

KBL KEY FUND

Half-yearly report
(unaudited)
as at 30 June 2016



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
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Aurélien BARON	Head of Legal & Risk KREDIETRUST LUXEMBOURG S.A. 11, rue Aldringen L-2960 LUXEMBOURG
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Management Company

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

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

KBL Key Fund

Organisation (continued)

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

Depositary

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

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). Directive 2014/91/EU of the European Parliament and of the Council of 23 July 2014 amending Directive 2009/65/EC has been transposed by the law of 10 May 2016 entering into force on 1 June 2016 and amending the amended law of 17 December 2010.

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. As from 1 June 2016, publications shall be made in the "*Recueil électronique des sociétés et associations* ("RESA")" through the website of "*Registre de Commerce et des Sociétés*" of Luxembourg.

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	in USD
- KBL Key Fund - Natural Resources Equities	in EUR
- KBL Key Fund - North America	in USD

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, depositary, 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

Combined statement of net assets (in EUR)

as at 30 June 2016

Assets

Securities portfolio at market value	76,502,183.64
Cash at banks	2,624,960.86
Income receivable on portfolio	6,139.07
Other income receivable	71,198.38
	<hr/>
Total assets	79,204,481.95
	<hr/>

Liabilities

Payable on redemptions of shares	22,496.60
Interest payable on bank overdrafts	20.72
Unrealised loss on forward foreign exchange contracts	23,887.05
Expenses payable	250,178.86
	<hr/>
Total liabilities	296,583.23
	<hr/>

Net assets at the end of the period	78,907,898.72
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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 2016 to 30 June 2016

Income

Dividends, net	91,019.41
Commissions received	56,947.91
Other income	298.32
Total income	148,265.64

Expenses

Management fees	487,233.50
Depository fees	21,783.66
Banking charges and other fees	12,578.81
Transaction fees	30,817.23
Central administration costs	83,464.87
Professional fees	16,439.20
Other administration costs	85,697.97
Subscription duty ("taxe d'abonnement")	7,317.47
Interest paid on bank overdrafts	764.99
Other expenses	21,117.22
Total expenses	767,214.92

Net investment loss	-618,949.28
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Net realised gain/(loss)

- on securities portfolio	973,286.78
- on forward foreign exchange contracts	20,911.70
- on foreign exchange	-1,604.94
Realised result	373,644.26

Net variation of the unrealised gain/(loss)

- on securities portfolio	-3,472,931.88
- on forward foreign exchange contracts	-13,818.20

Result of operations	-3,113,105.82
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Subscriptions	4,056,349.18
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Redemptions	-15,400,494.99
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Total changes in net assets	-14,457,251.63
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Total net assets at the beginning of the period	94,253,006.31
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Revaluation difference	-887,855.96
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Total net assets at the end of the period	78,907,898.72
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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 30 June 2016

Assets

Securities portfolio at market value	32,033,420.16
Cash at banks	206,966.95
Other income receivable	34,228.26
Total assets	32,274,615.37

Liabilities

Payable on redemptions of shares	4,576.50
Expenses payable	107,500.26
Total liabilities	112,076.76

Net assets at the end of the period	32,162,538.61
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Number of shares outstanding	34,155.911
Net asset value per share	941.64

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 2016 to 30 June 2016

Income

Dividends, net	31,700.91
Commissions received	23,011.34
Other income	298.32
Total income	55,010.57

Expenses

Management fees	201,903.84
Depository fees	9,011.36
Banking charges and other fees	1,932.31
Transaction fees	4,251.69
Central administration costs	24,904.65
Professional fees	9,407.50
Other administration costs	23,992.50
Subscription duty ("taxe d'abonnement")	2,406.78
Interest paid on bank overdrafts	57.21
Other expenses	8,909.19
Total expenses	286,777.03

Net investment loss	-231,766.46
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Net realised gain/(loss)

- on securities portfolio	419,005.80
Realised result	187,239.34

Net variation of the unrealised gain/(loss)

- on securities portfolio	-4,259,520.78
Result of operations	-4,072,281.44

Subscriptions	947,176.84
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Redemptions	-3,889,215.90
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Total changes in net assets	-7,014,320.50
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Total net assets at the beginning of the period	39,176,859.11
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Total net assets at the end of the period	32,162,538.61
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Europe

