

Akbank Turkish Fixed Income Fund

Turkish Fixed Income Fund invests in sovereign and corporate debt securities issued in Turkey. The utilization of local know-how, active duration management, curve positioning and individual security selection helps to enhance the fund return and outperforms passive investing. The investment style of the fund is a combination of Top – Down & Spread Trader. The product is suitable for medium to long term investors with higher risk appetite. The risks related to movements in bond prices, resulting from interest-rate fluctuations and currency developments and to some extent changes in the quality of the corporate held portfolio. Selection of securities is conducted in line with the investment manager's risk management policies and guidelines.

Fund Information

NAV (Class I - Class A) :	EUR 116.48	EUR 127.34
Fund Size :	EUR 34,098,533	
Launch Date :	02 July 2008	
Currency :	EUR	
Legal Status :	Luxembourg SICAV	
Reference Index :	100% KYDABI*	

* KYD All Bond Index, www.tkyd.org.tr

Market Overview

Benchmark bond started February trading at 9.40% compound level and remained relatively calm throughout the first two weeks of the month. Although postponement of Greece rescue package was keeping market players nervous, ECB's second LTRO prevailed and supported peripheral bond market to rally further. Even Moody's downgrade of eight countries credit rating couldn't reversed the positive course in international markets. This positive market sentiment also helped domestic bond market to rally but not proportionally. Benchmark bond traded lowest 9.20% compound level in the first half of the month.

The biggest surprise that took benchmark bond's yield down to 8.80% compound level was the unexpected tightening of the interest rate corridor of O/N maturity. Central Bank of Turkey lowered the lending rate from 12.5% simple rate in O/Nn to 11.5% simple rate. The rally caused by the unexpected move helped steepen the curve further and 10-2 yr bond yield difference reached to 42 bps after the move.

In February SICAV fund lowered its average maturity by selling 2 yr bonds and increased its holdings in CPI linked bonds. It is expected that increased energy prices will in short term affect general price level. In addition to that 200 bps rally starting of this year in benchmark bond technically pushed us to wait and see mood.

In the coming period domestic bond market will watch european bond market's reaction to the second LTRO. In domestic front market players will keep an eye on treasury auctions and CPI print.

Performance Figures		Fund ¹	Benchmark
Since Inception ²	07.08.08 - 29.02.12	25.82%	18.36%
2009	31.12.08 - 31.12.09	19.94%	17.55%
2010	31.12.09 - 31.12.10	17.29%	15.54%
2011	31.12.10 - 29.02.12	-10.28%	-12.11%
YTD	30.12.11 - 29.02.12	9.08%	8.94%
MTD	31.01.12 - 29.02.12	0.72%	0.54%

¹ Fund performance is gross of fees and does not reflect the deduction of investment management fees, custodian fees or other expenses.

² 07.08.2008 is the start date of active portfolio management for Institutional class share.

Investment Allocation (%)

Bonds	97.54%
Money Market	2.46%

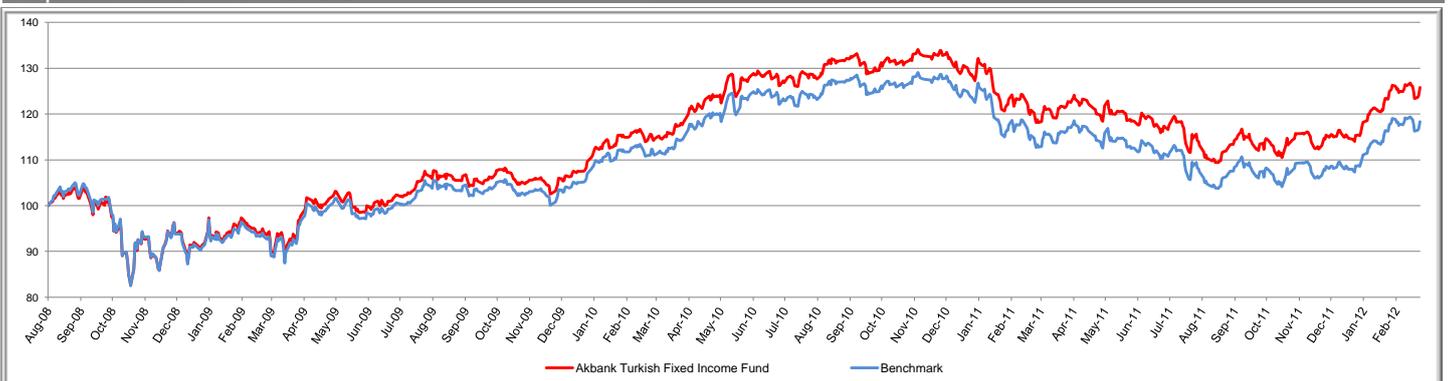
Top holdings (%)

TRT280813	23%
TRT041213	21%
TRT250412	12%
TRT090113	8%
TRT150513	6%

Risk Ratios (Annualized)

	YTD	Since Inception
Fund Volatility	9.24	14.02
Benchmark Volatility	9.06	14.20
Tracking Error	1.28	2.76
Jensen's Alpha	0.69	1.73
Sharpe	6.63	-0.02
Information Ratio	1.02	0.66
Beta	1.01	0.97

Comparative Returns / 07.08.08 - 29.02.12



The graph represents gross of fees performance.

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 (AKTKFII: LX; AKTKFIA: LX)
WKN :	A Class : A0Q8MB		Lipper
	I Class : A0Q8MD		Morningstar (Germany, Netherlands)
Minimum Subscription :	A Class : EUR 50	Investment Manager	: Ak Asset Management Inc.
	I Class : EUR 5.000	Administrator / Custodian	: Citibank International plc (Luxembourg Branch)
	TRY Class : TRY 100.000	Independent Auditors	: Ernst & Young S.A.
Subscription/Redemption * Management Fee	: Daily		
	A Class : 1.25% p.a. (1.00% p.a. as of Mar 2012)		
	I Class : 1.25% p.a. (0.75% p.a. as of Mar 2012)		
	TRY Class : 1.25% p.a. (1.00% p.a. as of Mar 2012)		

* Redemption and subscription requests should be sent to the Registrar 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.

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