

CORPORATE RESPONSIBILITY AND SUSTAINABILITY REPORT

APRIL 2025 (POST OPENING: APRIL 2024 - APRIL 2025) first year, addresses important environmental and social issues that contribute to the sustainability development of Merit Starlit Hotel & Residences.

ABOUT THE

REPORT

The Corporate Responsibility and Sustainability Report, for its

Welcome to the first year of our official sustainability report. With the years we will meet, we aim to be transparent and a leader in the field with our climate-friendly operations by achieving the highest level of sustainability criteria in luxury accommodation in line with international standards in our location, which is in the process of complying with European Union Standards. This report is a call to all stakeholders (guests, communities, colleagues, owners, shareholders, consultants, suppliers and media) to join us on this journey for a sustainable world.

WHAT IS SUSTAINABILITY

Sustainability transformation (or transition), refers to a deep, systemwide change affecting technology, economy, society, values, and goals. It is a complex and multi-layered process that must happen at all scales, from local communities to global governance institutions. The three pillars of sustainability (environmental, economic, and social) can help to pave a path toward a sustainable future.



≥<mark>M</mark>_≤ SUSTAINABLE DEVELOPMENT GOALS (SDGs) & GSTC

SUSTAINABLE GCALS



The SDGs (Sustainable Development Goals) are seventeen goals and 169 targets set up by the United Nations in 2015 as a universal call to end global issues like poverty, inequality and climate change, to protect the planet and ensure that all people enjoy peace and prosperity by 2030.

The Global Sustainable Tourism

GSTC

Council® (GSTC) establishes and manages global standards for sustainable travel and tourism, known as the GSTC Standards.

SUSTAINABLE DEVELOPMENT GOALS (SDGs) & GSTC



Goal 1: No poverty Goal 2: Zero hunger Goal 3: Good health and wellbeing Goal 4: Quality education Goal 5: Gender equality Goal 6: Clean water and sanitation Goal 7: Affordable and clean energy Goal 8: Decent work and economic growth Goal 9: Industry, innovation and infrastructure Goal 10: Reduced inequalities Goal 11: Sustainable cities and communities Goal 12: Responsible consumption and production Goal 13: Climate action Goal 14: Life below water Goal 15: Life on land Goal 16: Peace, justice and strong institutions Goal 17: Partnerships for the goals

APRIL 2025

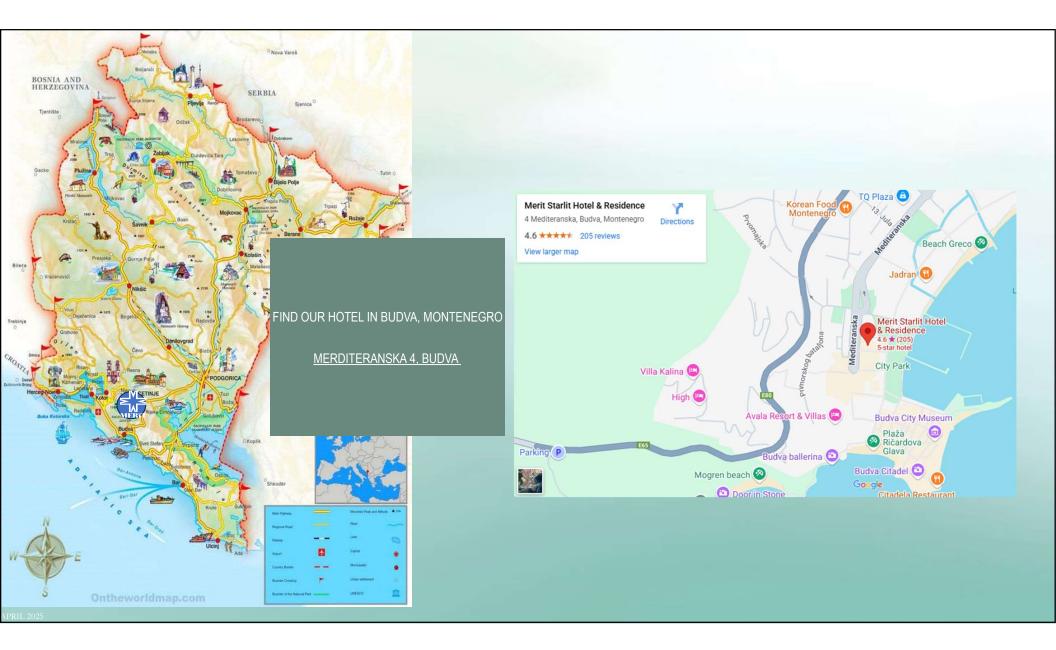


Merit Starlit Hotel and Residence' is the 10th hotel of Merit International, which has come a long way in the Balkans and Northern Cyprus in a short time with its flawless service approach and reliability, and was opened on April 23, 2024 with the highest score in Montenegro and superior services.