Statistical information (in EUR)

as at 30 June 2016

Total net assets

- as at 30.06.2016	32,162,538.61
- as at 31.12.2015	39,176,859.11
- as at 31.12.2014	34,701,954.45

Number of shares

- outstanding at the beginning of the period	37,177.569
- issued	982.326
- redeemed	-4,003.984
- outstanding at the end of the period	34,155.911

Net asset value per share

- as at 30.06.2016	941.64
- as at 31.12.2015	1,053.78
- as at 31.12.2014	916.25

Synthetic TER per share (in %)

- as at 30.06.2016	2.62
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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 30 June 2016

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	33,540	DNCA Invest Value EUR I Cap	5,009,657.06	5,132,626.20	15.96
EUR	15,279	Fidelity Active Strateg Europe Fd A EUR Cap	3,979,827.63	4,522,125.63	14.06
EUR	101,808	HSBC Global Inv Fds Euroland Equity IC Cap	3,804,680.52	3,654,805.39	11.36
EUR	286,296	Invesco Fds Pan European Structured Eq C Cap	4,304,172.97	4,993,002.24	15.52
EUR	91,865	Jupiter Global Fd (The) European Growth I Cap	3,008,175.01	3,163,830.60	9.84
EUR	175,026	Odey Investment Fds Plc European Focus A EUR Dist	2,711,009.60	2,940,436.80	9.14
EUR	1,566	Pioneer Fds European Equity Target Income I Cap	1,915,938.36	1,808,964.90	5.63
EUR	1,597,159	Threadneedle Inv Fds Pan European Sm Cies Intl EUR Cap	3,007,040.31	3,749,650.18	11.66
Total investment funds (UCITS)			27,740,501.46	29,965,441.94	93.17
Tracker funds (UCITS)					
EUR	62,251	iShares STOXX Europe 600 UCITS ETF (DE) Dist	2,144,691.34	2,067,978.22	6.43
Total tracker funds (UCITS)			2,144,691.34	2,067,978.22	6.43
Total investments in securities			29,885,192.80	32,033,420.16	99.60
Cash at banks				206,966.95	0.64
Other net assets/(liabilities)				-77,848.50	-0.24
Total				32,162,538.61	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 30 June 2016

Industrial classification

(in percentage of net assets)

Investment funds	99.60 %
Total	<u>99.60 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Luxembourg	72.37 %
United Kingdom	11.66 %
Ireland	9.14 %
Germany	<u>6.43 %</u>
Total	<u>99.60 %</u>

KBL Key Fund - Global Emerging

Statement of net assets (in USD)

as at 30 June 2016

Assets

Securities portfolio at market value	20,005,832.35
Cash at banks	261,458.03
Other income receivable	12,909.35
Total assets	20,280,199.73

Liabilities

Expenses payable	61,046.80
Total liabilities	61,046.80
Net assets at the end of the period	20,219,152.93

Number of shares outstanding	30,018.760
Net asset value per share	532.29
Number of shares in EUR outstanding	7,966.624
Net asset value per share in EUR	EUR 479.80

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

KBL Key Fund - Global Emerging

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

from 1 January 2016 to 30 June 2016

Income

Dividends, net	9,234.06
Commissions received	7,703.01
Total income	16,937.07

Expenses

Management fees	115,874.18
Depository fees	5,229.46
Banking charges and other fees	9,068.04
Transaction fees	6,730.30
Central administration costs	21,481.18
Professional fees	4,370.98
Other administration costs	23,957.54
Subscription duty ("taxe d'abonnement")	1,898.06
Interest paid on bank overdrafts	313.52
Other expenses	4,766.70
Total expenses	193,689.96

Net investment loss	-176,752.89
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Net realised gain/(loss)

- on securities portfolio	-635,377.95
- on foreign exchange	-3,214.09
Realised result	-815,344.93

Net variation of the unrealised gain/(loss)

- on securities portfolio	1,578,119.68
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Result of operations	762,774.75
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Subscriptions	1,012,078.12
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Redemptions	-2,364,381.97
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Total changes in net assets	-589,529.10
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Total net assets at the beginning of the period	20,808,682.03
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Total net assets at the end of the period	20,219,152.93
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Global Emerging

