



LONG TERM INVESTMENT FUND (SIA)

Société d'investissement à capital variable
(a Luxembourg domiciled open-ended investment company)

Annual report, including audited financial statements,
as at December 31, 2016

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LONG TERM INVESTMENT FUND (SIA)

Organisation of the SICAV

Registered Office	15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg
Board of Directors of the SICAV	
Chairman	Prof. J. Carlos JARILLO, Partner, SIA Funds AG, Caleruega 97, 3D, 28033 Madrid, Spain
Directors	Mr Frédéric FASEL, Senior Vice President, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg Mr Alex RAUCHENSTEIN, Managing Partner, SIA Funds AG*, Alpenblickstrasse 25, CH-8853 Lachen, Switzerland
Management Company	FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg
Board of Directors of the Management Company	
Chairmen	Mr Marc BRIOL, Executive Vice President, Banque Pictet & Cie SA, 60, route des Acacias, CH-1211 Geneva 73, Switzerland (until December 1, 2016) Mr Christian SCHRÖDER, Group Corporate Secretary and Head of Organisation, Banque Pictet & Cie SA, 60, route des Acacias, CH-1211 Geneva 73, Switzerland (since December 1, 2016)
Members	Mr Pierre ETIENNE, Managing Director, Pictet & Cie (Europe) S.A., 15A, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg (until December 1, 2016) Mrs Michèle BERGER, CEO and Managing Director, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg Me. Claude KREMER, Partner, Arendt & Medernach - Avocats, 14, rue Erasme, L-2082 Luxembourg, Grand Duchy of Luxembourg Mr Geoffroy LINARD DE GUERTECHIN, Independant Director, 2, rue Jean-Pierre Beicht, L-1226 Luxembourg, Grand Duchy of Luxembourg (since March 14, 2016)

* As of April 1st, 2016, SIA Funds AG. moved from Parkweg 1, 8866 Ziegelbrücke, to Alpenblickstrasse 25, 8853 Lachen, Switzerland.

LONG TERM INVESTMENT FUND (SIA)

Organisation of the SICAV (continued)

Members of the Management Committee	<p>Mrs Michèle BERGER, CEO and Managing Director, FundPartner Solutions (Europe) S.A., 15, Avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg</p> <p>Mr Pascal CHAUVAUX, Head of Central Administration, FundPartner Solutions (Europe) S.A., 15, Avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg</p> <p>Mr Cédric HAENNI, Head of Risk & Compliance, FundPartner Solutions (Suisse) SA, 60, route des Acacias, CH-1211 Geneva 73, Switzerland</p> <p>Mr Dorian JACOB, Head of Investment Management Oversight, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg</p>
Depository Bank	Pictet & Cie (Europe) S.A., 15A, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg
Central Administration Agent	FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg
Investment Manager and Global Distributor	SIA Funds AG*, Alpenblickstrasse 25, CH-8853 Lachen, Switzerland
Cabinet de révision agréé / Auditor	Deloitte Audit, <i>Société à responsabilité limitée</i> , 560, rue de Neudorf, L-2220 Luxembourg, Grand Duchy of Luxembourg
Legal Adviser	Allen & Overy, <i>Société en commandite simple</i> 33, avenue J.F. Kennedy L-1855 Luxembourg, Grand Duchy of Luxembourg
Counterparty on Contracts For Difference ("CFD") (note 9)	Goldman Sachs International London

* As of April 1st, 2016, SIA Funds AG. moved from Parkweg 1, 8866 Ziegelbrücke, to Alpenblickstrasse 25, 8853 Lachen, Switzerland.

LONG TERM INVESTMENT FUND (SIA)

General information

The SICAV publishes an annual report, including audited financial statements, within four months of the period-end and an unaudited semi-annual report within two months of the period-end. The annual and semi-annual reports include the financial statements of the SICAV and of each of its sub-funds.

The annual reports, including audited financial statements, and unaudited semi-annual reports are available free of charge to shareholders at the registered office of the SICAV, from the Depositary Bank or other companies appointed by the Depositary Bank and from any Paying Agent or Representative in the countries in which the SICAV is marketed.

The net asset value per share of each sub-fund as well as the issue and redemption prices are available from the Central Administration.

Any amendments to the Articles of Association are published in the *Recueil électronique des sociétés et associations* from June 1, 2016 ("*Mémorial C, Recueil Spécial des Sociétés et Associations du Grand-Duché de Luxembourg*" until May 31, 2016)

A detailed schedule of changes in the investments of the different sub-funds for the year is available free of charge upon request at the registered office of the SICAV or at the paying and information agents in Germany, in Austria and the Swiss representative.

The figures as at December 31, 2016 presented in this report are related to the net asset value of each of the SICAV's sub-funds, which is calculated using the closing prices and exchange rates as at December 31, 2016.

LONG TERM INVESTMENT FUND (SIA)

Distribution abroad

Distribution in Switzerland

The SICAV has been authorised by the Swiss Financial Market Supervisory Authority FINMA as a foreign investment collective fund pursuant to article 119 of the Federal Law of June 23, 2006 on Capital Investment Schemes Ordinance.

