

KBL KEY FUND

Annual report including
audited financial statements
as at 31 December 2015



EUROPEAN
PRIVATE BANKERS

Variable Capital Investment Fund Luxembourg

R.C.S. Luxembourg B 63 616

No subscription can be received on the basis of this financial report. Subscriptions are only valid if made on the basis of the current prospectus and the key investor information document ("KIID"), supplemented by the latest annual report and the most recent half-yearly report, if published thereafter.

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KBL Key Fund

Organisation

Registered office

11, rue Aldringen
L-1118 LUXEMBOURG

Board of Directors

Chairman

Rafik FISCHER	Head of Group Business Development KBL EUROPEAN PRIVATE BANKERS S.A. 43, boulevard Royal L-2955 LUXEMBOURG
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Directors

Philippe AUQUIER	Head of Group ALM & Treasury KBL EUROPEAN PRIVATE BANKERS S.A. 43, boulevard Royal L-2955 LUXEMBOURG (since 21 December 2015)
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Aurélien BARON	Head of Legal & Risk KREDIETRUST LUXEMBOURG S.A. 11, rue Aldringen L-2960 LUXEMBOURG (since 21 December 2015)
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Serge D'ORAZIO	Head of Institutional & Professional Services KBL EUROPEAN PRIVATE BANKERS S.A. 43, boulevard Royal L-2955 LUXEMBOURG (until 21 December 2015)
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Bernard JACQUEMIN	Head of Wealth Management KBL EUROPEAN PRIVATE BANKERS S.A. 43, boulevard Royal L-2955 LUXEMBOURG (until 21 December 2015)
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Management Company

KREDIETRUST LUXEMBOURG S.A.
11, rue Aldringen
L-2960 LUXEMBOURG

KBL Key Fund

Organisation (continued)

Board of Directors of the Management Company

Chairman

Olivier de JAMBLINNE de MEUX

Directors

Rafik FISCHER
Franck SARRE

Managing Director

Stefan VAN GEYT

Conducting officers of the Management Company

Aurélien BARON
Stefan VAN GEYT

Domiciliary, administrative, registrar and transfer agent

KREDIETRUST LUXEMBOURG S.A.
11, rue Aldringen
L-2960 LUXEMBOURG

Global Distributor

KBL EUROPEAN PRIVATE BANKERS S.A.
43, boulevard Royal
L-2955 LUXEMBOURG

Custodian bank

KBL EUROPEAN PRIVATE BANKERS S.A.
43, boulevard Royal
L-2955 LUXEMBOURG

Cabinet de révision agréé

DELOITTE Audit
Société à responsabilité limitée
560, rue de Neudorf
L-2220 LUXEMBOURG

Central correspondent in France

CM-CIC SECURITIES S.A.
6, avenue de Provence
F-75009 PARIS

KBL Key Fund

Organisation (continued)

Representative in Switzerland

CARNEGIE FUND SERVICES S.A.
11, rue du Général-Dufour
CH-1204 GENEVA

Payment service in Switzerland

BANQUE CANTONALE DE GENEVE
17, quai de l'Île
CH-1204 GENEVA

Information and paying agent in Germany

MERCK FINCK & CO OHG
Pacellistrasse 16
D-80333 MUNICH

Financial services in Belgium

PUILAETCO DEWAAY PRIVATE BANKERS S.A.
46, avenue Herrmann Debroux
B-1160 BRUSSELS

Distribution agent in Spain

ALLFUNDS BANK S.A.
Calle Estafeta 6, La Moraleja
E-28109 MADRID

KBL Key Fund

General information

KBL Key Fund (hereinafter the "Sicav") is a Luxembourg variable capital investment company (Sicav), incorporated in accordance with the Luxembourg legislation on undertakings for collective investment under Part I of the amended Law of 17 December 2010 on undertakings for collective investment ("UCI") and with Council Directive 2009/65/EC as amended, whose investment policy makes provision for the net assets to be invested in other undertakings for collective investment in transferable securities (UCITS).

Its Articles of Association were filed with the Registrar of the Luxembourg Municipal Court on 27 March 1998 and were published in the *Mémorial, Recueil des Sociétés et Associations* on 27 April 1998.

Notices of general meetings and other notices are published in accordance with Luxembourg law in the *Luxemburger Wort*.

At the date of the report, the following sub-funds are offered:

- | | |
|--|--------|
| - KBL Key Fund - Europe | in EUR |
| - KBL Key Fund - Global Emerging
(formerly KBL Key Fund - Major Emerging Markets) | in USD |
| - KBL Key Fund - Natural Resources Equities | in EUR |
| - KBL Key Fund - North America | in USD |

By the Circular Resolution approved on 8 April 2015, the Board of Directors of the Sicav decided with effect from 1 June 2015:

- to change the name of the sub-fund KBL Key Fund - Major Emerging Markets to KBL Key Fund - Global Emerging;
- to merge the following sub-funds as follows:

Absorbed sub-funds	Absorbing sub-funds
- KBL Key Fund - Far East	- KBL Key Fund - Global Emerging
- KBL Key Fund - Eastern Europe	
- KBL Key Fund - European Small Companies	- KBL Key Fund - Europe

The subscription and redemption prices are available at the registered office of the Sicav.

The complete prospectus, the KIID, annual reports and unaudited half-yearly reports, as well as the list of the purchases and sales effected by the Sicav are available at the Sicav's registered office, at the office of the representative and paying agents in the different countries of distribution of the Sicav, at the office of the information and paying agent in Germany and at the office of the financial services of the Sicav in Belgium.

Additional information for investors in Switzerland

The Sicav has been authorised in Switzerland as a foreign investment fund pursuant to Directive 2009/65/EC (Directive UCITS IV) modified by Directives 2010/78/EU and 2011/61/EU, as subsequently amended.

The Swiss Financial Market Supervisory Authority (FINMA) has authorised:

- CARNEGIE FUND SERVICES S.A., domiciled at 11, rue du Général-Dufour, CH-1204 GENEVA as representative in Switzerland.
- BANQUE CANTONALE DE GENEVE, domiciled at 17, quai de l'Ile, CH-1204 GENEVA as payment service in Switzerland.

The complete prospectus and the KIID, Articles of Association, annual and half-yearly reports of the Sicav, as well as the list of purchases and sales effected by the Sicav during the financial year, may be obtained free of charge from the Head Office of the representative in Switzerland, CARNEGIE FUND SERVICES S.A., 11, rue du Général-Dufour, CH-1204 GENEVA.

Additional information for investors in Germany

Right to market in Germany

KBL Key Fund has informed the Federal Financial Services Authority (Bundesanstalt für Finanzdienstleistungsaufsicht) of its intention to distribute shares of the Sicav in Germany and has received authorisation to do so from the end of the notification procedure.

Paying Agent in Germany

MERCK FINCK & CO OHG
Pacellistrasse 16
D-80333 MUNICH

has accepted the role of paying agent in Germany. Redemption and exchange requests for shares in the Sicav can be deposited with the paying agent in Germany, who will forward them to KBL Key Fund. Shareholders in Germany may request any payment (redemption proceeds, possible distributions and other payments) through the German paying agent.

Information Agent in Germany

MERCK FINCK & CO OHG
Pacellistrasse 16
D-80333 MUNICH

has accepted the role of information agent in Germany. The complete prospectus and the KIID, the Sicav's articles of association, the latest audited annual and half-yearly reports as well as the issue, redemption and conversion prices may be obtained free of charge in paper format from the German information agent.

The list of changes in the composition of the securities portfolio over the period referred to in the report may be obtained on simple request and free of charge from the paying agent and the information agent in Germany.

Furthermore, the investment management, Management Company, principal paying agent, global distributor, custodian bank, domiciliary agent, transfer agent and registrar, administrative agent contracts, and the marketing consultant contract, may be consulted at the German paying agent's during normal business hours on banking days.

