

SECOND CHAPTER

Principles Regarding Public Disclosure

Financial reporting and independent audit

ARTICLE 14 – (1) The issuer is obliged to prepare and submit financial statements and reports to be disclosed to public or be requested by the Board when necessary in compliance with regulations established by the Board in the framework of the Turkish Accounting Standards in terms of format and content in a timely, complete and accurate manner.

(2) The issuer and according to their faults and as the occasions require, the members of the board of directors of the issuer shall be responsible for the preparation and submission of the financial statements and reports as mentioned in the first paragraph in compliance with regulations established by the Board as well as for true and fair presentation of financial statements and reports. The board of directors shall take a separate decision regarding the approval of the financial statements and reports to be prepared in the context mentioned in this Article. Furthermore, in the notifications to be made to public about the financial statements and reports by the corporation managers who prepared them and the responsible members of the board of directors, their declarations regarding the true and fair presentation of financial statements and reports should also be included.

(3) Issuers are obliged to obtain an independent audit report for the financial statements and reports determined by the Board in the framework of the Turkish Accounting Standards, by having them examined by independent audit firms accepted to the list pursuant to this Law, according to the Turkish Audit Standards in terms of the compliance of information to the principle of accurate and fair reflection of the truth.

(4) The Board is also authorised to require an independent audit report to be prepared according to the provisions of this Article from the corporations which are a party; in public offers, applications regarding admission to trading on the exchange, significant transactions defined in Article 23 and in the events and developments which have a material effect on the activities and financial situation of the corporation.

(5) The financial statements and reports required by the Board to be prepared as well as the independent audit report when being subject to independent audit requirement shall be disclosed to public according to the principles and procedures determined by the Board.

Material events in public disclosure

ARTICLE 15 – (1) Information, events and developments which may affect the value and price of capital market instruments or the investment decision of investors shall be disclosed to public by issuers or related parties.

(2) Principles and procedures regarding the disclosure of information, events and developments mentioned in the first paragraph, their notification to the related issuer, deferring or avoiding the disclosure in exceptional cases shall be determined by the Board.