

## Akbank Turkish Equity Fund

Turkish Equity Fund invests in equities of Turkish companies which are listed on Istanbul Stock Exchange (ISE). The managers identify the fund's investment universe based on liquidity, corporate governance and valuation. We believe the Turkish market is under-researched and so offers numerous opportunities to exploit market inefficiencies. The focus of the fund is based on bottom-up stock selection which also takes account of the macro economy and the viability of current sectors trends in portfolio construction. The active top-down / bottom-up investment process used by the team is designed to capture opportunities across all market capitalisations while respecting rigorous risk controls.

### Fund Information

NAV (Class I - Class A) :	EUR 137,36	EUR 209,07
Fund Size :	EUR 46.402.815	
Launch Date :	02 July 2008	
Currency :	EUR	
Legal Status :	Luxembourg SICAV	
Reference Index :	97% ISE100 + 3% KYD O/N Repo Gross	

### Market Overview

In October, we saw an important trend in the benchmark index, BIST100 index. After bottoming, the index climbed by 7.52 percent, and closed at 80,580 points. Huge buys in large caps by a small number of investors in a short interval determined the market nature in October. Neither many investors nor a large number of stocks attended to that market movement. Catching market performance was hard for us since we are carrying a significant portion of small-and-medium cap stocks in the portfolio.

Forming a balanced portfolio with large-cap and smaller cap stocks is our main preference since we believe the upside potential of the financially sound smaller companies. In short-term, weak performances could be observed based on the allocation choices of the some big investors. In the long-run, we believe that smaller companies could grow faster than mature one, and could award our endurance.

Performance	Fund <sup>1</sup>	Benchmark	
Since Inception <sup>2</sup>	25.07.08 - 31.10.14	47%	50%
2009	31.12.08 - 31.12.09	78%	91%
2010	31.12.09 - 31.12.10	31%	27%
2011	31.12.10 - 30.12.11	-38%	-34%
2012	30.12.11 - 31.12.12	61%	57%
2013	31.12.12 - 31.12.12	-29%	-31%
YTD	31.12.13 - 31.10.14	26%	26%
MTD	30.09.14 - 31.10.14	11%	11%

<sup>1</sup> Fund performance is gross of fees and does not reflect the deduction of investment management  
<sup>2</sup> 25.07.2008 is the start date of active portfolio management for Institutional class share.

### Investment Allocation (%)

Equities	95,70%
Money Market	4,30%

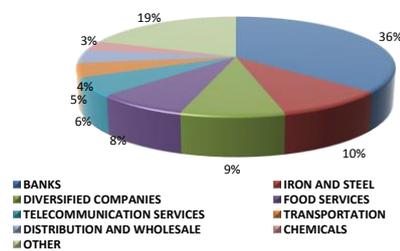
### Top 10 holdings (%)

T GARANTI BANKASI GARAN TI	GARAN TI	8,41%
T IS BANKASI SER'C'TRL1000	ISCTR TI	8,18%
AKBANK TRL1000	AKBNK TI	7,18%
KARDEMIR KARABUK DEMIR-CL D KRDMD TI	KRDMD TI	5,00%
TURKCELL ILETISIM TRL1000	TCELL TI	4,75%
EREGLI DEMIR CELIK TRL1000	EREGL TI	4,66%
BIM BIRLESIK MAGAZALAR AS BIMAS TI	BIMAS TI	4,62%
TURKIYE HALK BANKASI HALKB TI	HALKB TI	4,31%
HACI OMER SABANCI SAHOL TI	SAHOL TI	4,16%
KOC HOLDING AS KCHOL TI	KCHOL TI	3,44%

Risk Ratios (Annualized)	YTD	Since Inception
Fund Volatility	27%	32%
Benchmark Volatility	27%	32%
Tracking Error	4%	5%

	YTD	Since Inception
Jensen's Alpha	1%	1%
Sharpe	0,95	-0,07
Information Ratio	0,10	0,12
Beta	0,98	1,00

### Sector Breakdown



### Comparative Returns / 25.07.08 - 31.10.14



The graph represents gross of fees performance.

### Administrative Information

Fund Name	: Akbank Turkish SICAV
ISIN :	A Class : LU0366551272 I Class : LU0366551439 TRY Class : LU0451096316
WKN :	A Class : A0Q8MF I Class : A0Q8MH
Minimum Subscription :	A Class : EUR 50 I Class : EUR 5.000 TRY Class : TRY 100.000
Subscription/Redemption * Management Fee	: Daily A Class : 1.50% p.a. I Class : 1.25% p.a. TRY Class : 1.50% p.a.

Registered Countries	: Luxembourg Germany The Netherlands
Registered Databases	: Bloomberg ( AKTKEQI:LX; AKTKEQA:LX ) Lipper Morningstar (Germany, Netherlands) Software-systems
Investment Manager	: Ak Asset Management Inc.
Administrator / Custodian	: Citibank International plc (Luxembourg Branch)
Independent Auditors	: Ernst & Young S.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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