

## Akbank Turkish SICAV - Equities

The Sub-Fund's investment objective is to provide long term capital appreciation by investing at least 51% of its total assets in equities of issuers which have their registered office or a preponderant part of their business activities in Turkey including state economic enterprises and which are listed on Istanbul Stock Exchange.

## Fund Information

NAV (Class I - Class A)	:	EUR 148.55	EUR 227.32
Fund Size	:	EUR 14,856,754	
Launch Date	:	02 July 2008	
Currency	:	EUR	
Legal Status	:	Luxembourg SICAV	
Reference Index	:	97% ISE100 + 3% KYD O/N Repo Gross	

## Market Overview

Underperformance by emerging markets was the main theme in January. Developed market assets outperformed emerging markets to a large extent. Part of the discrepancy was due to inflation worries in emerging markets, especially in Asia. Middle Eastern emerging markets also suffered from civil unrest in the region.

Uncertainty surrounding central bank's actions was the overarching theme that dominated Turkish markets. CBRT's unconventional policy of simultaneously lowering the benchmark rate and increasing the reserve requirement ratios created confusions among investors, which pushed local asset values down.

Turkish equity market underperformed compared to the overall emerging market universe and the EMEA region, MSCI Turkey Index lost 9.9% on the month, while MSCI Emerging Markets shed 2.8% and MSCI East Europe rallied 4%. The decline in bank shares was the main reason behind index underperformance. Bank shares got hit from expectations of further reserve requirement hikes.

Turkish Lira lost 4.2% against USD in January. Against EUR, The Lira lost 6.8%, ending the month with a 5.7% loss against basket. Foreign investors were seen selling their TRY holdings as the currency's carry diminished after policy rate cuts.

We believe that Turkish rates will be range bound in February. Central Bank is more likely to stay on hold and view the results of its new policy mix before making further rate cuts and raising reserve requirements. This should take away some of the confusion among investors and help local assets.

We expect the Turkish stock market to perform better in February as Turkey's plays catch-up to other emerging markets. Akbank Turkish Sicav Equity Fund invested 95% of its assets in mostly high growth mid-cap equities having high profitability and growth prospects.

Performance Figures*		SICAV Fund (Net)	Benchmark (Gross)
Since Inception	25.07.08 - 31.01.11	45.42%	44.25%
2009	31.12.08 - 31.12.09	75.21%	78.39%
2010	31.12.09 - 31.12.10	28.63%	30.01%
YTD	31.12.10 - 31.01.11	-7.73%	-9.81%
MTD	31.12.10 - 31.01.11	-7.73%	-9.81%

## Investment Allocation (%)

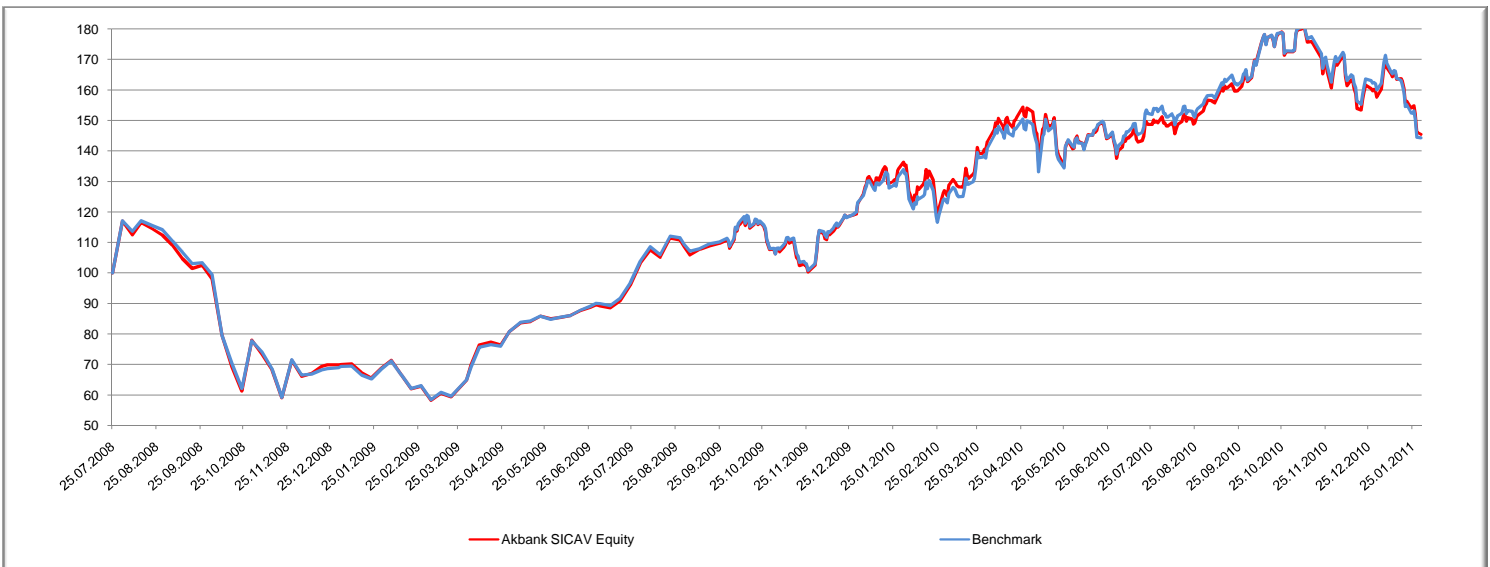
Equities	96.71%
Money Market	3.29%

\* 25.07.2008 is the start date of active portfolio management for Institutional class share.

## Top 10 holdings (%)

HACI OMER SABANCI HOLDING	SAHOL TI	9.39%
T GARANTI BANKASI	GARAN TI	8.47%
T IS BANKASI	ISCTR TI	7.21%
AKBANK T.A.S	AKBNK TI	6.79%
TURKCELL	TCELL TI	4.21%
ULKER GIDA SANAYI VE TICARET	ULKER TI	3.88%
TUPRAS	TUPRS TI	3.82%
TURKIYE VAKIFLAR BANKASI	VAKBN TI	3.71%
EMLAK KONUT GAYRIMENKUL YAT.	EKGYO TI	2.87%
TURK HAVA YOLLARI AO	THYAO TI	2.70%

## Comparative Returns\* / 25.07.08 - 31.01.11



## Administrative Information

ISIN :	A Class : LU0366551272	Registered Countries :	Luxembourg
	I Class : LU0366551439		Germany
	TRY Class : LU0451096316		The Netherlands
WKN :	A Class : A0Q8MF	Registered Databases :	Bloomberg ( AKTKEQI:LX; AKTKEQA:LX )
	I Class : A0Q8MH		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	: 1.75% 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.

Ak Asset Management - Sabancı Center Hazine Binası 4. Levent Istanbul / Turkey

Phone: +90 212 385 27 00 - Fax: +90 212 319 24 69 - investor@akportfoy.com.tr

Website : www.akportfoy.com.tr/en