

RISK NOTIFICATION FORM FOR EQUITY MARKET

I. IMPORTANT NOTICE

As a result of your trading in Borsa Istanbul A.Ş. Equity Market (“Equity Market”), you may not only gain profit but you have also the risk of loss. Therefore, before deciding to trade in capital markets, you should understand the risks that you may be exposed in the Equity Market, and consider your financial condition and limits.

For this purpose, you should read and understand this Risk Notification Form for Equity Market, pursuant to Article 25 of the Communiqué No. III-39.1 on Principles Governing the Establishment and Activities of Investment Firms.

Most of the risks stated in this *Risk Notification Form for Equity Market* are also associated with the equity trades which take place in foreign markets. However, it should be noted that equity trades in foreign markets involve additional risks associated with execution of transaction in foreign markets as well.

II. WARNING

Before starting to trade, please make sure that the investment firm with whom you are intending to work has relevant trade brokerage certificates and Borsa Istanbul Membership Certificate. You may learn certified investment firms from the websites of www.spk.gov.tr, www.borsaistanbul.com and www.tspb.org.tr or via other communication means

III. GENERAL INFORMATION

Equity Market is a market where equities, pre-emptive rights, exchange-traded funds, warrants and certificates are traded in Borsa Istanbul A.S. (“Borsa Istanbul”).

Equity Market consists of a range of platforms and markets according to the type or specifications of the capital market instruments traded, operating principles and/or other criteria as determined by Borsa Istanbul. Changes may occur in these markets and platforms, and criteria, regulations and practices they are subject to, from time to time.

Before trading in equities in the Equity Market and foreign markets, you are recommended to determine the products, platforms and markets suitable for your needs, determine the associated risks, carry out the research and examination you may deem necessary and make your investment decisions accordingly.

General information on equities and exchange-traded funds traded in Equity Market, and the platforms and markets within the Market include, but not limited to the following.

Capital Market Instruments Equities and Pre-Emptive Rights

1. Equities are capital market instruments representing the share capital of a joint stock company, and giving its holder shareholder rights.
2. Pre-emptive right refers to the current shareholders’ right to preferentially subscribe to the capital increases in joint stock companies. During the subscription period set by companies traded in Borsa Istanbul, pre-emptive rights are listed for certain periods and are traded according to the rules applicable to the Equity Market.
3. Equities approved for trading in Borsa Istanbul are traded in one of the markets or platforms they qualify in the Equity Market.

According to Borsa Istanbul's regulations, changes may occur, from time to time, in the markets and platforms where equities are traded.

Exchange-Traded Funds

1. Exchange-traded funds are exchange-traded investment funds which aim to reflect the performance of the Fund's underlying index to the investors
2. As exchange traded funds reflect the yield and risk of each asset in the underlying index in proportion of the weight of relevant asset in the index, fund's price may fall if the underlying index falls.

Platform and Markets

Some general information on platform and markets are provided below. Borsa Istanbul may make changes in platform and markets from time to time. It is possible that names and/or principles of some or all markets and platforms listed below change, some market and platforms to be removed, and new market and platforms to be established instead of or in addition to the ones stated below. It should be noted that website and regulations of Borsa Istanbul should be reviewed for up-to-date and comprehensive information on markets and platforms.

Star Market

Shares of public companies with a market value above the value set by Borsa Istanbul are traded in Star Market. Market criteria and rules are determined by Borsa Istanbul and may be subject to change from time to time.

Main Market

Shares of public companies with a market value below the value set by Borsa Istanbul are traded in the Main Market. Market criteria and rules are determined by Borsa Istanbul and may be subject to change from time to time.

Sub-Market

Shares of public companies with a market value below the value set by Borsa Istanbul are traded in the Sub-Market. Market criteria and rules are determined by Borsa Istanbul and may be subject to change from time to time.

Structured Products and Fund Market

Exchange traded fund participation certificates, warrants, certificates, ownership-based lease certificates, real estate certificates, real estate investment funds, and venture capital investment funds are traded in this market. Market criteria and rules are determined by Borsa Istanbul and may be subject to change from time to time.

Close Surveillance Market

Shares of companies which no longer trade in the Star Market, Main Market, Emerging Companies Market and Collective Investment Products and Structured Products Market, due to development of certain events, are traded in this market. Market criteria and rules are determined by Borsa Istanbul and may be subject to change from time to time.

Qualified Investor Trading Market

Qualified Investor Trading Market is a market for qualified investors only, established for qualified investors to trade equities issued to be sold to qualified investors without a public offering and other capital market instruments deemed suitable by Borsa Istanbul. Market criteria and rules are determined by Borsa Istanbul and may be subject to change from time to time.

Pre-Market Trading Platform

Shares of public companies which are not quoted in Borsa Istanbul and are decided to be traded in this Platform by Borsa Istanbul are traded in Pre-Market Trading Platform.. Platform criteria and rules are determined by Borsa Istanbul and may be subject to change from time to time.

IV. SECONDARY MARKET INFORMATION

Transactions in Equity Market may take place both in the primary and secondary markets.

V. RISK NOTIFICATION

Some of the risks associated with the transactions in Equity Market are set forth in the following, in addition to those specified in *the Capital Market Activities Framework Agreement General Terms and Conditions* ("Framework Agreement") which is executed or will be executed between you and the investment firm and *the Investment Services and Activities General Risk Notification Form* attached thereto:

1. The account to be opened at the investment firm and any transactions executed in such account are subject to all legislation, orders issued by the Capital Markets Board, Borsa Istanbul, central securities depositories, central registry agencies, clearance and custody houses, and similar regulations. Applicable legislation, regulation, and practices may be amended from time to time; therefore, it is important that you follow the changes that may occur in the legislation, regulation and practices.

