



KBL KEY FUND

**Audited annual report
as at 31 December 2009**

Société d'investissement à capital variable au Luxembourg

RCS No B 63.616 VAT No 21642162

No subscription can be received on the basis of this financial report. Subscriptions are only valid if made on the basis of the current complete prospectus, the simplified prospectus supplemented by the subscription form the latest annual report and the most recent half-yearly report, if published thereafter.

KBL Key Fund

CONTENTS

ORGANISATION	4
General information	7
Report of the Board of Directors.....	10
Independent auditor's report.....	12
Consolidated statement of net assets.....	14
Consolidated statement of operations and other changes in net assets.....	15
KBL Key Fund - Far East	16
Statement of net assets	16
Statement of operations and other changes in net assets	17
Statistical information.....	18
Statement of investments and other net assets	19
Industrial classification and geographical classification of investments	20
KBL Key Fund - Europe	21
Statement of net assets	21
Statement of operations and other changes in net assets	22
Statistical information.....	23
Statement of investments and other net assets	24
Industrial classification and geographical classification of investments	25
KBL Key Fund - European Small Companies	26
Statement of net assets	26
Statement of operations and other changes in net assets	27
Statistical information.....	28
Statement of investments and other net assets	29
Industrial classification and geographical classification of investments	30
KBL Key Fund - Eastern Europe	31
Statement of net assets	31
Statement of operations and other changes in net assets	32
Statistical information.....	33
Statement of investments and other net assets	34
Industrial classification and geographical classification of investments	35
KBL Key Fund - Major Emerging Markets	36
Statement of net assets	36
Statement of operations and other changes in net assets	37
Statistical information.....	38
Statement of investments and other net assets	40
Industrial classification and geographical classification of investments	41
KBL Key Fund - Natural Resources Equities	42
Statement of net assets	42
Statement of operations and other changes in net assets	43
Statistical information.....	44
Statement of investments and other net assets	46

KBL Key Fund

CONTENTS (continued)

Industrial classification and geographical classification of investments	47
KBL Key Fund - North America.....	48
Statement of net assets	48
Statement of operations and other changes in net assets	49
Statistical information.....	50
Statement of investments and other net assets	52
Industrial classification and geographical classification of investments	53
Notes to the financial statements	54

KBL Key Fund

ORGANISATION

Board of Directors

Chairman:

Mr Jean-Paul LOOS

Administrateur-Directeur
KBL European Private Bankers S.A.
43, boulevard Royal
L-2955 Luxembourg

Directors:

Mr Serge D'ORAZIO

Sous-Directeur
KBL European Private Bankers S.A.
43, boulevard Royal
L-2955 Luxembourg

Mr Rafik FISCHER

Directeur
KBL European Private Bankers S.A.
43, boulevard Royal
L-2955 Luxembourg

Management Company

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

Board of Directors of the Management Company

Chairman:

Mr Jean-Paul LOOS

Directors:

Mr Olivier DE JAMBLINNE DE MEUX

Mr Rafik FISCHER

Mr Frank SARRE

Conducting officers of the Management Company

Mr Wouter GESQUIERE

Mr Frank SARRE

KBL Key Fund

Organisation (continued)

Custodian bank

KBL European Private Bankers S.A.
43, boulevard Royal, L-2955 Luxembourg

Domiciliary, administrative, registrar and transfer agent

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

Independent auditor

DELOITTE S.A.
560, rue de Neudorf, L-2220 Luxembourg

Central correspondent in France

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

Representative and paying agent in Switzerland

KBL (Switzerland) Ltd
7, boulevard Georges Favon, CH-1211 Geneva 11

Representative and paying agent in the Netherlands

THEODOOR GILISSEN BANKIERS N.V.
Nieuwe Doelenstraat 12-14, CP 1012, Postbus 567, NL-1000 AN Amsterdam

Representative and paying agent in the Grand Duchy of Luxembourg

KBL European Private Bankers S.A.
43, boulevard Royal, L-2955 Luxembourg

KBL Key Fund

Organisation (continued)

Information and paying agent in Germany

MERCK FINCK & CO
16 Pacellistrasse, D-80333 Munich

Financial services in Belgium

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

KBL Key Fund

General information

KBL Key Fund (hereinafter the "Sicav") is a Luxembourg variable capital investment company (Sicav), incorporated in accordance with the legislation of the Grand Duchy of Luxembourg on undertakings for collective investment under Part I of the amended Law of 20 December 2002, whose investment policy makes provision for the net assets to be invested in other undertakings for collective investment in transferable securities (UCITS).

KBL Key Fund was originally constituted in 1990 as an investment fund by KB Lux Key Fund Management S.A. ("Management Company"). On 13 March 1998 the shareholders of the investment fund, pursuant to Article 110 (2) of the amended Law of 30 March 1988 on undertakings for collective investment, decided to transform the collective investment fund into a variable capital investment company (Sicav).

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.

The complete and simplified prospectus, 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.

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

The subscription and redemption price are held at the registered office of the Sicav.

Additional information for investors in Switzerland:

Supplementary information for Swiss investors concerning the SFA guidelines of 7 June 2005 on the transparency with regard to management fee:

We received from the Sicav's Board of Directors the description of the following inducements included in the distribution and the sub-agency agreements signed by the two exclusive distributors and their sub-agents:

- "Loyalty commission" paid to the distribution sub-agents, out of the management fee received by the Management Company, proportional to the average amount invested and held in the Sicav by these sub-agents;
- "Trading commission" paid to the distribution sub-agents, subsidiaries of KBL European Private Bankers S.A., out of the income generated by the transactions transmitted to the KBL European Private Bankers S.A. Trading Room, pro rata to the amounts held in the Sicav by the related party sub-agents.

KBL Key Fund

General information (continued)

Additional information for investors in Germany:

1. The paying and information agent in the Federal Republic of Germany is MERCK FINCK & Co, 16 Pacellistrasse, D-80333 Munich.
2. Redemptions to Shareholders will be in the currency of the sub-funds. Redemption and conversion orders for shares may be submitted to the German Paying Agent. Redemption and conversion orders, if they are addressed to the Company or the Paying Agent in Germany, must arrive no later than 5.00 p.m. Luxembourg time on the Transaction Day preceding the Valuation Day. Both the simplified and the complete Prospectus, the Articles of Incorporation of the Sicav, the half-yearly and audited annual reports, as well as the subscription, conversion and redemption prices may be obtained by Shareholders free of charge at MERCK FINCK & Co. In addition, the Custodian and Paying Agent Agreements with KBL European Private Bankers S.A., Luxembourg, the Domiciliary Agreement, the Administrative Agent Agreement, the Registrar & Transfer Agent Agreement with KREDIETRUST LUXEMBOURG S.A. and the Investment Management Agreement with KREDIETRUST LUXEMBOURG S.A. may be inspected there.
3. All payments by the Sicav to Shareholders in the Federal Republic of Germany (proceeds of redemptions, any distributions and other payments) may be transferred via the Paying Agent MERCK FINCK & Co. Publication in the Federal Republic of Germany of subscription and redemption prices and any other important information to Shareholders will be in the "*Handelsblatt*".
4. KBL Key Fund intends to fulfil its obligations to provide information which is included in the requirements for taxation of Shareholders subject to taxation in the Federal Republic of Germany pursuant to Section 5 of the German Investment Tax Act (InvStG) but assumes no liability for doing so. The Prospectus does not provide any information on the German taxation of Shareholders in respect of shares in KBL Key Fund. It should, however, be noted that distributions by the Sicav, income allocated for tax purposes but not distributed (including profits) in the Sicav, and the proceeds from the sale, conversion or redemption of shares and from the assignment of claims arising from the shares and equivalent cases are subject in the Federal Republic of Germany to taxation at the legally prescribed rates and may also be subject to a deduction of tax (investment income tax plus solidarity surcharge). Moreover, any other (German or non-German) taxation must be observed.

Investors are recommended to contact their tax advisor in respect of taxation details relating to shares in KBL Key Fund.

KBL Key Fund

General information (continued)

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..

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.

KBL Key Fund

Report of the Board of Directors

KBL Key Fund - Far East

KBL Key Fund - Far East delivered 62.2% in USD in 2009 slightly underperforming its benchmark (MSCI Far East ex-Japan did 65% in USD). The Chinese economy was really lifted by the strong monetary and fiscal easing and this government support spread nicely all around the region. Asian economies showed their ability to overcome the crisis, backed by the booming Chinese economy and are really well positioned for the future: domestic demand is surging, the level of debt is still really on both domestic and corporate side.

The underlying managers of the Sicav had a really good run in 2009 mainly through their smart stock picking ability, especially in the frontier markets of this region. The Sicav remained very well diversified, having on board 10 management teams on average. All these teams were among the best performers in the region.

