Akbank Turkish Fixed Income Fund

Turkish Fixed Income Fund invests in sovereign and corporate debt securities issued in Turkey. The utilization of local know-how, active duration management, curve positioning and individual security selection helps to enhance the fund return and outperforms passive investing. The investment style of the fund is a combination of Top – Down & Spread Trader. The product is suitable for medium to long term investors with higher risk appétite. The risks related to movements in bond prices, resulting from interest-rate fluctuations and currency developments and to some extent changes in the quality of the corporate held portfolio. Selection of securities is conducted in line with the investment manager's risk management policies and guidelines.

Fund Information

NAV (Class I - Class A) : EUR 104.94 EUR 114.20

 Fund Size
 : EUR 33,780,094

 Launch Date
 : 02 July 2008

 Currency
 : EUR

Legal Status : Luxembourg SICAV

Reference Index* : 90% KYDABI + 10% KYD O/N Gross
*The benchmark has been updated as of 02/01/2012. KYDABI: KYD All Bond Index

(www.tkyd.org.tr)

Performance Figures		Fund ¹	Benchmark
Since Inception ²	07.08.08 - 30.09.15	8%	9%
2009	31.12.08 - 31.12.09	17%	18%
2010	31.12.09 - 31.12.10	15%	16%
2011	31.12.10 - 30.12.11	-12%	-12%
2012	30.12.11 - 31.12.12	21%	22%
2013	31.12.12 - 31.12.13	-20%	-21%
2014	31.12.13 - 31.12.14	21%	22%
YTD	31.12.13 - 30.09.15	-14%	-14%
MTD	31.08.15 - 30.09.15	-8%	-7%
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¹ Fund performance is gross of fees and does not reflect the deduction of investment management

² 07.08.2008 is the start date of active portfolio management for Institutional class share

94%
06%
05%
39%
17%
08%
10%
֡

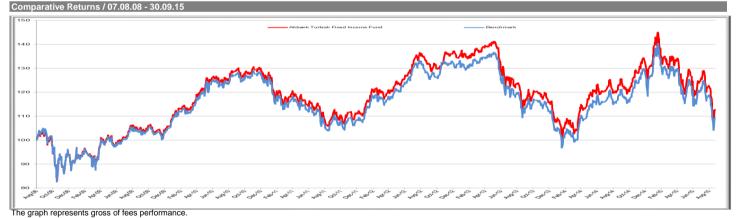
Risk Ratios (Annualized)	YTD	Since Inception
Fund Volatility	16%	14%
Benchmark Volatility	15%	14%
Tracking Error	0.04	0.03
Jensen's Alpha	0.00	0.00
Sharpe	-1.71	-0.39
Information Ratio	-0.03	0.14
Beta	1.00	0.98

Market Overview

The same investment stories, the political concerns before early elections to be held at November 1, and the ongoing discussions on FED rate lift-off calendar, continued to shape Turkish markets. Depending on these stories, Turkish equity market, measured by BIST100 index, dropped by 1,1 percent in TL terms. In Euro terms, the decline was 4,8 percent.

As you could see, the pressure was felt muchly on Turkish lira. Devaluing TL destroys the financial health of highly debted companies. The political unclarity and global slowdown depressed the consumer confidence, and export activity was far from a confident revival. So, Turkish economy grows near 3 percent. Sluggish economy prevents positive revisions in corporate results. This corporate world prevents banking sector from profitable growth. This vicious circle 'circles' the investment environment.

After year-to-date declines, the last valuations, however, did not allow new lows in the stocks. The early October jump displayed the appetite of investors in those valuations level. We believe that the stress tests market did in last months proved that the valuation levels are sufficiently standable. So, We could offer patient investors to initiate forming long-term portfolios at September close levels.



Administrative Information Registered Countries Fund Name Akbank Turkish SICAV Luxemboura LU0366550621 ISIN: A Class Germany The Netherlands I Class LU0366550977 TRY Class LU0451096159 Registered Databases Bloomberg (AKTKFII:LX; AKTKFIA:LX) WKN: A Class A0Q8MB Morningstar (Germany, Netherlands) I Class A008MD Minimum Subscription: A Class **EUR 50** Software-systems EUR 5.000 Ak Asset Management Inc. I Class Investment Manager TRY Class TRY 100.000 Administrator / Custodian Citibank International plc (Luxembourg Branch) Subscription/Redemption * Daily Independent Auditors Ernst & Young S.A. A Class 1.00% p.a. Management Fee I Class 0.75% p.a. 0.75% p.a. TRY Class

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^{*} 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.