

**Semi-annual Report and
Unaudited Financial Statements**
for the period from 1 January 2013 to 30 June 2013

AKBANK TURKISH SICAV

AKBANK TURKISH SICAV (the "SICAV") is an investment company which offers investors a choice between several classes of shares (each a "Class") in a number of sub-funds (each a "Sub-Fund"). The Fund is organised as an investment company under Part I of the Luxembourg Law of 17 December 2010 relating to undertakings for collective investment.

R.C.S. Luxembourg B 138.732

AKBANK

AKBANK TURKISH SICAV

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AKBANK TURKISH SICAV

ORGANISATION OF THE SICAV

AKBANK TURKISH SICAV
R.C.S. Luxembourg B 138.732

Registered Office

31, Z.A. Bourmicht
L-8070 Bertrange, Grand Duchy of Luxembourg

Board of Directors

Chairman

Mr Şahin Alp Keler
Chief Executive Officer
AK Asset Management
Beşiktaş İstanbul, Turkey

Directors

Mr Alaattin Göktürk Isikpinar
Executive Vice President
AK Asset Management
Beşiktaş İstanbul, Turkey

Mr Argun Egmir
Senior Vice President
AK Asset Management
Beşiktaş İstanbul, Turkey

Mr Mehmet Ali Ersari
Executive Vice President
AK Asset Management
Beşiktaş İstanbul, Turkey

Management Company

MDO Management Company S.A.
19, rue de Bitbourg
L-1273 Luxembourg, Grand Duchy of Luxembourg

Custodian, Administrator, Registrar and Transfer Agent, Domiciliary Agent and Listing Agent

Citibank International plc (Luxembourg Branch)
31, Z.A. Bourmicht
L-8070 Bertrange, Grand Duchy of Luxembourg

Investment Manager

AK Asset Management Inc.
Sabancı Center Akbank T.A.Ş.
Hazine Binası
Kat:1 34330 4. Levent
Beşiktaş İstanbul, Turkey

Independent Auditor

Ernst & Young S.A.
7, rue Gabriel Lippmann
Parc d'Activité Syrdall 2
L-5365 Munsbach, Grand Duchy of Luxembourg

Legal Advisers in Luxembourg

Elvinger, Hoss & Prussen
2, place Winston Churchill
L-1340 Luxembourg, Grand Duchy of Luxembourg

Distributors in Germany

Targobank AG & Co. KGaA
(previously Citibank Privatkunden AG & Co. KGaA)
Kasernenstrasse 10
40213 Düsseldorf, Germany

HSBC Trinkaus & Burkhardt AG
Koenigsallee 21/23
40212 Düsseldorf, Germany

Paying Agent in Germany

Akbank N.V.
Zweigniederlassung Essen
Huysenallee 3
45128 Essen, Germany

AKBANK TURKISH SICAV

GENERAL INFORMATION

THE SICAV

AKBANK TURKISH SICAV (the "SICAV") was incorporated as an open-ended investment company (société d'investissement à capital variable – SICAV) with multiple compartments on 21 May 2008. The duration of the SICAV is indefinite. The SICAV has designated a management company subject to chapter 15 of the Law of 17 December 2010 (previously chapter 13 of the Law of 2002) regarding undertakings for collective investment. The Articles of Incorporation were published in the Mémorial C, Recueil des Sociétés et Associations (the "Mémorial") on 9 June 2008. The Articles of Incorporation are on file with the Registre de Commerce et des Sociétés of Luxembourg (the "R.C.S.").

The SICAV is organised as an investment company under Part I of the Luxembourg Law of 17 December 2010 relating to undertakings for collective investment.

MANAGEMENT COMPANY

The Directors of the SICAV have appointed MDO Management Company S.A. as the Management Company of the SICAV (the "Management Company") to be responsible on a day-to-day basis, under supervision of the Directors, for providing administration, marketing, investment management and advisory services in respect of all Sub-Funds. In respect of all Sub-Funds, the Management Company has delegated its investment management functions to AK Asset Management Inc..

The Management Company has delegated the administration and registrar and transfer agent functions to Citibank International plc (Luxembourg Branch).