Furthermore, issue, redemption and conversion prices, interim profits ("Zwischengewinne") and deemed distributable income ("ausschüttungsgleiche Erträge") of Sicav shares can be obtained from the information agent.

Publications

The issue and redemption price will be published, like all other KBL Key Fund publications to shareholders on www.kbl.lu.

Information on the right of withdrawal pursuant to § 126 of the Investment Law (InvG) (only applies to clients domiciled in Germany)

If the shares are purchased through oral negotiation away from the permanent business premises of the person who is selling the shares or who has arranged the sale, the buyer may cancel his purchase within a period of two weeks by writing to the investment company (right of withdrawal); the same applies when the person who is selling the shares or who has arranged the sale, has no permanent business premises. If it is distance selling within the meaning of § 312b of the Civil Code (Bürgerlichen Gesetzbuch), there is no right of withdrawal for the purchase of financial services, the price of which is subject to financial market fluctuations (§ 312d Abs. 4 Nr. 6 BGB). To meet the deadline it is enough to send the notice of cancellation in due time. The cancellation should be made in writing to KBL Key Fund specifying the person cancelling and signed by the same; no reason need be given.

The withdrawal period shall begin to run, when the copy of the application is presented to the buyer on signature of the contract or a statement of purchase is sent to him containing an explanation of the right of withdrawal like the present one. If the beginning of the withdrawal period is debatable, the burden of proof shall lie with the seller.

There is no right of withdrawal if the seller can prove that, either the buyer has purchased the shares in the framework of his business or that he sought out the buyer for the negotiations, which led to the sale of the shares, on the basis of a preceding order pursuant to § 55 Abs. 1 of the Industrial Code (Gewerbeordnung or GewO).

If the purchase is cancelled and the buyer has already made payment, then the investment company must refund the buyer, if necessary step by step against retrocession of the purchased shares, the sum paid and a further sum corresponding to the value of the paid up shares on the day after notification of the cancellation. The right of withdrawal may not be waived.

Additional information for investors in France

CM-CIC SECURITIES S.A., 6, avenue de Provence, F-75009 PARIS assumes the function of the central correspondent in France.

Additional information for investors in Spain

ALLFUNDS BANK S.A., Calle Estafeta 6, La Moraleja, E-28109 MADRID assumes the function of distributor for Spain.

The sub-funds KBL Key Fund - Europe and KBL Key Fund - Natural Resources Equities have been authorised for distribution in Spain.

KBL Key Fund - Europe

European equities had a positive year. The start of 2015 was particularly strong thanks to the ECB's supportive policy, favouring risky assets. Turmoil during the summer driven by uncertainties with regard to slowing economic growth in China and spill-over effects to developed markets weighed on overall performance. This was set aside during the last quarter of the calendar year resulting in a rebound in share prices.

European corporate earnings remain fragile. Oil related earnings were under pressure. Overall top line growth remained weak due to moderate global economic growth.

The KBL Key Fund - Europe delivered a positive performance of 15.0% in EUR over the year, outperforming its benchmark (MSCI Europe NR) which rose by 8.2%. Most of this outperformance is explained by stock selection of the underlying funds. This was widespread across the sectors, including Consumer Discretionary, Financials, Healthcare, Industrials, Materials and Telecommunication Services. The underweight to Consumer Staples had a minor negative effect.

KBL Key Fund - Global Emerging Markets (formerly KBL Key Fund - Major Emerging Markets)

Being invested in emerging market equities was quite challenging this year: until June the markets were positive following the optimism of developed markets, and then collapsed on concerns about China growth, Brazilian and Russian recessions. Emerging markets finished the year in negative territory with the MSCI EM posting a -16.96% in USD for the year versus the MSCI World posting a -2.74% in USD.

No region was spared, Emerging Europe markets posted -17.59% for the MSCI EM Europe in USD, the MSCI EM Latin America posted -32.92% in USD and Asian Markets showed slightly better resistance and posted -11.32%, measured by the MSCI AC Asia ex-Japan in USD.

Until 1 February 2015, the KBL Key Fund - Global Emerging Markets (formerly KBL Key Fund - Major Emerging Markets) was focusing on the BRIC countries (20% each BRIC country +20% Global EM). Since then, the fund has expanded its investment universe to reflect global emerging market equities.

The KBL Key Fund - Global Emerging Markets (formerly KBL Key Fund - Major Emerging Markets) delivered -11.75% in USD, outperforming its benchmark which posted -16.86% in USD. Most of the outperformance is explained by the region allocation, the fund was overweight Asian Markets, underweight Latin America and Eastern Europe. Moreover our domestic consumption exposure also contributed positively to the performance.

KBL Key Fund - Natural Resources Equities

Being invested in equities linked to natural resources was quite challenging over the year. Indeed, oil prices fell, posting a strong loss of nearly -35% in USD for the year. Chinese growth also disappointed throughout the year, putting pressure on industrial metals which posted a negative return of -26.04% in USD over the year, measured by the S&P GSCI Non-Precious Metals Index. The MSCI World Energy posted a return of -25.01% in USD, the MSCI World Metals & Mining -41.62% in USD, the FTSE Gold Mines -21.42% and the S&P Global Alternative Energy -3.97% in USD.

The KBL Key Fund - Natural Resources delivered a negative performance of -23.79% in USD over the year, outperforming its benchmark (S&P Global Natural Resources) which lost -26.78%. Most of this outperformance is explained by the sector allocation, overweight alternative energy and underweight energy and metals and mining.

KBL Key Fund

Report on activities of the Board of Directors (continued)

KBL Key Fund - North America

The US broad S&P500 index was up 5.02% as a total return in 2015. The Fund modestly underperformed the index by around 0.75% before fees in a challenging market environment.

It was a volatile year in which the market only actually rose in Q1 and Q4 and never regained its Q1 peak. Market concerns were principally centred around China's softer economic growth, a US rate rise and the oil price.

There was huge sectoral and stock rotation following the market drawdown in late August and this particularly affected the Technology and Healthcare sectors and within Healthcare, Biotech was very hard hit.

Within our Fund selections, Wells Fargo, Fidelity and Robeco did very well, outperforming the index by some margin through active stock selection. Our holding in Legg Mason Clearbridge Aggressive Growth did poorly, with approximately a third of its portfolio invested in the Healthcare sector. The Degroof US Behavioural Value fund also had a poor year performance wise, with value generally being out of favour as a style.

This was a year in which a narrow range of 'tech' stocks led the market, the so called FAANG stocks: Facebook, Amazon, Apple, Netflix and Google. How important were these stocks? Well, year to date (to 6 November 2015) they accounted for 3.14% of the S&P500's 3.18% return (source: MarketWatch.com), an extraordinary situation. The trailing 12 month P/E ratios make for striking reading; Facebook 108, Netflix 291 and Amazon 936 (source: YCharts).

More generally, growth, although modest in the US, remains robust and the economy is approaching full employment. The market is neither cheap or expensive, but valuations are up with events this late into the recovery cycle, margins though do appear to have peaked. We should expect a broadly sideways market driven only by profit growth, not multiple expansion, but there is plenty of opportunity for stock picking alpha generation.

KBL Key Fund - Far East

Being invested in emerging market equities was quite challenging this year: until June the markets were positive following the optimism of developed markets, and then collapsed on concerns about China growth, Brazilian and Russian recessions. Emerging markets finished the year in negative territory with the MSCI EM posting a -16.96% in USD for the year versus the MSCI World posting a -2.74% in USD.

Asian Markets showed better resistance in emerging markets and posted a performance of -11.32%, measured by the MSCI AC Asia ex-Japan in USD, helped by the performance of India (-7.42% in USD). China was in the spotlight during the year, with lower growth, government intervention for the A-market, RMB liberalization...and finished the year at -10.04% in USD, measured by the MSCI China in USD. The region was mostly impacted by the ASEAN countries with Thailand (-25.53% in USD), Indonesia (-20.96% in USD), Singapore (-20.83% in USD).