KBL Key Fund - Europe

European markets experienced a very volatile year 2009. Markets went dramatically down from 1st January 2009 to 9th March 2009 (-20.5%). The rebound which started on 10th March 2009 was impressive, given that the year finished with a positive performance of +27.15% (dividend not reinvested). The months from March to June were characterized by a rally from the low quality stocks (high debt levels, no strong cash flows, uncertain future, etc.). A lot of funds missed that rebound.

That is why KBL Key Fund - Europe lagged the benchmark. Another reason was that we kept a defensive profile until May-June 2009 (beta <0.9) in a bull market.

KBL Key Fund - European Small Companies

Same pattern for KBL Key Fund - European Small Companies markets. The index went down -13.85% between 1st January 2009 and 9th March 2009. In the same way, the market experienced a spectacular rebound afterwards, finishing the year at +54.28%.

Again, from March to June, low quality stocks (like Irish Banks, nearly bankrupt) rallied. In the same way, few funds captured the rebound, explaining why a lot were far behind the benchmark at the end of 2009. That is why the Key Fund lagged its benchmark a little..

KBL Key Fund - Eastern Europe

After a very tough 2008, the Eastern European region, and particularly Russia, was one of the best equity market performers in 2009. Main Russian equity indices rebounded more than 100% in USD terms followed closely by Turkish equity markets (+97%). The other countries of the region, namely Hungary, the Czech Republic and Poland, recovered nicely too with performances of 77%, 20% and 42%, respectively. Broad indices covering the region, like the MSCI Emerging Europe Equity Index, made roughly 80% in USD while the KBL Key Fund - Eastern Europe made 108% in USD, outperforming its benchmark index by nearly 30%. Late in the year, we positioned the fund tactically to benefit from the one shot re-rating of the Turkish market. Our focus on large capitalization companies during this unprecedented rally was also a major contributor to outperformances. Finally, our funds selection helped in generating alpha.

KBL Key Fund

Report of the Board of Directors (continued)

KBL Key Fund - Major Emerging Markets

Like many other markets KBL Key Fund - Major Emerging Markets had a very challenging 2009, characterised by a V-curve. Indeed, until March, markets went down by -16.22%, before finishing the year at +74.50%.

Major rallies were observed in the BRIC countries: in Russia, the market rallied by +100% , in India by +91%, in Brazil by +121%. Only China was slightly behind with +58%.

KBL Key Fund - Natural Resources Equities

The 2008 commodities correction caused by global macroeconomic growth concerns and rising spare capacity, led to a substantial rebound in 2009 as these concerns eased. The financial community again realized that this asset class is very well positioned for a global recovery with strong long-term fundamentals such as emerging economies' industrialisation structurally rising production costs, and scarcity of resources becoming more apparent in many segments.

Mining stocks were among the best performers, with MSCI World Metals and Mining Index providing, nearly 80% of performance in USD in 2009. Oil and Gas equity exposure measured by the MSCI World Energy went up 23% in USD, Alternative Energy index rose 25% measured by S&P Global Alternative Energy in USD and Agriculture equity exposure rallied nicely too ranging from 30% to 50% in USD throughout the year.

In this context, KBL Key Fund - Natural Resources Equities, which is a highly diversified product, investing across a wide variety of equities related to commodities posted a performance of 45.82% in USD and 41.44% in EUR outperforming the stated benchmark (30% MSCI World + 70% GS Natural Resources), the latter having 33.53% in USD and 29.52% in EUR.

KBL Key Fund - North America

US markets had a very volatile year as well. From January 2009 until 9th March 2009, US markets went down -24.46%, followed by an impressive rebound finishing the year at +24.20%.

The Fund was able to beat the benchmark in both environments given a less defensive profile and above all, an exposure towards more thematic funds (Energy, Telecom, Stock Exchanges, etc...). This helped KBL Key Fund - North America outperforming in 2009.

Luxembourg,

The Board of Directors

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



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Independent auditor's report

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 2009 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.

Board of Directors of the Sicav's responsibility 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 the Luxembourg legal and regulatory requirements relating to the preparation of the financial statements. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Responsibility of the réviseur d'entreprises

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 by the *Institut des Réviseurs d'Entreprises*. 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 judgement of the réviseur d'entreprises, 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 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.



Independent auditor's report (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 2009, and of the results of their operations and changes in their net assets for the year then ended in accordance with the 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.

Deloitte S.A.

Réviseur d'entreprises

Philippe Lenges

Partner

2 April 2010

560, rue de Neudorf

L-2220 LUXEMBOURG

KBL Key Fund

Consolidated statement of net assets

as at 31 December 2009

(in EUR)

Assets

Securities portfolio at market value	389,866,722.90
Cash at banks	1,590,146.49
Receivable on sales of securities	535,457.67
Receivable on issues of shares	680,515.88
Income receivable on portfolio	9,438.51
Other income receivable	469,712.45
Prepaid expenses	43,171.92
Total assets	393,195,165.82

Liabilities

Bank liabilities	242,039.48
Payable on redemptions of shares	447,168.67
Unrealised loss on forward foreign exchange contracts	157,450.84
Interest on bank liabilities and expenses payable	1,231,090.19
Total liabilities	2,077,749.18
Net assets at the end of the year	391,117,416.64

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

KBL Key Fund

Consolidated statement of operations and other changes in net assets

from 1 January to 31 December 2009

(in EUR)

Income

Dividends, net	1,196,657.91
Interest on bank accounts	6,001.50
Received commissions	1,747,729.17
Other income	89,583.83
Total income	3,039,972.41

Expenses

Management fees	3,735,813.30
Custodian fees	159,934.91
Banking charges and other fees	7,137.88
Central administration costs	449,594.11
Audit fees	71,392.31
Other administration costs	303,279.46
Subscription duty ("taxe d'abonnement")	79,386.71
Other taxes	3,143.73
Interest paid on bank liabilities	22,790.19
Other expenses	10,118.77
Total expenses	4,842,591.37

Net investment income	-1,802,618.96
-----------------------	---------------

Net realised gain/(loss)

- on securities portfolio	-63,230,659.86
- on forward foreign exchange contracts	496,267.83
- on foreign exchange	285,030.64
Realised result	-64,251,980.35

Net variation of the unrealised gain/(loss)

- on securities portfolio	189,890,777.85
- on forward foreign exchange contracts	-529,966.90
Result of operations	125,108,830.60

Subscriptions	101,958,279.04
Redemptions	-95,681,817.20

Total changes in net assets	131,385,292.44
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Total net assets at the beginning of the year	262,911,043.70
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Revaluation difference	-3,178,919.50
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Total net assets at the end of the year	391,117,416.64
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund

Far East

Statement of net assets

as at 31 December 2009
(in USD)

Assets

Securities portfolio at market value	17,364,173.59
Cash at banks	37,273.34
Other income receivable	21,841.11
Prepaid expenses	2,048.42
Total assets	17,425,336.46

Liabilities

Payable on redemptions of shares	2,901.30
Interest on bank liabilities and expenses payable	56,800.19
Total liabilities	59,701.49
Net assets at the end of the year	17,365,634.97
Number of shares outstanding	11,864.919
Net asset value per share	1,463.61

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

KBL Key Fund

Far East

Statement of operations and other changes in net assets

from 1 January to 31 December 2009
(in USD)

Income

Dividends, net	43,374.72
Interest on bank accounts	51.68
Received commissions	113,199.82
Total income	156,626.22

Expenses

Management fees	185,797.97
Custodian fees	7,615.67
Banking charges and other fees	377.00
Central administration costs	46,770.90
Audit fees	3,348.76
Other administration costs	22,638.19
Subscription duty ("taxe d'abonnement")	3,184.90
Other taxes	1,260.94
Interest paid on bank liabilities	749.22
Other expenses	970.49
Total expenses	272,714.04

Net investment income	-116,087.82
-----------------------	-------------

Net realised gain/(loss)

- on securities portfolio	-2,559,342.21
- on foreign exchange	1,136.97
Realised result	-2,674,293.06

Net variation of the unrealised gain/(loss)

- on securities portfolio	9,817,028.12
Result of operations	7,142,735.06

Subscriptions	678,315.33
---------------	------------

Redemptions	-3,204,557.14
-------------	---------------

Total changes in net assets	4,616,493.25
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Total net assets at the beginning of the year	12,749,141.72
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Total net assets at the end of the year	17,365,634.97
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund

Far East

Statistical information

as at 31 December 2009
(in USD)

Total net assets

- as at 31.12.2009	17,365,634.97
- as at 31.12.2008	12,749,141.72
- as at 31.12.2007	40,321,864.32

Portfolio Turnover Rate (in %)

(subscriptions and redemptions are netted by NAV calculation)

- as at 31.12.2009	34.34
--------------------	-------

Number of shares

- outstanding at the beginning of the year	14,131.009
- issued	552.956
- redeemed	-2,819.046
- outstanding at the end of the year	11,864.919

Net asset value per share

- as at 31.12.2009	1,463.61
- as at 31.12.2008	902.21
- as at 31.12.2007	1,910.33

Performance of share (in %)

- as at 31.12.2009	62.22
- as at 31.12.2008	-52.77
- as at 31.12.2007	29.12

Synthetic TER per share (in %)

- as at 31.12.2009	3.23
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Annual returns were calculated for the last 3 consecutive fiscal years. For sub-funds / share types launched or liquidated during the fiscal year, the corresponding annual return has not been calculated.