The Management Company was incorporated for an unlimited period of time under the laws of Luxembourg in the form of a société anonyme on 4 May 2007. Its registered office is located at 19, rue de Bitbourg L-1273 Grand Duchy of Luxembourg and it is registered with the R.C.S under number B 128.627. The Articles of Incorporation of the Management Company were published in the Mémorial on 16 December 2008. The Management Company is 100% owned by MDO Services S.A..

The objective of the Management Company is the collective portfolio management of undertakings for collective investment in accordance with chapter 15 of the Law on undertakings for collective investment dated 17 December 2010.

As of 30 June 2013, its share capital amounted to EUR 1,185,470.

The Management Company also acts as Management Company for several other investment funds.

INVESTMENT MANAGER

The Management Company has appointed AK Asset Management Inc. as investment manager of the SICAV.

The Investment Manager was appointed pursuant to an Investment Management Agreement with the Management Company and the SICAV entered into as of 21 May 2008 (the "Investment Management Agreement") to provide day-to-day management of the SICAV's investments, subject to the overall supervision and responsibility of the Management Company.

According to the Investment Management Agreement, the Investment Manager may, with the prior approval of the Management Company, delegate to a third party all or a part of its management duties. Any new delegation shall be reflected in an updated Prospectus.

AKBANK TURKISH SICAV

GENERAL INFORMATION (continued)

CUSTODIAN, ADMINISTRATOR, REGISTRAR AND TRANSFER AGENT, DOMICILIARY AGENT AND LISTING AGENT

Citibank International plc (Luxembourg Branch) has been appointed by the Board of Directors as Custodian of all of the SICAV's assets, comprising securities, money market instruments, cash and other assets. It may entrust the physical custody of securities and other assets, mainly securities traded abroad, listed on a foreign stock market or accepted by clearing institutions for their transactions, to such institutions or to one or more of its banking correspondents.

Citibank International plc (Luxembourg Branch) has further accepted the appointment from the Management Company as Administrator, Registrar and Transfer Agent, Domiciliary Agent and Listing Agent to the Company. In such capacity, Citibank International plc (Luxembourg Branch) is responsible for calculating the Net Asset Values ("NAV") of the SICAV and its relevant Sub-Funds or Classes and maintaining the accounting records of the SICAV, handling and processing all subscription, redemption and switching orders, for keeping the register of Shareholders and for mailing and publicising statements, reports and notices to Shareholders and for listing the SICAV's shares (each a "Share") on the Luxembourg Stock Exchange.

REPORTS AND FINANCIAL STATEMENTS

The financial year of the SICAV ends on 31 December in each year.

The audited financial statements and the unaudited semi-annual financial statements comprise financial statements of the SICAV expressed in Euro, being the reference currency of the SICAV, and financial information on each Sub-Fund expressed in the reference currency of each Sub-Fund.

Copies of the annual and semi-annual reports and financial statements may be obtained free of charge from the registered office of the SICAV.

AKBANK TURKISH SICAV

Statement of Net Assets as of 30 June 2013 (in EUR)

	Notes	AKBANK TURKISH SICAV - Equities	AKBANK TURKISH SICAV - Fixed Income	Combined
Assets				
Investments in securities at cost		40,644,504	36,763,673	77,408,177
Unrealised appreciation / (depreciation)		1,713,986	(3,333,686)	(1,619,700)
Investments in securities at market value	2a	42,358,490	33,429,987	75,788,477
Cash		62,949	374,833	437,782
Interest receivable	2e	—	943,696	943,696
Receivable from securities sold		826,149	—	826,149
Formation expenses	2d	47	47	94
Total assets		43,247,635	34,748,563	77,996,198
Liabilities				
Bank Overdraft		30,544	—	30,544
Accrued expenses		88,572	53,767	142,339
Payable for securities purchased		28,310	—	28,310
Total liabilities		147,426	53,767	201,193
Net assets		43,100,209	34,694,796	77,795,005
Number of outstanding Shares				
Class A Distribution EUR		8.00	3.35	
Class I Distribution EUR		296,386.48	290,748.68	
Net Asset Value per Share				
Class A Distribution EUR		222.13	130.51	
Class I Distribution EUR		145.41	119.33	
Net Asset Value				
Class A Distribution EUR		1,777	437	
Class I Distribution EUR		43,098,432	34,694,359	

The accompanying notes form an integral part of these financial statements.

