

COMMUNIQUE ON PRINCIPLES REGARDING INVESTMENT COMPANIES

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Purpose and Scope

ARTICLE 1 – Within the framework of the provisions of Articles 32, 35 and 36 of Law No: 2499 amended by Law No: 3794, principles of establishment, operation and public offering of stocks of investment companies, other than real estate investment companies, are regulated by this Communiqué.

Abbreviations

ARTICLE 2 – For the purpose of this Communiqué, the following definitions shall apply;

Law : Capital Market Law No: 2499 amended by Law No: 3794,
Board : Capital Markets Board,
Company : Joint Stock Corporations,
TCC : Turkish Commercial Code,
TTRG : Turkish Trade Registry Gazette

SECTION ONE GENERAL PRINCIPLES

Definition

ARTICLE 3 – Investment companies are capital market institutions established as joint stock corporations on the principle of registered capital

with the purpose of managing a portfolio of capital market instruments and gold and other precious metals traded on national and international exchanges or other organized markets.

Investment companies must not aim to control the capital and administration of the corporations, which they buy the shares of.

The portfolios of investment companies can be formed based on each asset type or can be hybrid in terms of asset types, reserving the provisions in Article 18 paragraph (j) of this Communiqué and if stated in their Articles of Association.

Investment companies investing at least 25% of their portfolios continuously in shares of corporations established in Turkey, including State Owned Enterprises subject to Privatization, are called as type A Companies, If the minimum limits are indicated in their Articles of Association

Functions

ARTICLE 4 – Basic functions of investment companies are as follows:

For the purpose of managing the portfolio,

- a) Establishment and management of the portfolio of the corporation, and making amendments in the portfolio when necessary,
- b) Diversification of the portfolio with respect to activity areas and status of companies for minimizing investment risk,
- c) Monitoring the developments in securities, financial markets, institutions and corporations continuously and taking the necessary measures related to portfolio management,
- d) Conducting research to maintain and increase the value of the portfolio.

SECTION TWO

ESTABLISHMENT AND PUBLIC OFFERING

Conditions for Establishment

ARTICLE 5 – In order that the permission for establishment can be granted in accordance with Article 35 of the Law, investment companies should have applied to the Board in order to engage in portfolio management activity mentioned in sub-paragraph (f) of paragraph 1 in Article 30 of the Law and

- Should be established with registered capital as joint stock corporations ready to offer the shares to public,
- (As amended by Communiqué No: 5 Serial: VI) Should have an initial capital of not less than TL 100 billion,

- Shares of which should be issued for cash,
- Should have the phrase “Investment Company” in their titles,
- Their Articles of Association should be in conformity with the provisions of the Law,
- The founders should not be bankrupt and convicted due to any infamous crime.

Procedure for Establishment

1 - Gradual Formation

Application to the Board for Portfolio Management Activity and Necessary Documents

ARTICLE 6 – Founders of investment companies should fulfill the conditions below in order to operate in portfolio management activity and apply to the Board together with the documents required by the Law.

a) The Articles of Association of investment companies should be in conformity with provisions of TCC, the Law and this Communiqué, and the signatures of founders should be approved by the notary public,

b) In their Articles of Association, it should be stated that they have been established according to registered capital system and transfer of registered shares is not restricted, there should exist provisions in conformity with capital market legislation with respect to initial dividend,

c) In their Articles of Association, portfolio investment policies and principles should be determined,

d) They must submit documents from the related bankruptcy office proving that the founders were not bankrupt, documents from the related Office of District Attorney of Republic of Turkey proving that the founders were not convicted for infamous crimes such as smuggling other than for production purposes, embezzlement, speculation, extortion, bribery, theft, swindling, breach of trust and forgery and founders should not have been convicted for contravention to the Law,

e) One or more activity licenses of the founders should not have been cancelled temporarily or permanently within the framework of the regulations of the Board concerning capital market activities, or the founders should not be the responsible parties in events leading to permanent or temporary discharge of the institutions from stock exchange membership. (The related parties must submit declarations approved by the notary public).

Permission by the Ministry of Industry and Trade

ARTICLE 7 – In order to obtain permission for establishment, the investment companies must apply to the Ministry of Industry and Trade together with the documents required by the TCC, following the favorable opinion of the Board upon application for portfolio management activity.

Application to the Board for Registration of Shares

ARTICLE 8 – In maximum three months following the permission of the Ministry of Industry and Trade for establishment, the members of the board of directors or founders authorized by Articles of Association must apply to the Board with an application petition together with the following documents, for registration of the shares to be offered to public with the Board.

