



KAMUYU AYDINLATMA PLATFORMU

KARTONSAN KARTON SANAYİ VE TİCARET A.Ş.

Material Event Disclosure (General)

Summary

Sustainability Policy Generated in Scope of Sustainability and Committee





Material Event Disclosure General

Related Companies

Related Funds

Material Event Disclosure General	
Update Notification Flag	Hayır (No)
Correction Notification Flag	Hayır (No)
Date Of The Previous Notification About The Same Subject	None
Postponed Notification Flag	Hayır (No)
Announcement Content	
Explanations	

In the meeting of the Board of Directors held on 28.02.2022 and numbered YK/2022-06;

The sustainability principles which are provided for in accordance with the Communiqué (no. II-17.1.a) on the Amendment of the Communiqué on Corporate Governance (no. II-17.1) issued by Capital Market Authority (the "Board") and entered into force upon publication on the Official Journal dated 02.10.2022 and numbered 31262, which are implemented on a voluntary basis, and which must be reported whether implemented or not, on "Comply or Disclose" principle; have been discussed in light of the studies started and current state of affairs, under the presidency of General Director, based on relevant sections and in scope of "Sustainability Principles Compliance Framework" announced by the Board. In this regard it has been adopted that:

- 1- Environmental, Social, Corporate Governance (ESC) Policy, as attached to the Board of Directors' Decision, be accepted,
- 2- For the purposes of carrying out studies started in 2021 in scope of Sustainability Principles Compliance Framework, implementing, following up and reporting of policies, "Sustainability Committee" be established,
- 3- The members of Sustainability Committee be appointed by the office of General Directorate, and the General Directorate be furnished with power to that end,
- 4- Sustainability Committee's Duty and Work Principles be determined in consideration of principles specified in the attachment.

This English translation is for information purposes only, and in case of any discrepancy with the Turkish announcement, the Turkish version will be taken as basis

We proclaim that our above disclosure is in conformity with the principles set down in “Material Events Communiqué” of Capital Markets Board, and it fully reflects all information coming to our knowledge on the subject matter thereof, and it is in conformity with our books, records and documents, and all reasonable efforts have been shown by our Company in order to obtain all information fully and accurately about the subject matter thereof, and we’re personally liable for the disclosures.



SUSTAINABILITY COMMITTEE WORKING PRINCIPLES, DUTIES AND AUTHORITIES

Objective:

Designate and develop Kartonsan A.Ş.'s corporate sustainability strategies, by assessing the compatibility of Sustainable Development Objectives (SDO) with Kartonsan A.Ş.'s strategies, ensure the designation of key factors and follow-up parameters, ensure the preparation of Integrated Activity Report which will satisfy the requirements set out in the regulations issued by Capital Market Authority.

Sustainability Committee's Working Principles and Authorities:

Sustainability Committee is composed of at least one member of board of directors (President), managers of Kartonsan A.Ş.'s departments and the factory manager. Internal organization and carrying out the process with the consultant shall be coordinated by the Manager of Human Resources and Quality Systems. Committee carries out its studies with a consultant so as to be guided in sustainability studies and preparation of Integrated Activity Report.

In case of need, sub-committees can be established and assignments can be made for the purpose of supporting the committee; and receive support from competent third-party institutions for the purpose of studies concerning technical reports, measurement, confirmation etc.

The Committee shall hold three-month meetings, conduct situation assessment, designate the studies that have been/will be carried out. The Committee's meetings shall be recorded in minutes of meetings.

Sustainability Committee's Duties:

Sustainability Committee's duties are as follows:

1. Determination of Kartonsan A.Ş.'s ethical, social, environmental etc. policies,
2. Determination of Kartonsan A.Ş.'s aims concerning sustainability and the strategies to attain such aims,
3. Determination of current state of affairs relating to Environmental, Social and Corporate government principles and SDOs
4. Determination of environmental, occupational safety, economic and social etc. risks and opportunities in scope of Kartonsan A.Ş.'s activities within the sustainability framework,
5. Determination of follow-up parameters in measuring sustainability performance, ensuring the assessment and evaluation,
6. Initiate studies to comply with amendments by following legislation and national-international developments in terms of sustainability,
7. Determination and evaluation of stakeholder's expectations regarding sustainability studies,
8. Ensuring the conduct of sharing, informing and training associated to sustainability studies,
9. Planning necessary studies concerning the publication of the Activity Report which is published in every march, in the form of Integrated Activity Report in compliance with Capital Market Authorities' legislation.



KARTONSAN SUSTAINABILITY POLICY

Sustainability is the foundation of Kartonsan's Corporate Strategy.

In addition to responsibilities shouldered by its pioneering and precedent role, in consideration of operations and features of product range, Kartonsan places emphasis on sustainability, regarded in the core of its business strategy.