AKBANK TURKISH SICAV

Statement of Operations and Changes in Net Assets for the period ended 30 June 2013 (in EUR)

	Notes	AKBANK TURKISH SICAV - Equities	AKBANK TURKISH SICAV - Fixed Income	Combined
Net assets at the beginning of the period		46,620,665	37,474,058	84,094,723
Income				
Dividend income, net of withholding tax	2e	892,864	—	892,864
Interest income, net of withholding tax	2e	43	1,564,077	1,564,120
Total income		892,907	1,564,077	2,456,984
Expenses				
Investment management fees	3a	302,369	138,527	440,896
Management company fees	3b	9,636	7,388	17,024
Custodian fees	3c	34,041	20,973	55,014
Administrator, registrar and transfer agent fees	3d	27,289	27,268	54,557
Domiciliary agent fees	3e	1,234	1,234	2,468
Audit and legal fees		18,304	14,063	32,367
Taxe d'abonnement	4	2,322	1,808	4,130
Transaction costs	5	83,068	—	83,068
Other fees and expenses		14,373	13,717	28,090
Total expenses		492,636	224,978	717,614
Net income from investments		400,271	1,339,099	1,739,370
Net realised gain / (loss) on:				
sales of investments in securities	2b	3,797,299	(742,991)	3,054,308
foreign exchange	2c	(36,588)	(8,285)	(44,873)
Net change in unrealised depreciation on:				
investments in securities		(7,681,438)	(3,367,505)	(11,048,943)
Net change in net assets for the period resulting from operations		(3,520,456)	(2,779,682)	(6,300,138)
Proceeds from subscriptions		49,481,723	566	49,482,289
Payments for redemptions		(49,481,723)	(146)	(49,481,869)
Net payments from subscription and redemption activity		—	420	420
Net assets at the end of the period		43,100,209	34,694,796	77,795,005

The accompanying notes form an integral part of these financial statements.

AKBANK TURKISH SICAV

Net Assets Information as of 30 June 2013, 31 December 2012 and 31 December 2011

		AKBANK TURKISH SICAV - Equities	AKBANK TURKISH SICAV - Fixed Income
Net assets as of			
	30 June 2013	43,100,209	34,694,796
	31 December 2012	46,620,665	37,474,058
	31 December 2011	29,258,040	31,436,963
Net Asset Value per Share as of 30 June 2013			
	Class A Distribution EUR	222.13	130.51
	Class I Distribution EUR	145.41	119.33
Net Asset Value per Share as of 31 December 2012			
	Class A Distribution EUR	240.51	140.89
	Class I Distribution EUR	157.29	128.89
Net Asset Value per Share as of 31 December 2011			
	Class A Distribution EUR	151.17	117.41
	Class I Distribution EUR	98.71	107.39
Number of Shares outstanding as of 30 June 2013			
	Class A Distribution EUR	8.00	3.35
	Class I Distribution EUR	296,386.48	290,748.68
Number of Shares outstanding as of 31 December 2012			
	Class A Distribution EUR	8.00	0.35
	Class I Distribution EUR	296,386.48	290,748.68
Number of Shares outstanding as of 31 December 2011			
	Class A Distribution EUR	8.00	1,827.21
	Class I Distribution EUR	296,386.48	290,748.68