- a) Permission of the Ministry of Industry and Trade,
- b) Articles of Association approved by Ministry of Industry and Trade,
- c) Information on the members of board of directors, managers, specialized personnel and company in process of establishment,
- d) Consultancy contract, if any,
- e) A copy of the purchase commitment by the founders and intermediary institutions that committed to purchase the unsold shares of the company being established that are offered to public and to pay the amount fully in cash within three working days following the end of the sale period, if the commitment has been made by a legal person, the decision of the authorized body on the commitment,
- f) A copy of the receipt proving that 10% of the initial capital laid down in the Articles of Association, in accordance with Article 280 of TCC, has been blocked in a bank account.
- g) Prospectus and circular on the sale of shares offered to public, signed by the individuals authorized to represent the investment company, and specimen of the share to be issued.
- h) Other information and documents requested by the Board.

Standard copies of prospectus and circular with minimum aspects determined by the Board can be obtained from the Board.

Inspection by the Board, Operation License and Registration

ARTICLE 9 – The Board evaluates the applications for portfolio management license and registration of shares simultaneously. If the Investment Company is considered suitable within the framework of the Board regulations, a license shall be granted authorizing these activities. For granting the license, the Board investigates if the company has a suitable office, organizational structure, management team, expert personnel and hardware to undertake the activities. At the end of the inspection, if the company is found not to be complying with these conditions, no license shall be granted.

The Board evaluates the registration applications within the framework of public disclosure, considering whether the prospectus and circular contain the information required by the legislation on companies and stocks to be

offered to public.

If in the evaluation, the explanations are found to be insufficient, not reflecting the truth and causing public abuse, the Board may refrain from registering the related stocks by stating the reason.

Registration with the Board does not mean that the issued stocks and related investment companies are guaranteed by the Board or by the State, and cannot be used for advertising purposes.

In the announcements and ads in relation to prospectuses and circulars mentioned in Article 6 of the Law, on public offering, no direct or indirect expressions can be used indicating that registration with the Board means a guarantee by the Board or State.

The Board may intervene in sale of public offering of shares in accordance with Article 22/b of the Law and suspend sales transactions temporarily.

Procedure to be followed after the Registration with the Board

ARTICLE 10 – After the shares are registered with the Board,

a) The board of directors or founders authorized with the Articles of Association shall register the Prospectus approved by the Board with the Trade Registry, where the headquarters of the investment company is located and publish it in TTRG within fifteen days following the date of registration.

Following the registration of the prospectus, in maximum one week, circular approved by the Board shall be published within the principles mentioned in Article 26 of this Communiqué. If the investment company wants, further announcement can be made.

Copies of the newspapers in which circulars and prospectuses have been published shall be sent to the Board within six working days following the announcement of each document. The provisions in Article 27 of this Communiqué shall apply if advertising of sales is to be made.

b) Individuals willing to participate in the investment company shall fill in their participation commitment certificates and deposit the related full amount in cash to the blocked bank account opened in the name of the Ministry of Industry and Trade.

c) At the end of the sale period stated in the prospectus and the circular, the shares not purchased by the public shall be purchased within maximum three working days following the end of the sale period by the founders and intermediary institutions that have expressed commitment.

d) After these operations are completed, within six working days following the end of the sale period, the following shall be submitted to the Board, indicating separately:

- The portion of the initial capital mentioned in Articles of Association deposited by the founders and shareholders in full and cash to a blocked

bank account,

- The portion deposited in cash at the blocked bank account by the individuals, who have committed to purchase in accordance with paragraph e of Article 8 in this Communiqué.

Furthermore, a letter from the bank shall be submitted to the Board proving that all the payments for shares are deposited to the blocked bank account in the name of Ministry of Industry and Trade.

e) Shareholders' Meeting shall be held and the issues laid down in Article 289 of TCC shall be finalized.

f) The establishment shall be approved by the Commercial Court where the headquarters of the investment company is located, registered at the Trade Registry and announced in the TTRG.

g) Following the investment company's acquisition of legal identity, application shall be made to the related bank for releasing the blocked account submitting the documents required by the Ministry of Industry and Trade,

h) The receipts given at sales shall be replaced by shares in maximum one month following the registration of the investment company with the Trade Registry.

i) Within fifteen days following the registration of the investment company with the Trade Registry and announcement, an application for the necessary document of listing shall be made to the Board. Following the receipt of this document, within fifteen days application shall be made to the Stock Exchange with the request for listing of the issued stocks.