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

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

KBL Key Fund

Far East

Statement of investments and other net assets

as at 31 December 2009

(in USD)

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Open-ended investment funds</u>					
<u>Investment funds (UCITS)</u>					
GBP	34,800	Aberdeen GI SICAV Asian Smaller Co Fd D2 Cap	549,289.07	900,583.35	5.19
USD	97,800	Asia Pacific Performance SICAV D USD Cap	3,316,860.18	3,379,968.00	19.46
USD	15,600	Fidelity Fds SICAV China Focus A USD Dist	903,647.94	678,288.00	3.91
USD	187,600	Fidelity Fds South East Asia Y ACC USD Cap	1,164,159.15	1,493,108.40	8.60
USD	32,090	Invesco Fds Asia Opportunities Equity A Cap	2,780,978.29	2,727,329.10	15.70
USD	502,535.29	Invesco Fds Ser Asian Equity Fd A	1,694,978.85	2,417,194.74	13.92
USD	9,200	Legg Mason Global Fds Plc Batterymarch Asia Pac Eq A Dist	2,249,528.12	1,750,576.00	10.08
USD	27,600	Schroder Intl Select Fd SICAV Emerging Asia C Cap	609,588.26	644,460.00	3.71
USD	410,300	Traditional Fds Plc Emerging Asia B Cap USD	2,002,783.47	3,372,666.00	19.42
			<u>14,722,524.26</u>	<u>16,463,590.24</u>	<u>94.80</u>
Total investments in securities			15,271,813.33	17,364,173.59	99.99
Cash at banks				37,273.34	0.21
Other net assets/(liabilities)				-35,811.96	-0.20
Total				<u>17,365,634.97</u>	<u>100.00</u>

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

KBL Key Fund

Far East

Industrial classification and geographical classification of investments as at 31 December 2009

Industrial classification

(in percentage of net assets)

Investment funds	99.99 %
Total	<u>99.99 %</u>

Geographical classification

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

Grand Duchy of Luxembourg	56.57 %
Ireland	<u>43.42 %</u>
Total	<u>99.99 %</u>

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

KBL Key Fund

Europe

Statement of net assets

as at 31 December 2009
(in EUR)

Assets

Securities portfolio at market value	85,820,798.69
Cash at banks	839,338.71
Other income receivable	112,740.38
Prepaid expenses	11,839.32
Total assets	86,784,717.10

Liabilities

Payable on redemptions of shares	214,558.26
Interest on bank liabilities and expenses payable	293,246.88
Total liabilities	507,805.14
Net assets at the end of the year	86,276,911.96
Number of shares outstanding	133,958.074
Net asset value per share	644.06

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

KBL Key Fund

Europe

Statement of operations and other changes in net assets

from 1 January to 31 December 2009
(in EUR)

Income

Dividends, net	420,174.08
Interest on bank accounts	3,120.74
Received commissions	467,607.57
Other income	89,583.83
Total income	980,486.22

Expenses

Management fees	1,022,083.21
Custodian fees	42,593.96
Banking charges and other fees	2,761.74
Central administration costs	103,448.67
Audit fees	20,072.13
Other administration costs	76,108.96
Subscription duty ("taxe d'abonnement")	27,878.26
Other taxes	271.83
Interest paid on bank liabilities	5,064.32
Other expenses	2,635.58
Total expenses	1,302,918.66

Net investment income	-322,432.44
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Net realised gain/(loss)

- on securities portfolio	-29,871,223.24
- on foreign exchange	1,935.54
Realised result	-30,191,720.14

Net variation of the unrealised gain/(loss)

- on securities portfolio	49,420,368.04
Result of operations	19,228,647.90

Subscriptions	11,258,788.76
---------------	---------------

Redemptions	-35,494,784.86
-------------	----------------

Total changes in net assets	-5,007,348.20
-----------------------------	---------------

Total net assets at the beginning of the year	91,284,260.16
---	---------------

Total net assets at the end of the year	86,276,911.96
---	---------------

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

KBL Key Fund

Europe

Statistical information

as at 31 December 2009
(in EUR)

Total net assets

- as at 31.12.2009	86,276,911.96
- as at 31.12.2008	91,284,260.16
- as at 31.12.2007	242,503,157.03

Portfolio Turnover Rate (in %)

(subscriptions and redemptions are netted by NAV calculation)

- as at 31.12.2009	189.68
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Number of shares

- outstanding at the beginning of the year	175,953.250
- issued	19,891.173
- redeemed	-61,886.349
- outstanding at the end of the year	133,958.074

Net asset value per share

- as at 31.12.2009	644.06
- as at 31.12.2008	518.80
- as at 31.12.2007	883.22

Performance of share (in %)

- as at 31.12.2009	24.14
- as at 31.12.2008	-41.26
- as at 31.12.2007	-1.25

Synthetic TER per share (in %)

- as at 31.12.2009	2.72
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Annual returns were calculated for the last 3 consecutive fiscal years. For sub-funds / share types launched or liquidated during the fiscal year, the corresponding annual return has not been calculated.

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

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

KBL Key Fund

Europe

Statement of investments and other net assets

as at 31 December 2009

(in EUR)

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Open-ended investment funds</u>					
<u>Investment funds (UCITS)</u>					
EUR	13,000	Centifolia FCP C Cap	2,657,256.35	2,702,310.00	3.13
EUR	352,000	Comgest Growth Plc Europe Fd	2,621,048.01	3,336,960.00	3.87
EUR	375,300	Degroof Equities SICAV Europe Behavioral Value A	7,763,835.10	10,474,623.00	12.14
EUR	50,241	Entrepreneurs FCP C Cap	15,425,263.82	13,619,832.69	15.79
EUR	397,700	Fidelity Fds European Aggressive A	6,846,352.95	4,247,436.00	4.92
EUR	33,000	GAM Star European Equity Cap	4,831,324.77	6,041,913.90	7.00
EUR	400,000	Invesco Fds Pan European Stuctured Equity Fd C Cap	4,200,172.87	3,384,000.00	3.92
EUR	23,000	Marshall Wace UCITS Fds Plc Eur Opportunities A EUR Cap	2,300,250.00	2,471,120.00	2.87
EUR	61,000	Metzler Intl Invest Plc Euro Small Cap A Dist	6,377,190.00	6,525,780.00	7.56
EUR	6,450,000	Montanaro European Smaller Co Plc Eur Smaller Co Fd Dist	12,657,894.63	14,964,000.00	17.34
EUR	43,744.0252	Tocqueville Value Eur FCP	4,166,393.14	5,012,190.41	5.81
			69,846,981.64	72,780,166.00	84.35
NOK	59,964.6819	Pareto Verdi Units Dist	8,013,648.74	8,601,958.31	9.97
Total investment funds (UCITS)			77,860,630.38	81,382,124.31	94.32
<u>Tracker funds (UCITS)</u>					
GBP	730,000	iShares Plc FTSE 100 Fd	4,143,488.77	4,438,674.38	5.15
Total tracker funds (UCITS)			4,143,488.77	4,438,674.38	5.15
Total investments in securities			82,004,119.15	85,820,798.69	99.47
Cash at banks				839,338.71	0.97
Other net assets/(liabilities)				-383,225.44	-0.44
Total				86,276,911.96	100.00

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

KBL Key Fund

Europe

Industrial classification and geographical classification of investments as at 31 December 2009

Industrial classification

(in percentage of net assets)

Investment funds	99.47 %
Total	<u>99.47 %</u>

Geographical classification

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

Ireland	43.79 %
France	24.73 %
Grand Duchy of Luxembourg	20.98 %
Norway	9.97 %
Total	<u>99.47 %</u>

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

KBL Key Fund

European Small Companies

Statement of net assets

as at 31 December 2009
(in EUR)

Assets

Securities portfolio at market value	10,904,880.07
Cash at banks	86,014.40
Other income receivable	7,410.68
Prepaid expenses	784.64
Total assets	10,999,089.79