Merit International is experienced in casino and hospitality management, has been successfully recognized as a brand since 1988.

Merit has been always known for its Turkish hospitality, reliability and magnificent events, and it embraces its guests from all over the world to Northern Cyprus and the Balkans with a perfect service.







OUR VISION To create a legacy of 'Exemplary Luxury Sustainable Hotel Management Culture', with our superior hospitality approach and personal sense of luxury.



To blend luxury with sustainability in all our processes; delivering superior hospitality through innovative, respectful practices that minimize environmental impact and build a lasting future.

WE TAKE CARE WE RESPECT WE ARE COMPATIBLE WE ARE RESPONSIBLE

OUR CORE VALUES Sustainability Trust & Thoughtfulness Authenticity Respect Loyalty Innovation Thoughtfulness

These values, rooted in the acronym STARLIT, guide the Hotel's mission to provide luxury and unique hospitality within its environmentally sensitive structure in Europe.

E N V I R O M E N T A L P O L I C Y

We aim to be a leader in our field by meeting the sustainability criteria in luxury accommodation at the highest level, being transparent with our climate-friendly operations and contributing to the development of all our stakeholders at our location, which is in the process of complying with European Union Standards.

We have committed to making it our primary duty to protect the natural life of our magnificent country and our world by causing zero harm over time.



APRIL 2025



KEEP BALANCE FIRST

APRIL 2025



OUR ACTIONS April 2024 April 2025 • Provide complimentary secure bicycle parking for staff and guests

• Use local produce where possible

• Use organic produce where possible

• Increasing the percentage of working with local suppliers compared to the first months of opening (Locally sourced deliveries)

• Provide information on walks, wildlife and local tourism services for our guests



O U R A C T I O N S A p r i 1 2 0 2 4 A p r i 1 2 0 2 5

- Dual flush toilets to save water
- Using of low energy light bulbs
- Using of LED lights
- Walk in showers to encourage guests to use the shower instead of the bath resulting in water saving



April 2024 April 2025

- Preferring chemicals as nature friendly chemicals and changing the chemicals
- Bulk purchase of concentrate chemicals ٠
- Refillable chemical containers •
- Selection of eco-friendly products in guest bathroom sets. •



- Replaced towels on guest request
- Encouraged cycle to work and have provided cycle rack facilities
- Encouraged local transport
- Recycling of paper, card board, waste cooking oils
- Provided newspapers on request to avoid wastage and recycle any spares



- On going environmental and awareness knowledge
- Installed digital programmable eco heating in our rooms which reducing consumption by heating each room on an "as required" basis
- When the hotel rooms are not in use, all lighting is automatically turned off.
- Energy saving lighting, dimmers and motion detectors are in place
- Daily monitoring of utilities consumption to aid reducing consumption levels



- There is thermal insulation in the entire building.
- Papers are collected separately in offices and the back pages of the papers used are evaluated.
- Unless required, black and white prints are printed.
- With the information provided, personnel are directed to consume less.
- In order to reduce print and paper waste in the operation, recording and reporting in digital environment is encouraged whenever possible.



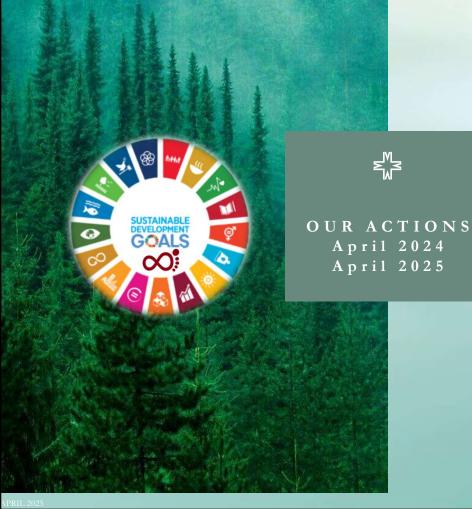
• Guests are supported to be environmentally conscious with information directed by the hotel TV channel and SA department.

• Printed documents in the rooms are kept to a minimum for the information of the guests. In this way, the waste of printed documents, paper and cartridges is kept to a minimum.