As at 1 June 2015, the KBL Key Fund - Far East was merged into the KBL Key Fund - Global Emerging (formerly KBL Key Fund - Major Emerging Markets), with the objective of streamlining the range of products offered to clients. Moreover the AUM were becoming too small to manage the fund efficiently for investors.

Until the merger, the KBL Key Fund - Far East delivered +7.24% in USD for 2015, underperforming its more representative index, the MSCI AC Asia ex-Japan (+8.98% in USD) and underperforming the official benchmark, the MSCI Far ex-Japan (+9.75% in USD).

As the official benchmark doesn't have India exposure, most of the underperformance versus the MSCI AC Far East ex-Japan is explained by the structural exposure (+/-10%) to India in the fund. Indian markets posted +1.12% in USD for the period, versus +8.98% for the region.

KBL Key Fund - European Small Companies

European equities had a positive year. The start of 2015 was particularly strong thanks to the ECB's supportive policy, favouring risky assets. Turmoil during the summer driven by uncertainties with regard to slowing economic growth in China and spill-over effects to developed markets weighed on overall performance. This was set aside during the last quarter of the calendar year resulting in a rebound in share prices. European corporate earnings remain fragile. Oil related earnings were under pressure. Overall top line growth remained weak due to moderate global economic growth.

As at 1 June 2015, the KBL Key Fund - European Small Companies was merged into the KBL Key Fund - Europe, with the objective of streamlining the range of products offered to clients. Moreover the AUM was becoming too small to manage the fund efficiently for investors.

Until the merger, the KBL Key Fund - European Small Companies delivered a performance of +22.96% for 2015, close to the market index MSCI Europe Small caps (+24.51%).

KBL Key Fund - Eastern Europe

Being invested in emerging market equities was quite challenging this year : until June the markets were positive following the optimism of developed markets, and then collapsed on concerns about China growth, Brazilian and Russian recessions. Emerging Markets finished the year in negative territory with the MSCI EM posting -16.96% in USD (-7.50% in EUR) for the year versus the MSCI World posting -2.74% in USD (+8.34% in EUR).

Emerging Europe markets posted -17.59% for the MSCI EM Europe in USD (-8.20% in EUR), impacted by Turkey (-33.61% in USD / -26.05% in EUR) and Poland (-27.21% in USD / -18.92% in EUR). Russia finished the year slightly negative in USD with a performance of -0.05% (+11.34% in EUR).

As at 1 June 2015, the KBL Key Fund - Eastern Europe was merged into the KBL Key Fund - Global Emerging (formerly KBL Key Fund - Major Emerging Markets), with the objective of streamlining the range of products offered to clients. Moreover the AUM were becoming too small to manage the fund efficiently for investors.

Until the merger, the KBL Key Fund - Eastern Europe delivered a performance of +8.99% in USD (+21.02% in EUR) for 2015, outperforming its more representative index the MSCI EM Europe, which delivered a performance of +6.26% in USD (+17.99% in EUR). The fund underperformed the official benchmark the MSCI EM Eastern Europe, which posted a performance of +18.13% in USD (+31.17% in EUR).

As the official benchmark doesn't have Turkey exposure, the underperformance versus the MSCI EM Eastern Europe is explained by the structural exposure (+/-17%) to Turkey in the fund. Turkish markets posted a performance of -33.61% in USD versus -17.59% in USD for the region.

The outperformance versus its more representative index is explained by the country allocation, overweight Russia, underweight Poland and Turkey.

Luxembourg, 22 February 2016

The Board of Directors

Note: The information in this report represents historical data and is not an indication of future results.

Report of the réviseur d'entreprises agréé

To the Shareholders of
KBL Key Fund

Following our appointment by the general meeting of the shareholders, we have audited the accompanying financial statements of KBL Key Fund and of each of its sub-funds, which comprise the statement of net assets and the statement of investments and other net assets as at 31 December 2015 and the statement of operations and other changes in net assets for the year then ended, and a summary of significant accounting policies and other explanatory notes to the financial statements.

Responsibility of the Board of Directors of the Sicav for the financial statements

The Board of Directors of the Sicav is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements and for such internal control as the Board of Directors of the Sicav determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Responsibility of the réviseur d'entreprises agréé

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted for Luxembourg by the *Commission de Surveillance du Secteur Financier*. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the réviseur d'entreprises agréé's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the réviseur d'entreprises agréé considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

Report of the réviseur d'entreprises agréé (continued)

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors of the Sicav, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of KBL Key Fund and of each of its sub-funds as of 31 December 2015, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.

Other matter

Supplementary information included in the annual report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. However, we have no observation to make concerning such information in the context of the financial statements taken as a whole.

For Deloitte Audit
Cabinet de révision agréé



Nicolas Hennebert, *Réviseur d'entreprises agréé*
Partner

12 April 2016
560, rue de Neudorf
L-2220 LUXEMBOURG

KBL Key Fund

Combined statement of net assets (in EUR)

as at 31 December 2015

Assets

Securities portfolio at market value	93,844,795.18
Cash at banks	702,414.62
Receivable on sales of securities	130,019.64
Income receivable on portfolio	6,321.82
Other income receivable	43,022.07
Total assets	94,726,573.33

Liabilities

Bank overdrafts	3,746.10
Payable on redemptions of shares	118,054.74
Interest payable on bank overdrafts	31.47
Unrealised loss on forward foreign exchange contracts	10,285.80
Expenses payable	341,448.91
Total liabilities	473,567.02
Net assets at the end of the year	94,253,006.31

The accompanying notes are an integral part of these financial statements.

KBL Key Fund

Combined statement of operations and other changes in net assets (in EUR)

from 1 January 2015 to 31 December 2015

Income

Dividends, net	192,062.02
Interest on bank accounts	38.20
Commissions received	154,923.18
Total income	347,023.40

Expenses

Management fees	1,362,422.60
Custodian fees	57,329.49
Banking charges and other fees	44,534.15
Transaction fees	112,718.61
Central administration costs	220,478.49
Professional fees	65,556.73
Other administration costs	342,134.83
Subscription duty ("taxe d'abonnement")	20,374.44
Interest paid on bank overdrafts	5,940.93
Other expenses	51,144.61
Total expenses	2,282,634.88

Net investment loss	-1,935,611.48
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Net realised gain/(loss)

- on securities portfolio	3,458,983.45
- on forward foreign exchange contracts	-260,391.90
- on foreign exchange	317,357.43
Realised result	1,580,337.50

Net variation of the unrealised gain/(loss)

- on securities portfolio	-1,331,842.67
- on forward foreign exchange contracts	48,620.63

Result of operations	297,115.46
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Subscriptions	20,757,284.90
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Redemptions	-59,954,848.66
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Total changes in net assets	-38,900,448.30
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Total net assets at the beginning of the year	125,995,353.87
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Revaluation difference	7,158,100.74
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Total net assets at the end of the year	94,253,006.31
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Europe

Statement of net assets (in EUR)

as at 31 December 2015

Assets

Securities portfolio at market value	38,839,827.70
Cash at banks	503,765.44
Other income receivable	20,216.79
Total assets	39,363,809.93

Liabilities

Payable on redemptions of shares	51,813.58
Expenses payable	135,137.24
Total liabilities	186,950.82

Net assets at the end of the year	39,176,859.11
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Number of shares outstanding	37,177.569
Net asset value per share	1,053.78

The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Europe

Statement of operations and other changes in net assets (in EUR)

from 1 January 2015 to 31 December 2015

Income

Dividends, net	97,404.85
Commissions received	69,987.64
Total income	167,392.49

Expenses

Management fees	464,525.47
Custodian fees	20,179.79
Banking charges and other fees	13,894.64
Transaction fees	28,744.63
Central administration costs	53,716.40
Professional fees	22,589.92
Other administration costs	94,283.60
Subscription duty ("taxe d'abonnement")	5,154.87
Interest paid on bank overdrafts	538.30
Other expenses	14,774.53
Total expenses	718,402.15

Net investment loss	-551,009.66
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Net realised gain/(loss)

- on securities portfolio	1,830,717.78
Realised result	1,279,708.12

Net variation of the unrealised gain/(loss)

- on securities portfolio	3,566,295.03
Result of operations	4,846,003.15

Subscriptions	* 8,325,751.42
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Redemptions	-8,696,849.91
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Total changes in net assets	4,474,904.66
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Total net assets at the beginning of the year	34,701,954.45
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Total net assets at the end of the year	39,176,859.11
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* including the net assets absorbed pursuant to the merge with effect on 1 June 2015. See note 11.