II Immediate Establishment

Establishment Operations

ARTICLE 11 – In immediate establishment, Articles 6 and 7 of this Communiqué shall apply in applications to the Board for portfolio management activity and permission from the Ministry of Industry and Trade. In this application, the founders are obliged to commit their entire initial capital and block the value of their shares at a bank account in full and in cash.

After having the necessary establishment permission from the Ministry of Industry and Trade, in fifteen days, the founders shall apply to the Commercial Court where the headquarters of the company is located for approval of the establishment.

After approval by the Court, the investment company shall be registered with the Trade Registry and announced in TT RG.

After the completion of the establishment operations, the blockage shall be released and the portfolio of the investment company shall be formed.

Registration

ARTICLE 12 – The board of directors authorized by the Articles of Association must apply to the Board, for registration of the shares to be offered to public in maximum three months following the registration of establishment. In this period, requirements in order to enable the company to undertake its activities regularly such as an office, management team, expert personnel, organization structure and hardware shall be provided. The right to operate as investment company shall become void if in the three-month period specified above, no application is made for registration with the Board, if the shares are not registered with the Board after the examination of the application, or if the companies are found unsuitable for a license authorizing portfolio management.

The investment companies have to change the provisions of their Articles of Association on being investment company, so that they shall not include portfolio management within three months following the notification of the decision that they were found unsuitable for authorization certificate in portfolio management activity or for registration of their shares with the Board or termination of the above mentioned three-month period.

If the investment companies fail to undertake these changes, they shall considered to be rescind in accordance with sub-paragraphs 2 and 6 of paragraph 1 in Article 434 of TCC.

The shares shall be offered to public through capital increase or offering of existing shares to public. In public offering through capital increase, the provisions of the Board in “Communiqué on Registration of Shares with the Board” shall be applicable.

Pre- Conditions for Registration if the Shareholders Offer their Shares to Public

ARTICLE 13 – If the shareholders offer their own shares to public, these shares for public offering;

a) Should be printed in accordance with the Communiqués by the Board on format of shares,

b) Should not be subject to restrictions hindering the exercise of rights by shareholders or limiting the transfer or circulation of shares due to mortgage or collateral,

c) Their total nominal value should be 49% or more of the issued capital of the investment company,

d) Public offering procedures shall be undertaken by an intermediary institution and the shareholder / shareholders owning these shares to be offered to public should sign an underwriting contract with the intermediary institution in accordance with the sample determined by the Board,

e) Application for registration of the shares to be offered to public with

the Board shall be made by the relevant intermediary institution.

Documents Necessary for Registration if the Shareholders Offer their Shares to Public

ARTICLE 14 – The intermediary institution shall apply to the Board with a petition for registration of the shares to be offered to public in accordance with Article 4 of this Law. The following information and documents shall be attached to the petition.

- Documents defining the location, personnel, manager, organization and hardware of the company,

- A copy of the intermediation contract signed and signature circulars of the parties of the contract,

- For legal or real person shareholders offering their shares to public, document illustrating the amount shareholders will receive from the company, proving that they are the shareholders of that company and the percent age and amounts of their shares in the issued capital,

- If the public offering shall be realized by a legal person, a copy of the decision on public offering taken by the authorized body of that legal person and approved by the notary public,

- Copy of the latest version of the Articles of Association of the investment company offering its shares,

- Prospectus,

- Circular,

- Specimen of a share to be offered to public,

- Documents from the related investment company and declarations by the company and shareholders selling their units, stating that there exist no limitations on transfer and issuance of the shares to be offered to public or reservations limiting the owner of the share to exercise his rights and existence of usufruct on the shares ,

- Declarations by shareholders that the possession of the shares to be offered to public is not based on any pledge or guarantee transaction,

- List of the shares to be offered to public with the certificate numbers,

- Estimated sales price for shares and assumptions taken as basis in calculating this price,

- Initial balance sheet of the company,

- “Portfolio Asset List” illustrating the number, unit, value and price of the assets in investment company’s portfolio at the date of application and valuation principles,

- Documents illustrating the purchase price of the assets included in the portfolio and all expenses until the application date,

- Other information and documents about the information in prospectus and circular and other information and documents requested by the Board.

The application petition and attachments should be signed by authorized individuals.

The prospectus and circular with the minimum aspects determined by the Board and standard samples of shares can be obtained from the Board.

