

**AYDEM RENEWABLES**  
**QUESTIONS AND ANSWERS**  
**AT THE 2023 ORDINARY GENERAL ASSEMBLY MEETING HELD ON JUNE 12, 2024**

**Question 1:** Why are the companies Eytur, Başat and Akköprü, which are among the subsidiaries and affiliates, not operating?

**Answer 1:** Feasibility studies are carried out in order to use our existing resources more efficiently. Investments are being evaluated in order to use resources more efficiently due to the limited water resources in HPPs within the scope of world resources.

**Question 2:** What is the scope of the Company's capacity increases in the coming years?

**Answer 2:** Our Company's investments in the coming years will continue mainly in the areas of SPP and WPP. However, necessary studies are also ongoing to use resources more efficiently at all times. The details of our Company's investment plans can be found in our Investor Presentations on our Company's Investor Relations page.

**Question 3:** Can you give information about the functioning of the storage system?

**Answer 3:** A storage system is a system that stores the energy produced at any time and with any energy source and allows it to be reused at the desired place and time. The main purpose of Energy Storage Systems for electricity grids is to convert electrical energy into a form to be stored, store it and transfer it back to the grid as electrical energy when necessary. Energy Storage Systems are installed together with control and management systems to support a reliable operation process. The aim is not only to provide local control, but also coordinated control of the equipment throughout the national grid. Energy Storage Systems can be self-charging and self-discharging to reduce energy costs and control demand load.

**Question 4:** What is the difference whether the power plants are included in YEKDEM (FIT) or not?

**Answer 4:** The right to be included in YEKDEM (FIT) for each year is at the discretion of the Company. In this context, our Company's energy trade team conducts detailed studies and forecasts, and as a result of these studies and forecasts, decisions are made whether or not to include our power plants in YEKDEM (FIT).

**Question 5:** Could you please provide information on whether your Company participated in the Akköprü HPP tender?

**Answer 5:** Considering the periodic hydrology conditions in the region as of the tender date and the occupancy status of the relevant power plant dam, we have evaluated that the project is less efficient for our Company compared to the investments we are currently planning. For these reasons, we have decided to direct our resources to more efficient investments instead of the relevant project.

**Question 6:** What is the reason for the differences in the statements made by the company executives for new investments?

**Answer 6:** Evaluations regarding the investments planned by our company are continuously made. We focus on the most appropriate and beneficial options and feasibility studies are carried out. As Aydem Renewables, our biggest goal is to use resources efficiently and increase our renewable power. Beyond this, we would like to state that the differences in the statements made are due to the sharing of the storage battery plant power according to whether it is included in our installed power or not.

**Question 7:** How will the investments be financed?

**Answer 7:** We are constantly making our reports and cost studies regarding financing. Our feasibility studies are ongoing. However, due to the continuous decrease in costs, it is foreseen that it will be made with less costs than in previous years. But of course, since dynamic processes and world markets are also effective, we will inform our stakeholders about all developments.

**Question 8:** Is there a certain period for the disposal of the buy-backed shares?

**Answer 8:** The issue of disposal of buy-backed shares is regulated in Article 19 of the CMB's Communiqué on Buy-backed Shares (II-22.1). The details of Article 19 are as follows:

(1) Buy-backed shares and bonus shares acquired due to these shares may be held indefinitely, provided that the conditions in the first and third paragraphs of Article 9 of this Communiqué are complied with.

(2) Shares repurchased in violation of the provisions of this Communiqué shall be disposed of within one year at the latest as of the date of repurchase. Shares that cannot be sold during this period shall be redeemed through capital reduction.

(3) Except for subparagraph (a) of the first paragraph of Article 16 of this Communiqué, the portion of the repurchased shares exceeding ten percent of the paid-in or issued capital of the corporation shall be disposed of as soon as their transfer becomes possible without causing any loss and in any case within three years following their acquisition. Shares not disposed of within this period shall be immediately redeemed by way of capital reduction.

(4) Fixed capital securities investment trusts engaged in repurchase may hold the repurchased shares indefinitely, provided that they comply with the conditions set forth in the second paragraph of Article 16 of this Communiqué.

(5) Shares repurchased by unlisted corporations under a buy-back program may be disposed of only after the completion of the program. These corporations may sell the repurchased shares only through secondary public offering or exercise of new share purchase rights.

by complying with the relevant procedures. The same conditions are also sought for the sale of bonus shares acquired due to repurchased shares. It is obligatory to make an application to the Board before realization of these transactions.

(6) Corporations whose shares are traded on the stock exchange may dispose of their repurchased shares through sale on the stock exchange during the relevant repurchase program or after the program ends, except for the period announced pursuant to the fourth paragraph of Article 12 of this Communiqué. Sales transactions realized in the wholesale market

of the stock exchange regarding the repurchased shares shall also be deemed as sales in the stock exchange. Share sales to third parties to be made in this market are realized within the margins of the relevant market. In the sale of shares to related parties, the price cannot be lower than the base price to be determined in accordance with the wholesale market regulations of the stock exchange. The same principles shall also apply to bonus shares acquired as a result of repurchased shares.

(7) In case the sale of the repurchased shares is between subsidiaries, the restriction on sale in the stock exchange may be waived, provided that it does not have any effect on the financial status and management structure and the Board's approval is obtained beforehand.

(8) Within the framework of the purposes of the buy-back program, in case of share acquisition programs for the employees of the corporation and/or its subsidiaries and capital market instruments convertible into shares or exchangeable for shares, and in case shares are exchanged or converted into shares, the conditions in the fifth paragraph and the restrictions on sale in the stock exchange in the sixth paragraph shall not apply.

(9) Repurchased shares shall be redeemed in accordance with the capital reduction procedures of the Board which do not require fund outflow.

**Question 9:** Could you please provide detailed information about your Company's Monetary Gain/Loss and Deferred Tax Income/Expense items after the application of inflation accounting.

**Answer 9:** In accordance with TAS 29 Financial Reporting in Hyperinflationary Economies, our Company has presented its financial statements according to the purchasing power as of December 31, 2023 by indexing its financial statements with the correction coefficients obtained according to the CPI. In order to make the necessary adjustments to the financial statements in accordance with TAS 29, assets and liabilities are firstly separated into monetary and non-monetary, and non-monetary assets and liabilities are further separated into those measured at current value and those measured at cost. Monetary items (except for those linked to an index) and non-monetary items measured at their current values at the end of the reporting period are not subject to inflation adjustment as they are currently expressed in terms of the measuring unit current at December 31, 2023. As of December 31, 2023, non-monetary items that are not expressed in terms of the measuring unit current at December 31, 2023 are subject to inflation adjustment using the relevant coefficient. The Company recognizes deferred tax liabilities based upon temporary differences arising between its financial statements as reported for IFRS purposes and its statutory financial statements. Deferred tax expense increased due to taxes calculated on the monetary gain on inflation adjustment.

**Question 10:** Considering your company's income and financial expenses, it is seen that your company has a debt that exceeds income. Is this a sustainable situation in the long term?

**Answer 10:** After the Eurobond repurchase, our company has a debt of approximately USD 674 million. Considering our cash position and annual EBITDA production capacity, our net debt/EBITDA ratio is around 3, which is a healthy level.