The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Europe

Statistical information (in EUR)

as at 31 December 2015

Total net assets

- as at 31.12.2015	39,176,859.11
- as at 31.12.2014	34,701,954.45
- as at 31.12.2013	28,084,122.74

Number of shares

- outstanding at the beginning of the year	37,873.863
- issued	* 7,665.381
- redeemed	-8,361.675
- outstanding at the end of the year	37,177.569

Net asset value per share

- as at 31.12.2015	1,053.78
- as at 31.12.2014	916.25
- as at 31.12.2013	895.77

Performance of share (in %)

- as at 31.12.2015	15.01
- as at 31.12.2014	2.29
- as at 31.12.2013	18.67

Synthetic TER per share (in %)

- as at 31.12.2015	2.71
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* including the shares allocated pursuant to the merge with effect on 1 June 2015. See note 11.

Annual returns were calculated for the last 3 consecutive financial years. For sub-funds / share types launched or liquidated during the financial year, the corresponding annual return has not been calculated.

The historical performance is not an indication of current or future results. The performance data do not take account of the commissions and costs incurred on the issue and redemption of shares of the Sicav.

The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Europe

Statement of investments and other net assets (in EUR)

as at 31 December 2015

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Open-ended investment funds</u>					
Investment funds (UCITS)					
EUR	35,205	DNCA Invest Value EUR I Cap	5,258,347.55	5,920,776.90	15.11
EUR	65,923	F&C Portfolios Fd European SmallCap R Cap	955,883.50	937,425.06	2.39
EUR	15,279	Fidelity Active Strateg Europe Fd A EUR Cap	3,979,827.63	5,178,969.84	13.22
EUR	101,808	HSBC Global Inv Fds Euroland Equity IC Cap	3,804,680.52	4,156,515.22	10.61
EUR	329,543	Invesco Fds Pan European Structured Eq C Cap	4,954,348.21	6,221,771.84	15.88
EUR	142,610	Jupiter Global Fd (The) European Growth I Cap	4,669,850.74	5,564,642.20	14.21
EUR	175,026	Odey Investment Fds Plc European Focus A EUR Dist	2,711,009.60	3,094,459.68	7.90
EUR	2,011,389	Threadneedle Inv Fds Pan European Sm Cies Intl EUR Cap	3,786,929.04	5,383,482.66	13.74
Total investment funds (UCITS)			30,120,876.79	36,458,043.40	93.06
Tracker funds (UCITS)					
EUR	64,547	iShares STOXX Europe 600 UCITS ETF (DE)	2,311,202.77	2,381,784.30	6.08
Total tracker funds (UCITS)			2,311,202.77	2,381,784.30	6.08
Total investments in securities			32,432,079.56	38,839,827.70	99.14
Cash at banks				503,765.44	1.29
Other net assets/(liabilities)				-166,734.03	-0.43
Total				39,176,859.11	100.00

The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Europe

Industrial and geographical classification of investments

as at 31 December 2015

Industrial classification

(in percentage of net assets)

Investment funds	99.14 %
Total	<u>99.14 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Luxembourg	71.42 %
United Kingdom	13.74 %
Ireland	7.90 %
Germany	6.08 %
Total	<u>99.14 %</u>

**KBL Key Fund - Global Emerging
(formerly KBL Key Fund - Major Emerging Markets)**

Statement of net assets (in USD)
as at 31 December 2015

Assets

Securities portfolio at market value	20,858,180.20
Cash at banks	21,692.07
Other income receivable	8,187.12
Total assets	20,888,059.39

Liabilities

Interest payable on bank overdrafts	29.22
Expenses payable	79,348.14
Total liabilities	79,377.36

Net assets at the end of the year	20,808,682.03
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Number of shares outstanding	33,121.425
Net asset value per share	511.19

Number of shares in EUR outstanding	7,585.109
Net asset value per share in EUR	EUR 470.71

The accompanying notes are an integral part of these financial statements.

**KBL Key Fund - Global Emerging
(formerly KBL Key Fund - Major Emerging Markets)**

Statement of operations and other changes in net assets (in USD)
from 1 January 2015 to 31 December 2015

Income

Dividends, net	9,948.04
Commissions received	13,388.08
Total income	23,336.12

Expenses

Management fees	293,945.21
Custodian fees	12,075.38
Banking charges and other fees	21,517.34
Transaction fees	45,158.27
Central administration costs	46,756.67
Professional fees	13,948.27
Other administration costs	80,656.36
Subscription duty ("taxe d'abonnement")	3,328.67
Interest paid on bank overdrafts	4,746.63
Other expenses	11,735.61
Total expenses	533,868.41

Net investment loss	-510,532.29
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Net realised gain/(loss)

- on securities portfolio	-4,007,337.27
- on foreign exchange	300,253.76
Realised result	-4,217,615.80

Net variation of the unrealised gain/(loss)

- on securities portfolio	738,647.78
Result of operations	-3,478,968.02

Subscriptions	* 10,642,995.44
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Redemptions	-19,205,197.91
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Total changes in net assets	-12,041,170.49
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Total net assets at the beginning of the year	32,849,852.52
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Total net assets at the end of the year	20,808,682.03
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* including the net assets absorbed pursuant to the merge with effect on 1 June 2015. See note 11.

The accompanying notes are an integral part of these financial statements.

**KBL Key Fund - Global Emerging
(formerly KBL Key Fund - Major Emerging Markets)**

Statistical information (in USD)
as at 31 December 2015

Total net assets

- as at 31.12.2015	20,808,682.03
- as at 31.12.2014	32,849,852.52
- as at 31.12.2013	48,701,384.54

Number of shares

- outstanding at the beginning of the year	50,807.396
- issued	* 11,869.054
- redeemed	-29,555.025
- outstanding at the end of the year	33,121.425

Net asset value per share

- as at 31.12.2015	511.19
- as at 31.12.2014	579.24
- as at 31.12.2013	632.81

Performance of share (in %)

- as at 31.12.2015	-11.75
- as at 31.12.2014	-8.47
- as at 31.12.2013	-1.47

Synthetic TER per share (in %)

- as at 31.12.2015	3.25
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Number of shares in EUR

- outstanding at the beginning of the year	5,904.729
- issued	* 5,610.861
- redeemed	-3,930.481
- outstanding at the end of the year	7,585.109

Net asset value per share in EUR

- as at 31.12.2015	EUR 470.71
- as at 31.12.2014	EUR 478.51
- as at 31.12.2013	EUR 459.36

Performance of share in EUR (in %)

- as at 31.12.2015	-1.63
- as at 31.12.2014	4.17
- as at 31.12.2013	-5.68

Synthetic TER per share in EUR (in %)

- as at 31.12.2015	3.25
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* including the shares allocated pursuant to the merge with effect on 1 June 2015. See note 11.

Annual returns were calculated for the last 3 consecutive financial years. For sub-funds / share types launched or liquidated during the financial year, the corresponding annual return has not been calculated.

The historical performance is not an indication of current or future results. The performance data do not take account of the commissions and costs incurred on the issue and redemption of shares of the Sicav.

The accompanying notes are an integral part of these financial statements.

