

Akbank Turkish SICAV - Fixed Income

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. The Sub-Fund will invest at least 51% of its total assets in straight bonds, and a maximum of 49% of its total assets in money market instruments and liquid assets.

Fund Information

NAV (Class I - Class A)	:	EUR 127.70	EUR 139.54
Fund Size	:	EUR 12,770,046	
Launch Date	:	02 July 2008	
Currency	:	EUR	
Legal Status	:	Luxembourg SICAV	
Reference Index	:	100% KYDABI ¹	

¹ KYD All Bond Index, www.kyd.org.tr

Performance Figures*		SICAV Fund (Net)	Benchmark (Gross)
Since Inception	07.08.08 - 31.08.10	22.38%	27.07%
2009	31.12.08 - 31.12.09	15.90%	17.55%
YTD	31.12.09 - 31.08.10	17.27%	18.76%
MTD	30.07.10 - 31.08.10	2.15%	2.22%

Investment Allocation (%)

Bonds	81.79%
Money Market	18.21%

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

Top holdings (%)

TRT250112T14	23.20%
TRT020211T11	22.36%
TRT100413T17	22.25%
TRT190111T13	7.46%
TRT260912T15	4.49%

Market Overview

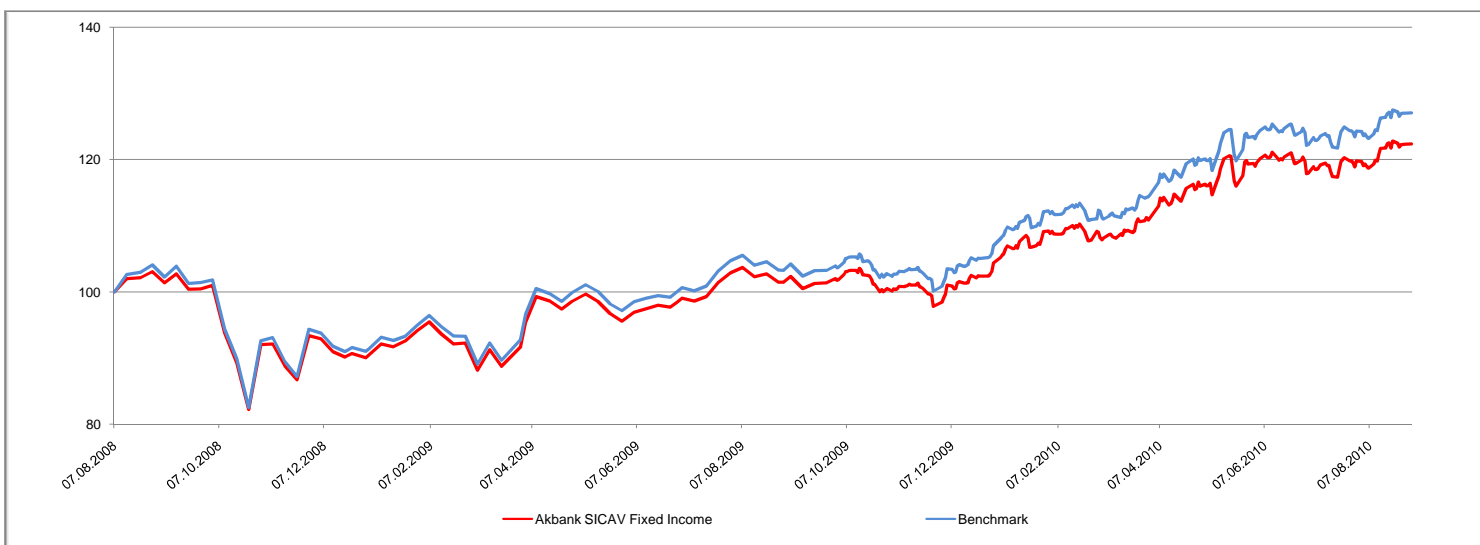
Worse than expected data in the U.S. and uncertainty over peripheral European countries' ability to repay their debt continued to drag the risk appetite in August.

Turkish Lira tested the 1.54 level against USD in August, in line with declining EUR/USD. The Lira ended the month at 1.53, registering a 1.1% monthly drop. Decline in global risk sentiment sent the benchmark bond yield as high as 8.43% in the first half of the month. However, expectations of majority approval for AK Party backed referendum sent the bond yield as low as 8.03% level. Benchmark yield ended the month at 8.13%.

We continue to hold our positive view on Turkish rates as the CBRT rate hike expectations move to the second half of 2011. Even though the proposed fiscal rule has been pushed back for an undefined period of time, political stability as well as growing risk appetite in the global markets should be supportive for Turkey in the coming months. We believe that the benchmark bond yield may fluctuate between 7,90 % - 8,30 % range in September. Akbank Turkish Sicav Fixed Income Fund invested 82% of its assets in fixed-income securities with an average duration of one year.

Turkey index continued to outperform MSCI EMEA index in August, as well as the broader EM index. We continue to expect the Turkish market to perform well for the rest of the year as the referendum results come in line with expectations, further bolstering political stability in the country.

Comparative Returns* / 07.08.08 - 31.08.10



Administrative Information

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

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