

## 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 114.62	EUR 125.37
Fund Size	:	EUR 11,691,383	
Launch Date	:	02 July 2008	
Currency	:	EUR	
Legal Status	:	Luxembourg SICAV	
Reference Index	:	100% KYDABI <sup>1</sup>	

<sup>1</sup> KYD All Bond Index, www.tkyd.org.tr

Performance Figures*		SICAV Fund (Net)	Benchmark (Gross)
Since Inception	07.08.08 - 28.02.11	9.84%	14.70%
2009	31.12.08 - 31.12.09	15.90%	17.55%
2010	31.12.09 - 31.12.10	13.34%	15.54%
YTD	31.12.10 - 28.02.11	-7.13%	-7.21%
MTD	31.01.11 - 28.02.11	-0.49%	-0.25%

## Investment Allocation (%)

Bonds	81.29%
Money Market	18.71%

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

## Top holdings (%)

TRT080812T26	26%
TRT090113T13	24%
TRT250412T11	9%
TRT070312T14	8%
TRT250112T14	5%

## Market Overview

Turmoil in the Middle East took center stage in February. Tensions escalated in Egypt, Libya, Bahrain, Yemen and Syria as masses pushed for freedom and equality. Bouts of violence in these countries prompted supply side worries about crude oil, pushing energy prices up.

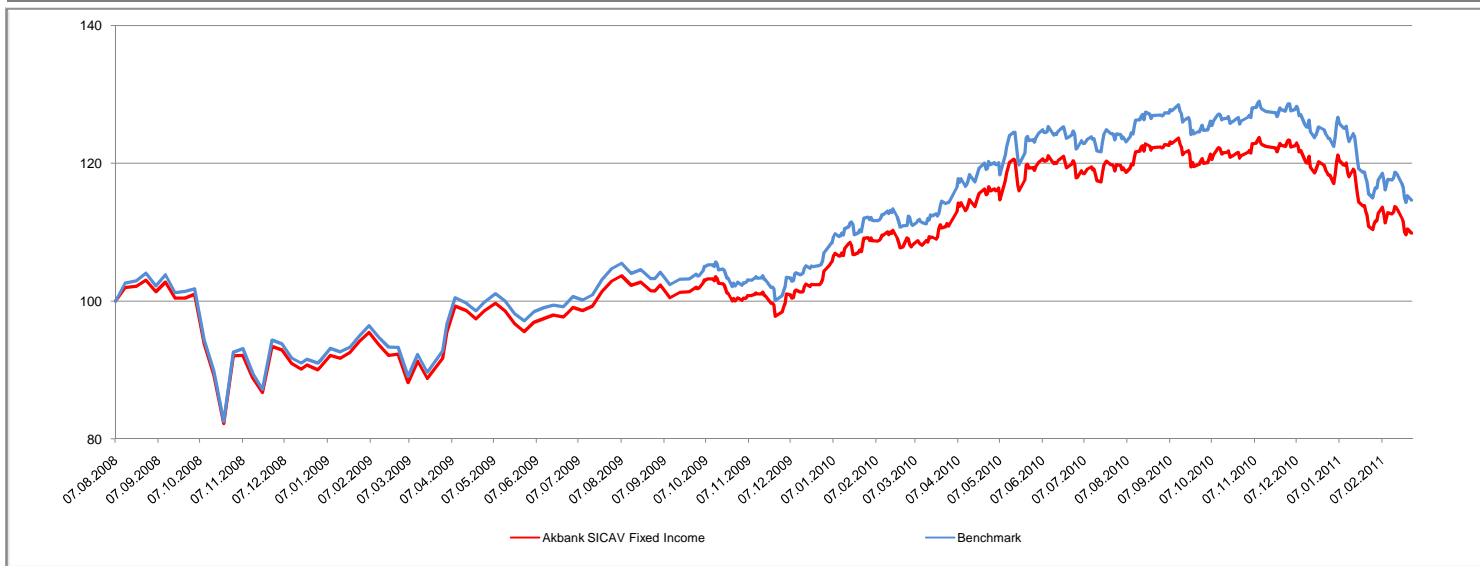
Turmoil in Middle East took its toll on Turkish markets as Middle East and North Africa (MENA) accounts for 23% of Turkey's exports. Also, the fact that energy imports account for 21% of total imports in Turkey refreshed concerns about a widening current account deficit.

After past month's underperformance, Turkish Lira managed to hold its ground against major currencies. Turkish Lira gained 0.2% against USD in January. Against EUR, The Lira lost 0.7%, ending the month with a 0.34% loss against basket.

CBRT's decision to keep its benchmark rate and reserve requirement ratios on hold removed some uncertainty from the bank's future path and brought relief to the rates market. However, spiking oil prices created worries about inflation's future path, sending the benchmark 2 year bond yield from 8.12% to 8.65% on the month.

We believe that Turkish rates will be range bound in March. We believe that the benchmark bond yield may fluctuate between 9,00 % - 8,50 % range in March. Akbank Turkish Sicav Fixed Income Fund invested 82% of its assets in fixed-income securities with an average duration of one year.

## Comparative Returns\* / 07.08.08 - 28.02.11



## 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:IX; AKTKFIA:IX )
	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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