**KBL Key Fund - Global Emerging
(formerly KBL Key Fund - Major Emerging Markets)**

**Statement of investments and other net assets (in USD)
as at 31 December 2015**

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Open-ended investment funds</u>					
Investment funds (UCITS)					
EUR	243	Aberdeen Global Eastern European Equity Fd I2 Cap	555,019.02	503,705.81	2.42
EUR	5,770	BlackRock Global Fds Emerging Europe D2 EUR Cap	602,566.92	520,660.22	2.50
EUR	3,479	Carmignac Portfolio Emerging Discovery F EUR Cap	517,474.83	444,391.18	2.14
EUR	8,170	GemEquity I Cap	1,070,300.00	1,109,609.86	5.33
			2,745,360.77	2,578,367.07	12.39
USD	188	Amundi Fds Equity Latin America IU Cap	752,916.08	594,875.24	2.86
USD	32,979	Comgest Growth Plc Emerging Mks I USD Cap	1,201,456.15	1,038,178.92	4.99
USD	25,820	F Templeton Inv Fds Asian Growth I Cap	940,880.80	676,742.20	3.25
USD	8,565	Fidelity Active Strategy Emerging Mks Fd Fd Y USD Cap	1,208,328.86	1,083,986.40	5.21
USD	46,610	Fidelity Fds China Consumer Y ACC USD Cap	584,243.99	653,472.20	3.14
USD	85,047	Fidelity Fds South East Asia Y ACC USD Cap	875,133.63	790,086.63	3.80
USD	170,326	First State GI Umbrella Fd Plc Asian Growth VI USD Cap	1,865,016.38	1,728,808.90	8.31
USD	23,045	HSBC Global Inv Fds Asia ex Japan Eq Sm Cies I Cap	1,344,016.68	1,288,699.45	6.19
USD	8,936	HSBC Global Inv Fds Frontier Markets I Cap	1,213,563.02	1,111,397.13	5.34
USD	65,335	HSBC Global Inv Fds Latin American Equity IC USD Cap	910,231.10	631,397.44	3.03
USD	23,675	HSBC Global Inv Fds SICAV Brazil Bond IC Cap	387,062.57	292,812.40	1.41
USD	15,910	Invesco Fds Asia Opportunities Equity C USD Cap	1,854,803.27	1,756,464.00	8.44
USD	163,662	Invesco Fds Ser Asian Equity C USD Cap	1,921,997.13	1,759,366.50	8.46
USD	37,698.079	JPMorgan Fds Africa Equity C perf USD Cap	545,062.50	387,159.27	1.86
USD	30,594	JPMorgan Fds Latin America Equity C Cap	769,404.65	624,423.54	3.00
USD	29,380	Kotak Fds India Growth I Cap	383,372.02	455,096.20	2.19
USD	32,836.893	Magna Umbrella Fd Plc MENA G USD Cap	472,094.38	437,650.11	2.10
USD	5,100	New Capital UCITS Fd Plc China Equity Intl Cap	773,568.00	710,787.00	3.42
USD	951.6464	Polunin Fds Developing Countries A Dist	840,518.10	680,788.80	3.27
USD	5,781	Schroder Intl Selection Fd Asian Total Return C Cap	1,298,674.21	1,181,289.54	5.68
			20,142,343.52	17,883,481.87	85.95
Total investment funds (UCITS)			22,887,704.29	20,461,848.94	98.34
Tracker funds (UCITS)					
USD	10,063	HSBC ETFs Plc MSCI South Africa Dist	583,623.32	396,331.26	1.90
Total tracker funds (UCITS)			583,623.32	396,331.26	1.90
Total investments in securities			23,471,327.61	20,858,180.20	100.24
Cash at banks				21,692.07	0.10
Other net assets/(liabilities)				-71,190.24	-0.34
Total				20,808,682.03	100.00

The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Global Emerging
(formerly KBL Key Fund - Major Emerging Markets)

Industrial and geographical classification of investments
as at 31 December 2015

Industrial classification

(in percentage of net assets)

Investment funds	100.24 %
Total	<u>100.24 %</u>

Geographical classification

(by domicile of the issuer)
(in percentage of net assets)

Luxembourg	65.73 %
Ireland	29.18 %
France	<u>5.33 %</u>
Total	<u>100.24 %</u>

KBL Key Fund - Natural Resources Equities

Statement of net assets (in EUR)

as at 31 December 2015

Assets

Securities portfolio at market value	12,902,175.82
Cash at banks	58,575.76
Receivable on sales of securities	130,019.64
Other income receivable	12,333.35
Total assets	13,103,104.57

Liabilities

Bank overdrafts	3,746.10
Payable on redemptions of shares	66,241.16
Interest payable on bank overdrafts	4.56
Expenses payable	50,445.17
Total liabilities	120,436.99

Net assets at the end of the year	12,982,667.58
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Number of shares outstanding	26,249.265
Net asset value per share	339.51

Number of shares in USD outstanding	15,764.257
Net asset value per share in USD	USD 280.45

The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Natural Resources Equities

Statement of operations and other changes in net assets (in EUR)

from 1 January 2015 to 31 December 2015

Income

Dividends, net	59,072.27
Commissions received	51,366.59
Total income	110,438.86

Expenses

Management fees	207,483.70
Custodian fees	8,635.04
Banking charges and other fees	8,787.25
Transaction fees	15,399.73
Central administration costs	34,911.05
Professional fees	9,887.22
Other administration costs	60,177.37
Subscription duty ("taxe d'abonnement")	4,095.00
Interest paid on bank overdrafts	282.69
Other expenses	5,365.50
Total expenses	355,024.55

Net investment loss	-244,585.69
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Net realised gain/(loss)

- on securities portfolio	-1,362,928.02
- on forward foreign exchange contracts	-1,297.09
- on foreign exchange	39,111.50
Realised result	-1,569,699.30

Net variation of the unrealised gain/(loss)

- on securities portfolio	-808,719.74
Result of operations	-2,378,419.04

Subscriptions	293,907.14
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Redemptions	-4,303,639.12
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Total changes in net assets	-6,388,151.02
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Total net assets at the beginning of the year	19,370,818.60
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Total net assets at the end of the year	12,982,667.58
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Natural Resources Equities

Statistical information (in EUR)

as at 31 December 2015

Total net assets

- as at 31.12.2015	12,982,667.58
- as at 31.12.2014	19,370,818.60
- as at 31.12.2013	32,758,736.07

Number of shares

- outstanding at the beginning of the year	32,401.869
- issued	440.339
- redeemed	-6,592.943
- outstanding at the end of the year	26,249.265

Net asset value per share

- as at 31.12.2015	339.51
- as at 31.12.2014	399.70
- as at 31.12.2013	446.23

Performance of share (in %)

- as at 31.12.2015	-15.06
- as at 31.12.2014	-10.43
- as at 31.12.2013	-5.87

Synthetic TER per share (in %)

- as at 31.12.2015	3.25
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Number of shares in USD

- outstanding at the beginning of the year	21,116.758
- issued	322.258
- redeemed	-5,674.759
- outstanding at the end of the year	15,764.257

Net asset value per share in USD

- as at 31.12.2015	USD 280.45
- as at 31.12.2014	USD 368.02
- as at 31.12.2013	USD 467.57

Performance of share in USD (in %)

- as at 31.12.2015	-23.79
- as at 31.12.2014	-21.29
- as at 31.12.2013	-1.67

Synthetic TER per share in USD (in %)

- as at 31.12.2015	3.25
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Annual returns were calculated for the last 3 consecutive financial years. For sub-funds / share types launched or liquidated during the financial year, the corresponding annual return has not been calculated.

The historical performance is not an indication of current or future results. The performance data do not take account of the commissions and costs incurred on the issue and redemption of shares of the Sicav.