Statistical information (in USD)

as at 30 June 2016

Total net assets

- as at 30.06.2016	20,219,152.93
- as at 31.12.2015	20,808,682.03
- as at 31.12.2014	32,849,852.52

Number of shares

- outstanding at the beginning of the period	33,121.425
- issued	569.500
- redeemed	-3,672.165
- outstanding at the end of the period	30,018.760

Net asset value per share

- as at 30.06.2016	532.29
- as at 31.12.2015	511.19
- as at 31.12.2014	579.24

Synthetic TER per share (in %)

- as at 30.06.2016	3.19
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Number of shares in EUR

- outstanding at the beginning of the period	7,585.109
- issued	1,402.879
- redeemed	-1,021.364
- outstanding at the end of the period	7,966.624

Net asset value per share in EUR

- as at 30.06.2016	EUR 479.80
- as at 31.12.2015	EUR 470.71
- as at 31.12.2014	EUR 478.51

Synthetic TER per share in EUR (in %)

- as at 30.06.2016	3.18
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund - Global Emerging

Statement of investments and other net assets (in USD)

as at 30 June 2016

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
Investments in securities					
Open-ended investment funds					
Investment funds (UCITS)					
EUR	212	Aberdeen Global Eastern European Equity Fd I2 Cap	484,214.12	477,520.67	2.36
EUR	5,030	BlackRock Global Fds Emerging Europe D2 EUR Cap	525,287.97	474,826.20	2.35
EUR	3,837	Carmignac Portfolio Emerging Discovery F EUR Cap	564,792.55	524,561.50	2.59
EUR	7,539	GemEquity I Cap	986,684.76	1,021,634.09	5.05
			2,560,979.40	2,498,542.46	12.35
USD	174	Amundi Fds Equity Latin America IU Cap	688,488.14	646,110.72	3.20
USD	31,363	Comgest Growth Plc Emerging Mks I USD Cap	1,133,899.38	1,024,942.84	5.07
USD	7,760	Fidelity Active Strategy Emerging Mks Fd Y USD Cap	1,094,761.47	983,036.80	4.86
USD	105,867	Fidelity Fds Asia Focus Y USD Cap	1,063,825.29	1,009,971.18	5.00
USD	46,610	Fidelity Fds China Consumer Y ACC USD Cap	584,243.99	628,302.80	3.11
USD	162,114	First State GI Umbrella Fd Plc Asian Growth VI USD Cap	1,775,097.55	1,698,954.72	8.40
USD	19,275	HSBC Global Inv Fds Asia ex Japan Eq Sm Cies I Cap	1,124,145.00	1,142,795.48	5.65
USD	7,701	HSBC Global Inv Fds Frontier Markets I Cap	1,045,842.53	1,008,453.65	4.99
USD	70,949	HSBC Global Inv Fds Latin American Equity IC USD Cap	928,304.73	845,641.13	4.18
USD	14,320	Invesco Fds Asia Opportunities Equity C USD Cap	1,669,439.52	1,652,528.00	8.17
USD	147,622	Invesco Fds Ser Asian Equity C USD Cap	1,733,628.21	1,629,746.88	8.06
USD	37,698.079	JPMorgan Fds Africa Equity C perf USD Cap	545,062.50	401,861.52	1.99
USD	25,288	JPMorgan Fds Latin America Equity C Cap	635,964.72	629,165.44	3.11
USD	29,380	Kotak Fds India Growth I Cap	383,372.02	470,127.01	2.33
USD	29,126.893	Magna Umbrella Fd Plc MENA G USD Cap	418,755.89	416,485.44	2.06
USD	5,100	New Capital UCITS Fd Plc China Equity Istl Cap	773,568.00	617,457.00	3.05
USD	759.6464	Polunin Fds Developing Countries A Dist	670,938.86	581,797.98	2.88
USD	4,771	Schroder Intl Selection Fd Asian Total Return C Cap	1,071,782.51	1,023,430.55	5.06
			17,341,120.31	16,410,809.14	81.17
Total investment funds (UCITS)			19,902,099.71	18,909,351.60	93.52
Tracker funds (UCITS)					
USD	8,670	HSBC ETFs Plc MSCI South Africa Dist	502,833.57	390,713.55	1.93
USD	20,980	iShares Plc MSCI Korea UCITS ETF (Dist) Dist	635,926.80	705,767.20	3.49
Total tracker funds (UCITS)			1,138,760.37	1,096,480.75	5.42
Total investments in securities			21,040,860.08	20,005,832.35	98.94
Cash at banks				261,458.03	1.29
Other net assets/(liabilities)				-48,137.45	-0.23
Total				20,219,152.93	100.00