AKBANK TURKISH SICAV

AKBANK TURKISH SICAV – Equities

Schedule of Investments and Other Net Assets (in EUR) as of 30 June 2013

Quantity	Description	Market Value	% NAV
Transferable securities and money market instruments admitted to an official exchange listing			
TRY Equities			
1,000,001	Akbank TAS *	3,133,976	7.27
100,000	Aksa Enerji Uretim AS	134,769	0.31
415,000	Alarko Holding	956,420	2.22
1	Albaraka Turk Katilim Bankasi AS	0	0.00
1	Anadolu Cam Sanayii AS	1	0.00
105,000	Anadolu Efes Biracilik Ve Malt Sanayii AS	1,172,250	2.72
700,001	Anadolu Sigorta	346,093	0.80
875,624	Anel Elektrik Proje Taahhut ve Ticaret AS	502,751	1.17
104,000	BIM Birlesik Magazalar AS	1,733,335	4.02
1	Dogan Sirketler Grubu Holdings	0	0.00
170,508	Dogus Otomotiv Servis Ve Doas	664,901	1.54
500,000	Enka Insaat ve Sanayi AS	966,908	2.24
1,000,000	Eregli Demir ve Celik Fabrikalari TAS	793,462	1.84
751,075	Haci Omer Sabanci Holding AS	3,039,639	7.05
675,000	Indeks Bilgisayar Sistemleri Muhendislik Sanayi Ve Ticaret AS	1,103,470	2.56
1	Is Yatirim Menkul Degerler AS	0	0.00
1,350,001	Kardemir Karabuk Demir	775,121	1.80
300,000	KOC Holding AS	1,107,657	2.57
30,001	Koza Altin Isletmeleri AS	279,911	0.65
175,000	Koza Davetiye Imalat Ihracat Ve Ithalat	199,562	0.46
385,000	Mutlu Aku Ve Malzemeleri Sanayi AS	1,191,229	2.76
865,892	Petkim Petrokimya Holding	977,064	2.27
399,930	Royal Hali Iplik Tekstil Mobilya	625,091	1.45
1	Soda Sanayii AS	1	0.00
100,001	Tekfen Holding AS	263,161	0.61
75,000	Tofas Turk Otomobil Fabrik	360,347	0.84
2,831	Torunlar Gayrimenkul Yatirim Ortakligi AS	3,939	0.01
100,000	Tupras-Turkiye Petrol Rafinerileri	1,877,992	4.36
8,875	Turcas Petroculuk AS	11,288	0.03
302,554	Turk Ekonomi Bankasi AS	265,399	0.62
575,000	Turk Hava Yollari	1,719,499	3.99
500,001	Turk Sise ve Cam Fabrikalari AS	538,279	1.25
250,000	Turk Telekomunikasyon AS	747,608	1.73
275,000	Turkcell Iletisim Hizmet AS	1,228,072	2.85
880,000	Turkiye Garanti Bankasi AS	2,954,389	6.85
600,000	Turkiye Halk Bankasi	3,911,486	9.08
1,150,000	Turkiye Is Bankasi	2,613,639	6.06

*related party entity

AKBANK TURKISH SICAV

AKBANK TURKISH SICAV – Equities

Schedule of Investments and Other Net Assets (in EUR)
as of 30 June 2013 (continued)

Quantity	Description	Market Value	% NAV
Transferable securities and money market instruments admitted to an official exchange listing			
TRY Equities			
1,240,985	Türkiye Sınai Kalkınma Bankası AS	945,089	2.19
1,000,000	Türkiye Vakıflar Bankası Tao	1,917,865	4.45
234,295	Unye Cimento Sanayii Ve Ticaret AS	468,030	1.09
950,001	Yapı ve Kredi Bankası AS	1,662,882	3.86
Total Equities		41,192,575	95.57
TRY Funds			
550,000	Emlak Konut Gayrimenkul Yatırım Ortaklığı AS	596,492	1.39
1,020,079	İs Gayrimenkul Yatırım Ortaklığı AS	569,423	1.32
1	Sinpaş Gayrimenkul Yatırım Ortaklığı AS	0	0.00
Total Funds		1,165,915	2.71
Total Transferable securities and money market instruments admitted to an official exchange listing		42,358,490	98.28
Total Investments in securities		42,358,490	98.28
Other Net Assets		741,719	1.72
Total Net Assets		43,100,209	100.00

