

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 136.02	EUR 207.17
Fund Size :	EUR 43,776,504	
Launch Date :	02 July 2008	
Currency :	EUR	
Legal Status :	Luxembourg SICAV	
Reference Index :	97% ISE100 + 3% KYD O/N Repo Gross	

Performance		Fund ¹	Benchmark
Since Inception ²	25.07.08 - 31.07.14	45%	48%
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 - 31.07.14	25%	25%
MTD	30.06.14 - 31.07.14	5%	6%

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

Investment Allocation (%)

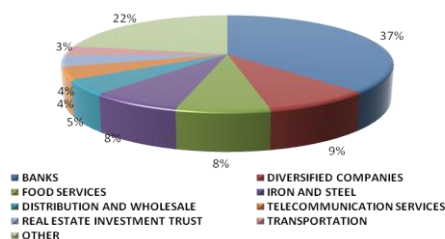
Equities	98.79%
Money Market	1.21%

Top 10 holdings (%)

AKBANK TRL1000	AKBNK TI	7.98%
TURKIYE HALK BANKASI HALKB TI	HALKB TI	7.41%
T IS BANKASI SER'C'TRL1000	ISCTR TI	7.16%
T GARANTI BANKASI GARAN TI	GARAN TI	7.04%
HACI OMER SABANCI SAHOL TI	SAHOL TI	4.60%
BIM BIRLESIK MAGAZALAR AS BIMAS TI	BIMAS TI	4.37%
TURKIYE VAKIFLAR BANKASI VAKBN TI	VAKBN TI	4.02%
EREGLI DEMIR CELIK TRL1000	EREGL TI	3.97%
KARDEMIR KARABUK DEMIR-CL D	KRDMD TI	3.69%
TURKCELL ILETISIM TRL1000	TCELL TI	3.40%

Risk Ratios (Annualized)	YTD	Since Inception
Fund Volatility	28%	33%
Benchmark Volatility	29%	32%
Tracking Error	4%	5%

Sector Breakdown



Market Overview

The mid-month of the summer was very sunny for Turkish equity market. The benchmark return was 7.95 percent in July. The Fund's return missed the benchmark, but it was also high at 7.77 percent in gross terms.

July was not the first good month for the year. Since seven month benchmark return reached at 24.51 percent. Our Fund return was 24.65, slightly higher than the benchmark return.

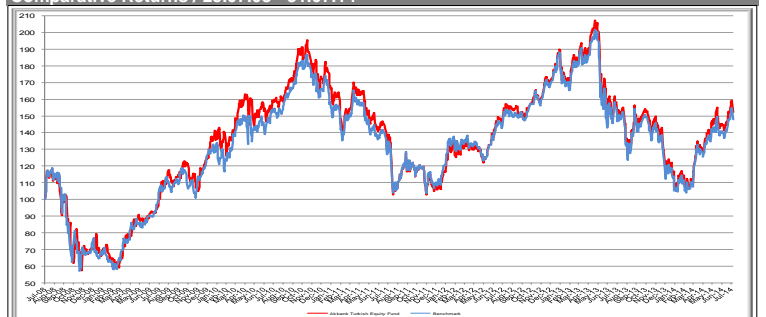
Expecting a victory for Prime Minister Erdoğan in presidential elections, the market bought the possibility of consolidation of political power that would prevent any political noise. The markets trusted in the scenario that Mr Erdoğan would lead the government with a weaker figure as prime minister. That scenario depend on the continuation of political and economic stability.

The rising trend in the stock market realized despite fights in neighboring countries escalated. The market participants predicted that the contagion risk is limited, and hurried for buying stocks before first half earnings announcements. The banks which benefit from rate declines and some big industrials which benefit from commodity price declines led the rising movement.

We assume that the political stability will be resettled in coming months, and the geopolitical risks will lose some temper. The seasonal factors could also help new buying appetite after correction. So, we could offer the investors to exploit the corrections for entering in Turkish assets when new Prime Minister appointed at the end of August.

	YTD	Since Inception
Jensen's Alpha	1%	1%
Sharpe	1.38	-0.07
Information Ratio	0.08	0.12
Beta	0.98	1.00

Comparative Returns / 25.07.08 - 31.07.14



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 *	: Daily
Management Fee	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.

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 : <http://akportfoy.com.tr/en/node/sicav>