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

Industrial and geographical classification of investments

as at 30 June 2016

Industrial classification

(in percentage of net assets)

Investment funds	98.94 %
Total	<u>98.94 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Luxembourg	61.83 %
Ireland	32.06 %
France	<u>5.05 %</u>
Total	<u>98.94 %</u>

KBL Key Fund - Natural Resources Equities

Statement of net assets (in EUR)

as at 30 June 2016

Assets

Securities portfolio at market value	9,929,993.56
Cash at banks	156,656.68
Other income receivable	20,892.90
Total assets	10,107,543.14

Liabilities

Payable on redemptions of shares	16,321.80
Interest payable on bank overdrafts	12.46
Expenses payable	34,213.48
Total liabilities	50,547.74

Net assets at the end of the period	10,056,995.40
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Number of shares outstanding	18,430.818
Net asset value per share	374.53

Number of shares in USD outstanding	11,071.964
Net asset value per share in USD	USD 316.03

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 2016 to 30 June 2016

Income

Dividends, net	38,560.32
Commissions received	23,505.62
Total income	62,065.94

Expenses

Management fees	74,008.91
Depositary fees	3,280.04
Banking charges and other fees	1,548.69
Transaction fees	8,467.93
Central administration costs	17,398.13
Professional fees	1,087.66
Other administration costs	18,774.21
Subscription duty ("taxe d'abonnement")	1,321.52
Interest paid on bank overdrafts	88.32
Other expenses	2,996.03
Total expenses	128,971.44

Net investment loss	-66,905.50
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Net realised gain/(loss)

- on securities portfolio	153,331.73
- on foreign exchange	-2,991.82
Realised result	83,434.41

Net variation of the unrealised gain/(loss)

- on securities portfolio	1,055,419.40
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Result of operations	1,138,853.81
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Subscriptions	26,140.32
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Redemptions	-4,090,666.31
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Total changes in net assets	-2,925,672.18
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Total net assets at the beginning of the period	12,982,667.58
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Total net assets at the end of the period	10,056,995.40
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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 30 June 2016

Total net assets

- as at 30.06.2016	10,056,995.40
- as at 31.12.2015	12,982,667.58
- as at 31.12.2014	19,370,818.60

Number of shares

- outstanding at the beginning of the period	26,249.265
- issued	0.000
- redeemed	-7,818.447
- outstanding at the end of the period	18,430.818

Net asset value per share

- as at 30.06.2016	374.53
- as at 31.12.2015	339.51
- as at 31.12.2014	399.70

Synthetic TER per share (in %)

- as at 30.06.2016	3.02
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Number of shares in USD

- outstanding at the beginning of the period	15,764.257
- issued	108.000
- redeemed	-4,800.293
- outstanding at the end of the period	11,071.964

Net asset value per share in USD

- as at 30.06.2016	USD 316.03
- as at 31.12.2015	USD 280.45
- as at 31.12.2014	USD 368.02

Synthetic TER per share in USD (in %)

- as at 30.06.2016	3.02
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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 30 June 2016

