

**Semi-annual Report and
Unaudited Financial Statements**
for the period from 1 January 2011 to 30 June 2011

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 registered under Part I of the Luxembourg Law of 20 December 2002 as amended by the Luxembourg Law of 17 December 2010 relating to undertakings for collective investment.

R.C.S. Luxembourg B 138.732

AKBANK

AKBANK TURKISH SICAV

TABLE OF CONTENTS

ORGANISATION OF THE SICAV	2
GENERAL INFORMATION	3
FINANCIAL STATEMENTS	
Statement of Net Assets	5
Statement of Operations and Changes in Net Assets	6
Net Assets Information	7
SCHEDULE OF INVESTMENTS AND OTHER NET ASSETS	
AKBANK TURKISH SICAV – Equities	8
AKBANK TURKISH SICAV – Fixed Income	10
INDUSTRIAL CLASSIFICATION	
AKBANK TURKISH SICAV – Equities	11
AKBANK TURKISH SICAV – Fixed Income	11
NOTES TO THE FINANCIAL STATEMENTS	12

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 Cem Yalçinkaya
Chief Executive Officer
AK Asset Management
Beşiktaş Istanbul, Turkey
(until 25 March 2011)

Mr S. Alp Keler
Chief Executive Officer
AK Asset Management
Beşiktaş Istanbul, Turkey
(from 18 April 2011)

Directors

Mr Ertunç Tümen
Executive Vice President
AK Asset Management
Beşiktaş Istanbul, Turkey
(until 25 March 2011)

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

Mr A. Göktürk Isikpinar
Executive Vice President
AK Asset Management
Beşiktaş Istanbul, Turkey
(from 18 April 2011)

Mr Argun Egmir
Senior Vice President
AK Asset Management
Beşiktaş Istanbul, Turkey
(from 18 April 2011)

Management Company

MDO Management Company
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
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 13 of the Law of 2002 as amended by the Law of 17 December 2010 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.

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 functions to the Administrator and registrar and transfer agent functions to the Registrar and Transfer Agent.

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 Luxembourg and it is registered with the *Registre de Commerce et des Sociétés* under the RCS 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 of collective investments in accordance with chapter 13 of the Law on undertakings of collective investment dated 20 December 2002 as amended by the Law of 17 December 2010.

As of 30 June 2011, its share capital amounted to EUR 1,085,470.00.

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

- Raiffeisen Capital Management Luxembourg SICAV
- Italfortune International Fund
- SWIP SICAV
- SWIP Islamic SICAV

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

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

Citibank International plc (Luxembourg Branch) has been appointed 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.

The Custodian 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 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 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 will 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 Fund.

AKBANK TURKISH SICAV

Statement of Net Assets as of 30 June 2011 (in EUR)

	Notes	AKBANK TURKISH SICAV – Equities	AKBANK TURKISH SICAV – Fixed Income	Combined
Assets				
Investments in securities at cost		13,723,101	12,287,438	26,010,539
Unrealised (depreciation)		(282,243)	(1,391,165)	(1,673,408)
Investments in securities at market value	2a	13,440,858	10,896,273	24,337,131
Cash		101,378	158,186	259,564
Interest receivable	2e	—	162,843	162,843
Receivable from securities sold		673,995	—	673,995
Formation expenses	2d	10,020	10,020	20,040
Total assets		14,226,251	11,227,322	25,453,573
Liabilities				
Accrued expenses		76,164	47,579	123,743
Payable for securities purchased		698,743	—	698,743
Total liabilities		774,907	47,579	822,486
Net assets		13,451,344	11,179,743	24,631,087
Number of outstanding shares				
Class A Distribution EUR		8.00	1,827.21	
Class I Distribution EUR		100,000.00	100,000.00	
Net Asset Value per share				
Class A Distribution EUR		205.87	119.87	
Class I Distribution EUR		134.50	109.61	
Net Asset Value				
Class A Distribution EUR		1,646.95	219,018.80	
Class I Distribution EUR		13,449,696.92	10,960,724.13	

5

AKBANK TURKISH SICAV

Statement of Operations and Changes in Net Assets for the period ended 30 June 2011 (in EUR)

