
TÜRKISFUND

SICAV

**Unaudited Semi-annual Report
as of June 30, 2009**

No subscriptions may be accepted on the basis of the Annual or Semi-annual Reports. Subscriptions may only be made on the basis of the current Prospectus, to which the most recent Annual Report and, if available, the most recent Semi-annual Report are appended.

TÜRKISFUND

Management and Administration

Registered Office:

5, Allée Scheffer
L-2520 Luxembourg

Board of Directors:

Chairman:

Dr. Gürman TEVFIK
CEO
IS ASSET MANAGEMENT, Istanbul

Directors:

Bayram ÖZTÜRK General Manager
ISBANK GmbH, Frankfurt am Main

Selami DÜZ
Assistant General Manager
ISBANK GmbH, Frankfurt am Main

Kaan TOKAT
Branch Manager
TÜRKIYE IS BANKASI A.S., London

Investment Manager:

IS ASSET MANAGEMENT
IS Kuleleri, Kule:2, Kat:3,
34330 4. Levent Istanbul – Turkey

Custodian Bank:

CACEIS Bank Luxembourg
5, Allée Scheffer
L-2520 Luxembourg

Central Administration:

CACEIS Bank Luxembourg
5, Allée Scheffer
L-2520 Luxembourg

Registrar and Transfer Agent:

CACEIS Bank Luxembourg
5, Allée Scheffer
L-2520 Luxembourg

Distributor in Germany:

ISBANK GMBH
Rossmarkt 9
D-60311 Frankfurt am Main

Paying and Information Agent in Germany:

ISBANK GMBH
Rossmarkt 9
D-60311 Frankfurt am Main

Distributor in England:

T. Is Bank London Branch
8 Princes Street
UK – EC2R 8HL London

Paying and Information Agent in England:

T. Is Bank London Branch
8 Princes Street
UK – EC2R 8HL London

Distributor in Holland:

ISBANK GmbH Amsterdam Branch
WTC Strawinskylaan 841
Tower C Level 8
NL – 1077 XX Amsterdam

Paying and Information Agent in Holland:

ISBANK GmbH Amsterdam Branch
WTC Strawinskylaan 841
Tower C Level 8
NL – 1077 XX Amsterdam

Auditors:

(until May 6, 2008)
DR. WOLLERT - DR. ELMENDORFF S.à r.l.
51, avenue de la Gare
L-1611 Luxembourg

(since May 6, 2008)
Ernst & Young SA
Parc d'activité Syrdall 7
L-5365 Munsbach

Conducting Persons:

Cenk AKSOY
Assistant General Manager
IS ASSET MANAGEMENT
IS Kuleleri, Kule:2, Kat:3,
34330 4. Levent Istanbul – Turkey

Zeynep ASLAN
Director
Türkisfund SICAV
5, Allée Scheffer
L-2520 Luxembourg

TÜRKISFUND

Information for Shareholders

The Annual General Meeting of the SICAV's shareholders is held at the SICAV's registered office or at another place in Luxembourg each year at 11 a.m. on the first Tuesday in May. If this is a bank holiday in Luxembourg, the Annual General Meeting will be held on the next bank working day in Luxembourg.

Invitations to the Annual General Meeting are sent to the holders of registered shares by registered mail at the addresses entered in the register of shareholders at least 8 days before the Meeting. These invitations also include the agenda and indicate the time and place of the Meeting and the conditions of admission. In addition, they refer to the statutory requirements in Luxembourg with regard to voting majorities and the presence of a quorum.

The SICAV's fiscal year ends on December 31. The first Annual Report was prepared as of December 31, 1998.

The SICAV's first report was an unaudited Semi-annual Report as of June 30, 1998.

Audited annual reports are published within four months of the end of the fiscal year and unaudited semi-annual reports within two months of the end of the relevant period. These reports are sent to each registered shareholder at the address given in the register. Paper copies of the detailed and simplified prospectus, the annual and semi-annual reports and a list of changes to the investment portfolio are available free of charge from the SICAV's registered office as well as from the German paying and information agent.