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	145,282	BlackRock Global Fds World Energy D2 EUR Cap	1,071,031.09	768,541.78	7.64
EUR	9,694	Carmignac Portfolio Commodities F EUR Cap	971,644.84	954,568.18	9.49
EUR	4,896	Deutsche Invest I Global Agribusiness FC Cap	712,606.07	639,613.44	6.36
EUR	1,002,474	First State Inv ICVC Global Resources Fd A EUR Cap	819,073.21	630,556.15	6.27
EUR	59,044	Guinness Asset Mgt Fd Plc Global Energy D EUR Dist	669,192.17	600,884.88	5.98
EUR	11,111	Petercam B Fd SA Equities Agrivalue B Cap	1,283,899.26	1,356,097.55	13.48
EUR	176	Pioneer Fds FCP Global Ecology Units H Cap	208,885.42	222,537.92	2.21
EUR	122,672	T.Rowe Price Fds Scv GI Natural Resources Eq Q EUR Cap	1,273,071.03	1,387,420.32	13.80
EUR	3,285	Tocqueville Gold I-N Cap	203,745.96	269,961.30	2.69
			7,213,149.05	6,830,181.52	67.92
USD	30,899	BlackRock Global Fds New Energy D2 Cap	171,069.46	226,158.18	2.25
USD	42,537	BlackRock Global Fds World Mining A2 Cap	1,549,021.37	1,106,560.14	11.00
USD	2,532	Investec Global Strateg Fd Energy A Inc Dist	674,611.71	477,003.79	4.74
			2,394,702.54	1,809,722.11	17.99
Total investment funds (UCITS)			9,607,851.59	8,639,903.63	85.91
Tracker funds (UCITS)					
EUR	31,189	iShares STOXX Eu 600 Oil&Gas UCITS ETF (DE) Dist	933,387.86	911,030.69	9.06
EUR	13,062	iShares STOXX Europe 600 Basic Res UCITS ETF (DE) Dist	539,195.44	379,059.24	3.77
Total tracker funds (UCITS)			1,472,583.30	1,290,089.93	12.83
Total investments in securities			11,080,434.89	9,929,993.56	98.74
Cash at banks				156,656.68	1.56
Other net assets/(liabilities)				-29,654.84	-0.30
Total				10,056,995.40	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 30 June 2016

Industrial classification

(in percentage of net assets)

Investment funds	98.74 %
Total	<u>98.74 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Luxembourg	57.49 %
Belgium	13.48 %
Germany	12.83 %
United Kingdom	6.27 %
Ireland	5.98 %
France	2.69 %
Total	<u>98.74 %</u>

KBL Key Fund - North America

Statement of net assets (in USD)

as at 30 June 2016

Assets

Securities portfolio at market value	18,311,479.00
Cash at banks	2,247,269.49
Income receivable on portfolio	6,810.68
Other income receivable	4,926.72
	<hr/>
Total assets	20,570,485.89

Liabilities

Payable on redemptions of shares	1,773.15
Interest payable on bank overdrafts	9.16
Unrealised loss on forward foreign exchange contracts	26,500.29
Expenses payable	59,284.41
	<hr/>
Total liabilities	87,567.01

Net assets at the end of the period	<hr/> 20,482,918.88 <hr/>
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Number of shares outstanding	30,336.512
Net asset value per share	618.42

Number of shares in EUR outstanding	2,802.685
Net asset value per share in EUR	EUR 553.90

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 2016 to 30 June 2016

Income

Dividends, net	13,795.07
Commissions received	3,869.09
Total income	17,664.16

Expenses

Management fees	118,565.06
Depository fees	5,301.26
Banking charges and other fees	1,025.07
Transaction fees	13,347.19
Central administration costs	24,184.04
Professional fees	2,223.34
Other administration costs	23,670.40
Subscription duty ("taxe d'abonnement")	2,083.76
Interest paid on bank overdrafts	373.71
Other expenses	5,453.09
Total expenses	196,226.92

Net investment loss	-178,562.76
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Net realised gain/(loss)

- on securities portfolio	1,080,191.05
- on forward foreign exchange contracts	23,199.44
- on foreign exchange	4,752.69
Realised result	929,580.42

Net variation of the unrealised gain/(loss)

- on securities portfolio	-1,876,360.24
- on forward foreign exchange contracts	-15,329.91
Result of operations	-962,109.73

Subscriptions	2,408,237.60
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Redemptions	-5,868,045.85
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Total changes in net assets	-4,421,917.98
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Total net assets at the beginning of the period	24,904,836.86
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Total net assets at the end of the period	20,482,918.88
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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 30 June 2016

Total net assets

- as at 30.06.2016	20,482,918.88
- as at 31.12.2015	24,904,836.86
- as at 31.12.2014	37,506,943.21

