

Akbank Turkish Fixed Income Fund

The Sub-Fund's investment objective is to provide long term capital appreciation by investing in bonds and t-bills issued by the Turkish government or a regional or local authority or a private sector company in Turkey denominated in any currency.

Fund Information

NAV (Class I - Class A)	:	EUR 115.91	EUR 126.77
Fund Size	:	EUR 11,833,091	
Launch Date	:	02 July 2008	
Currency	:	EUR	
Legal Status	:	Luxembourg SICAV	
Reference Index	:	100% KYDABI ¹	

¹ KYD All Bond Index, www.tkyd.org.tr

Performance Figures*		SICAV Fund (Net)	Benchmark (Gross)
Since Inception	07.08.08 - 31.03.11	11.08%	16.25%
2009	31.12.08 - 31.12.09	15.90%	17.55%
2010	31.12.09 - 31.12.10	13.34%	15.54%
YTD	31.12.10 - 31.03.11	-6.08%	-5.96%
MTD	28.02.11 - 31.03.11	1.13%	1.35%

Investment Allocation (%)

Bonds	98.66%
Money Market	1.34%

* 07.08.2008 is the start date of active portfolio management for Institutional class share.

Top holdings (%)

TRT090113T13	24%
TRT290114T18	19%
TRT030811T14	18%
TRT250412T11	9%
TRT070312T14	8%

Market Overview

Investors had entered the year believing that developed market assets would outperform their developing peers in 2011, mainly because emerging countries would have to tighten monetary and fiscal policies faster than developed counterparts.

This widespread belief was put to test on March as rising commodity prices (especially crude oil) prompted the ECB to signal a rate hike in April and the Fed to debate whether extension of QE II beyond June was indeed necessary. This sudden shift in relative tightening trajectories forced investors to re-consider the DM vs. EM trade, allowing emerging markets to enjoy fresh inflows.

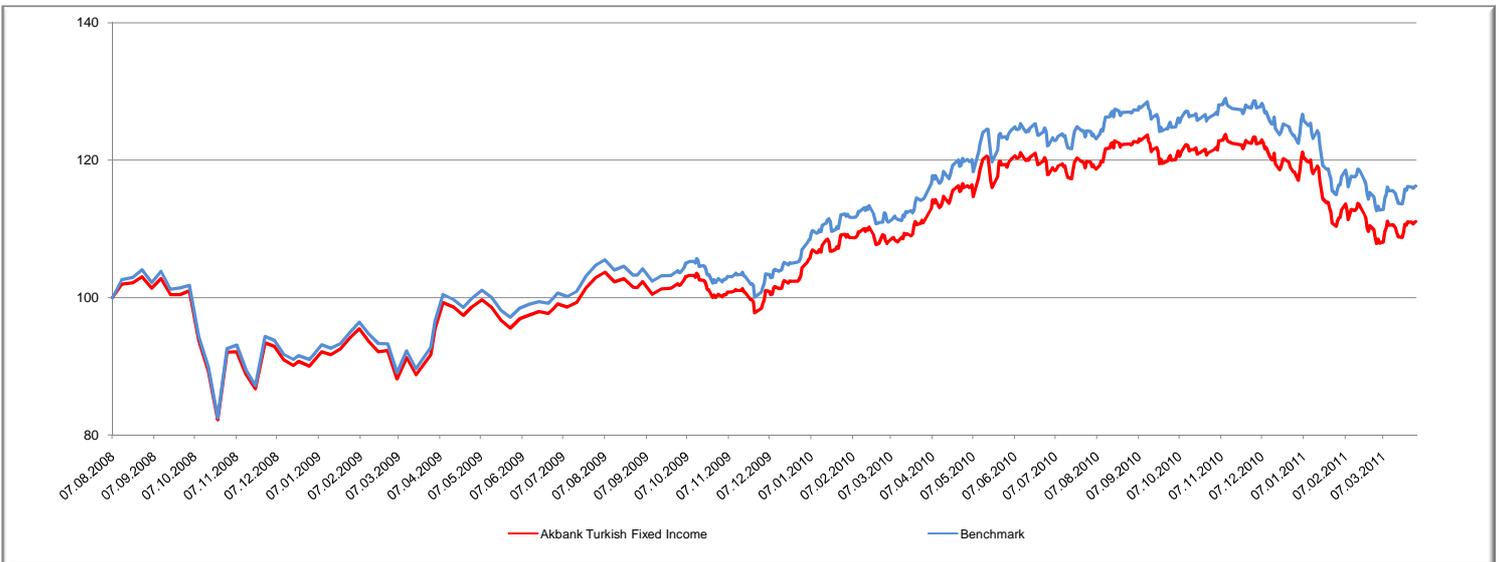
Turkey benefited from this turn in global sentiment and local assets rallied, closing some of the gap since the beginning of year.

Turkish rates traded the range in March. The benchmark 2 year bond yield started the month at 8.90%. Announcement of February inflation in the first week (came in lower than expected, at 4.16% y-o-y, the lowest reading since data going back to 1971) helped push the yield down to 8.55% by mid-March. The central bank's surprise reserve requirement ratio hike on March 23rd sent the yield back up to 9.00% as local banks sold parts of their bond portfolios in order to create liquidity.

We predict that Turkish rates will be range-bound in April. We believe that we may have seen the low's in inflation for a while to come and that inflation will trend higher going into the second quarter. This is mainly because our internal research suggests inflation pass-on from commodity prices comes with a lag in Turkey. Local banks' desire to offload bond portfolios in order to create cash for credit is likely to act as another upward pressure on rates. Still, possible improvements in investors sentiment in the run-up to June elections and the investment grade story are likely to limit the downside.

We believe that the benchmark bond yield may fluctuate between 8,50% - 9,00 % range in April. Akbank Turkish Fixed Income Fund invested 82% of its assets in fixed-income securities with an average duration of one year.

Comparative Returns* / 07.08.08 - 31.03.11



Administrative Information

Fund Name	:	Akbank Turkish SICAV	Registered Countries	:	Luxembourg
ISIN :	A Class	: LU0366550621			Germany
	I Class	: LU0366550977			The Netherlands
	TRY Class	: LU0451096159	Registered Databases	:	Bloomberg (AKTKFI:LX; AKTKFIA:LX)
WKN :	A Class	: A0Q8MB			Lipper
	I Class	: A0Q8MD			Morningstar (Germany, Netherlands)
Minimum Subscription :	A Class	: EUR 50			Software-systems
	I Class	: EUR 5.000	Investment Manager	:	Ak Asset Management Inc.
	TRY Class	: TRY 100.000	Administrator / Custodian	:	Citibank International plc (Luxembourg Branch)
Subscription Frequency **	:	Daily	Independent Auditors	:	Ernst & Young S.A.
Redemption Frequency **	:	Daily			
Management Fee	:	1.25% yearly			

** Redemption and subscription requests should be sent to the Registerer and the Transfer Agent no later than 1:00PM (Luxembourg time) on the valuation day.

This is neither an offer to sell or a solicitation to invest. This material is for your private information only and we are not soliciting any action based upon it.