Liabilities

Interest on bank liabilities and expenses payable	31,098.86
Total liabilities	31,098.86

Net assets at the end of the year	10,967,990.93
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Number of shares outstanding	12,252.878
Net asset value per share	895.14

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

from 1 January to 31 December 2009
(in EUR)

Income

Interest on bank accounts	241.75
Received commissions	30,762.56
Total income	31,004.31

Expenses

Management fees	89,026.82
Custodian fees	3,566.43
Banking charges and other fees	19.85
Central administration costs	32,834.14
Audit fees	1,513.52
Other administration costs	13,751.75
Subscription duty ("taxe d'abonnement")	1,773.70
Other taxes	123.90
Interest paid on bank liabilities	273.93
Other expenses	646.52
Total expenses	143,530.56

Net investment income	-112,526.25
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Net realised gain/(loss)

- on securities portfolio	-877,419.50
- on foreign exchange	-0.20
Realised result	-989,945.95

Net variation of the unrealised gain/(loss)

- on securities portfolio	3,289,768.70
Result of operations	2,299,822.75

Subscriptions	4,970,844.34
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Redemptions	-1,913,088.20
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Total changes in net assets	5,357,578.89
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Total net assets at the beginning of the year	5,610,412.04
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Total net assets at the end of the year	10,967,990.93
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund

European Small Companies

Statistical information

as at 31 December 2009
(in EUR)

Total net assets

- as at 31.12.2009	10,967,990.93
- as at 31.12.2008	5,610,412.04
- as at 31.12.2007	17,075,031.04

Portfolio Turnover Rate (in %)

(subscriptions and redemptions are netted by NAV calculation)

- as at 31.12.2009	48.84
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Number of shares

- outstanding at the beginning of the year	8,922.969
- issued	5,787.536
- redeemed	-2,457.627
- outstanding at the end of the year	12,252.878

Net asset value per share

- as at 31.12.2009	895.14
- as at 31.12.2008	628.76
- as at 31.12.2007	1,370.61

Performance of share (in %)

- as at 31.12.2009	42.37
- as at 31.12.2008	-54.13
- as at 31.12.2007	-3.18

Synthetic TER per share (in %)

- as at 31.12.2009	3.42
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Annual returns were calculated for the last 3 consecutive fiscal years. For sub-funds / share types launched or liquidated during the fiscal year, the corresponding annual return has not been calculated.

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

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

KBL Key Fund

European Small Companies

Statement of investments and other net assets

as at 31 December 2009

(in EUR)

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Open-ended investment funds</u>					
<u>Investment funds (UCITS)</u>					
EUR	1,250	AIG Global Fds Europe Small Co Y1	483,142.14	499,372.63	4.55
EUR	4,770	Digital Fds Stars Europe Acc Cap	1,848,217.46	1,481,895.90	13.51
EUR	87,800	Fidelity Fds SICAV European Smaller Companies GI Certif A	1,487,046.85	1,781,462.00	16.24
EUR	106,000	Henderson Horizon Fd SICAV Pan European Small Co A Cap Reg	1,821,097.78	1,833,800.00	16.72
EUR	9,411.811	Lombard Odier Dari Hentsch Inv EUR Zone SM Caps P Cap	205,202.61	265,949.54	2.42
EUR	5,800	Metzler Intl Invest Plc Euro Small Cap A Dist	607,162.00	620,484.00	5.66
EUR	2,800	Nordea 1 SICAV Eur Small & Mid Cap Equity Fd BI Cap	779,518.00	796,824.00	7.27
EUR	5,250	Petercam B Fd Equities Eur Small&Midcaps B Cap	783,268.55	486,150.00	4.43
EUR	555,000	Threadneedle Inv Fds European Smaller Cies EUR Istl	2,026,170.64	1,738,870.50	15.85
EUR	37,850	Wanger Inv Co Plc European Sm Co Fd	1,101,083.80	1,400,071.50	12.77
Total investments in securities			11,141,909.83	10,904,880.07	99.42
Cash at banks				86,014.40	0.78
Other net assets/(liabilities)				-22,903.54	-0.20
Total				10,967,990.93	100.00

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

KBL Key Fund

European Small Companies

Industrial classification and geographical classification of investments as at 31 December 2009

Industrial classification

(in percentage of net assets)

Investment funds	99.42 %
Total	<u>99.42 %</u>

Geographical classification

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

Grand Duchy of Luxembourg	56.16 %
Ireland	22.98 %
United Kingdom	15.85 %
Belgium	4.43 %
Total	<u>99.42 %</u>

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

KBL Key Fund

Eastern Europe

Statement of net assets

as at 31 December 2009
(in EUR)

Assets

Securities portfolio at market value	25,479,540.85
Cash at banks	88,960.32
Receivable on issues of shares	10,542.70
Other income receivable	21,279.72
Prepaid expenses	<u>2,599.67</u>
Total assets	<u>25,602,923.26</u>

Liabilities

Payable on redemptions of shares	88,525.80
Interest on bank liabilities and expenses payable	<u>78,271.28</u>
Total liabilities	<u>166,797.08</u>
Net assets at the end of the year	<u>25,436,126.18</u>
Number of shares outstanding	11,877.542
Net asset value per share	2,141.53

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

from 1 January to 31 December 2009
(in EUR)

Income

Dividends, net	83,025.27
Interest on bank accounts	160.94
Received commissions	118,149.34
Total income	201,335.55

Expenses

Management fees	235,556.67
Custodian fees	9,956.56
Banking charges and other fees	164.23
Central administration costs	35,498.37
Audit fees	4,369.94
Other administration costs	24,895.95
Subscription duty ("taxe d'abonnement")	7,290.25
Other taxes	273.06
Interest paid on bank liabilities	2,251.32
Other expenses	919.60
Total expenses	321,175.95

Net investment income	-119,840.40
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Net realised gain/(loss)

- on securities portfolio	-12,368,698.46
- on foreign exchange	122,314.45
Realised result	-12,366,224.41

Net variation of the unrealised gain/(loss)

- on securities portfolio	25,425,531.95
Result of operations	13,059,307.54

Subscriptions	964,091.46
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Redemptions	-6,564,875.53
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Total changes in net assets	7,458,523.47
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Total net assets at the beginning of the year	17,977,602.71
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Total net assets at the end of the year	25,436,126.18
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund

Eastern Europe

Statistical information

as at 31 December 2009
(in EUR)

Total net assets

- as at 31.12.2009	25,436,126.18
- as at 31.12.2008	17,977,602.71
- as at 31.12.2007	49,548,244.73

Portfolio Turnover Rate (in %)

(subscriptions and redemptions are netted by NAV calculation)

- as at 31.12.2009	74.62
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Number of shares

- outstanding at the beginning of the year	16,989.045
- issued	572.576
- redeemed	-5,684.079
- outstanding at the end of the year	11,877.542

Net asset value per share

- as at 31.12.2009	2,141.53
- as at 31.12.2008	1,058.19
- as at 31.12.2007	3,394.32

Performance of share (in %)

- as at 31.12.2009	102.38
- as at 31.12.2008	-68.82
- as at 31.12.2007	15.35

Synthetic TER per share (in %)

- as at 31.12.2009	3.02
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Annual returns were calculated for the last 3 consecutive fiscal years. For sub-funds / share types launched or liquidated during the fiscal year, the corresponding annual return has not been calculated.

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

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

KBL Key Fund

Eastern Europe

Statement of investments and other net assets

as at 31 December 2009

(in EUR)

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Open-ended investment funds</u>					
<u>Investment funds (UCITS)</u>					
EUR	58,700	Baring Global Umbrella Fd Eastern Europe A EUR	5,614,208.92	4,388,999.00	17.26
EUR	298,400	JPMorgan Fds Eastern Europe Equity A Cap	6,711,844.11	4,753,512.00	18.69
			12,326,053.03	9,142,511.00	35.95
SEK	1,129,262.849671	East Capital Eastern Eur Fd Units	3,394,800.65	4,040,542.67	15.89
SEK	7,391.96018	East Capital Russian Fd Units	1,112,808.06	856,693.98	3.37
			4,507,608.71	4,897,236.65	19.26
USD	10,730	AIG Global Fds Emerging Europe Equity Y	3,245,735.20	3,257,043.24	12.80
USD	41,631.76	Baring Russia Fd SICAV C Cap	2,341,135.82	1,862,553.66	7.32
USD	92,366.388	Traditional Fds Plc Eastern European	2,996,895.69	4,891,481.30	19.23
			8,583,766.71	10,011,078.20	39.35
Total investment funds (UCITS)			25,417,428.45	24,050,825.85	94.56
<u>Tracker funds (UCITS)</u>					
EUR	12,000	Lyxor ETF Russia (DJRusiTit10) A	238,020.98	311,040.00	1.22
EUR	47,500	iShares II Plc MSCI Turkey Fd	1,048,170.89	1,117,675.00	4.39
Total tracker funds (UCITS)			1,286,191.87	1,428,715.00	5.61
Total investments in securities			26,703,620.32	25,479,540.85	100.17
Cash at banks				88,960.32	0.35
Other net assets/(liabilities)				-132,374.99	-0.52
Total				25,436,126.18	100.00

