

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 110.39	EUR 120.76
Fund Size	:	EUR 33,623,092	
Launch Date	:	02 July 2008	
Currency	:	EUR	
Legal Status	:	Luxembourg SICAV	
Reference Index*	:	90% KYDABI + 10% KYD O/N Gross	

* The benchmark has been updated as of 02/01/2012. KYDABI: KYD All Bond Index (www.tkyd.org.tr)

Performance Figures

		Fund ¹	Benchmark
Since Inception ²	07.08.08 - 30.09.13	12%	13%
2009	31.12.08 - 31.12.09	17%	18%
2010	31.12.09 - 31.12.10	15%	16%
2011	31.12.10 - 30.12.11	-12%	-12%
2012	30.12.11 - 31.12.12	21%	22%
YTD	31.12.12 - 30.09.13	-14%	-15%
MTD	29.08.13 - 30.09.13	1%	1%

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	98.25%
Money Market	1.75%

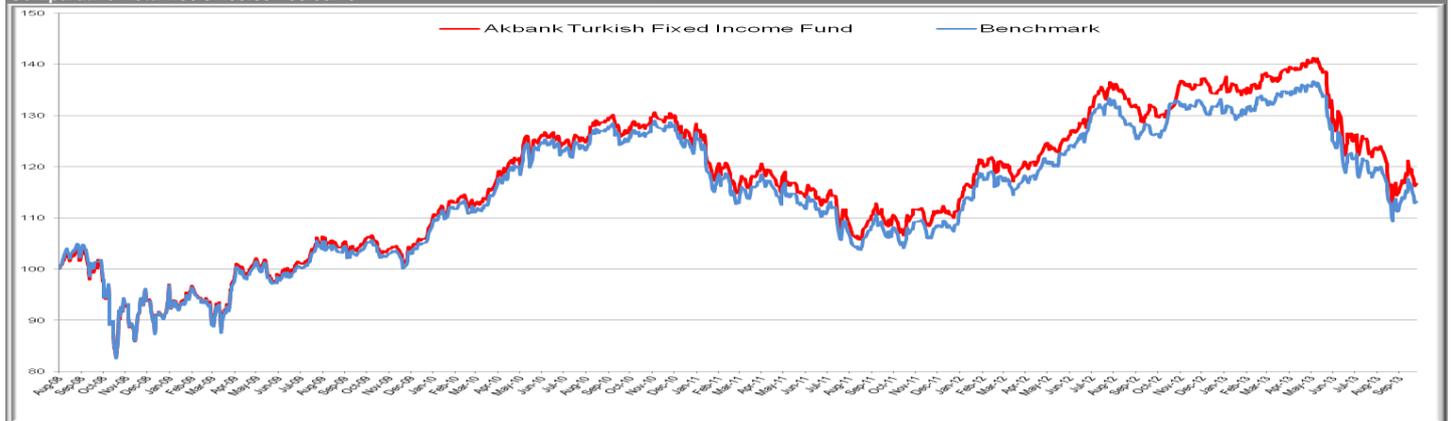
Top holdings (%)

TRT200618T18	14%
TRT080317T18	10%
TRT150120T16	8%
TRSKPTL61419	7%
TRT270116T18	5%

Risk Ratios (Annualized)

	YTD	Since Inception
Fund Volatility	13%	13%
Benchmark Volatility	12%	13%
Tracking Error	4%	3%
Jensen's Alpha	1%	0%
Sharpe	-1.89	-0.30
Information Ratio	-0.03	0.21
Beta	1.03	0.98

Comparative Returns / 07.08.08 - 30.09.13



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			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/Redemption * Management Fee		: Daily	Independent Auditors	:	Ernst & Young S.A.
	A Class	: 1.00% p.a.			
	I Class	: 0.75% p.a.			
	TRY Class	: 0.75% p.a.			

* 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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After Bernanke's famous May 22 speech EM stocks and bonds suffered huge amount of losses which came to an end with September. Although US Services and Manufacturing PMI data came above expectations, non-farm payroll figure came lower than expected and previous data's downward revisions changed risk sentiment in bond markets.

2 yr benchmark bond and 10 yr bond started September at 9,70% and 10,30% compound levels respectively and gradually declined to 7,80% and 8,70% due to Larry Summers withdraw from FED president nomination coupled with surprise no taper from 18 September FOMC meeting. Summers withdraw recognized as longer QE and less tapering which boosted markets but unfortunately didn't last long as one day after FED decision take profit sell off occurred and bond yields started to climb again.

2yr and 10 yr government bonds finished September at 8,60% and 9,21% compound level where 10-2 yr bond spread tightened to 60 bps reflecting bullish bets on longer QE believed to help long end of the yield curve.

We will be watching US debt ceiling and government shutdown issues closely which we believe will not last for long and economic data releases which are crucial to FED's decision making.