• Vegetable waste is composted

• We increased our female employee percentage from 20 percent to 34 percent.

• A system in compliance with legal processes has been established since the first day.



• In move to promote sustainability and meet changing culinary preferences, expanded plant-based offerings by introducing vegan dishes to our menus. Also, vegan options were created for many of menu items.

This initiative reflects the hotel's commitment to sustainability and its goal of providing diverse, high-quality dining experiences for all guests. By reducing its reliance on animal products, the hotel took a meaningful step toward lowering its carbon footprint and promoting a more sustainable food system.



OUR ACTIONS April 2024 April 2025 • In order to use fresh and catch-time seafood from the Adriatic Sea, the menus were revised when necessary and changes were made to the seafood.

This method has enabled us to offer fresh and timely seafood to our guests, given the opportunity to work with local suppliers, and prevented the energy expenditure and carbon emissions that would be caused by the frozen product supplier and us.

ALUMINUM MATERIAL



• We prefer the using Aluminum Tubes for the bathroom amenities

We are working with <u>La Bottega</u> with our same vision for environment and sustainability. Commitment of the La Bottega is to reduce the amount of plastic used in the world by not introducing new plastic into the environment and promoting alternative materials. La Bottega laboratories are ICEA (Institute of Ethical and Environmental certification) certified to produce Eco and Bio cosmetics.





• We prefer the using Aluminum Tubes for the bathroom amenities

Aluminum is recyclable material for eco-sustainable amenities. Up to 98% plastic-free. Non-toxic aluminum is regarded as a healthier, safer option for containers versus plastic, as the latter can release harmful substances like phthalates and bisphenol A (BPA), especially when exposed to high temperatures.





Dispenser Non- Refillable: La Bottega patents tamper-evident dispensers to avoid bacterial contamination and high maintenance costs. testes on refillable cosmetics, that dispensers guarantee a more hygienic experience.

Solid Collection: Solid Cosmetics are compact, transportable and plastic-free.

Also, our supplier - La Bottega provide the formulations that are Nickeltested, free of silicones, parabens, MIT and are all cruelty free.



Custom Stonepaper: The Stonepaper material is a selection of the highquality personal care products. Characterized by our Hotel Logo design with a neutral label.

Stone paper is a sustainable and environmentally friendly

Using Stonepaper is contribute to environmental protection by reducing the use of resources like water and chemicals in paper production.

Plus, it's 100% tree-free and photo-degradable in a landfill.

Stone paper has a velvety smooth surface and is tear-resistant, making it a durable and long-lasting option. Its natural brightness also means it doesn't require any bleaches or acids.

Key Features of Stone Paper

Water-resistant Eco-friendly Tear-resistant Durable Naturally bright, and velvety smooth surface Recyclable 100% Tree-free Cradle-to-cradle No bleaches or acids Photo-degradable in landfill Commercially compostable material Carbon compensated

OUR ACTIONS April 2024 April 2025

Starlit Hotel & Residence

BUDVA



• Reusable cotton material for Laundry Bags









- We are using 'Sustainable Cleaning Chemicals'
- Training for minimal chemical use in Housekeeping and FB Sections













• Our hotel has been started to provides an Electric Car Charging Station Service.



SPIRIT OF MERIT MONTENEGRO By : Mustafa Seven

TIDATE DESCRIPTION

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APRIL 2025

All visuals used in the corridors and the hotel rooms of the MSH for the purpose of promoting the destination and

informing visitors were created by the award-winning and special Photographer by Mustafa Seven. The artist has

created a special series from the photographs taken and the name of the series is

"Spirit of Merit".

The photographs in the series belong especially to Montenegro and Budva.

