DONATIONS AND AID POLICY

Article 1: Scope and Legal Basis

This Donations and Aids Policy sets forth the principles governing donations and aid provided by Koton Mağazacılık Tekstil Sanayi ve Ticaret A.Ş. (the "**Company**").

This Policy has been prepared in accordance with the Capital Markets Law No. 6362 (the "**CML**"), the Turkish Commercial Code No. 6102 (the "**TCC**"), the Dividend Communiqué No. II-19.1, the Corporate Governance Communiqué No. II-17.1, including the corporate governance principles annexed thereto, the regulations of the Capital Markets Board (the "**CMB**"), and the relevant provisions of the Company's Articles of Association ("**Articles of Association**").

Article 2: Purpose

The Company has established this Policy to define the principles and rules for encouraging and supporting, through donations, activities that serve the public interest in areas such as education, healthcare, culture and the arts, law, scientific research, environmental protection, sports, the social inclusion of persons with disabilities, entrepreneurship, technology, communications, and other similar fields, addressing societal needs and contributing to the country's future and development in line with its commitment to social and corporate responsibility, as well as to establish the principles governing the management of the donations process and the related communication, reporting, and responsibilities.

The primary purpose of donations and aid is to fulfill the Company's social responsibilities, foster a sense of corporate social responsibility among our shareholders and employees, address social and community needs, and serve the public interest. To this end, the Company also supports the implementation of projects that contribute to social development.

Article 3: Principles Governing Donations

The Company's Articles of Association contain the necessary authorization for the Company to make donations. Within the framework of the Capital Markets Board regulations, the CML, the TCC, the Turkish Code of Obligations No. 6098, other applicable secondary legislation, the Company's internal regulations, and Article 3 "Purpose and Scope" of the Company's Articles of Association relating to the Company's business activities, the Company may, as part of its corporate social responsibility initiatives, make donations and provide aid pursuant to a resolution of the Board of Directors, provided that such donations and aid do not violate the Capital Markets Board's regulations on the transfer of concealed profits or the mandatory corporate governance principles, do not disrupt the Company's business activities, are made within the limits determined by the General Assembly, and that donations made during the year are presented to the shareholders for their information at the General Assembly meeting. The Company shall, however, refrain from making donations or providing aid that could undermine the principle of protecting shareholders' rights.

All donations and aid shall be made in accordance with the Company's vision, mission, and policies, taking into consideration the Company's ethical principles, values, and annual budget allocations. Donations and aid may be made in either monetary or in-kind form.

In determining the form and amount of donations, as well as the institutions, organizations, or individuals to receive them, due consideration shall be given to the Company's corporate social responsibility policies. Donations and aid may be provided to universities, educational institutions, foundations, public-benefit associations and other associations, civil society organizations, and any other institutions, organizations, or individuals of a similar nature.

Donations made during the relevant fiscal year shall be added to the distributable profit base. In all cases, the mandatory limits established by the Capital Markets Board with respect to the amount of donations shall be observed. Donations and payments made by the Company shall be publicly disclosed in accordance with the Capital Markets Board's regulations governing the public disclosure of material events.