2. Transactions in Equity Market are subject to risks at various levels. As a result of price fluctuations in the market, you may lose all the money you deposited in the investment firm and your loss may even exceed the deposited amount.

3. The fact the capital market instruments are traded in the Equity Market cannot be construed as a guarantee on such instruments by the Capital Markets Board or Borsa Istanbul.

4. You should be aware that the trading rules and trading methods applicable in the platforms and markets within the Equity Market and the nature of the issuer companies of capital market instruments traded in different markets or platforms and the regulations and liabilities applicable to such issuer companies may differ. Before making an investment decision, you are advised to conduct a careful inquiry upon the capital market instruments that you intend to trade, the issuer companies and the platforms and markets

5. Values of capital market instruments traded in the Equity Market would be affected from price fluctuations influenced by the general economic and political environment, as well as speculative and manipulative activities.

6. The transactions on the Equity Market bear in itself the counterparty risk. Accordingly, before starting to trade, you should consider the possibilities such as deterioration of the financial condition or bankruptcy of the issuer company.

7. Due to the supply/demand balance influenced by the qualification, quantity and other aspects of capital market instruments traded in the Equity Market, and the market conditions, you may be exposed to liquidity risk.

8. You should note that the depth/liquidity may be limited in the equities traded in the Sub-Market, and consequently the likelihood of sharp upwards and downwards movements may be higher in these equities. You should be aware of the market risks clearly and carefully consider these risks before and while trading at the equities in the Sub-Market. If you want to trade in the Sub-Market, you may want to consider giving limit orders to the extent possible, for the purpose of trying to limit the price risk.

- 9.** If you will to trade in any equity in the Close-Surveillance Market, you should bear in mind that the depth/liquidity may be limited, consequently there is higher possibility of up/down price movements, and that the equities traded are closely monitored by Borsa Istanbul, and therefore the financial statements and disclosures announced on KAP and the announcements of Borsa İstanbul and the CMB must be taken into consideration, to be clearly aware of market risks, and trade after understanding such risks, and submit trade orders with limit price as much as possible, to limit the price risk.
- 10.** If you will to trade in any equity in the Pre-Market Trading Platform, you should bear in mind that depth/liquidity may be limited in trading in the equities of companies which are public company but not delisted and/or of the companies with low actual circulation, consequently there is higher possibility of up/down price movements, and be clearly aware of market risks, and trade after understanding such risks, and make transaction with limit price, to limit the price risk.
- 11.** In case of investing in equities, you must bear in mind that the issuer companies may increase the share capital through bonus issue or rights issue. You should be aware that, if you do not participate in a rights issue, the ratio of your shares in the company would decrease.
- 12.** Settlement day for trades in the Equity Market is the second business day following the transaction (T+2). This period may differ in foreign equity trades. In order to avoid default, you should fulfil your settlement obligations in due time.
- 13.** You should bear in mind that issuer companies whose capital market instruments are being traded in the Equity Market may become suspended, and capital market instruments may be delisted permanently or temporarily, and competent authorities and institutions may take other measures and actions, under the relevant legislation.
- 14.** Regarding the transactions in Pre-Market Trading Platform, it should also be considered that, as a trading condition for accepting equities in the Platform, Borsa İstanbul A.S. does not perform any review on the legal and financial status of the issuer companies or their activities except requiring the resolution of the Capital Markets Board, and does not perform any such review after listing of such equities.
- 15.** You should also be aware that transactions in foreign currency involve currency risk, and there may be loss of value in Turkish Liras due to fluctuations in exchange rates, and governments may restrict foreign capital and currency movements, and impose additional and/or new taxes, and trades may not be executed timely.
- 16.** In some markets and platforms in the Equity Market, there may be market making system on product or market/platform bases. Current information in Borsa İstanbul members which are licensed for market making is available on www.borsaistanbul.com website. Such information may change in certain intervals, therefore you are recommended to follow any changes on www.borsaistanbul.com website.
- 17.** It should be noted that any information or recommendations provided by the investment firm for transactions to be conducted in the Equity Market, may be insufficient or may require verification.
- 18.** It should be taken into consideration that any technical and basic analysis carried out by authorized personnel of the investment firm, may vary from person to person, and that any forecasts made during such analyses may not come true.

VI. OTHER RISKS

Risk Notification Form for Equity Market intends to inform you in general, on the risks associated with the market and products traded on the market as stated in the form, and may not cover all risks related to transactions in the Equity Market and foreign markets, and the risks that may arise in practice. Therefore, before deciding to invest, you are recommended to make necessary research on the capital markets instrument that you intend to trade in, and the issuer company, market, platform and markets, and to obtain professional assistance.

VII. COMMISSIONS, FEES AND TAXES

Before entering into any transaction, you should be aware that your transactions will be subject to commissions, fees and charges payable to exchanges, clearance and custody houses and investment firms, and taxes at rates stated in the relevant legislation will be applied. Before entering into any transaction, you may review the Commission and Expense Tariff appended to the Framework Agreement to obtain information on the commissions, fees and charges applicable to your transactions. If you have any questions on how the commissions, fees, charges and taxes will be applied, you will be given a written explanation containing understandable examples upon your request.

I have read and understood the Risk Notification Form for Equity Market above before starting to trade in equities in the Equity Market and foreign markets, and I have taken hand-delivery of a copy of this Risk Notification Form for Equity Market.

INVESTOR

Please write "I have read, acknowledged, and received" with your handwriting, and sign in the box below.

Name, Surname / Title

Date:

INVESTOR

Please write "I have read, acknowledged, and received" with your handwriting, and sign in the box below.

Name, Surname / Title:

Date