Inspection by the Board, Operation License and Registration

ARTICLE 15 – The principles mentioned in Article 9 of this Communiqué shall apply in inspection of the applications, registration of the shares with the Board in accordance with the results of the inspection and granting of portfolio management license.

In at most fifteen days following the registration of the shares with the Board, the prospectus approved by the Board shall be registered with the Trade Registry where the investment company is located and announced in the TTRG.

Within at most one week following the registration of the prospectus, the circular approved by the Board shall be announced in accordance with the principles in Article 26 of this Communiqué and sales shall be initiated. If the investment company wants to, further announcement other than these periods can be done.

Copies of the newspapers in which the prospectus and circular had been published shall be submitted to the Board in six working days following the announcement of each document.

If advertising on sales is desired, the provisions in Article 27 of this Communiqué shall apply.

Sale and Post Sale Operations

ARTICLE 16 – About the sale and post-sale operations, if public offering through capital increase is used, and then the provisions of “Communiqué on Registration of Shares with the Board” shall apply. If the existing shares are offered to public, then provisions of the “Communiqué on Offering of the Shareholders’ Shares to Public” shall apply.

The investment company shall apply to the Board in 15 days following the end of the sales period of the issued shares requesting submission of the necessary document for stock exchange quotation. The investment company is obliged to apply the stock exchange with the request for quotation of shares in 15 days.

SECTION III
PRINCIPLES AND RULES OF OPERATIONS

Prohibited Tasks

ARTICLE 17 – Investment Companies;

- a) Cannot deal with debt transactions,
- b) Cannot collect deposit as described in Banking Law and engage in transactions and tasks bearing the consequences of deposit collection,
- c) Cannot engage in agricultural, industrial and commercial activities,
- d) cannot engage in intermediation activities.

Principles of Management

ARTICLE 18 – Investment companies;

a) Cannot possess more than 9% of capital or voting rights of corporations.

b) (As amended by Communiqué Serial: VI No: 6) Cannot invest more than 10% of their portfolio value in securities of a single corporation. If this limit is exceeded due to capital increase or exercise of pre-emptive rights, the surplus amount must be liquidated in at most three months. If selling in this period seems impossible or seems to cause a loss, then the Board may extend the duration.

c) Cannot issue founders' dividend right certificates, preferred stock, shares with privileges other than on voting on the members of the board of directors, and debt securities with 360 days or longer maturity.

d) Cannot acquire immovable and movable property other than the ones required for their activities. This amount and value must not exceed 10% of capital and capital reserve and 5% of total assets.

e) (As amended by Communiqué Serial: VI, No: 6) Must undertake the sale and purchase of securities traded at stock exchange and unofficial organized markets at stock exchanges or these markets.

Investment companies can include in their portfolio securities offered to public off exchange with the condition that these securities are listed. However, the securities, which are offered to public by the intermediation of:

- Institutions providing consultancy services to the investment company,
- Intermediary institutions having privilege in election of the members of board of directors of the investment company,
- Intermediary institutions that the owner of the privilege has more than 10% of the capital, if the intermediary institutions does not have privilege in election of the members of board of directors of the investment

company,

- intermediary institutions that the corporations with more than 10% of the investment company' s capital have more than 10% capital separately or individually in investment companies with no privilege in election of board of directors,

can be included in the portfolio, given that the amount will not exceed 10 % of th e issue and 5 % of the fund portfolio value.

f) Must not purchase assets above mark et value o r sell assets under market value. The market value for assets traded on stock exchange is the stock exchange price whereas for the others, it is the lowest price occurring at the date of transaction for the company and highest in sale. The sale costs shall be collected fully in cash in asset sales.

g) Shall not pledge the assets in the portfolio or use them as collateral as a whole. However, for obtaining credits, can use 5% of the portfolio as collateral and may lend securities within the framework of the regulations by the Board.

h) Shall not invest in participation certificates of investment funds and shares of foreign and Turkish investment companies except for the shares of venture capital investment companies,

i) For inclusion of foreign securities in the portfolio, their types, features, from which stock exchange or unofficial market they shall be purchased must be stated in the Articles of Association.

Investment companies can invest 25% of their total and reserves in capital market instruments that can be sold and purchased in accordance with the Resolution No: 32 on Protection of the Value of Turkish Currency. However, for hedging purposes, the companies can include foreign futures and options contracts where the value of these contracts do not exceed 5% of the total capital and reserves. This 5% shall be taken into consideration in calculation of the 25% ratio mentioned in the first sentence of this paragraph.

j) Shall not invest more than 10% of their issued capital and reserves in gold and precious metals.