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

KBL Key Fund

Eastern Europe

Industrial classification and geographical classification of investments as at 31 December 2009

Industrial classification

(in percentage of net assets)

Investment funds	100.17 %
Total	<u>100.17 %</u>

Geographical classification

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

Ireland	53.68 %
Grand Duchy of Luxembourg	26.01 %
Sweden	19.26 %
France	1.22 %
Total	<u>100.17 %</u>

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

KBL Key Fund

Major Emerging Markets

Statement of net assets

as at 31 December 2009
(in USD)

Assets

Securities portfolio at market value	131,308,740.69
Cash at banks	133,718.39
Receivable on sales of securities	406,731.70
Receivable on issues of shares	357,797.70
Income receivable on portfolio	13,540.02
Other income receivable	161,460.73
Prepaid expenses	13,176.63
Total assets	<hr/> 132,395,165.86 <hr/>

Liabilities

Payable on redemptions of shares	103,868.23
Interest on bank liabilities and expenses payable	404,094.82
Total liabilities	<hr/> 507,963.05 <hr/>
Net assets at the end of the year	<hr/> 131,887,202.81 <hr/>

Number of shares outstanding	191,528.792
Net asset value per share	681.61
Number of shares in EUR outstanding	1,965.027
Net asset value per share in EUR	EUR 475.14

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

KBL Key Fund

Major Emerging Markets

Statistical information

as at 31 December 2009

(in USD)

Income

Dividends, net	539,177.98
Interest on bank accounts	577.50
Received commissions	321,896.66
Total income	861,652.14

Expenses

Management fees	1,071,051.42
Custodian fees	46,899.57
Banking charges and other fees	2,324.23
Central administration costs	115,071.86
Audit fees	20,123.67
Other administration costs	85,307.35
Subscription duty ("taxe d'abonnement")	11,061.92
Other taxes	1,685.60
Interest paid on bank liabilities	12,921.42
Other expenses	2,272.48
Total expenses	1,368,719.52

Net investment income	-507,067.38
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Net realised gain/(loss)

- on securities portfolio	-8,363,890.61
- on foreign exchange	-41,038.28
Realised result	-8,911,996.27

Net variation of the unrealised gain/(loss)

- on securities portfolio	73,696,294.65
Result of operations	64,784,298.38
Subscriptions	44,460,248.28
Redemptions	-32,512,457.49
Total changes in net assets	76,732,089.17
Total net assets at the beginning of the year	55,155,113.64

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

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

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

KBL Key Fund

Major Emerging Markets

Statistical information (continued)

as at 31 December 2009
(in USD)

Total net assets at the end of the year	131,887,202.81
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Total net assets

- as at 31.12.2009	131,887,202.81
- as at 31.12.2008	55,155,113.64
- as at 31.12.2007	209,503,318.07

Portfolio Turnover Rate (in %)

(subscriptions and redemptions are netted by NAV calculation)

- as at 31.12.2009	111.93
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Number of shares

- outstanding at the beginning of the year	160,966.343
- issued	97,345.242
- redeemed	-66,782.793
- outstanding at the end of the year	191,528.792

Net asset value per share

- as at 31.12.2009	681.61
- as at 31.12.2008	342.63
- as at 31.12.2007	929.19

Performance of share (in %)

- as at 31.12.2009	98.93
- as at 31.12.2008	-63.13
- as at 31.12.2007	46.19

Synthetic TER per share (in %)

- as at 31.12.2009	2.77
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Number of shares in EUR

- outstanding at the beginning of the year	10.000
- issued	2,077.027
- redeemed	-122.000
- outstanding at the end of the year	1,965.027

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

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

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

KBL Key Fund

Major Emerging Markets

Statistical information (continued)

as at 31 December 2009
(in USD)

Net asset value per share in EUR

- as at 31.12.2009	EUR 475.14
- as at 31.12.2008	EUR 246.25
- as at 31.12.2007	-

Performance of share in EUR (in %)

- as at 31.12.2009	92.95
- as at 31.12.2008	-
- as at 31.12.2007	-

Synthetic TER per share in EUR (in %)

- as at 31.12.2009	2.72
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Annual returns were calculated for the last 3 consecutive fiscal years. For sub-funds / share types launched or liquidated during the fiscal year, the corresponding annual return has not been calculated.

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

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

KBL Key Fund

Major Emerging Markets

Statement of investments and other net assets

as at 31 December 2009

(in USD)

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Open-ended investment funds</u>					
<u>Investment funds (UCITS)</u>					
EUR	30,650	DWS Brazil FCP Cap Units	5,606,991.18	6,348,238.08	4.81
USD	33,129	Aberdeen Global Indian Equity Fd I2 Cap	1,579,316.66	2,744,737.65	2.08
USD	6,640	Baring Intl Umbrella Fd Hong Kong China Units	5,763,113.15	5,915,576.00	4.49
USD	193,257	Baring Russia Fd SICAV C Cap	9,408,937.40	12,403,234.26	9.41
USD	2,020	CAAM Fds India I Cap	2,556,636.59	3,151,179.80	2.39
USD	65,500	DWS Invest Chinese Equities E2 Cap	8,720,986.06	10,988,280.00	8.33
USD	199,700	Fidelity Fds Korea A USD Dist	3,231,926.26	3,364,945.00	2.55
USD	188,300	Fidelity Fds SICAV China Focus A USD Dist	6,706,719.84	8,187,284.00	6.21
USD	52,500	First State GI Umbrella Fd Plc China Growth I	3,809,546.29	4,761,750.00	3.61
USD	116,230	Fortis L Fd Eq Brazil C Cap	7,620,873.47	10,273,569.70	7.79
USD	66,090	HSBC Global Inv Fds Indian Equity AD Dist	8,669,021.48	11,570,905.02	8.77
USD	73,600	JPMorgan Fds SICAV JF India A USD Dist	2,833,707.01	5,098,272.00	3.87
USD	69,900	UBS (Lux) Equity SICAV Russia P (USD) Cap	5,145,685.50	8,741,694.00	6.63
			66,046,469.71	87,201,427.43	66.13
Total investment funds (UCITS)			71,653,460.89	93,549,665.51	70.94
<u>Tracker funds (UCITS)</u>					
USD	217,500	db x-trackers MSCI EM EMEA TRN Index 1C Cap	5,839,285.80	6,558,236.18	4.97
Total tracker funds (UCITS)			5,839,285.80	6,558,236.18	4.97
<u>Investment funds (UCI)</u>					
USD	108,000	The MC Russian Market Fd A Dist	7,446,331.11	11,543,040.00	8.75
Total investment funds (UCI)			7,446,331.11	11,543,040.00	8.75
<u>Tracker funds (UCI)</u>					
USD	174,000	iShares Inc MSCI Brasil (Free) Idx Fd	10,292,097.44	12,982,140.00	9.84
USD	514,700	iShares Inc MSCI Taiwan Idx Fd	5,573,877.47	6,675,659.00	5.06
Total tracker funds (UCI)			15,865,974.91	19,657,799.00	14.90
Total investments in securities			100,805,052.71	131,308,740.69	99.56
Cash at banks				133,718.39	0.10
Other net assets/(liabilities)				444,743.73	0.34
Total				131,887,202.81	100.00

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

KBL Key Fund

Major Emerging Markets

Industrial classification and geographical classification of investments as at 31 December 2009

Industrial classification

(in percentage of net assets)

Investment funds	99.56 %
Total	<u>99.56 %</u>

Geographical classification

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

Grand Duchy of Luxembourg	76.56 %
United States of America	14.90 %
Ireland	<u>8.10 %</u>
Total	<u>99.56 %</u>

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

KBL Key Fund

Natural Resources Equities

Statement of net assets

as at 31 December 2009
(in EUR)

Assets

Securities portfolio at market value	94,981,632.59
Cash at banks	192,066.23
Receivable on sales of securities	251,932.03
Receivable on issues of shares	89,488.32
Other income receivable	148,785.62
Prepaid expenses	8,863.92
Total assets	95,672,768.71

Liabilities

Bank liabilities	242,039.48
Interest on bank liabilities and expenses payable	284,406.46
Total liabilities	526,445.94
Net assets at the end of the year	95,146,322.77

