO NET CAPITAL INCOME (%)
Debt Repayment	100
TOTAL	100

4.1. REPAYMENT OF DEBTS

The fund to be obtained will be used to make principal and interest repayments to reduce the financial burden on the Company and its 100% subsidiaries, to reduce the Company's debt stock and financing costs, and to produce a stronger financial structure by this means. With the funds to be obtained from the capital increase, the loans in question will be evaluated and paid off in the order to be determined by taking into account the maturity and costs, in line with the interests of the Company and our investors, depending on market conditions. All debts planned to be paid are in cash.

The company will benefit from the fund obtained from the capital increase by purchasing securities such as time deposits in Turkish Lira and/or Eurobonds, investment funds, etc. and/or in another way that can provide similar protection to preserve the value of the fund, until it starts to use it in the above mentioned areas. The methods of benefit and the conditions of benefit for this fund during the said period will be decided in accordance with the interests of the Company within the framework of global and local economic conditions.