

Akbank Turkish Equity Fund

Turkish Equity Fund invests in equities of Turkish companies which are listed on Borsa Istanbul (BIST). 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 122,06	EUR 185,48
Fund Size :	EUR 36.179.365	
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 - 31.07.15	32%	36%
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 - 31.12.13	-29%	-31%
2014	31.12.13 - 31.12.14	32%	32%
YTD	31.12.14 - 31.07.15	-14%	-13%
MTD	30.06.15 - 31.07.15	-4%	-5%

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	98,14%
Money Market	1,86%

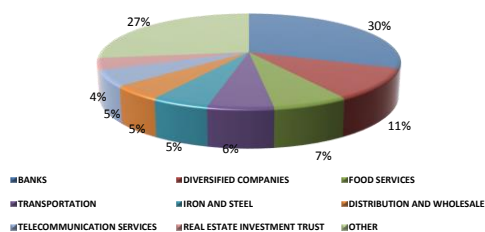
Top 10 holdings (%)

T GARANTI BANKASI GARAN TI	GARAN TI	7,26%
T IS BANKASI SER'C'TRL1000	ISCTR TI	7,07%
AKBANK TRL1000	AKBNK TI	6,09%
KOC HOLDING AS KCHOL TI	KCHOL TI	5,54%
TURK HAVA YOLLARI AO THYAO TI	THYAO TI	5,10%
TURKCELL ILETISIM TRL1000	TCELL TL	4,43%
BIM BIRLESIK MAGAZALAR AS BIMAS TI	BIMAS TI	4,17%
TURKIYE HALK BANKASI HALKB TI	HALKB TI	4,04%
INDEKS BILGISAYAR INDES TI	INDES TI	3,97%
EREGLI DEMIR CELIK TRL1000	EREGL TI	3,81%

Risk Ratios (Annualized)

	YTD	Since Inception
Fund Volatility	28%	32%
Benchmark Volatility	28%	32%
Tracking Error	0,03	0,05

Sector Breakdown



Market Overview

Turkish Equity prices have been determining by the developments in two areas: one was government formation, and the other was FED's possible rate hike move in the second half of the year.

The government formation enterprises were not going well. Turkey, for the first time in her political history, seemed to repeat the general elections in a few months without achieving a coalition. AKP, the conservative leading party, and CHP, the social democratic party, have started talks to form a coalition government. But, before the month-end, there was not a serious improvement. An early election scenario is potentially a cause for a short-term backdrop in economy, and relatedly in markets.

FED's nearing to a decision to hike the rates to normalise her monetary policy started to result fluctuations in EMs. EM currencies depreciate, and EM stock markets fight with fund inflows. Nobody believes that FED's political change could not affect EMs negatively. The cash hungry countries are the most fragiles, and Turkey bears that fact.

Under these negative conditions, Turkish equities, measured by the benchmark BIST100 index, declined by 2,85 percent. However, small caps in our portfolio, overperformed the index. As you know, we prefer to carry approximately 10 percent of the portfolio in small-and-medium cap names, and the performance of these stocks are very important for our portfolio performance. We stick to our portfolio formation rules, specially depending on strict research activities to choose small-and-medium cap stocks.

	YTD	Since Inception	YTD	Since Inception
Jensen's Alpha	-0,01	0,00		
Sharpe	-1,04	-0,13		
Information Ratio	-0,34	0,09		
Beta	1,00	1,00		

Comparative Returns / 25.07.08 - 31.07.15



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>