	Notes	AKBANK TURKISH SICAV – Equities	AKBANK TURKISH SICAV – Fixed Income	Combined
Net assets at the beginning of the period		16,105,482	12,588,880	28,694,362
Income				
Dividend income	2e	301,138	—	301,138
Interest income	2e	36	446,967	447,003
Total income		301,174	446,967	748,141
Expenses				
Investment management fee	3a	129,547	73,295	202,842
Management company fee	3b	3,719	3,719	7,438
Custodian fees	3c	24,700	13,274	37,974
Administrator, registrar and transfer agent fee	3d	27,476	27,436	54,912
Domiciliary agent fee	3e	1,240	1,240	2,480
Audit and legal fees		17,570	14,123	31,693
Taxe d'abonnement	4	698	618	1,316
Other fees and expenses		14,515	14,135	28,650
Total expenses		219,465	147,840	367,305
Net income from investments		81,709	299,127	380,836
Net realised gain on:				
sales of investments in securities	2b	277,492	(517,525)	(240,033)
foreign exchange	2c	(37,022)	(141,481)	(178,503)
Net change in unrealised depreciation on:				
investments in securities		(2,971,243)	(1,049,100)	(4,020,343)
Net change in net assets for the period resulting from operations		(2,730,773)	(1,708,106)	(4,438,877)
Proceeds from subscriptions		9,999	10,000	19,999
Payments for redemptions		(15,073)	(10,158)	(25,231)
Net payments from subscription and redemption activity		(5,074)	(158)	(5,232)
Net assets at the end of the period		13,451,344	11,179,743	24,631,087

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

AKBANK TURKISH SICAV

Net Assets Information as of 30 June 2011, 31 December 2010 and 2009 (in EUR)

		AKBANK TURKISH SICAV – Equities	AKBANK TURKISH SICAV – Fixed Income
Net assets as of	30 June 2011	13,451,344	11,179,743
	31 December 2010	16,105,482	12,588,880
	31 December 2009	12,516,324	10,889,380
Net asset value per share as of 30 June 2011			
Class A Distribution EUR		205.87	119.87
Class I Distribution EUR		134.50	109.61
Net asset value per share as of 31 December 2010			
Class A Distribution EUR		246.35	135.00
Class I Distribution EUR		161.00	123.42
Net asset value per share as of 31 December 2009			
Class A Distribution EUR		190.92	118.78
Class I Distribution EUR		125.16	108.89
Number of shares outstanding as of 30 June 2011			
Class A Distribution EUR		8.00	1,827.21
Class I Distribution EUR		100,000.00	100,000.00
Number of shares outstanding as of 31 December 2010			
Class A Distribution EUR		23.50	1,827.71
Class I Distribution EUR		100,000.00	100,000.00
Number of shares outstanding as of 31 December 2009			
Class A Distribution EUR		0.50	0.50
Class I Distribution EUR		100,000.00	100,000.00

AKBANK TURKISH SICAV

AKBANK TURKISH SICAV – Equities

Schedule of Investments and Other Net Assets (in EUR) as of 30 June 2011

Quantity	Description	Market Value	% NAV
Transferable securities and money market instruments admitted to an official exchange listing			
TRY Equities			
72,353	Ak Enerji Elektrik Uretim	115,234	0.86
179,667	Akbank TAS *	572,295	4.25
38,287	Akfen Holding AS	195,130	1.45
115,742	Aksa Enerji Uretim AS	208,915	1.55
333,243	Albaraka Turk Katilim Bankasi AS	309,953	2.30
3,530	Alkim Alkali Kimya AS	11,544	0.09
16,258	Anadolu Cam Sanayii AS	27,274	0.20
1	Anadolu Sigorta	0	0.00
1	Anel Elektrik Proje Taahhut Anele Ti	0	0.00
50,000	Arcelik AS	176,254	1.31
1	Aselsan Elektronik Sanayi Ve Ticaret AS	4	0.00
484,432	Asya Katilim Bankasi AS	520,529	3.87
125,188	Banvit	231,814	1.72
2,000	Bim Birlesik Magazalar AS	44,807	0.33
30,000	Bizim Toptan Satis Magazalari AS	331,273	2.46
10,000	Celebi Hava Servisi AS	114,246	0.85
88,797	Cimsa Cimento Sanayi ve Tica	326,593	2.43
1	Coca-Cola Icecek AS	10	0.00
1	Dogan Sirketler Grubu Holdings	0	0.00
40,000	Eis Eczacibasi Ilac ve Sinai ve Finansal Yatirimlar Sanayi ve Ticaret AS	37,374	0.28
117,417	Enka Insaat ve Sanayi AS	246,846	1.84
50,001	Eregli Demir ve Celik Fabrikalari TAS	87,916	0.65
11,021	Ford Otomotiv Sanayi AS	65,296	0.49
5,241	Gubre Fabrikalari TAS	32,276	0.24
309,355	Haci Omer Sabanci Holding AS	896,051	6.66
85,000	Hektas Ticaret	55,594	0.41
1	Hurriyet Gazetecilik AS	0	0.00
11,255	Is Yatirim Menkul Degerler AS	10,421	0.08
400,501	Kardemir Karabuk Demir Celik Sanayi ve Ticaret AS	159,890	1.19
10,002	Koza Altin Isletmeleri AS	92,602	0.69
110,000	Koza Anadolu Metal Madencilik Isletmeleri AS	225,648	1.68
5,000	Migros Ticaret AS	40,241	0.30
146,520	Petkim Petrokimya Holding AS	152,459	1.13
1	Reysas Tasimacilik ve Lojistik Ticaret AS	1	0.00
2,621	Tat Konserve	4,119	0.03
140,001	Tav Havalimanlari Holding AS	484,002	3.60
150,001	Tekfen Holding AS	356,758	2.65
25,750	Tofas Turk Otomobil Fabrikasi AS	80,928	0.60
32,188	Trakya Cam Sanayi AS	47,300	0.35
25,000	Tupras Turkiye Petrol Rafine	422,585	3.14