Number of shares outstanding	139,903.454
Net asset value per share	481.79

Number of shares in USD outstanding	75,703.901
Net asset value per share in USD	USD 525.70

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

from 1 January to 31 December 2009
(in EUR)

Income

Dividends, net	287,371.14
Interest on bank accounts	2,027.75
Received commissions	471,670.97
Total income	761,069.86

Expenses

Management fees	791,045.44
Custodian fees	34,407.45
Banking charges and other fees	1,695.70
Central administration costs	81,076.04
Audit fees	15,034.48
Other administration costs	58,484.51
Subscription duty ("taxe d'abonnement")	9,336.80
Other taxes	164.28
Interest paid on bank liabilities	2,712.78
Other expenses	1,862.73
Total expenses	995,820.21

Net investment income	-234,750.35
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Net realised gain/(loss)

- on securities portfolio	-9,087,247.32
- on foreign exchange	201,845.85
Realised result	-9,120,151.82

Net variation of the unrealised gain/(loss)

- on securities portfolio	32,063,323.42
Result of operations	22,943,171.60

Subscriptions	37,172,797.13
---------------	---------------

Redemptions	-7,567,515.59
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Total changes in net assets	52,548,453.14
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Total net assets at the beginning of the year	42,597,869.63
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Total net assets at the end of the year	95,146,322.77
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund

Natural Resources Equities

Statistical information

as at 31 December 2009
(in EUR)

Total net assets

- as at 31.12.2009	95,146,322.77
- as at 31.12.2008	42,597,869.63
- as at 31.12.2007	73,010,980.78

Portfolio Turnover Rate (in %)

(subscriptions and redemptions are netted by NAV calculation)

- as at 31.12.2009	202.33
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Number of shares

- outstanding at the beginning of the year	89,114.947
- issued	63,609.505
- redeemed	-12,820.998
- outstanding at the end of the year	139,903.454

Net asset value per share

- as at 31.12.2009	481.79
- as at 31.12.2008	340.64
- as at 31.12.2007	621.61

Performance of share (in %)

- as at 31.12.2009	41.44
- as at 31.12.2008	-45.20
- as at 31.12.2007	23.36

Synthetic TER per share (in %)

- as at 31.12.2009	2.29
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Number of shares in USD

- outstanding at the beginning of the year	47,244.253
- issued	35,185.044
- redeemed	-6,725.396
- outstanding at the end of the year	75,703.901

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

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

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

KBL Key Fund

Natural Resources Equities

Statistical information (continued)

as at 31 December 2009
(in EUR)

Net asset value per share in USD

- as at 31.12.2009	USD 525.70
- as at 31.12.2008	USD 360.51
- as at 31.12.2007	USD 690.77

Performance of share in USD (in %)

- as at 31.12.2009	45.82
- as at 31.12.2008	-47.81
- as at 31.12.2007	36.68

Synthetic TER per share in USD (in %)

- as at 31.12.2009	2.28
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Annual returns were calculated for the last 3 consecutive fiscal years. For sub-funds / share types launched or liquidated during the fiscal year, the corresponding annual return has not been calculated.

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

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

KBL Key Fund

Natural Resources Equities

Statement of investments and other net assets

as at 31 December 2009

(in EUR)

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Transferable securities admitted to an official stock exchange listing</u>					
<u>Investment certificates</u>					
EUR	28,000	ABN Amro Bank NV Certif RIC1 Enhanced Wheat Index Perpetual	2,100,025.33	2,065,560.00	2.17
Total investment certificates			2,100,025.33	2,065,560.00	2.17
<u>Open-ended investment funds</u>					
<u>Investment funds (UCITS)</u>					
EUR	26,500	DWS GI Agribusiness Units FC (EUR) Cap	2,548,896.04	2,970,650.00	3.12
EUR	223,500	Investec Global Strategy Fd GI Dyn Res Fd I Cap	6,538,673.24	7,677,225.00	8.07
EUR	694,500	JPMorgan Fds SICAV Global Natural Resources A EUR Cap	10,569,980.67	12,230,145.00	12.85
EUR	162,000	Julius Baer Multipartner SAM Smart Energy Fd C Cap	2,788,270.00	3,167,100.00	3.33
EUR	1,280	KBC Eco Fd SICAV Water Dist	627,493.48	578,304.00	0.61
			23,073,313.43	26,623,424.00	27.98
USD	377,433	BlackRock Global Fds World Energy A2 Cap	6,237,779.27	5,998,726.01	6.30
USD	132,000	BlackRock Global Fds World Gold A2 Cap	3,905,333.06	4,563,939.91	4.80
USD	189,300	BlackRock Global Fds World Mining A2 Cap	6,632,994.77	8,857,004.64	9.31
USD	72,000	Investec Global Strateg Fd Energy Dist	15,063,389.78	15,568,924.05	16.36
USD	90,000	Investec Global Strateg Fd Gold A Dist	3,970,794.99	4,443,693.14	4.67
USD	30,000	Julius Baer Multicooperation Commodity Fd (USD) C Cap	1,757,624.58	1,912,864.66	2.01
USD	227,700	Schroder Intl Select Fd Global Energy C Cap	5,083,181.76	5,542,702.59	5.83
			42,651,098.21	46,887,855.00	49.28
Total investment funds (UCITS)			65,724,411.64	73,511,279.00	77.26
<u>Tracker funds (UCITS)</u>					
EUR	79,000	Lyxor Basic Res	2,540,432.70	3,946,840.00	4.15
EUR	179,200	Lyxor ETF DJ Stoxx 600 Util Dist	5,822,788.16	6,200,320.00	6.52
Total tracker funds (UCITS)			8,363,220.86	10,147,160.00	10.67
<u>Investment funds (UCI)</u>					
EUR	38,072.13	BlackRock Agriculture Fd I EUR Hedged Cap	4,081,750.44	3,283,721.21	3.45
USD	35,800	Schroder Alternative Solutions Commodity Fd C Dist	3,005,739.06	3,187,324.25	3.35
Total investment funds (UCI)			7,087,489.50	6,471,045.46	6.80
<u>Tracker funds (UCI)</u>					
USD	390,000	Claymore ETF Trust MAC GI Solar Energy Index Fd Dist	2,610,157.32	2,786,588.13	2.93
Total tracker funds (UCI)			2,610,157.32	2,786,588.13	2.93
Total investments in securities			85,885,304.65	94,981,632.59	99.83
Cash at banks				192,066.23	0.20
Bank liabilities				-242,039.48	-0.25
Other net assets/(liabilities)				214,663.43	0.22
Total				95,146,322.77	100.00

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

KBL Key Fund

Natural Resources Equities

Industrial classification and geographical classification of investments as at 31 December 2009

Industrial classification

(in percentage of net assets)

Investment funds	97.66 %
Banks	2.17 %
Total	<u>99.83 %</u>

Geographical classification

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

Grand Duchy of Luxembourg	83.45 %
France	10.67 %
United States of America	2.93 %
The Netherlands	2.17 %
Belgium	0.61 %
Total	<u>99.83 %</u>

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

KBL Key Fund

North America

Statement of net assets

as at 31 December 2009
(in USD)

Assets

Securities portfolio at market value	99,044,994.24
Cash at banks	379,540.98
Receivable on issues of shares	474,936.85
Other income receivable	74,194.22
Prepaid expenses	12,152.43
Total assets	99,985,818.72

Liabilities

Payable on redemptions of shares	99,927.04
Unrealised loss on forward foreign exchange contracts	225,871.10
Interest on bank liabilities and expenses payable	319,595.89
Total liabilities	645,394.03
Net assets at the end of the year	99,340,424.69

Number of shares outstanding	220,515.747
Net asset value per share	428.88

Number of shares in EUR outstanding	8,259.920
Net asset value per share in EUR	EUR 402.19

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

from 1 January to 31 December 2009
(in USD)

Income

Interest on bank accounts	16.82
Received commissions	511,044.79
Total income	511,061.61

Expenses

Management fees	1,035,706.62
Custodian fees	45,057.61
Banking charges and other fees	879.93
Central administration costs	120,386.15
Audit fees	20,141.11
Other administration costs	78,600.89
Subscription duty ("taxe d'abonnement")	33,247.84
Other taxes	368.22
Interest paid on bank liabilities	4,243.78
Other expenses	2,573.18
Total expenses	1,341,205.33

Net investment income	-830,143.72
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Net realised gain/(loss)

- on securities portfolio	-4,894,217.82
- on forward foreign exchange contracts	711,921.01
- on foreign exchange	-19,008.48
Realised result	-5,031,449.01

Net variation of the unrealised gain/(loss)

- on securities portfolio	30,808,528.47
- on forward foreign exchange contracts	-760,264.02
Result of operations	25,016,815.44

Subscriptions	23,134,191.89
---------------	---------------

Redemptions	-27,606,250.25
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Total changes in net assets	20,544,757.08
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Total net assets at the beginning of the year	78,795,667.61
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Total net assets at the end of the year	99,340,424.69
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The accompanying notes are an integral part of these financial statements.