Savings Directive

European Union Council Directive 2003/48/EC on taxation of savings income in the form of interest payments (the "Savings Directive") was implemented into Luxembourg law by way of the Act dated June 21, 2005 (the "Act").

The Savings Directive is designed to ensure the effective taxation of interest payments arising from debt claims ("savings income in the form of interest payments") made in a member state of the European Union ("member state") to private individuals ("beneficial owners") who are resident in another member state. Under the Savings Directive, member states are obliged to provide the relevant authorities in the beneficial owner's member state with a certain minimum amount of information on the savings income in the form of interest payments and on the beneficial owner's identity ("exchange of information"). Exceptions to this Directive are Austria, Belgium and Luxembourg, which will levy withholding taxes on such savings income for a transitional period. Other countries, including Switzerland, dependent or associated territories of the EU member states, the Principalities of Monaco, Liechtenstein and Andorra as well as the Republic of San Marino, have also taken measures similar to the exchange of information or withholding taxation.

In Luxembourg, the Act provides for the levy of a withholding tax that will be raised in three stages from an initial 15% (July 1, 2005 to June 30, 2008) through 20% (July 1, 2008 to June 30, 2011) to 35% (from July 1, 2011).

However, Article 9 of the Act states that no withholding tax will be retained if the beneficial owner authorizes the paying agent in writing to pass on information as part of the exchange of information.

The dividends paid by the sub-fund of the SICAV fall within the scope of the Savings Directive if more than 15% of the relevant portfolio's assets is invested in debt claims (see the Act for a definition). The Savings Directive applies to redemption proceeds generated by shareholders when redeeming shares, insofar as more than 40% of the relevant sub-fund's assets is invested in debt claims.

The Company is entitled to reject applications to subscribe for shares if the applicant does not supply the SICAV with the information required by law sufficiently and in full.

TÜRKISFUND

Information for Shareholders (continued)

Savings Directive (continued)

Name of sub-fund	Tax status on redemption	Tax status on distribution	Procedure used to determine status	Period of validity of status
TÜRKISFUND - EQUITIES	0	I	PROSPECTUS	May 1, 2009 – April 30, 2010
TÜRKISFUND - BONDS	I	I	PROSPECTUS	May 1, 2009 – April 30, 2010
TÜRKISFUND - EURO BONDS	I	I	PROSPECTUS	May 1, 2009 – April 30, 2010

I = In scope of the Act

0 = Out of the scope of the Act

TÜRKISFUND

Statement of Net Assets as of June 30, 2009

		TÜRKISFUND – EQUITIES	TÜRKISFUND – BONDS	TÜRKISFUND – EUROBONDS	Total
	Note	EUR	EUR	EUR	EUR
ASSETS					
Investment portfolio	(2)	10,916,199.69	16,575,890.39	975,055.17	28,467,145.25
Bank balances		25,173.73	21,699.19	4,895.32	51,768.24
Interest and dividends receivable, net	(2)	18,359.46	1,066,657.87	28,636.31	1,113,653.64
TOTAL ASSETS		10,959,732.88	17,664,247.45	1,008,586.8	29,632,567.13
LIABILITIES					
Investment Manager's fee	(3)	14,584.4	26,062.09	1,473.51	42,120.00
Liabilities from redemptions		0.00	6,814.35	0.00	6,814.35
Liabilities from interest and dividends, net	(2)	0.00	25,520.4	0.30	25,520.7
Expenses payable		39,435.8	53,867.01	5,832.43	99,135.24
TOTAL LIABILITIES		54,020.20	112,263.85	7,306.24	173,590.29
TOTAL NET ASSETS		10,905,712.68	17,551,983.6	1,001,280.56	29,458,976.84
Net asset value per share					
Class A		26.71	69.50	18.64	
Class I		26.76	69.67	-	
Number of shares outstanding					
Class A		119,126.893	56,451.183	53,711.691	
Class I		288,651.185	195,619.166	-	