* Related party entity

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

AKBANK TURKISH SICAV

AKBANK TURKISH SICAV – Equities

Schedule of Investments and Other Net Assets (in EUR) as of 30 June 2011 – (continued)

Quantity	Description	Market Value	% NAV
215,000	Turk Hava Yollari	388,078	2.89
114,319	Turk Sise ve Cam Fabrikalari AS	172,360	1.28
117,661	Turk Telekomunikasyon AS	428,757	3.19
144,900	Turkcell Iletisim Hizmet AS	536,632	3.99
397,500	Turkiye Garanti Bankasi AS	1,242,528	9.24
65,000	Turkiye Halk Bankasi AS	335,414	2.49
621,919	Turkiye Is Bankasi	1,315,390	9.78
223,775	Turkiye Sinai Kalkinma Bankasi AS	247,101	1.84
387,000	Turkiye Vakiflar Bankasi Tao	603,210	4.48
208,303	Ulker Biskuvi Sanayi AS	498,960	3.71
179,203	Yapi ve Kredi Bankasi AS	310,525	2.31
		12,763,137	94.88
Total Equities		12,763,137	94.88
Transferable securities and money market instruments admitted to an official exchange listing			
TRY Funds			
230,000	Emlak Konut Gayrimenkul Yati Ekgyo Ti	267,651	1.99
784,512	Is Gayrimenkul Yatirim Ortakligi AS	409,822	3.05
320	Sinpas Gayrimenkul Yatirim Ortakligi AS	247	0.00
		677,721	5.04
Total Funds		677,721	5.04
Total Transferable securities and money market instruments admitted to an official exchange listing		13,440,858	99.92
Total Investments in securities		13,440,858	99.92
Other Net Assets		10,486	0.08
Total Net Assets		13,451,344	100.00

AKBANK TURKISH SICAV

AKBANK TURKISH SICAV – Fixed Income

Schedule of Investments and Other Net Assets (in EUR) as of 30 June 2011

Quantity/ 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			
2,200,000	Turkey Government Bond 0.000% - 03/Aug/2011	927,819	8.30
1,400,000	Turkey Government Bond 0.000% - 25/Jan/2012	566,688	5.07
2,000,000	Turkey Government Bond 0.000% - 08/Aug/2012	771,908	6.90
1,000,000	Turkey Government Bond 3.060% - 06/Jan/2021	442,299	3.96
7,000,000	Turkey Government Bond 8.000% - 29/Jan/2014	2,898,637	25.93
6,000,000	Turkey Government Bond 10.000% - 09/Jan/2013	2,586,476	23.14
300,000	Turkey Government Bond 10.000% - 10/Apr/2013	129,483	1.16
100,000	Turkey Government Bond 11.000% - 06/Aug/2014	44,573	0.40
1,000,000	Turkey Government Bond 14.000% - 26/Sep/2012	449,554	4.02
1,900,000	Turkey Government Bond 16.000% - 07/Mar/2012	845,277	7.56
		9,662,715	86.43
Total Supranationals, Governments and Local Public Authorities, Debt Instruments		9,662,715	86.43
TRY Bonds			
1,000,000	Creditwest Faktoring Hizmetleri AS 12.140% - 28/May/2013	429,805	3.84
1,000,000	Lider Faktoring Hizmetleri AS 11.450% - 08/Jun/2012	428,956	3.84
1,000,000	Turkiye Is Bankasi 0.000% - 07/Nov/2012	374,797	3.35
		1,233,558	11.03
Total Bonds		1,233,558	11.03
Total Transferable securities and money market instruments admitted to an official exchange listing		10,896,273	97.46
Total Investments in securities		10,896,273	97.46
Other Net Assets		283,470	2.54
Total Net Assets		11,179,743	100.00