Borrowing Limit

ARTICLE 19 – In order to meet the short-term funding requirements, the investment companies can obtain credits up to 20% of their issued capital and reserves from credit institutions or within the same limits and in conformity with the capital mark et legislation, can issue debt securities with 360 days or shorter maturity.

Special Situation in Capital Increase

ARTICLE 20 – In capital increases, all the shares remaining after the exercise of pre-emptive rights shall be offered to public with market price not lower than the nominal value.

Custody of the Securities in Investment Company's Portfolio

ARTICLE 21 – Securities in the portfolio of the investment company shall be held in custody at a Clearing and Depository Institution (Corporation) or a bank within the framework of a custodian contract. The custodian contract must contain the following at a minimum:

- Title and address of the depository institution,
- Title and address of the investment company,
- Term of the contract,
- Liability of the depository institution,
- Fees, expenses and payment terms,
- Method of informing the investment company and conveying of orders to the depository institution.

In the Articles of Association of the investment company, if it is mentioned that investments in gold and other precious metals can be realized, the issues as to how and where to keep those metals and the depository receipt from the custodian to be kept by the depository institution must be included in the contract as well.

Members of Board of Directors and Managers

ARTICLE 22 – Majority of the members of Board of Directors in investment companies must be Turkish citizens.

Members of board of directors, general managers and managers,

a) Must provide documents from the related bankruptcy office and related Office of District Attorney of Republic of Turkey respectively proving that they have not been bankrupt or convicted by opposition to Law and infamous crimes such as smuggling other than for production purposes, embezzlement, speculation, extortion, bribery, theft, swindling, breach of trust and forgery

b) Must not be the responsible parties in the institutions where one or more activity license for capital market activities have been cancelled temporarily or permanently or in institutions temporarily or permanently discharged from stock exchange membership. (The related parties must submit declarations approved by the notary public)

Furthermore, the general directors should be university graduates with sufficient information and experience in management, finance, financial analysis, capital market and stock exchange legislation and have necessary moral values.

Consultancy Contract

ARTICLE 23 – Investment companies can get consultancy services for portfolio management from an institution authorized by the Board to act as a consultant company with the condition that this issue has been mentioned in the Articles of Association and there exists a decision by the board of directors. In this case, for the undertaking of the services to be provided within consultancy services during the term of the contract, no appointment shall be made to the related positions.

The conditions of investment consultancy contract must be approved by the Board. In these contracts, it is necessary to abide by the regulations of the Board on investment consultancy and the following must be included as a minimum:

- Title and address of the consultant company,
- Title and address of the investment company,
- Term of the contract,
- Type and scope of the consultancy services,
- Fees and other expenses to be collected by the consultant company,
- Principles on investment proposals, related justifications and their format of submission to the customer (oral, written, daily, weekly, monthly, etc.),
- Introductory information on the investment adviser appointed by the intermediary institution to provide consultancy services to the customer,
- Principles introduced by the Board regulations on investment consultancy.

Financial Statements and Reports

ARTICLE 24 – It is obligatory to abide by the regulations of the Board on accounting standards and independent auditing with regard to financial statements and reports.

Format of Shares and Profit Distribution

ARTICLE 25 – The shares shall be printed in accordance with the sample approved at registration determined with the regulations of the Board on format of shares.

The shares issued by investment companies shall be entitled to dividends for the accounting period the investment company had been registered at establishment. In issuance of new shares due to capital increase, the issued shares shall be entitled to dividend for the accounting period in which the circular on exercise of pre-emptive rights had been published.

Within the sale period of the shares issued for cash capital increase

by investment companies, if the accounting period, in which the circular on pre-emptive rights had been published terminates, starting from the last day of the accounting period, the shares shall be sold with cancelled dividend coupons of the past accounting period.

The same principles are also applicable for the shares to be given in the sale of remaining units after the exercise of pre-emptive rights.

This situation shall be disclosed to investors and shareholders through the prospectus and circular.

(As amended by Communiqué Serial: VI, No: 9) The profit of the company is the amount derived by subtracting depreciation, costs related to value reduction and general management costs; from the total of the profit derived from sale and purchase of securities, income due to value increase, and interest, dividend and similar income.

In profit distribution of investment companies, it is obligatory to abide by Article 15 of the Law and the Communiqués of the Board. In profit distribution, daily earning principle shall not apply and the existing shares shall make use of the dividend evenly.

