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| Document | Type | Announcement |
| | Subject | Shortening the Settlement Cycle for Instruments Traded on Borsa Istanbul Equity Market |
| | From | Equity Market |
| | To | Equity Market Members, Turkish Capital Markets Association, Data Vendors, Software Providers, Listed Companies |

Dear General Manager,

With our announcement dated 05/05/2025, it was stated that significant developments have taken place towards shortening the settlement cycle in global financial markets, that the United States has transitioned to the T+1 cycle, while the European Union, Switzerland and the United Kingdom are continuing their studies to transition to the T+1 system, and that other global markets are similarly carrying out studies to shorten the settlement cycle.

As Borsa Istanbul Group; in order to reduce transaction costs of investors trading in capital markets, mitigate post-trade risks, and to align with global post-trade practices, a comprehensive evaluation process of T+1 transition was conducted with all market participants regarding the feasibility of such a transition and its potential implications for the capital markets and market participants.

At this stage, taking into account the evaluations of our members and market participants regarding the transition, all preparations for the T+1 transition (analysis, development, testing and other processes) must be completed by 31 December 2026. In this regard, as of January 2026, Borsa Istanbul Group will put into operation the test environments in order for end-to-end tests to be carried out. Active participation of all members is expected during the testing process, and potential technical incompatibilities or deficiencies will be identified at an early stage. In this way, it is aimed to minimize systemic risks at the time of transition.

It is of utmost importance that our members and market participants complete the necessary preparations for the T+1 transition by 31 December 2026, in order to ensure maximum compliance and a smooth transition. Therefore, it is of great importance that each institution carefully reviews its own internal procedures. This process is not only a technical transformation, but also a strategic step to align our capital markets with international standards. Its successful completion will enhance the reliability of our markets and increase investor interest.

For your information and necessary action.

Korkmaz ERGUN
CEO and Board Member