KBL Key Fund

North America

Statistical information

as at 31 December 2009
(in USD)

Total net assets

- as at 31.12.2009	99,340,424.69
- as at 31.12.2008	78,795,667.61
- as at 31.12.2007	99,090,940.59

Portfolio Turnover Rate (in %)

(subscriptions and redemptions are netted by NAV calculation)

- as at 31.12.2009	98.64
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Number of shares

- outstanding at the beginning of the year	221,985.752
- issued	70,146.247
- redeemed	-71,616.252
- outstanding at the end of the year	220,515.747

Net asset value per share

- as at 31.12.2009	428.88
- as at 31.12.2008	332.93
- as at 31.12.2007	603.60

Performance of share (in %)

- as at 31.12.2009	28.82
- as at 31.12.2008	-44.84
- as at 31.12.2007	11.66

Synthetic TER per share (in %)

- as at 31.12.2009	2.81
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Number of shares in EUR

- outstanding at the beginning of the year	11,019.643
- issued	2,735.516
- redeemed	-5,495.239
- outstanding at the end of the year	8,259.920

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

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

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

KBL Key Fund

North America

Statistical information (continued)

as at 31 December 2009
(in USD)

Net asset value per share in EUR

- as at 31.12.2009	EUR 402.19
- as at 31.12.2008	EUR 318.90
- as at 31.12.2007	EUR 584.52

Performance of share in EUR (in %)

- as at 31.12.2009	26.12
- as at 31.12.2008	-45.44
- as at 31.12.2007	8.80

Synthetic TER per share in EUR (in %)

- as at 31.12.2009	2.81
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Annual returns were calculated for the last 3 consecutive fiscal years. For sub-funds / share types launched or liquidated during the fiscal year, the corresponding annual return has not been calculated.

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

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

KBL Key Fund

North America

Statement of investments and other net assets

as at 31 December 2009

(in USD)

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Open-ended investment funds</u>					
<u>Investment funds (UCITS)</u>					
EUR	14,944	Degroof Equities US Behavioral Value Benelux Istl	9,572,649.62	9,817,278.89	9.88
USD	1,274,500	Janus Cap Fds Plc US Twenty A Cap	13,688,447.17	15,599,880.00	15.70
USD	861,745.162	Janus Cap Fds Plc Perkins US Strategic Value A Cap	12,226,581.58	11,745,586.56	11.82
USD	16	Noam USA Opportunities \$ I Cap	8,288,785.90	9,441,459.52	9.51
USD	678,615	Nordea 1 North American Growth Fd BP Base Currency Cap	5,872,985.90	5,931,095.10	5.97
USD	5,600	Pioneer Fds North Am Basic Value Units I Cap	4,791,287.60	6,468,280.00	6.51
USD	4,980,000	Threadneedle Inv Fds American Select Ser 2	6,227,197.06	8,894,778.00	8.95
USD	18,200	UBAM Neuberger Berman US Equity Value A Cap	12,225,152.16	11,075,792.00	11.15
USD	30,582	UOB Global Strategies Fd Plc Kinetics SmallCap	2,632,823.55	3,762,809.28	3.79
USD	53,492.74	UOB Global Strategies Fd Plc Paradigm B USD	6,145,058.54	8,105,754.89	8.16
USD	212,000	Wanger Inv Co Plc US Sm Co Fd	8,316,847.14	8,202,280.00	8.26
			80,415,166.60	89,227,715.35	89.82
Total investments in securities			89,987,816.22	99,044,994.24	99.70
Cash at banks				379,540.98	0.38
Other net assets/(liabilities)				-84,110.53	-0.08
Total				99,340,424.69	100.00

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

KBL Key Fund

North America

Industrial classification and geographical classification of investments as at 31 December 2009

Industrial classification

(in percentage of net assets)

Investment funds	99.70 %
Total	<u>99.70 %</u>

Geographical classification

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

Ireland	47.73 %
Grand Duchy of Luxembourg	23.63 %
Belgium	9.88 %
France	9.51 %
United Kingdom	8.95 %
Total	<u>99.70 %</u>

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

KBL Key Fund

NOTES TO THE FINANCIAL STATEMENTS

as at 31 December 2008

1. General

Over the period, the following sub-funds were offered:

- KBL Key Fund - Far East
- KBL Key Fund - Europe
- KBL Key Fund - European Small Companies
- KBL Key Fund - Eastern Europe
- KBL Key Fund - Major Emerging Markets
- KBL Key Fund - Natural Resources Equities
- KBL Key Fund - North America

KBL Key Fund - Far East invests mainly, in particular through UCITS shares or units, in the stocks of issuers having their head office or carrying out a large part of their economic activity in countries of the Far East, with no restriction as to industrial or sectoral diversification. The sub-fund ensures that at least 2/3 of its total assets is invested in such stocks on a consolidated basis. The sub-fund may invest in other UCI in compliance with Article 41 (e) of the amended Law of 20 December 2002 on undertakings for collective investment.

The net asset value of this sub-fund is expressed in USD.

KBL Key Fund - Europe invests mainly, in particular through UCITS shares or units, in the stocks of issuers having their head office or carrying out a large part of their economic activity in countries in the European Union, with no restrictions as to industrial or sectoral diversification. The sub-fund ensures that at least 2/3 of its total assets is invested in such stocks on a consolidated basis. The sub-fund may invest in other UCI in compliance with Article 41 (e) of the amended Law of 20 December 2002 on undertakings for collective investment.

The net asset value is expressed in EUR.

KBL Key Fund - European Small Companies invests mainly, in particular through UCITS shares or units, in small cap stocks of issuers (EUR 5 billion maximum) having their head office or carrying out a large part of their economic activity in Europe, with no restrictions as to industrial or sectoral diversification. The sub-fund ensures that at least 2/3 of its total assets is invested in such stocks on a consolidated basis. The sub-fund may invest in other UCI in compliance with Article 41 (e) of the amended Law of 20 December 2002 on undertakings for collective investment.

The net asset value is expressed in EUR.

KBL Key Fund - Eastern Europe invests mainly, in particular through UCITS shares or units, in the stocks of issuers having their head office or carrying out a large part of their economic activity in eastern European countries, with no restrictions as to industrial or sectoral diversification. The sub-fund ensures that at least 2/3 of its total assets is invested in such stocks on a consolidated basis. The sub-fund may invest in other UCI in compliance with Article 41 (e) of the amended Law of 20 December 2002 on undertakings for collective investment.

The net asset value is expressed in EUR.

KBL Key Fund

NOTES TO THE FINANCIAL STATEMENTS (continued)

as at 31 December 2008

Investors' attention is drawn to the fact that investing in the KBL Key Fund - Eastern Europe sub-fund involves risks which are not generally encountered in companies listed on mature stock markets. These risks are of an economic, political and regulatory nature.

KBL Key Fund - Major Emerging Markets invests mainly, in particular through UCITS shares or units, in the stocks of issuers having their head office or carrying out a large part of their economic activity in major emerging market countries, with no restrictions as to industrial or sectoral diversification. The sub-fund ensures that at least 2/3 of its total assets is invested in the stocks of issuers having their head office or carrying out a large part of their economic activity in the major emerging markets (i.e. Brazil, Russia, India, China, South Korea, Taiwan, South Africa, Turkey and Mexico) on a consolidated basis. The sub-fund may invest in other UCI in compliance with Article 41 (e) of the amended Law of 20 December 2002 on undertakings for collective investment.

The net asset value of this sub-fund is expressed in USD.

The sub-fund offers also a share category in EUR.

KBL Key Fund - Natural Resources Equities invests mainly, in particular through UCITS shares or units, in stocks of issuers deriving most or a major part of their revenue from natural resources. The sub-fund will ensure that at least 2/3 of its net assets are invested in the securities of issued by companies active in natural resources on a consolidated basis. The term 'natural resources' is taken to mean utilities (metals, precious metals, oil and natural gas, water and alternative sources of energy). The sub-fund may invest in other UCI in compliance with Article 41 (e) of the amended Law of 20 December 2002 on undertakings for collective investment.

The net asset value is expressed in EUR.

The sub-fund offers also a share category in USD.

KBL Key Fund - North America invests mainly, in particular through UCITS shares or units, in the stocks of issuers having their head office or carrying out a large part of their economic activity in the USA, with no restrictions as to industrial or sectoral diversification. The sub-fund ensures that at least 2/3 of its total assets is invested in the stocks of issuers having their head office or carrying out a large part of their economic activity in the USA on a consolidated basis. The sub-fund may invest in other UCI in compliance with Article 41 (e) of the amended Law of 20 December 2002 on undertakings for collective investment.