Newspapers Where the Circulars Shall be Announced

ARTICLE 26 – In public offering of the shares of the investment company, the newspapers that the circular to be published shall be selected to inform as many people about the public offering as possible. This shall be notified to the Board prior to registration. The investment company has to have the circular published in the countrywide edition of at least two daily newspapers. It is also possible to have the circular published in the countrywide edition of a single daily newspaper. In this case, the name of the newspaper that the circular is published shall be announced in the countrywide edition of at least three daily newspapers through framed notices of 10 cm covering at least three columns.

In accordance with the aim and authority mentioned in the last paragraph of Article 7 in the Law, the Board may request to change the selected daily newspaper and if necessary to advertise abroad.

Advertisements and Notices

ARTICLE 27 – Ads and notices shall be continuously monitored by the Board and may be suspended by the Board or permission of the Board can be made mandatory for a single investment company or as a whole.

The texts of ads and announcements to be published in sales at immediate and gradual establishments shall be submitted to the Board at least 10 days before publication. No information contradicting with the information in circular and prospectus can be included in the ads, announcements and any kind of releases. If deemed necessary; the Board may request changes in texts from the related authorities. The texts shall not be published if the requested changes by the Board are not made.

In the mentioned advertisement texts, the places where the prospectus on public offering can be obtained and the names and dates of newspapers that the circular had been published shall be indicated.

Ads and notices shall not be initiated before the publication of the circular. If publication through newspapers is desired, the first ads and notices must be published in the same newspapers with the circular at the same date. In this case, the published ads and notices shall not be in a size exceeding the circular. Ads and notices can continue the following days with the condition that the date of first publication is stated and the size of the first ad and notice are not exceeded. The copies of related newspapers shall be sent to the Board in six working days following the first publication.

SECTION IV VARIOUS PROVISIONS

Disclosure of Information

ARTICLE 28 – Investment companies are obliged to

a) Form the portfolio of securities in at most three months following immediate establishment and to inform the Board and shareholders about the content of the portfolio in a week following the formation of the portfolio,

b) Value the securities in its portfolio in accordance with the principles determined by the Board and submit a detailed report about the securities in its portfolio and portfolio value to the Board every week. They need to make available the portfolio structure and value for inspection by the shareholders at the Headquarters and branch offices.

c) Within the framework of the related Communiqués of the Board, disclose to public and send to the Board the portfolio value statement illustrating the types of securities in portfolio on the basis of cost and market values drawn up in accordance with Article 24, and independent auditing reports for financial statements requiring independent audit.,

The Board may request any document and information for monitoring, auditing and following-up the investment company. The requested documents and/or information shall be submitted by the authorities of the investment company to the Board in 6 working days following the request of the Board.

Bans on Title

ARTICLE 29 – Any other institution established in accordance with the provisions of the Law and this Communiqué cannot use the phrase “Investment Company” or another phrase having the same meaning in the title or ads and notices without indicating the sector it operates.

Fees Deposited to the Fund

ARTICLE 30 – In accordance with Article 28 of the Law, a fee equal to 0.3% of the shares representing the initial capital of the investment company at the stage of establishment shall be deposited at the account of the Board at the Central Bank of Republic of Turkey in Ankara, Account No: 350.109.000 in cash prior to registration of the shares.

Other Applicable Provisions

ARTICLE 31 – The issuance of new shares by investment companies through capital increase and issuance of other securities within the framework of the principles in Article 19 of this Communiqué shall be subject to provisions of related Communiqués.

Repealed Provisions

ARTICLE 32 – The Communiqué Serial: VI, No: 3 published in the Official Gazette dated 19 October 1991, No. 21026 is repealed

PROVISIONAL ARTICLE 1 – Securities investment companies that have been established prior to effectiveness date of this Communiqué shall be provided with the authorization certificate for portfolio management activities upon their application to the Board in a month following the publication date of the Communiqué.

PROVISIONAL ARTICLE 2 – Securities investments companies that have been established prior to effectiveness date of this Communiqué are obliged to harmonize their Articles of Association with the provisions of this Communiqué in one year following the publication of this Communiqué.

PROVISIONAL ARTICLE 3 – (Provisional Article 3 added by the Communiqué Serial: VI, No: 5) The investment companies with shares not registered with the Board at the date of publication of this Communiqué, have to increase their issued capitals to the initial capital amount for the registration of their shares with the Board.

Entry into force

ARTICLE 21 – This Communiqué shall enter into force at the date of its publication

Execution

ARTICLE 22 – The provisions of this Communiqué shall be executed by the Capital Markets Board.