Number of shares

- outstanding at the beginning of the period	37,405.745
- issued	2,667.919
- redeemed	-9,737.152
- outstanding at the end of the period	30,336.512

Net asset value per share

- as at 30.06.2016	618.42
- as at 31.12.2015	633.96
- as at 31.12.2014	660.68

Synthetic TER per share (in %)

- as at 30.06.2016	3.00
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Number of shares in EUR

- outstanding at the beginning of the period	1,918.212
- issued	1,279.736
- redeemed	-395.263
- outstanding at the end of the period	2,802.685

Net asset value per share in EUR

- as at 30.06.2016	EUR 553.90
- as at 31.12.2015	EUR 571.69
- as at 31.12.2014	EUR 601.32

Synthetic TER per share in EUR (in %)

- as at 30.06.2016	3.00
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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 30 June 2016

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
Investments in securities					
Open-ended investment funds					
Investment funds (UCITS)					
EUR	1,286	Degroof Equities US Behavioral Value Benelux Istl	1,210,501.43	1,608,020.50	7.85
EUR	4,399	Legg Mason Global Fds Plc Royce US Small Cap Opp Pre EUR Cap	973,847.11	970,340.23	4.74
			2,184,348.54	2,578,360.73	12.59
USD	93,545	AB SICAV I SICAV Select US Equity Ptf C USD Cap	2,016,605.80	2,077,634.45	10.14
USD	203,992	Fidelity Fds America Y-ACC-USD Cap	2,713,527.96	3,610,658.40	17.63
USD	113,501	GAM Star Fd Plc Capital Appreciation US Equity Istl USD Cap	1,640,367.82	1,688,361.43	8.24
USD	10,166	Legg Mason Global Fds Plc ClearBridge US AgGr Cap	2,194,174.30	1,969,459.18	9.62
USD	12,448	Robeco Capital Gh Fds US Premium Equities I USD Cap	2,035,458.03	2,793,580.16	13.64
USD	8,894	Schroder Intl Sel Fd US Sm & Mid Cap Equity B Cap	1,974,539.81	2,087,833.59	10.19
USD	7,177	Wells Fargo (Lux) Worldwide Fd US All Cap Gh I USD Cap	1,026,251.77	1,505,591.06	7.35
			13,600,925.49	15,733,118.27	76.81
Total investments in securities			15,785,274.03	18,311,479.00	89.40
Cash at banks				2,247,269.49	10.97
Other net assets/(liabilities)				-75,829.61	-0.37
Total				20,482,918.88	100.00

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

Industrial and geographical classification of investments

as at 30 June 2016

Industrial classification

(in percentage of net assets)

Investment funds	89.40 %
Total	<u>89.40 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Luxembourg	58.95 %
Ireland	22.60 %
Belgium	<u>7.85 %</u>
Total	<u>89.40 %</u>

Note 1 - Significant accounting policies

a) Presentation of the financial statements

The financial statements of the Sicav are drawn up 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 shall be 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.

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 formation costs in relation to the launch of the new sub-fund are charged to this sub-fund alone and may be amortised over a maximum of 5 years with effect from the sub-fund's launch date.

KBL Key Fund

Notes to the financial statements (continued)

as at 30 June 2016

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	=	1.1094000	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 assets 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.

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 fees 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	0.15%
- KBL Key Fund - Natural Resources Equities	0.35%
- KBL Key Fund - North America	0.05%

Notes to the financial statements (continued)

as at 30 June 2016

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.

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.

KBL Key Fund

Notes to the financial statements (continued)

as at 30 June 2016

Note 8 - Forward foreign exchange contracts

As at 30 June 2016, the outstanding forward foreign exchange contracts with KBL EUROPEAN PRIVATE BANKERS S.A., Luxembourg were 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	50,000.00	USD	56,565.00	15.07.2016	-1,073.74
EUR	1,540,000.00	USD	1,734,656.00	15.07.2016	-25,525.28
USD	83,013.75	EUR	75,000.00	15.07.2016	-223.14
USD	28,067.50	EUR	25,000.00	15.07.2016	321.87
					<u>-26,500.29</u>

Note 9 - Statement of changes in the investment 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.