The accompanying Notes are an integral part of the semi-annual report

TÜRKISFUND

Changes in the Number of Shares Outstanding for the Period Ended June 30, 2009

	TÜRKISFUND – EQUITIES	TÜRKISFUND – BONDS	TÜRKISFUND – EUROBONDS
Class A			
Number of shares outstanding at the beginning of the fiscal year	114,405.668	56,263.616	59,840.266
Number of shares issued	8,998.544	10,238.707	1,891.978
Number of shares redeemed	(-4,277.319)	(-10,051.14)	(-8,020.553)
Number of shares outstanding at the end of the fiscal year	119,126.893	56,451.183	53,711.691
Class I			
Number of shares outstanding at the beginning of the fiscal year	288,651.185	195,619.166	-
Number of shares issued	-	-	-
Number of shares redeemed	-	-	-
Number of shares outstanding at the end of the fiscal year	288,651.185	195,619.166	-

Statistics

	TÜRKISFUND – EQUITIES	TÜRKISFUND – BONDS	TÜRKISFUND – EUROBONDS
	EUR	EUR	EUR
TOTAL NET ASSETS			
June 30, 2009	10,905,712.68	17,551,983.6	1,001,280.56
December 31, 2008	8,007,522.74	15,672,388.57	1,060,185.09
December 31, 2007	18,091,123.52	20,061,683.48	1,537,342.65
Net asset value per share at the end of the fiscal year			
June 30, 2009			
Class A	26.71	69.50	18.64
Class I	26.76	69.67	-
December 31, 2008			
Class A	19.84	62.11	17.72
Class I	19.88	62.25	-
December 31, 2007			
Class A	42.02	71.97	18.49
Class I	42.08	72.10	-

The accompanying Notes are an integral part of the semi-annual report

TÜRKİSFUND

TÜRKİSFUND – EQUITIES

Statement of Investments

as of June 30, 2009

(Amounts in EUR)

Description	Number/ face value	Currency	Cost price	Market value	% of net assets
Quoted securities					
Shares					
Turkey					
AKBANK A.S.	315 000	TRY	840.851.81	1 022 527.61	9.38
AKENRJI ELEKTRİK ÜRETİM A.S.	45 000	TRY	205 396.06	203 055.13	1.86
AKSIGORTA A.S.	60 000	TRY	78 044.21	108 848.60	1.00
ANADOLU EFES BİRACILIK VE MALT SANAYİ A.S.	40 000	TRY	215 072.53	250 480.70	2.30
ANADOLU HAYAT SİGORTA A.S.	498 267	TRY	910 082.02	546 027.88	5.01
ANADOLU SİGORTA BEARER A.S.	763 637	TRY	327 220.81	443 029.63	4.06
BİM BİRLEŞİK MAGAZALAR A.S.	16 000	TRY	265 297.24	386 771.67	3.55
DOĞAN SİRKETLER GRUBU HOLDINGS A.S.	1	TRY	0.45	0.32	0.00
ENKA İNŞAAT VE SANAYİ A.S.	90 000	TRY	171 075.16	196 424.76	1.80
EREĞLİ DEMİR VE ÇELİK A.S.	206 001	TRY	682 002.72	413 553.70	3.79
HACI ÖMER SABANCI HOLDING A.S.	226 945	TRY	452 688.91	438 879.49	4.02
HURRIYET GAZETE A.S.	0	TRY	0.53	0.15	0.00
İS YATIRIM ORTAKLIĞI A.S.	2 272.53	TRY	1 439 467.73	763 849.27	7.00
KOC HOLDING A.S. -B-	216 000	TRY	282 081.04	262 562.71	2.41
TAT KONSERVE A.S.	84 004	TRY	129 922.52	88 188.14	0.81
TOFAS TÜRK OTOMOBİL FABRİKASI A.S.	100 000	TRY	168 256.71	122 478.10	1.12
TRAKYA CAM SANAYİİ A.S.	495 281	TRY	325 567.61	307 865.12	2.82
TUPRAS TÜRKİYE PETROL RAFİNELERİ A.S.	53 000	TRY	563 150.77	456 344.53	4.19
TÜRK HAVA YOLLARI A.S.	527 000	TRY	361 356.94	511 998.21	4.70
TÜRK SİSE CAM A.S.	547 240	TRY	535 122.01	317 485.52	2.91
TÜRK TELEKOM A.S.	212 000	TRY	450 584.52	476 355.36	4.37
TÜRKCELL İLETİŞİM HİZMET A.S.	183 000	TRY	868 055.58	724 644.35	6.65
TÜRKİYE GARANTİ BANKASI A.S. (NAMEN-AKT)	560 000	TRY	903 141.91	1 077 803.73	9.88
TÜRKİYE HALK BANKA A.S.	185 000	TRY	413 436.90	536 645.70	4.92
TÜRKİYE VAKIFLAR BANKASI TAO A.S.	457 001	TRY	320 249.00	494 492.84	4.53
YAPI VE KREDİ BANKASI A.S.	437 000	TRY	496 808.81	452 730.42	4.15
YATIRIM FİNANSMAN YATIRIM ORTAKLIĞI A.S.	300 000	TRY	194 111.11	84 260.97	0.77
			11 599 045.61	10 687 304.61	98.00
Total shares			11 599 045.61	10 687 304.61	98.00
Bonds					
Turkey					
TURKEY 0% 08-23.06.10U (*)	400 000	TRY	149 525.89	149 525.89	1.37
TURKEY 0% 09-03.03.10U (*)	130 000	TRY	54 413.48	54 413.48	0.50
TURKEY FL.R 09-02.04.14Q	49 332	TRY	25 162.81	24 955.71	0.23
			229 102.18	228 895.08	2.10
Total bonds			229 102.18	228 895.08	2.10
Total quoted securities			11 828 147.79	10 916 199.69	100.10
TOTAL INVESTMENT PORTFOLIO			11 828 147.79	10 916 199.69	100.10