The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Natural Resources Equities

Statement of investments and other net assets (in EUR)

as at 31 December 2015

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Open-ended investment funds</u>					
Investment funds (UCITS)					
EUR	205,098	BlackRock Global Fds World Energy D2 EUR Cap	1,511,999.66	949,603.74	7.31
EUR	9,630	Carmignac Portfolio Commodities F EUR Cap	981,329.74	867,470.40	6.68
EUR	5,368	Deutsche Invest I Global Agribusiness FC Cap	781,305.02	734,503.44	5.66
EUR	1,002,474	First State Inv ICVC Global Resources Fd A EUR Cap	819,073.21	498,029.08	3.84
EUR	91,105	Guinness Asset Mgt Fd Plc Global Energy D EUR Dist	1,032,564.74	819,863.01	6.31
EUR	1,411	KBC Eco Fd SICAV Water Cap	1,131,752.11	1,566,421.65	12.07
EUR	2,644	Multipartner RobecoSAM GI Sm Cap Equities C Cap	245,959.48	326,296.04	2.51
EUR	14,440	Petercam B Fd SA Equities Agrivalue B Cap	1,668,572.16	1,799,801.60	13.86
EUR	176	Pioneer Fds FCP Global Ecology Units H Cap	208,885.42	238,506.40	1.84
EUR	155,713	T.Rowe Price Fds Scv GI Natural Resources Eq Q EUR Cap	1,615,965.43	1,561,801.39	12.03
EUR	5,655	Tocqueville Gold I-N Cap	350,740.76	252,891.60	1.95
			10,348,147.73	9,615,188.35	74.06
USD	38,063	BlackRock Global Fds New Energy D2 Cap	210,732.28	286,348.72	2.21
USD	51,047	BlackRock Global Fds World Mining A2 Cap	1,858,920.32	965,474.57	7.44
USD	3,140	Investec Global Strateg Fd Energy A Inc Dist	836,603.78	544,816.02	4.20
			2,906,256.38	1,796,639.31	13.85
		Total investment funds (UCITS)	13,254,404.11	11,411,827.66	87.91
Tracker funds (UCITS)					
EUR	41,643	iShares STOXX Eu 600 Oil&Gas UCITS ETF (DE) Dist	1,246,242.93	1,123,528.14	8.65
EUR	14,714	iShares STOXX Europe 600 Basic Res UCITS ETF (DE) Dist	607,389.51	366,820.02	2.82
		Total tracker funds (UCITS)	1,853,632.44	1,490,348.16	11.47
		Total investments in securities	15,108,036.55	12,902,175.82	99.38
		Cash at banks		58,575.76	0.45
		Bank overdrafts		-3,746.10	-0.03
		Other net assets/(liabilities)		25,662.10	0.20
		Total		12,982,667.58	100.00

The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Natural Resources Equities

Industrial and geographical classification of investments

as at 31 December 2015

Industrial classification

(in percentage of net assets)

Investment funds	99.38 %
Total	<u>99.38 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Luxembourg	49.88 %
Belgium	25.93 %
Germany	11.47 %
Ireland	6.31 %
United Kingdom	3.84 %
France	1.95 %
Total	<u>99.38 %</u>

KBL Key Fund - North America

Statement of net assets (in USD)

as at 31 December 2015

Assets

Securities portfolio at market value	24,865,451.54
Cash at banks	130,427.67
Income receivable on portfolio	6,865.50
Other income receivable	3,185.40
Total assets	25,005,930.11

Liabilities

Unrealised loss on forward foreign exchange contracts	11,170.38
Expenses payable	89,922.87
Total liabilities	101,093.25

Net assets at the end of the year	24,904,836.86
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Number of shares outstanding	37,405.745
Net asset value per share	633.96

Number of shares in EUR outstanding	1,918.212
Net asset value per share in EUR	EUR 571.69

The accompanying notes are an integral part of these financial statements.

KBL Key Fund - North America

Statement of operations and other changes in net assets (in USD)

from 1 January 2015 to 31 December 2015

Income

Dividends, net	6,865.50
Interest on bank accounts	41.49
Commissions received	5,253.90
Total income	12,160.89

Expenses

Management fees	364,277.10
Custodian fees	15,440.23
Banking charges and other fees	1,189.66
Transaction fees	22,865.76
Central administration costs	51,304.59
Professional fees	17,667.45
Other administration costs	83,915.22
Subscription duty ("taxe d'abonnement")	7,188.57
Interest paid on bank overdrafts	615.52
Other expenses	8,971.69
Total expenses	573,435.79

Net investment loss	-561,274.90
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Net realised gain/(loss)

- on securities portfolio	3,258,140.29
- on forward foreign exchange contracts	-281,376.96
- on foreign exchange	1,987.77
Realised result	2,417,476.20

Net variation of the unrealised gain/(loss)

- on securities portfolio	-3,966,616.84
- on forward foreign exchange contracts	52,802.00
Result of operations	-1,496,338.64

Subscriptions	2,235,511.56
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Redemptions	-13,341,279.27
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Total changes in net assets	-12,602,106.35
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Total net assets at the beginning of the year	37,506,943.21
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Total net assets at the end of the year	24,904,836.86
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund - North America

Statistical information (in USD)

as at 31 December 2015

Total net assets

- as at 31.12.2015	24,904,836.86
- as at 31.12.2014	37,506,943.21
- as at 31.12.2013	55,795,342.24

Number of shares

- outstanding at the beginning of the year	53,177.014
- issued	3,264.621
- redeemed	-19,035.890
- outstanding at the end of the year	37,405.745

Net asset value per share

- as at 31.12.2015	633.96
- as at 31.12.2014	660.68
- as at 31.12.2013	623.42

Performance of share (in %)

- as at 31.12.2015	-4.04
- as at 31.12.2014	5.98
- as at 31.12.2013	28.92

Synthetic TER per share (in %)

- as at 31.12.2015	2.80
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Number of shares in EUR

- outstanding at the beginning of the year	3,261.022
- issued	146.911
- redeemed	-1,489.721
- outstanding at the end of the year	1,918.212

Net asset value per share in EUR

- as at 31.12.2015	EUR 571.69
- as at 31.12.2014	EUR 601.32
- as at 31.12.2013	EUR 569.98

Performance of share in EUR (in %)

- as at 31.12.2015	-4.93
- as at 31.12.2014	5.50
- as at 31.12.2013	27.78

Synthetic TER per share in EUR (in %)

- as at 31.12.2015	2.81
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Annual returns were calculated for the last 3 consecutive financial years. For sub-funds / share types launched or liquidated during the financial year, the corresponding annual return has not been calculated.

The historical performance is not an indication of current or future results. The performance data do not take account of the commissions and costs incurred on the issue and redemption of shares of the Sicav.

The accompanying notes are an integral part of these financial statements.

KBL Key Fund - North America

Statement of investments and other net assets (in USD)

as at 31 December 2015

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Open-ended investment funds</u>					
Investment funds (UCITS)					
EUR	2,475	Degroof Equities US Behavioral Value Benelux Istl	2,329,697.54	3,084,872.32	12.39
EUR	2,870	Legg Mason Global Fds Plc Royce US Small Cap Opp Pre EUR Cap	646,954.99	605,255.28	2.43
			2,976,652.53	3,690,127.60	14.82
USD	239,950	Fidelity Fds America Y-ACC-USD Cap	3,134,846.08	4,194,326.00	16.84
USD	228,950	GAM Star Fd Plc Capital Appreciation US Equity Istl USD Cap	3,293,372.09	3,594,057.10	14.43
USD	18,362	Legg Mason Global Fds Plc ClearBridge US AgGr Cap	3,963,154.47	3,755,212.62	15.08
USD	18,975	Robeco Capital Gh Fds US Premium Equities I USD Cap	2,962,425.29	4,215,296.25	16.93
USD	18,104	Wells Fargo (Lux) Worldwide Fd US All Cap Gh I USD Cap	2,588,722.57	3,893,627.28	15.63
			15,942,520.50	19,652,519.25	78.91
Total investment funds (UCITS)			18,919,173.03	23,342,646.85	93.73
Tracker funds (UCITS)					
USD	7,391	SSGA SPDR ETFs Europe I Plc S&P500 UCITS Dist	1,543,713.30	1,522,804.69	6.11
Total tracker funds (UCITS)			1,543,713.30	1,522,804.69	6.11
Total investments in securities			20,462,886.33	24,865,451.54	99.84
Cash at banks				130,427.67	0.52
Other net assets/(liabilities)				-91,042.35	-0.36
Total				24,904,836.86	100.00

The accompanying notes are an integral part of these financial statements.