Thanks to its activities circling around in the focus of recycling, Kartonsan contributes, continuously and significantly, to building more sustainable and liveable world.

Kartonsan undertakes to develop and enhance such contribution.

Kartonsan accepts, not only to carry its sustainability performance, by development, into the future, but also to act on enterprises that will be inspiring for and precede economic operators, as its corporate responsibility.

Objective

The objective of the Sustainability Policy is to designate the main framework, fundamental principles and priorities of sustainability management in Kartonsan.

In scope of this Policy, Kartonsan undertakes to comply with all sustainability-based legal requirements in force. This Policy is compatible with all policies adopted and announced by the Company, notably Kartonsan Ethical Principles, United Nations Declaration of Human Rights, International Labour Organization (ILO) principles, United Nations Global Compact (UNGC) and Sustainable Development Objectives (SDO).

Scope

All studies carried out by Kartonsan in the field of sustainability regard and support the balance between pre-determined social, environmental and corporate governance, and economic aims.

To render the balance continuous, Kartonsan

- envisages its works by taking into consideration the life cycle of products and services,
- focuses on ongoing enhancement and development in the face of its operations.

Principles

Economic Aims

In terms of economic centre line, Kartonsan;

- Its stocks with the symbol KRTN being traded in Istanbul Stock Exchange, Kartonsan pursues strong financial position thanks to reliance on indispensability of economic sustainability.
- Contributes to Turkish economy by means of providing employment, taxes paid, volume of domestic trade and export operations.
- Expenses incurred throughout supply chain, financial opportunities provided on behalf of employees, dividend payments to investors, donations and aids made for the sake of social responsibility, they all define the economic values that Kartonsan generates and shares.



Social Aims

In terms social centre line, Kartonsan;

- Disacknowledges any behaviours that may lead to breach of human rights. The prior aim of Kartonsan is to promote a culture that pays meticulous regard to human rights, encourages and creating respectful behaviours; and to maintain it.
- Supports the improvement for perception of sustainability throughout value and supply chain, and expects, in this respect, its suppliers to legal requirements in force setting out business life.
- Provides human resources with opportunities for career development and trainings for purposes of contribution to career path and keep their competence up-to-date.
- Values employee engagement, diversity, comprehensiveness and equality of opportunity.
- Aims to attain zero incident level ensuring the Occupational Health and Safety standards at the highest level.
- Cares for product innovation. In proactive cooperation with its customers, aims to development eco-friendly products and satisfy consumers' expectations.

Environmental Aims

In terms environmental centre line, Kartonsan;

- By virtue of responsibility burdened by having recycling company role, focuses on continuously ameliorating environmental performance of its raw material supply, production and business activities; and on lessening ecological footprint. Supports the improvement for perception of sustainability throughout value and supply chain, as well as enhancement of waste management, recycling, resources and energy efficiency.
- Shows respect to borders naturally drawn by our planet, carries out activities as an accountable producer. In this regard, Kartonsan is aware of issues relating to climate crisis, exhaustion of scarce natural sources, deforestation, drought and pollution. In cooperation with shareholders, NGOs and regulatory authorities, Kartonsan aims to develop and enhance its contributions made to overcome such global issues.

Governance Aims

In terms corporate governance centre line, Kartonsan;

- Complies with all legal requirements, regulations and international commitments in force.
- Pays regard to rights owned by shareholders and interested parties, gives importance to public disclosure and transparency.
- Carries out efficient risk management studies in all centre lines concerning sustainability.
- Considers ensuring and developing high product quality and safety as continuous aim.
- For the sake of sustainability, accepts data security as fundamental responsibility and keeps all necessary bases up-to-date.

Organization and responsibilities

The Sustainability Committee is responsible for designation of sustainability objectives and aims, and ensuring their compliance with the Company's commitments throughout value and supply chains.

Annual sustainability objectives and aims, and investments concerning long-term sustainability aims which are of key importance are planned and implemented by Kartonsan Senior Management.

Activities in line with sustainability principles are carried out and followed up by business units.



All employees of the Company are expected to internalize the framework delineated above and contribute to its sound progress.

Kartonsan provides employees with the opportunity to disclose their opinions in respect of realizing such commitments, via defined channels.

Kartonsan expects all cooperated stakeholders to adopt the same principles and converge their activities to sustainability.

Reporting

Sustainability key performance indicators and aims are reported periodically to Kartonsan Senior Management. In scope of the framework summarized above, recorded sustainability performance and developments are published in yearly reports and Kartonsan web site, and submitted for stakeholders' information.

Review, update and approval of the Policy

The Sustainability Committee is responsible for updating the Policy.

Kartonsan Senior Management reviews and approves any prospective updates in the policy.