The accompanying Notes are an integral part of the semi-annual report

(*) Changes in the value of the zero coupon bonds are included in "interest and dividends receivable, net" and "liabilities from interest and dividends, net"

TÜRKISFUND

TÜRKISFUND – BONDS

Statement of Investments
as of June 30, 2009

(Amounts in EUR)

Description	Number/ face value	Currency	Cost price	Market value	% of net assets
Quoted securities					
Shares					
Turkey					
ANADOLU HAYAT SIGORTA A.S.	274 526	TRY	568 160.73	300 840.50	1.71
IS YATIRIM ORTAKLIGI A.S.	4 118.69	TRY	2 021 816.32	1 384 384.88	7.89
TURK SISE CAM A.S.	56 046	TRY	9 180.13	32 515.40	0.19
YATIRIM FINANSMAN YATIRM ORTAKLIGI A.S.	295 632	TRY	196 991.25	83 034.13	0.47
			2 796 148.43	1 800 774.91	10.26
Total shares			2 796 148.43	1 800 774.91	10.26
Bonds					
Turkey					
TURKEY 0% 08-15.07.09U (*)	348	TRY	167.76	167.76	0.00
TURKEY 0% 08-14.04.10U (*)	11 000.00	TRY	4 275 417.01	4 275 417.01	24.36
TURKEY 0% 08-23.06.10 U (*)	10 600.00	TRY	3 928 651.13	3 928 651.13	22.38
TURKEY 0% 09-03.03.10U (*)	2 600.00	TRY	1 040 952.16	1 040 952.16	5.93
TURKEY 0% 09-05.05.10U (*)	2 900.00	TRY	1 249 075.07	1 249 075.07	7.12
TURKEY 0% -03.11.10U (*)	4 800.00	TRY	1 840 111.51	1 840 111.51	10.49
TURKEY 0% -02.02.11U (*)	4 500.00	TRY	1 719 921.22	1 719 921.22	9.80
TURKEY 14% 07-26.09.12S	100 000	TRY	47 457.01	47 489.12	0.27
TURKEY 15% 05-10.02.10S	1 400.00	TRY	841 866.55	663 958.04	3.78
TURKEY FL.R 05-17.02.10S	18 870	TRY	9 450.24	9 372.46	0.05
			14 953 069.66	14 775 115.48	84.18
Total bonds			14 953 069.66	14 775 115.48	84.18
Total quoted securities			17 749 218.09	16 575 890.39	94.44
TOTAL INVESTMENT PORTFOLIO			17 749 218.09	16 575 890.39	94.44