KBL Key Fund - North America

Industrial and geographical classification of investments

as at 31 December 2015

Industrial classification

(in percentage of net assets)

Investment funds	99.84 %
Total	<u>99.84 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Luxembourg	49.40 %
Ireland	38.05 %
Belgium	12.39 %
Total	<u>99.84 %</u>

KBL Key Fund - Far East

Statement of operations and other changes in net assets (in USD)

from 1 January 2015 to 1 June 2015

Income

Dividends, net	7,902.37
Commissions received	5,741.04
Total income	13,643.41

Expenses

Management fees	29,478.79
Custodian fees	1,109.15
Banking charges and other fees	440.91
Transaction fees	1,443.40
Central administration costs	15,387.78
Professional fees	1,400.66
Other administration costs	13,013.28
Subscription duty ("taxe d'abonnement")	392.34
Interest paid on bank overdrafts	44.34
Other expenses	1,876.84
Total expenses	64,587.49

Net investment loss	-50,944.08
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Net realised gain/(loss)

- on securities portfolio	1,476,826.12
- on foreign exchange	-518.45
Realised result	1,425,363.59

Net variation of the unrealised gain/(loss)

- on securities portfolio	-1,059,879.51
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Result of operations	365,484.08
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Subscriptions	103,996.01
---------------	------------

Redemptions	-5,695,501.69
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Total changes in net assets	-5,226,021.60
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Total net assets at the beginning of the year	5,226,021.60
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Total net assets at the end of the year	0.00
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Far East

Statistical information (in USD)

as at 31 December 2015

Total net assets

- as at 31.12.2015	-
- as at 31.12.2014	5,226,021.60
- as at 31.12.2013	6,818,136.39

Number of shares

- outstanding at the beginning of the year	3,158.933
- issued	61.964
- redeemed	-3,220.897
- outstanding at the end of the year	0.000

Net asset value per share

- as at 31.12.2015	-
- as at 31.12.2014	1,654.36
- as at 31.12.2013	1,604.33

The accompanying notes are an integral part of these financial statements.

KBL Key Fund - European Small Companies

Statement of operations and other changes in net assets (in EUR)

from 1 January 2015 to 1 June 2015

Income

Dividends, net	7,769.28
Commissions received	8,052.85
Total income	15,822.13

Expenses

Management fees	37,930.17
Custodian fees	1,491.20
Banking charges and other fees	298.11
Transaction fees	3,355.62
Central administration costs	13,923.95
Professional fees	1,873.77
Other administration costs	13,436.71
Subscription duty ("taxe d'abonnement")	753.56
Interest paid on bank overdrafts	32.61
Other expenses	5,454.86
Total expenses	78,550.56

Net investment loss	-62,728.43
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Net realised gain/(loss)

- on securities portfolio	2,844,575.54
Realised result	2,781,847.11

Net variation of the unrealised gain/(loss)

- on securities portfolio	-1,313,404.50
Result of operations	1,468,442.61

Subscriptions	174,938.58
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Redemptions	-8,180,939.07
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Total changes in net assets	-6,537,557.88
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Total net assets at the beginning of the year	6,537,557.88
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Total net assets at the end of the year	0.00
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund - European Small Companies

Statistical information (in EUR)

as at 31 December 2015

Total net assets

- as at 31.12.2015	-
- as at 31.12.2014	6,537,557.88
- as at 31.12.2013	7,411,468.16

Number of shares

- outstanding at the beginning of the year	4,501.485
- issued	102.895
- redeemed	-4,604.380
- outstanding at the end of the year	0.000

Net asset value per share

- as at 31.12.2015	-
- as at 31.12.2014	1,452.31
- as at 31.12.2013	1,409.35

The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Eastern Europe

Statement of operations and other changes in net assets (in EUR)

from 1 January 2015 to 1 June 2015

Income

Dividends, net	5,056.96
Commissions received	3,063.96
Total income	8,120.92

Expenses

Management fees	19,241.00
Custodian fees	665.49
Banking charges and other fees	239.32
Transaction fees	1,252.30
Central administration costs	13,462.04
Professional fees	804.00
Other administration costs	10,715.18
Subscription duty ("taxe d'abonnement")	325.36
Interest paid on bank overdrafts	108.97
Other expenses	4,754.02
Total expenses	51,567.68

Net investment loss	-43,446.76
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Net realised gain/(loss)

- on securities portfolio	-523,390.26
- on foreign exchange	416.20
Realised result	-566,420.82

Net variation of the unrealised gain/(loss)

- on securities portfolio	1,172,281.72
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Result of operations	605,860.90
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Subscriptions	8,265.10
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Redemptions	-3,559,812.03
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Total changes in net assets	-2,945,686.03
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Total net assets at the beginning of the year	2,945,686.03
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Total net assets at the end of the year	0.00
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Eastern Europe

Statistical information (in EUR)

as at 31 December 2015

Total net assets

- as at 31.12.2015	-
- as at 31.12.2014	2,945,686.03
- as at 31.12.2013	14,011,386.97

Number of shares

- outstanding at the beginning of the year	1,837.275
- issued	5.000
- redeemed	-1,842.275
- outstanding at the end of the year	0.000

Net asset value per share

- as at 31.12.2015	-
- as at 31.12.2014	1,603.29
- as at 31.12.2013	2,230.31

The accompanying notes are an integral part of these financial statements.

Notes to the financial statements

as at 31 December 2015

Note 1 - Significant accounting policies

a) Presentation of the financial statements

The financial statements of the Sicav are established in accordance with the Luxembourg legal and regulatory requirements concerning undertakings for collective investment.

b) Valuation of assets

- 1) The value of cash in hand or on deposit, securities, bills and notes payable on demand and accounts receivable, prepaid expenses, dividends and interest declared or due but not as yet collected, are made up of the nominal value of such assets, unless it appears unlikely that such value is collected, in which case the value shall be determined by deducting an amount which the Sicav may deem necessary to reflect the true value of such assets.
- 2) The valuation of any transferable securities traded or listed on a stock exchange is made on the basis of the closing price on the Valuation Day.
- 3) The valuation of any transferable securities traded on another regulated market is made on the closing price on the Valuation Day in question.
- 4) UCITS and other UCI are valued on the basis of their last available net asset value ("NAV").
- 5) To the extent that the securities held in portfolio on the Valuation Day are not traded or listed on a stock exchange or on another regulated market, or if the price determined according to (2) or (3) for securities listed or traded on a stock exchange or on another regulated market is not representative of the real value of these securities, these are valued on the basis of the probable value of sales, which must be estimated prudently and in good faith by the Board of Directors of the Sicav.
- 6) If, as a result of particular circumstances, valuation based on the preceding rules becomes impractical or inaccurate, other valuation criteria, which are generally accepted and verifiable will be applied in order to obtain a fair valuation.

c) Acquisition cost of securities in the portfolio

The acquisition cost of the securities held by each sub-fund that are denominated in a currency other than the reference currency of the sub-fund is converted to this currency at the exchange rate prevailing on the date of purchase.

d) Net realised gain (loss) on sales of securities

The realised gains and losses on sales of securities are calculated on the basis of the average acquisition cost.

e) Investment income

Dividend income is recorded at the ex-date, net of any withholding tax.

f) Valuation of forward foreign exchange contracts

Forward foreign exchange contracts are valued at forward rates for the remaining period from valuation date to the maturity of the contracts. Net unrealised gains or losses are recorded in the statement of net assets. Net variation of unrealised gains or losses and net realised gains or losses are recorded in the statement of operations and other changes in net assets.

Notes to the financial statements (continued)

as at 31 December 2015

g) Formation expenses

Formation expenses were amortised on a straight-line basis over a period of 5 years.

