



Aksa Akrilik to Acquire 54% Stake of Epsilon Composite

Aksa Akrilik, Turkey's only and the world's leading producer of acrylic fiber, entered into an agreement for transfer of 54% stake of Epsilon Composite in consideration for USD 22,3 million in line with its vision to provide innovative solutions for advanced materials.

Aksa Akrilik announced that it made an agreement for acquiring 54% stake of Epsilon Composite, a company which manufactures high technology composite parts for aviation, aerospace and defense industries.

Aksa Akrilik aims to strengthen its position in global market and contribute national economy by means of this strategic collaboration.

Since the consent of the Competition Authority is required for the acquisition process, the agreement is anticipated to be formalized following the completion of necessary processes. Once the transaction is approved, Epsilon Composite will be a fully owned subsidiary of Akkök Group.

Aksa Akrilik and Epsilon will strengthen their position in global market

Cengiz Taş, General Manager of Aksa Akrilik, expressed that this strategic collaboration will be compatible with goal of the company to provide innovative solutions for advanced materials. Mr. Taş said "The combination of technological expertise and know-how of Epsilon Composite with the growth targets of Aksa Akrilik offers great opportunities to us in global market. We aim to provide higher added value to domestic defense companies and international industrial enterprises in addition to reducing the dependence of our country in external suppliers of composite materials and making significant contributions to national economy as a result of this acquisition. We are looking forward to completing this process as soon as receiving consent from the Competition Authority".

Indicating that the collaboration between Epsilon Composite and Aksa Akrilik will have a positive impact in the entire aerospace and aviation industry, Abdullah Ocak, General Manager of Epsilon Composite, said "The corporate vision of Aksa Akrilik will be a driving force for our innovation- and quality-based efforts. From now on, we will undertake projects that will help both our company and our country reinforce their position in defense industry. We are utterly confident that with its half a century experience, Aksa Akrilik will contribute to sustainable and smooth growth of our company that is engaged in high technology design and manufacturing operations for various industries including specifically aviation industry".

About Aksa Akrilik:

Aksa Akrilik Kimya Sanayi A.Ş. was incorporated as a fully owned subsidiary of Akkök Holding in 1968. Having started production with an annual capacity of 5,000 tons in its plant in Yalova in 1971, Aksa Akrilik penetrated into global market for the first time in 1977. Thanks to the investments and innovations made over the years, Aksa is currently recognized as a global giant that is the world's leading producer of acrylic fiber with almost 400 customers in more



than 50 countries in 5 continents. Boasting of a production capacity of 355,000 tons/per year on a production site as large as 600 thousand sqm with almost 1500 employees, it is the world's largest and Türkiye's sole producer of acrylic fiber.

About Epsilon Kompozit:

Epsilon Composite operates in aviation, aerospace and defense industries with its NADCAP and AS9100 certifications since 2011. The company supplies composite components and parts to a number of companies such as Airbus, Bell Helikopter, Patria, Korean Aerospace in global market and to Baykar, TUSAŞ and Aselsan in domestic market. Epsilon provides added value to the national economy by manufacturing new products and offering product development services to its customers.

Also, Epsilon Composite offers turn-key solutions comprised of material supply, component and part manufacturing and assembly operations. The company aims to boost its growth in international markets by increasing its manufacturing capacity.