The accompanying Notes are an integral part of the semi-annual report

(*) Changes in the value of the zero coupon bonds are included in "interest and dividends receivable, net" and "liabilities from interest and dividends, net"

TÜRKISFUND

TÜRKISFUND – EUROBONDS

Statement of Investments
as of June 30, 2009

(Amounts in EUR)

Description	Number/ face value	Currency	Cost price	Market value	% of net assets
Quoted securities					
Bonds					
Turkey					
TURKEY 4.75% 05-06.07.12A	210 000	EUR	204 930.68	211 326.15	21.11
TURKEY 5.0% 06-01.03.16A	100 000	EUR	93 412.50	94 837.50	9.47
TURKEY 5.5% 05-16.02.17A	180 000	EUR	166 492.65	172 102.32	17.19
TURKEY 5.875% 07-02.04.19A	150 000	EUR	145 125.00	144 484.20	14.43
TURKEY 6.5% 04-10.02.14A	140 000	EUR	146 323.92	146 551.72	14.63
TURKEY 9.5% 03-18.01.11A	190 000	EUR	221 174.49	205 753.28	20.55
			977 459.24	975 055.17	97.38
Total bonds			977 459.24	975 055.17	97.38
Total quoted securities			977 459.24	975 055.17	97.38
TOTAL INVESTMENT PORTFOLIO			977 459.24	975 055.17	97.38

The accompanying Notes are an integral part of the semi-annual report

TÜRKISFUND

Notes to the Semi-annual Report
as of June 30, 2009

NOTE 1 – GENERAL

TÜRKISFUND SICAV (the “Fund”) is an investment company that was established as a public company (société anonyme) under the laws of the Grand Duchy of Luxembourg and qualifies as a SICAV (société d’investissement à capital variable). The SICAV was incorporated in Luxembourg on November 19, 1997 for an unlimited period, with an initial capital of DM 70,000.00. It was governed by Part I of the Act dated March 18, 1988 until January 10, 2007. Since January 11, 2007, it has been governed by Part I of the Act dated December 20, 2002. The Articles of Incorporation of the SICAV were published in the Mémorial, Recueil des Sociétés et Associations (official gazette) of Luxembourg on December 18, 1997. The SICAV is entered in the Luxembourg commercial register under number B-61596.

Shares are currently offered in the following sub-funds, which each pursue their own investment objectives and strategies:

- TÜRKISFUND EQUITIES
- TÜRKISFUND BONDS
- TÜRKISFUND EUROBONDS

The main objective of the TÜRKISFUND EQUITIES sub-fund is to invest in equities issued by Turkish issuers and in equities denominated in Turkish lira.

The main objective of the TÜRKISFUND BONDS sub-fund is to invest in Turkish bonds.

The main objective of the TÜRKISFUND EUROBONDS sub-fund is to invest in eurobonds issued by the Republic of Turkey.

NOTE 2 – SUMMARY OF KEY ACCOUNTING POLICIES

a) Determination of net asset value

The net asset value per share is calculated by dividing the total net asset value of the relevant sub-fund, i.e. the value of the sub-fund’s assets less its liabilities, by the total number of shares of the relevant sub-fund then outstanding.

It should be noted that the net asset values for the semi-annual financial statements as of June 30, 2009 are based on the exchange rates prevailing on June 30, 2009 (TÜRKISFUND – EQUITIES, TÜRKISFUND - BONDS) and on June 29, 2009 (TÜRKISFUND - EUROBONDS).

The reference currency for the Fund is the euro.

b) Valuation of investments

The value of each security listed or traded on any stock exchange is the last known price or the official average price on the exchange which is normally the principal market for the security in question.

Securities traded on another regulated market are valued in a manner as near as possible to that described in the following paragraph.

In the event that the securities held in a portfolio on the valuation date are not listed or traded on an exchange or another regulated market, or if no price quotation is available, or if the price as determined pursuant to the last two paragraphs does not reflect the fair market value of the relevant securities in the opinion of the Board of Directors, the value of these securities will be determined on the basis of the sale price, determined prudently and in good faith, that may reasonably be expected.