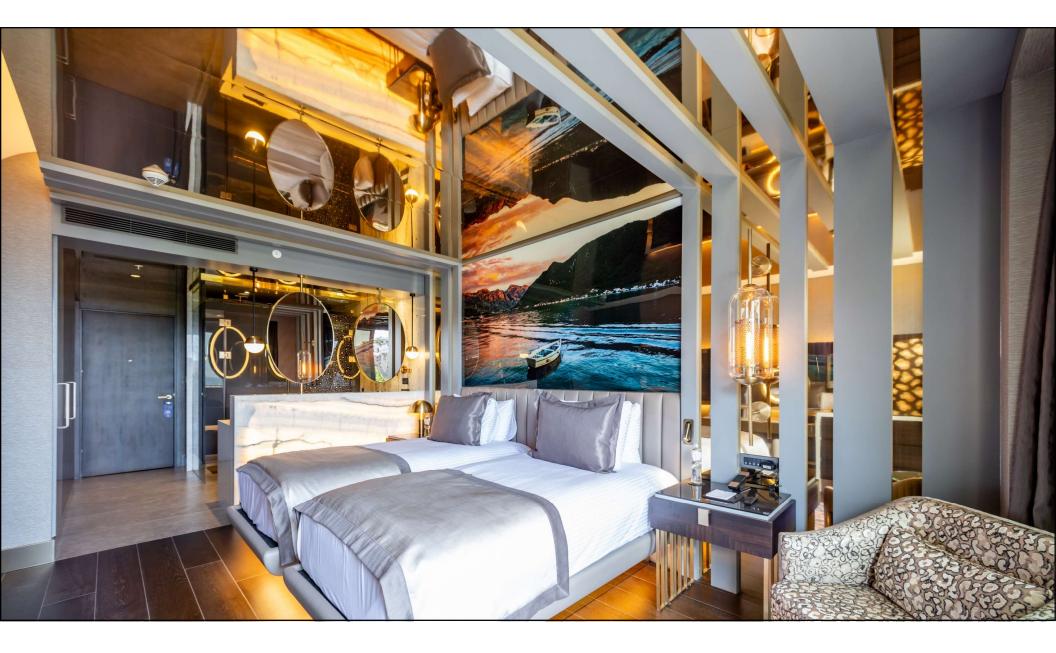
MUSTAFA SEVEN : Photojournalist, Street Photographer, Documentary Photographer, Film Maker. Mustafa Seven started his

career as a photojournalist at Sabah Newspaper Magazine Group in 1995 and continued his career in Hürriyet Magazine Group,

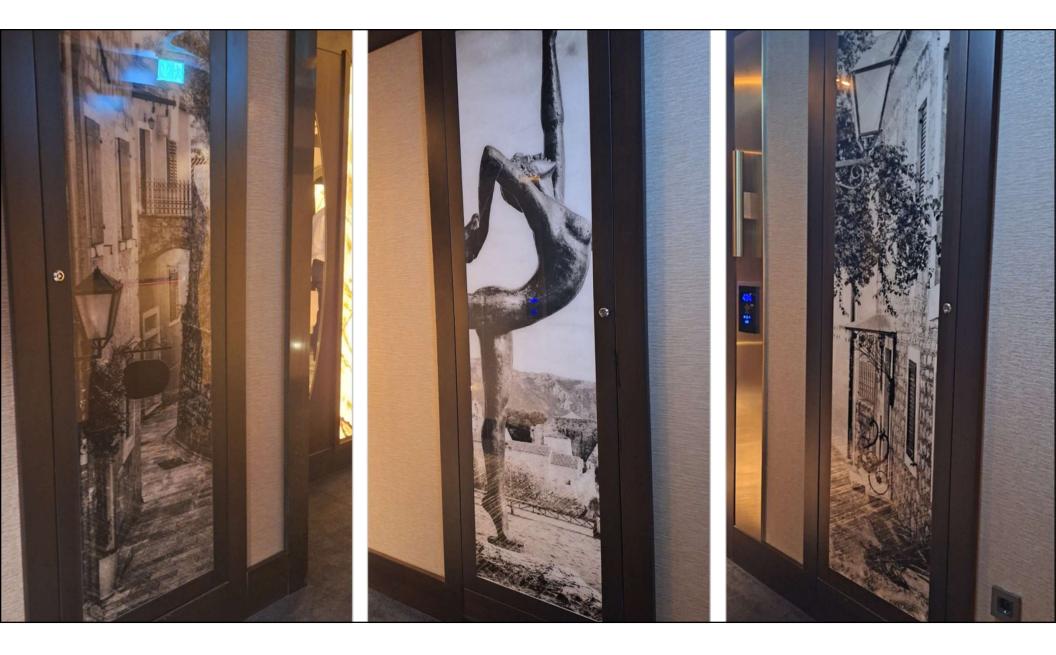
Gazete Pazar, Milliyet and finally Aksam newspaper, where he was the photo editor. (Link)

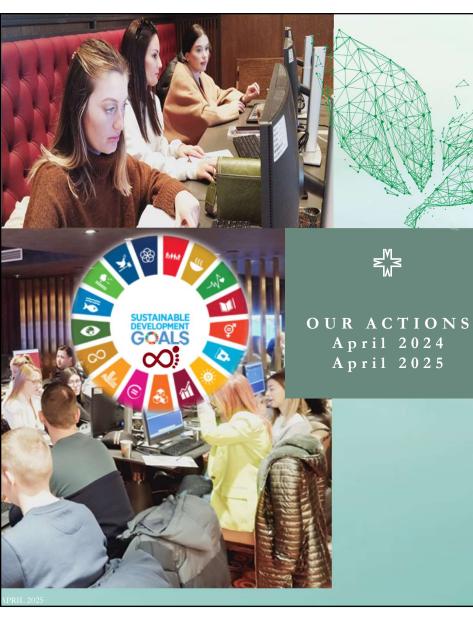
APRIL 2025

This work reflects our hotel's values of the destination and its approach to sustainability, while also expressing its respect for local communities and nature and cultural assets.