The net asset value is expressed in USD.

The sub-fund offers also a share category in EUR for which the exchange risk is hedged with forward foreign exchange contracts.

KBL Key Fund

NOTES TO THE FINANCIAL STATEMENTS (continued)

as at 31 December 2008

2. Summary of significant accounting policies

Presentation of the financial reports

The financial reports of the Sicav are drawn up in accordance with the Luxembourg legal and regulatory requirements in force concerning undertakings for collective investment.

A. Conversion of foreign currencies for each sub-fund

The accounts for the various sub-funds are kept in the following currencies:

Sub-funds	Currencies
- KBL Key Fund - Far East	in USD
- KBL Key Fund - Europe	in EUR
- KBL Key Fund - European Small Companies	in EUR
- KBL Key Fund - Eastern Europe	in EUR
- KBL Key Fund - Major Emerging Markets	in USD
- KBL Key Fund - Natural Resources Equities	in EUR
- KBL Key Fund - North America	in USD

The financial statements for the sub-funds are drawn up in the above mentioned currencies.

Cash at banks, other net assets and also the valuation value of the securities' portfolios expressed in currencies other than that of the sub-fund are converted into this currency at the exchange rate in force on the day of the date of the carry-over. Income and costs shown in currencies other than the sub-fund's own currency are converted into this currency at the exchange rate prevailing on the date of the transaction.

B. Valuation of securities

- 1) The value of any transferable securities traded or listed on a stock exchange is made on the basis of the closing price on the Valuation Day.
- 2) The value of any transferable securities traded on another regulated market is made on the closing price on the Valuation Day in question.
- 3) UCITS and other UCI are valued on the basis of their last available net asset value.
- 4) 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 (1) or (2) 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.

KBL Key Fund

NOTES TO THE FINANCIAL STATEMENTS (continued)

as at 31 December 2008

- 5) Options and "financial futures" are valued at the last known price on the relevant stock exchanges or regulated markets.
- 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.
- 7) Forward foreign exchange contracts are valued by reference to the forward rate of exchange applicable to the outstanding life of the contract.

C. Net realised gain/(loss) on sales of securities

The net realised gain/(loss) on sales of securities is determined on the basis of the average cost of securities sold.

D. Purchase price of securities in the portfolio

The purchase price of the securities in each sub-fund denominated in currencies other than that of the sub-fund is converted into this currency at the average exchange rate in force on the day of the purchase.

E. Incorporation costs

The costs of organisation and incorporation were depreciated on a straight-line basis at 20% per year.

3. Consolidation

The different items in the Sicav's consolidated financial statements are equal to the sum of the corresponding items of each sub-fund in the financial statements and are expressed in EUR.

Items in the statement of net assets and in the statement of operations and other changes in net assets of each sub-fund not expressed in EUR are converted at the following exchange rates at the date of the report:

			EUR
1	USD	US Dollar	0.6970827

KBL Key Fund

NOTES TO THE FINANCIAL STATEMENTS (continued)

as at 31 December 2008

4. 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 subscription duty ("*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 129 (3) of the amended Law of 20 December 2002 the net assets invested in undertakings for collective investment already subject to the "*taxe d'abonnement*" are exempt from this tax.

5. Belgian subscription tax

Belgian law (Inheritance Tax code, Volume IIa) imposes an annual tax on undertakings for collective investment subject to Luxembourg law, which are authorised to market their shares publicly in Belgium. This tax amounts to 0.08% on the total of the net sums invested in Belgium as at 31 December of the previous year, starting from their registration with the *Commission Bancaire, Financière et des Assurances* (Banking, Finance and Insurance Commission).

The Sicav pays the tax on 31 March each year.

6. Management fee

The Board of Directors of the Sicav appointed KREDIETRUST LUXEMBOURG S.A. Management Company by means of a contract dated 28 April 2006 to provide management, administration and marketing services. The Management Company is registered as a management company pursuant to the stipulations of Chapter 13 of the amended Law of 20 December 2002.

For its services of intellectual management 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.

7. Management fee receivable

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 decided by circular way on 11 December 2006 to include in the Sicav's accounts a receivable provision (on the basis of total net assets of each sub-fund).

KBL Key Fund

NOTES TO THE FINANCIAL STATEMENTS (continued)

as at 31 December 2008

This provision is included each month on the basis of the end of month net assets of each sub-fund.

The following annual rates will be accrued per sub-fund:

- KBL Key Fund - Far East	0.50%
- KBL Key Fund - Europe	0.50%
- KBL Key Fund - European Small Companies	0.30%
- KBL Key Fund - Eastern Europe	0.35%
- KBL Key Fund - Major Emerging Markets	0.50%
- KBL Key Fund - Natural Resources	0.65%
- KBL Key Fund - America	0.30%

These amounts are recorded in the statement of net assets under the item "other income receivable".

8. Commissions on issue and redemption of shares

Shares are issued at a price equal to the net asset value per share. The agents involved in the placing of the shares are free to set their own commissions, which may not, however, exceed 5% of the applicable net asset value. The price thus obtained may be rounded up to the nearest hundredth in the currency of the sub-fund in question.

Redemptions are made at net asset value less a maximum commission of 0.5% in favour of the professional intermediary.

9. 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.

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

10. Distribution in Switzerland

The Swiss Financial Market Supervisory Authority (FINMA) has authorised KBL (Switzerland) Ltd to offer and distribute shares of the Sicav in Switzerland or from Switzerland pursuant to Article 120 of the Federal Law of 23 June 2006 on collective investment schemes.

KBL Key Fund

NOTES TO THE FINANCIAL STATEMENTS (continued)

as at 31 December 2008

The Sicav has been authorised in Switzerland as a foreign investment fund pursuant to Directive 85/611/EEC of 20 December 1985 on undertakings for collective investment in transferable securities (UCITS), as subsequently amended.

11. Representation in Switzerland

KBL (Switzerland) Ltd, Geneva, has been authorised by the Swiss Financial Market Supervisory Authority (FINMA) as representative for the SICAV in Switzerland and is also responsible for the payment service. The complete and simplified prospectus, 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, KBL (Switzerland) Ltd, 7, boulevard Georges Favon, CH-1211 Geneva 11.

12. Distributor in the Netherlands

THEODOOR GILISSEN BANKIERS N.V., Nieuwe Doelenstraat 12-14, CP 1012, Postbus 567, NL-1000 AN Amsterdam is the distributor for the Netherlands. The complete and simplified prospectus, 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 on request and free of charge from the internal distributor in the Netherlands.

13. Central correspondent in France

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

14. Total expenses ratio ("TER") and portfolio turnover ratio ("PTR")

The synthetic TER and the PTR disclosed under "Statistical information" of this report are calculated in accordance with the "Guidelines on the calculation and disclosure of the TER and PTR" issued by the Swiss Funds Association "SFA" on 16 May 2008.

The synthetic TER and the PTR are calculated for the last 12 months preceding the date of this report.

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

The PTR has been calculated according to the following formula $(\text{Total 1} - \text{Total 2}) / M \times 100$

KBL Key Fund

NOTES TO THE FINANCIAL STATEMENTS (continued)

as at 31 December 2008

with Total 1 = Total securities transactions = X + Y

X = Securities purchases

Y = Securities sales

Total 2 = Total subscriptions and redemptions = S + T

S = subscriptions

T = redemptions

S+T: subscriptions and redemptions are netted per NAV calculation day.

M = average net assets

For the sub-fund KBL Key Fund - North America, a synthetic value has been established in accordance with the Directive on the calculation and publication of the TER and the PTR on the basis of the available target funds' TER at the date of the report.

15. Forward foreign exchange contracts

As at 31 December 2009, the SICAV is committed in the following forward foreign exchange contracts:

KBL Key Fund - North America

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in USD)
Forward foreign exchange contracts linked to shares in EUR					
EUR	105,000.00	USD	157,363.50	15.01.2010	-6,736.69
EUR	100,000.00	USD	147,350.00	15.01.2010	-3,895.90
USD	2,395,008.00	EUR	1,620,000.00	15.01.2010	71,051.58
USD	192,270.00	EUR	130,000.00	15.01.2010	5,779.67
USD	161,568.00	EUR	110,000.00	15.01.2010	3,768.49
EUR	5,100,000.00	USD	7,619,400.00	16.02.2010	-303,669.12
USD	237,344.00	EUR	160,000.00	16.02.2010	7,830.87
					<u>-225,871.10</u>

16. Statement of changes in the investments portfolio

The statement of changes in the investments portfolio for the period in reference to 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 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.