

Corporate Governance Rating

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Sector: Household Appliances

İHLAS EV ALETLERİ İMALAT SAN. VE TİC. A.Ş.

Ratings

Overall Score	8.55	AAA(Trk)/a (Stable)
Shareholders	8.25	AA(Trk)/bbb (Stable)
Public Disclosure & Transparency	8.83	AAA(Trk)/a (Stable)
Stakeholders	8.46	AA(Trk)/bbb (Stable)
Board of Directors	8.61	AAA(Trk)/a (Stable)

Company Profile

Trade Name	İHLAS EV ALETLERİ İMALAT SAN. VE TİC. A.Ş.
Address	Merkez Mah.29 Ekim Cad. İhlas Plaza No:11 B/21 Yenibosna Bahçelievler/İSTANBUL
Chairman	Mr. Sedat KURUCAN
CEO	Mr. Bekir EREN
Investor Relations	Phone: +90.212.875.35.62 yatirimci@iea.com.tr
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Company Overview

İhlas Ev Aletleri İmalat Sanayi ve Ticaret A.Ş. (IHEVA or the Company) was incorporated on December 5, 1975 under the name of Hizmet Gazetecilik ve Matbaacılık Ltd. and began operating under its current name on July 5, 1995. The Company produces cleaning robots, water purification systems, vacuum cleaners and water heaters at the facility covering 14,300 m² within the organized industrial zone of Beylikdüzü. Products are sold on the domestic market through İhlas Pazarlama A.Ş.'s widespread distribution channels and are exported to over 65 countries, including those of the European Union and Turkic Republics.

The separate, specialist-managed Shareholder Relations Unit conducts shareholder relations, organizes General Assembly meetings and is responsible for public disclosures.

Company shares have been listed on the BIST under the code of IHEVA since September 26, 1996 and are included in the BIST 100 Index. 74.39% of shares are publicly traded as of 1Q2021. The Company's equity stood at TRY430mn, and asset size and sales reached TRY525mn and TRY122mn as of March 31, 2021, respectively.

The Board of Directors is composed of 7 members, 3 of which are independent, 5 members are non-executive. Additionally, Audit, Corporate Governance and Early Detection of Risk Committees have been established within the Board and are chaired by independent board members.

Strengths

- Improved working environment for the employees
- Having an effective and transparent website in both Turkish and English
- Innovative and technological research and development center
- Pioneering practices in environmental sustainability with activities carried out within the scope of environmental protection and participation in various social responsibility projects

Constraints

- The vote of privileged shareholders in determining the Board of Directors
- Absence of regulations in the articles of incorporation for the invitation of stakeholders and the media to the General Meeting
- Absence of "Directors Liability Insurance" for the members of the Board of Directors and senior executives
- Share of women members on the Board not meeting the 25% threshold