AKBANK TURKISH SICAV

AKBANK TURKISH SICAV – Fixed Income

Schedule of Investments and Other Net Assets (in EUR) as of 30 June 2013

Nominal value	Description	Market Value	% NAV
Transferable securities and money market instruments admitted to an official exchange listing			
TRY Supranationals, Governments and Local Public Authorities, Debt Instruments			
4,900,000	Turkey (Govt of) 0.000% - 17/Jul/13	1,948,787	5.62
5,100,000	Turkey (Govt of) 6.500% - 7/Jan/15	1,998,925	5.76
5,200,000	Turkey (Govt of) 7.100% - 8/Mar/23	1,875,381	5.41
2,000,000	Turkey (Govt of) 7.500% - 24/Sep/14	796,053	2.29
2,000,000	Turkey (Govt of) 8.500% - 14/Sep/22	782,297	2.25
1,700,000	Turkey (Govt of) 9.000% - 5/Mar/14	684,102	1.97
9,000,000	Turkey (Govt of) 9.000% - 8/Mar/17	3,645,937	10.51
1,000,000	Turkey (Govt of) 9.500% - 12/Jan/22	423,445	1.22
700,000	Turkey (Govt of) 10.000% - 4/Dec/13	282,345	0.81
2,100,000	Turkey (Govt of) 10.000% - 17/Jun/15	870,396	2.51
10,800,000	Turkey (Govt of) 10.500% - 15/Jan/20	4,732,541	13.64
100,000	Turkey (Govt of) 11.000% - 6/Aug/14	41,188	0.12
Total Supranationals, Governments and Local Public Authorities, Debt Instruments		18,081,397	52.11
TRY Bonds			
1,300,000	Akfen Holding FRN - 7/Mar/14	528,709	1.52
1,850,000	Altinyildiz Mensucat Ve Konfeksiyon Fabrikalari AS 0.000% - 2/Oct/13	725,167	2.09
4,000,000	Bankpozitif Kredi V 8.077% - 23/May/14	1,596,891	4.60
900,000	Eko Factoring AS FRN - 24/Jul/14	359,749	1.04
2,000,000	Garanti Leasing FRN - 8/May/14	795,057	2.29
6,000,000	Kapital Fact Hizmet FRN - 24/Jun/14	2,406,965	6.93
4,000,000	Lider Faktoring Hizmetleri AS FRN - 8/May/14	1,614,834	4.65
3,800,000	Limak Yatirim Enerji FRN - 19/Feb/15	1,525,759	4.40
3,000,000	Nurol Yatirim Bankasi FRN - 22/Jan/15	1,220,097	3.52
2,000,000	Ronesans Gayrimenkul Yatirim AS FRN - 25/Jul/13	798,246	2.30
Total Bonds		11,571,474	33.34
Total Transferable securities and money market instruments admitted to an official exchange listing		29,652,871	85.45

AKBANK TURKISH SICAV

AKBANK TURKISH SICAV – Fixed Income

Schedule of Investments and Other Net Assets (in EUR)
as of 30 June 2013 (continued)

Nominal value	Description	Market Value	% NAV
	Transferable securities and money market instruments dealt in on another regulated market and recently issued transferable securities		
	TRY Bonds		
5,500,000	Koc Tuketici Finansman AS 14.347% - 26/Aug/13	2,206,142	6.37
1,000,000	Ronesans Holding FRN - 18/Dec/15	403,110	1.16
2,900,000	Seker Finansal Kiralama AS FRN - 10/Jun/14	1,167,864	3.37
	Total Bonds	3,777,116	10.90
	Total Transferable securities and money market instruments dealt in on another regulated market and recently issued transferable securities	3,777,116	10.90
	Total Investments in securities	33,429,987	96.35
	Other Net Assets	1,264,809	3.65
	Total Net Assets	34,694,796	100.00

AKBANK TURKISH SICAV

AKBANK TURKISH SICAV - Equities

Industrial Classification as of 30 June 2013

	% of NAV
Banks	38.19
Diversified companies	12.45
Telecommunication services	4.58
Oil and gas producers	4.36
Food services	4.02
Transportation	3.99
Iron and steel	3.64
Engineering and construction	3.42
Electrical equipment	2.76
Beverages	2.72
Real estate investment trust	2.71
Distribution and wholesale	2.56
Chemicals	2.27
Financial services	2.19
Retail	1.57
Textiles	1.45
Household products	1.25
Building materials	1.09
Auto manufacturers	0.84
Insurance	0.80
Precious metals	0.65
Mining (non precious)	0.46
Electrical utilities	0.31
Total Investment in securities	98.28
Other Net Assets	1.72
Total Net Assets	100.00

AKBANK TURKISH SICAV - Fixed Income

Industrial Classification as of 30 June 2013

	% of NAV
Governments	52.11
Financial services	30.21
Banks	8.12
Real estate	2.30
Textiles	2.09
Transportation	1.52
Total Investment in securities	96.35
Other Net Assets	3.65
Total Net Assets	100.00

AKBANK TURKISH SICAV

NOTES TO THE FINANCIAL STATEMENTS

as of 30 June 2013

1 – GENERAL INFORMATION

The SICAV is an investment company which offers investors a choice between several Classes of Shares in a number of Sub-Funds.