If the launch of a sub-fund occurs after the launch date of the Sicav, the costs of formation in relation to the launch of the new sub-fund is charged to such sub-fund alone and may be amortised over a maximum of 5 years with effect from the sub-fund's launch date.

h) Conversion of foreign currencies

Cash at banks, other net assets and liabilities and the market value of the securities in portfolio expressed in currencies other than the currency of the sub-fund are converted into this currency at the exchange rate prevailing on the date of the report. Income and expenses expressed in currencies other than the currency of the sub-fund are converted into this currency at the exchange rate prevailing on the date of the transaction. Exchange gains or losses are recorded in the statement of operations and other changes in net assets.

i) Combined financial statements

The combined financial statements of the Sicav are expressed in EUR and are equal to the sum of the corresponding items in the financial statements of each sub-fund converted into this currency at the exchange rate prevailing at the date of the report.

At the date of the report, the exchange rate used for the combined statements is the following:

1	EUR	=	1.0860000	USD	US Dollar
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j) Revaluation difference

The item "Revaluation difference" in the combined statement of operations and other changes in net assets represents the valuation difference of the net asset of the sub-funds at the beginning of the year with the exchange rate applicable at the date of the report.

k) Transaction fees

Transaction costs disclosed under the item "Transaction fees" in the expenses of the statement of operations and other changes in net assets are mainly composed of broker fees incurred by the Sicav.

Note 2 - Management fee

KREDIETRUST LUXEMBOURG S.A. has been appointed by the Board of Directors of the Sicav as Management Company pursuant to the stipulations of Chapter 15 of the amended Law of 17 December 2010.

In connection with the provision of its services under the Management Company Agreement, KREDIETRUST LUXEMBOURG S.A. is entitled to an annual fee of EUR 10,000 per annum and per activated sub-fund.

For its intellectual management services, KREDIETRUST LUXEMBOURG S.A. receives an annual fee of 1.15%, payable quarterly on the average net asset value of each sub-fund for the quarter in question.

These fees are recorded in the item "Management fees" in the statement of operations and other changes in net assets.

KBL Key Fund

Notes to the financial statements (continued)

as at 31 December 2015

Note 3 - Management fee retrocession

Taking into consideration the regulation regarding the retrocession of management fees in certain countries of registration ("*pays d'enregistrement*") of the Sicav, the Board of Directors of the Sicav decided in a circular resolution to disclose an accrual for retrocession of management fee receivable in the Sicav's accounts. This accrual is calculated on the basis of the monthly net assets of each sub-fund at the following annual rates:

- KBL Key Fund - Europe	0.20%
- KBL Key Fund - Global Emerging (formerly KBL Key Fund - Major Emerging Markets) (since 1 July 2015)	0.15%
(from 1 January 2015 to 30 June 2015)	0.25%
- KBL Key Fund - Natural Resources Equities	0.35%
- KBL Key Fund - North America (since 1 April 2015)	0.05%
(until 31 March 2015)	0.10%
- KBL Key Fund - Far East (until 1 June 2015)	0.50%
- KBL Key Fund - European Small Companies (from 1 April 2015 to 1 June 2015)	0.25%
(until 31 March 2015)	0.50%
- KBL Key Fund - Eastern Europe (until 1 June 2015)	0.25%

Management fee retrocessions received by the Sicav and related to its investments in UCITS or other UCIs are recorded under the item "Commissions received" in the statement of operations and other changes in net assets.

Note 4 - Central administration costs

The item "Central administration costs" disclosed in the statement of operations and other changes in net assets is mainly composed of administrative agent and transfer agent fees.

Note 5 - Subscription duty ("*taxe d'abonnement*")

The Sicav is governed by Luxembourg law.

Pursuant to the legislation and regulations in force, the Sicav is subject to an annual "*taxe d'abonnement*" of 0.05% which is payable quarterly and calculated on the basis of the net assets of each sub-fund on the last day of each quarter.

Pursuant to Article 175 (a) of the amended Law of 17 December 2010 the net assets invested in undertakings for collective investment already subject to the "*taxe d'abonnement*" are exempt from this tax.

KBL Key Fund

Notes to the financial statements (continued)

as at 31 December 2015

Note 6 - Costs and expenses

The Sicav's investment policy is to invest in UCI, which duplicates some costs that are charged to both the underlying UCI and the Sicav, by their respective service providers. These expenses include, among other things, creation, deposit and domiciliation costs, management commissions, audit costs and other associated costs.

The total maximum management fees that may be charged to the Sicav itself and to the other UCITS and / or UCI in which the Sicav intends to invest will not exceed 4%.

However, in any case, no fees are charged in duplicate if the Sicav invests in UCI managed by KREDIETRUST LUXEMBOURG S.A. or in one of its affiliated companies. Consequently, the Sicav bears no fees or costs payable to such UCI.

Note 7 - Total expenses ratio ("TER")

The TER disclosed under "Statistical information" of this report is calculated in accordance with the "Guidelines on the calculation and disclosure of the TER of collective investment schemes" issued by the Swiss Funds & Asset Management Association "SFAMA" on 16 May 2008 as modified on 20 April 2015.

The TER is calculated for the last 12 months preceding the date of this report.

Transaction fees are not taken into account in the calculation of the TER.

If a fund invests at least 10% of its assets in other funds which publish a TER, a synthetic TER of the fund of funds is calculated as of the closing date of the financial year or the end of the first half of the financial year. This corresponds to the sum of the prorated TER of the individual target fund, weighted on the basis of their proportion in the net fund assets of the fund at the closing date, the issue and redemption commissions of the target funds actually paid and the TER of the fund of funds minus the retrocessions received from the target funds during the reporting period. The synthetic TER is calculated with the information available at the time of the establishment this document.

Note 8 - Risk management

As required by Circular CSSF 11/512, the Board of Directors needs to determine the global risk exposure of the Sicav either by applying the commitment approach or the VaR approach. In terms of risk management, the Board of Directors of the Sicav decided to adopt the commitment approach as a method of determining the global risk exposure for each sub-fund.

Note 9 - Forward foreign exchange contracts

As at 31 December 2015, the outstanding forward foreign exchange contracts with KBL EUROPEAN PRIVATE BANKERS S.A., Luxembourg are as follows:

KBL Key Fund - North America

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in USD)
Forward foreign exchange contracts linked to shares in EUR					
EUR	1,095,000.00	USD	1,200,777.00	15.01.2016	-11,308.53
EUR	20,000.00	USD	21,676.00	15.01.2016	49.45
EUR	32,000.00	USD	35,158.40	15.01.2016	-397.68
USD	27,387.50	EUR	25,000.00	15.01.2016	230.69
USD	27,412.50	EUR	25,000.00	15.01.2016	255.69
					<u>-11,170.38</u>

Notes to the financial statements (continued)

as at 31 December 2015

Note 10 - Statement of changes in the investments portfolio

The statement of changes in investments for the period covered by the report is available free of charge at the registered office of the Sicav, at the office of the representative and paying agents in the Sicav's various countries of distribution, at the office of the information and paying agent in Germany and at the office of the Sicav's financial services in Belgium.

Note 11 - Significant events

By the Circular Resolution approved on 8 April 2015, the Board of Directors of the Sicav decided with effect from 1 June 2015:

- to change the name of the sub-fund KBL Key Fund - Major Emerging Markets to KBL Key Fund - Global Emerging;
- to merge the following sub-funds as follows:

Absorbing sub-funds	Absorbed sub-funds	Net Assets Value absorbed	Categories of Shares	Exchange ratio	Shares allocated
KBL Key Fund - Europe	KBL Key Fund - European Small Companies	EUR 6,317,164.46	Capitalisation	0.612720100	5,773.6510
KBL Key Fund - Global Emerging (formerly KBL Key Fund - Major Emerging Markets)	KBL Key Fund - Far East	USD 5,092,312.15	USD - Capitalisation	0.346330800	8,288.0472
	KBL Key Fund - Eastern Europe	EUR 2,993,668.06	EUR - Capitalisation	0.290635400	5,308.7339