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

AKBANK TURKISH SICAV

AKBANK TURKISH SICAV – Equities

Industrial Classification

as of 30 June 2011

	% of NAV
Banks	38.74
Diversified companies	10.77
Telecommunication services	7.18
Engineering and construction	5.43
Real estate investment trust	5.04
Food services	4.37
Transportation	3.73
Oil and gas producers	3.14
Distribution and wholesale	2.46
Building materials	2.43
Electrical utilities	2.41
Financial services	1.91
Chemicals	1.87
Iron and steel	1.84
Food	1.72
Mining (non precious)	1.68
Home furnishings	1.31
Household products	1.28
Auto manufacturers	1.09
Precious metals	0.69
Miscellaneous machinery	0.35
Pharmaceuticals	0.28
Housewares	0.20
Total Investment in securities	99.92
Other Net Assets	0.08
Total Net Assets	100.00

AKBANK TURKISH SICAV – Fixed Income

Industrial Classification

as of 30 June 2011

	% of NAV
Governments	86.43
Financial services	7.68
Banks	3.35
Total Investment in Securities	97.46
Other Net Assets	2.54
Total Net Assets	100.00

AKBANK TURKISH SICAV

NOTES TO THE FINANCIAL STATEMENTS

as of 30 June 2011

1 – GENERAL INFORMATION

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 registered under Part I of the Luxembourg Law of 20 December 2002 as amended by the Luxembourg Law of 17 December 2010 relating to undertakings for collective investment.

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 Euro 5,000.00 for this Class whereas 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 Euro 50.00 unless the Directors resolve otherwise.
- Class TL Shares are available for subscription to all investors. The reference currency for such Class TL Shares will be the TRY. The minimum subscription amount is of TRY 100,000.00 and the minimum holding and minimum subsequent subscription amounts are of TRY 25,000.00, 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.

AKBANK TURKISH SICAV

NOTES TO THE FINANCIAL STATEMENTS

as of 30 June 2011

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 Fund.

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 Net Asset Value.

As of 30 June 2011, the main exchange rate is as follows:

1 EUR = 2.354555 TRY

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 Euro 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 includes interest applied to bonds and interest applied to bank accounts. It 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 except for the expenses incurred on the acquisition of an investment which are included within the cost of that investment. Expenses arising on the disposal of investments are deducted from the disposal proceeds.

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 2011

3 – FEES

a) Investment Management Fee

As remuneration for its services, AK Asset Management Inc., acting as the Investment Manager, receives quarterly out of the assets of each Sub-Fund a fee at the annual rate of 1.75% for AKBANK TURKISH SICAV – Equities and 1.25% for AKBANK TURKISH SICAV – Fixed Income, based upon the average total net assets of each Sub-Fund, payable quarterly in arrears.

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 (EUR 30,000 for the 12 months following the first 12 months from launch), payable quarterly in arrears.

For performing investment compliance services, the Custodian receives an annual fee of EUR 10,000 from the SICAV per annum (EUR 5,000 for the 12 months following the first 12 months from launch) 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 (EUR 30,000 for the 12 months following the first 12 months from launch) 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.

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.

AKBANK TURKISH SICAV

NOTES TO THE FINANCIAL STATEMENTS

as of 30 June 2011

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 Net Asset Value of the Class A Shares at the end of the relevant quarter. The reduced tax 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.

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

5 – 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.

6 – TRANSACTIONS WITH RELATED PARTY ENTITIES

AKBANK TURKISH SICAV – Equities has invested in a related party entity as of 30 June 2011 as disclosed in the Schedule of Investments. 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.

7 – IMPORTANT EVENTS

Mr Cem Yalçinkaya has resigned on 25 March 2011 as chairman of the Board of Directors and Mr S. Alp Keler has been elected as chairman of the Board of Directors as from 18 April 2011.

Mr Ertunç Tümen has resigned on 25 March 2011 as director of the Board of Directors of the Company.

Mr A. Göktürk Isikpinar and Mr Argun Egmir have been elected as directors of the Board of Directors of the Company as from 18 April 2011.

AKBANK