The SICAV is designed to offer investors, within the same investment vehicle, a choice between several Sub-Funds, which are managed separately and are distinguished principally by their specific investment policy and/or by the currency in which they are denominated.

At the date of the present report, the SICAV issues Shares of the following two Sub-Funds for subscription:

- AKBANK TURKISH SICAV – Equities
- AKBANK TURKISH SICAV – Fixed Income

The following Share Classes are issued for both Sub-Funds:

- Class I Shares are available for subscription and are reserved to institutional investors. The minimum subscription amount is EUR 5,000 for this Class. There is no minimum holding amount for this Class, unless the Directors resolve otherwise.
- Class A Shares are available to all investors. The minimum subscription and minimum holding amounts are of EUR 50, unless the Directors resolve otherwise.
- Class TL Shares are available for subscription to all investors. The reference currency for such Class TL Shares is the TRY. The minimum subscription amount is of TRY 100,000 and the minimum holding and minimum subsequent subscription amounts are of TRY 25,000, unless the Directors resolve otherwise.

Class I, Class TL and Class A Shares are available as Distribution Shares and Accumulation Shares.

At the date of the present report, Class I – Distribution Shares and Class A – Distribution Shares are active.

2 – SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Luxembourg generally accepted accounting principles applicable to investment funds. The following is a summary of significant accounting policies followed by the Sub-Funds.

a) Valuation of investments in securities

Securities listed on Regulated Markets, which operate regularly and are recognised and open to the public, are valued at the last available price; in the event that there should be several such markets, on the basis of the last available price of the main market for the relevant security. Should the last available price for a given security not truly reflect its fair market value, then that security is valued on the basis of the probable sales price which the Directors deem it is prudent to assume.

Liquid assets and money market instruments are valued at nominal value plus any accrued interest.

Securities not listed on Regulated Markets, which operate regularly and are recognised and open to the public, are valued in good faith by the Board of Directors in accordance with such prudent valuation rules as the Board of Directors may determine and on the basis of the reasonable foreseeable sales prices, upon the advice of the relevant investment adviser/manager.

In the event that extraordinary circumstances render such a valuation impracticable or inadequate, the Directors may, at their discretion, prudently and in good faith follow other methods of valuation to be used if they consider that such method of valuation better reflects value and is in accordance with good accounting practice in order to achieve a fair valuation of the assets of the SICAV.

AKBANK TURKISH SICAV

NOTES TO THE FINANCIAL STATEMENTS

as of 30 June 2013 (continued)

2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

b) Net realised gains/loss on sales of investment in securities

Realised gains and losses comprise the profit or loss arising from disposal of securities during the period. The net realised gain or loss on sales of investment in securities is calculated on the basis of the average cost of the securities sold.

c) Conversion of foreign currencies

The value of assets denominated in a currency other than the reference currency of a Sub-Fund is determined by taking into account the rate of exchange prevailing at the time of determination of the NAV.

As of 30 June 2013, the main exchange rates are as follows:

1 EUR = 2.507998 TRY
1.299850 USD

Transactions occurring during the period in currencies other than the base currency are translated at rates of exchange ruling at the transaction date.

d) Formation expenses

The formation expenses represent the costs of establishing the SICAV and its Sub-Funds. The costs of establishing the SICAV amounted to approximately EUR 50,000. Where further Sub-Funds are created in the future, these Sub-Funds will bear, in principle, their own formation expenses. The formation costs are amortised on a straight line basis over 5 years from the date on which the SICAV/Sub-Funds commenced business.

e) Income

Dividends are credited to income on an “ex-dividend” basis, net of any irrecoverable withholding tax. Interest income is credited to income net of any irrecoverable withholding tax. It includes interest applied to bonds and interest applied to bank accounts and is accrued on a daily basis.

f) Expenses

Expenses are accounted for on an accrual basis. Expenses are charged to the Statement of Operations and Changes in Net Assets. Expenses arising on the disposal of investments are included in Note 5 below.

g) Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in Luxembourg requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported periods. Actual results could differ from those estimates.

AKBANK TURKISH SICAV

NOTES TO THE FINANCIAL STATEMENTS

as of 30 June 2013 (continued)

2 – SIGNIFICANT ACCOUNTING POLICIES (continued)

h) Dividend distribution

In relation to the Distribution Shares, annual dividends are declared in respect of such Distribution Shares at the Annual General Meeting of Shareholders. In addition, the Directors may declare interim dividends.