TÜRKISFUND

Notes to the Semi-annual Report (continued)

as of June 30, 2009

NOTE 2 – SUMMARY OF KEY ACCOUNTING PRINCIPLES (continued)

c) Foreign currency translation

The SICAV prepares its accounts in euros.

Assets and liabilities denominated in currencies other than the euro are translated at the exchange rates prevailing at the end of the reporting period. Transactions in foreign currencies are translated into euros at the exchange rates prevailing at the transaction date.

Exchange rates as of June 30, 2009:

TRY 1 = EUR 0.46044 HKD 1 = EUR 0.09148
USD 1 = EUR 0.70894

Exchange rates as of June 29, 2009:

TRY 1 = EUR 0.46426
USD 1 = EUR 0.71278

d) Net realized gain/loss on sales of investments

The gains or losses realized on sales of investments are calculated on the basis of the average cost price of investments sold.

e) Measurement of forward exchange contracts

Unrealized gains or losses on outstanding forward exchange contracts are calculated and entered at the forward exchange rate prevailing at the measurement date and are recognized in the changes in net assets.

f) Treatment of zero coupon bonds

Zero coupon bonds are recognized at cost in the investments item. Unrealized gains are reported under “Interest and dividends receivable, net” and/or “Liabilities from interest and dividends, net”:

	Interest and dividends receivable, net	Liabilities from interest and dividends, net
TÜRKISFUND EQUITY	18.354,37	-
TÜRKISFUND BONDS	1.028.238,43	-25.520,20
TÜRKISFUND EUROBONDS	-	-

NOTE 3 – INVESTMENT MANAGER’S FEE

Since July 7, 2005, the SICAV has paid the Investment Manager a quarterly fee for each sub-fund of up to 1.00% of the average net asset value of the respective sub-fund.

NOTE 4 – DISTRIBUTOR FEES

The distributor receives a sales fee of up to 5% of the net asset value per share of the relevant sub-fund, which it may deduct directly from the subscription monies.

As remuneration for its services, the distributor receives 0.2% p.a. of the average net asset value of each sub-fund every quarter.

TÜRKISFUND

Notes to the Semi-annual Report (continued)

as of June 30, 2009

NOTE 5 – SUBSCRIPTION TAX

Under current law, the SICAV is not subject to income tax in Luxembourg, nor are the dividends paid by the SICAV subject to withholding tax for investors resident in Luxembourg. However, the SICAV must pay a subscription tax (taxe d'abonnement) on its net asset value in Luxembourg amounting to 0.05% p.a. for Class A shares and 0.01% p.a. for Class I shares.

This tax is calculated and payable each quarter on the basis of the net asset values of all the sub-funds at the end of the respective quarter.

No subscription tax is due on assets held by the Company in other UCITSs (undertakings for collective investment in transferable securities) already subject to a taxe d'abonnement in Luxembourg.

NOTE 6 – MISCELLANEOUS

A list of changes to the investment portfolio during the period under review is available on request from the Company's registered office and the paying agents.

NOTE 7 – REPO AND REVERSE REPO TRANSACTIONS

Repo transactions represent borrowings that are guaranteed by the underlying asset contained in the investment portfolio of the sub-fund, which remains exposed to market risk. Reverse repos are comparable with guaranteed loans. In this case, the sub-fund is not subject to the risk of the underlying asset losing value. Repos and reverse repos are recognized as borrowings or loans in the amount of the cash received or paid. Income and expenses from repos and reverse repos are reported in the annual financial statements.

TÜRKISFUND - EQUITIES

Description	Repurchase agreement	Measurement date	Maturity	Currency	Exposure (in TRY)
TURKEY FL.R 09-02.04.14Q	49,332	June 30, 2009	June 30, 2009	TRY	54,199.42
				Total:	54,199.42

The fund's repo exposure amounted to TRY 54,199.42 as of June 30, 2009.

TÜRKISFUND - BONDS

Description	Repurchase agreement	Measurement date	Maturity	Currency	Exposure (in TRY)
TURKEY FL.R 05-17.02.10S	18,870	June 30, 2009	June 30, 2009	TRY	20,355.33
				Total:	20,355.33

The fund's repo exposure amounted to TRY 20,355.33 as of June 30, 2009.