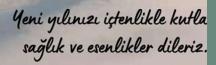
All requests from guests and/or requests related to guests are handled by our SA department via the application.

All technical malfunctions, follow-ups and management of work to be completed are also handled via applications.

Front office and finance transactions are handled via the hotel application program.



Automation and smart building system are used in the building security system.



OUR ACTIONS

April 2024 April 2025

LABOTTEGA[®]

tarafından adınıza yapılan bağış sayesinde bir deniz canlısının yaşamını kurtarmaya katkıda bulundunuz.

Sağlamış olduğunuz katkıdan dolayı teşekkür ederiz.



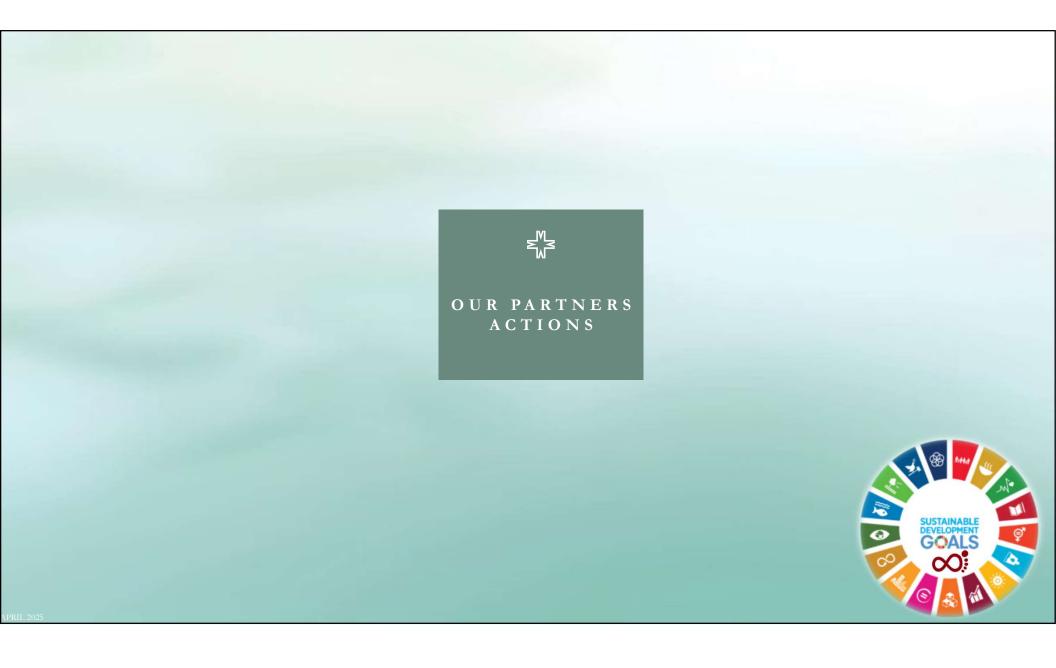
This special donation was made by Labotega on behalf of our Hotel, and we are proud to move forward with the companies we cooperate with in every step to protect our seas.







APRIL 2025



LABOTTEGA®

APRIL 2025

CLEAN THE WORLD

RECYCLE SOAP. SAVE LIVES. PROTECT THE ENVIRONMENT

Clean the World partners with 8,100+ hotels worldwide to recycle discarded soap and bottled amenities. By sending your used soap and plastic bottled amenities to CTW, you're preventing millions of pounds of waste from ending up in landfill while helping to provide vulnerable communities worldwide access to hygiene necessities and WASH programming.





Better the Balance

10% PROFIT PLEDGE WE GUARANTEE THAT WE WILL USE 10% OF OUR NET PROFIT TO SUPPORT CAUSES THAT IMPROVE THE WELLBEING OF PEOPLE AND PLANET. WWW.RITUALS.COM/PROFITPLEDGE

GOALS

APRIL 2025