For the period ended 30 June 2013, no dividend has been paid.

3 – FEES

a) Investment Management Fee

As remuneration for its services, AK Asset Management Inc., acting as the Investment Manager, receives out of the assets of each Sub-Fund, a fee based upon the average total net assets of each Sub-Fund, payable monthly in arrears.

The fee rates applied to the Share Classes of each Sub-Fund are as follows:

- AKBANK TURKISH SICAV – Equities
 - o Class I Shares: 1.25%
 - o Class A Shares: 1.50%

- AKBANK TURKISH SICAV – Fixed Income
 - o Class I Shares: 0.75%
 - o Class A Shares: 1.00%

b) Management Company Fee

The Management Company receives out of the assets of each Sub-Fund a variable annual fee amounting to 0.04% for assets below EUR 100 million, 0.0375% for assets between EUR 100 million and EUR 250 million and 0.035% for assets above EUR 250 million with a minimum of EUR 7,500 per annum per Sub-Fund. These fees are based upon the average total net assets of each Sub-Fund, payable quarterly in arrears.

c) Custodian Fee

The Custodian receives a fee of up to 7.25 basis point based upon the average total net assets of each Sub-Fund or a minimum of EUR 35,000 from the SICAV per annum, payable quarterly in arrears.

For performing investment compliance services, the Custodian receives an annual fee of EUR 10,000 from the SICAV per annum payable quarterly in arrears.

d) Administrator, Registrar and Transfer Agent Fee

The Administrator, for its fund accounting and administration functions, receives out of the assets of each Sub-Fund a fee of up to 0.04% or a minimum of EUR 40,000 per annum based upon the average total net assets of each Sub-Fund, and for its registrar and transfer agency functions a fee of a minimum of EUR 7,500 per annum, payable quarterly in arrears.

AKBANK TURKISH SICAV

NOTES TO THE FINANCIAL STATEMENTS

as of 30 June 2013 (continued)

3 – FEES (continued)

e) Domiciliary Agent Fee

The Domiciliary Agent receives out of the assets of each Sub-Fund a fee of up to EUR 5,000 per annum, payable quarterly in arrears.

4 – TAXE D'ABONNEMENT

Under current law and practice the SICAV is not liable to any Luxembourg taxes on income or capital gains, nor are dividends (if any) paid by the SICAV liable to any Luxembourg withholding tax. However, the Class A Shares are liable in Luxembourg to a taxe d'abonnement of 0.05% per annum of its net assets, such tax being payable quarterly and calculated on the NAV of the Class A Shares at the end of the relevant quarter. The reduced taxe d'abonnement rate of 0.01% per annum is applicable to Class I Shares which are exclusively held by Institutional Investors. To the extent that the assets of the SICAV are invested in investment funds which are established in Luxembourg, no such tax is payable.

Interests, dividends and capital gains on securities may be subject to withholding or capital gains taxes in certain countries.

5 – TRANSACTION COSTS

For the period ended 30 June 2013, the SICAV incurred transaction costs related to the purchase and sale of financial instruments (securities and derivatives).

The total amount of transaction costs relates to brokerage fees.

6 – CHANGES IN THE INVESTMENT PORTFOLIO

The details of changes in the investment portfolio composition during the reporting period are available to the Shareholders at the registered offices of the Management Company.

7 – TRANSACTIONS WITH RELATED PARTY ENTITIES

AKBANK TURKISH SICAV – Equities has invested in a related party entity as of 30 June 2013 as disclosed in the Schedule of Investments and Other Net Assets. In addition, the Investment Manager to the SICAV is considered as a related party and the fees paid by the SICAV for its services are disclosed in Note 3 a). These transactions have been carried out on an arm's length basis at market rates. During the period, no Director fees were paid and no interests in Shares were held by the Directors in the SICAV.

8 – GLOBAL EXPOSURE

The Sub-Funds do not engage in financial derivatives instruments for the implementation of their investment policy.

After having independently assessed the SICAV's risk profile, the Management Company has judged the commitment approach to be an appropriate method for the calculation of the Global Exposure as per the current law and regulations.

AKBANK