Swiss Representative and Paying Agent (only for the sub-funds being authorised for sale in Switzerland by the Swiss Financial Market Supervisory Authority FINMA)

SIA Funds AG*, with registered office at Alpenblickstrasse 25, CH-8853 Lachen, Switzerland, has been authorised by the Swiss Financial Market Supervisory Authority FINMA as Distributor of the SICAV for the marketing and distribution of its shares in Switzerland.

The representative in Switzerland is FundPartner Solutions (Suisse) SA with registered office at 60, route des Acacias, CH-1211 Geneva 73, Switzerland.

Banque Pictet & Cie SA, with registered office at 60, route des Acacias, CH-1211 Geneva 73, has been appointed as Paying Agent for the shares of the SICAV distributed in Switzerland.

The SICAV's prospectus, the Key Investor Information Documents, articles of incorporation, annual and semi-annual reports as well as the list of purchases and sales carried out by the SICAV are available free of charge from the registered office of the Swiss Representative.

Publications

Information regarding the SICAV is published on "www.fundinfo.com". Subscription and redemption prices of all share classes, as well as the net asset value with the note "excluding commissions", will be published every business day on the following websites: www.fundinfo.com and www.s-i-a.ch.

The German version of the prospectus dedicated for the Swiss investors will take precedence over any other version in the legal relationship between the SICAV and the investors in Switzerland.

For Shareholders who purchased their shares in Switzerland, the prospectus in German dedicated for the Swiss investors is relevant.

Retrocession and commissions

The SICAV and its representatives may pay trailer fees as payment for distributing shares in Switzerland or from Switzerland. This payment can cover the following services:

- Implementation of processes for subscribing and holding or acting as custodian for units;
- Storage and distribution of marketing and legal documents;
- Distribution or granting of access to legally required publications and other publications;
- Analysis and fulfilment of due diligence obligations as delegated by the supplier in areas such as money laundering, knowing your client and distribution restrictions;
- Provision of clarifications and answers to investors' specific questions;

* As of April 1st, 2016, SIA Funds AG. moved from Parkweg 1, 8866 Ziegelbrücke, to Alpenblickstrasse 25, 8853 Lachen, Switzerland.

LONG TERM INVESTMENT FUND (SIA)

Distribution abroad (continued)

- Production of fund analysis material;
- Centralised relationship management;
- Training of client advisers on collective investment schemes;
- Commissioning and monitoring other distributors.

Trailer fees are not considered to be rebates, even if they are ultimately fully or partially repaid to investors.

The beneficiaries of trailer fees undertake to ensure transparent publication and provide free and spontaneous information to investors on the payment they may receive for distribution.

On request, they provide information on the amounts actually received for the distribution of collective investment schemes to investors.

The SICAV and its representatives may pay rebates directly to investors, upon request, under the scope of distribution in Switzerland or from Switzerland. The rebates serve to reduce the fees or costs borne by the investors concerned. Rebates are permitted subject to the following points:

- they are paid from the fees of the SICAV and are therefore not deducted from the assets of the fund;
- they are paid out based on objective criteria;
- they are granted with the same timing conditions and to the same extent to all investors fulfilling the objective criteria and requesting rebates.

The objective criteria for granting rebates by the SICAV are:

- the investor's subscription volume and the total volume held by the investor in the SICAV or in the promoter's product range, where applicable;
- the amount of fees incurred by the investor;
- the investor's investment behaviour (for example, expected investment horizon);
- the support offered by the investor during the launch phase of a collective investment scheme.

On investor request, the SICAV discloses the amount of the investor's rebate free of charge.

Place of execution and jurisdiction

The place of execution and jurisdiction is the registered office of the Swiss Representative for SICAV's shares distributed in or from Switzerland.

LONG TERM INVESTMENT FUND (SIA)

Distribution abroad (continued)

Distribution in Germany

Additional information for investors in Germany

Paying and Information Agent for the shares of the SICAV authorised for public distribution in Germany:

B. Metzler seel. Sohn & Co., KGaA
Große Gallusstraße 18
D-60311 Frankfurt am Main

Bank B. Metzler seel. Sohn & Co., KGaA, Große Gallusstraße 18, D-60311 Frankfurt am Main, assumes the role of Paying and Information Agent in the Federal Republic of Germany.

Applications for the redemption and conversion of shares may be filed with the Paying and Information Agent in Germany. At the request of Shareholders, the proceeds of redemptions, any dividends as well as other payments may be paid to them via the Paying and Information Agent in Germany (by credit transfer, cheque or cash deposit).

The current prospectus, the Key Investor Information Documents, the articles of incorporation of the SICAV, the annual and semi-annual reports, the issue, redemption and conversion prices of shares as well as any other information intended for Shareholders are available free of charge from the Paying and Information Agent in Germany. In addition, the issue and redemption prices are published on www.fondsweb.de, and any other information to Shareholders are published in the "Bundesanzeiger".

Distribution in Austria

Additional information for investors in Austria

Paying and Information Agent for the shares of the SICAV authorised for public distribution in Austria:

Raiffeisen Bank International AG
Am Stadtpark 9
A-1030 Vienna

Applications for the redemption of shares of the SICAV may be sent to the Paying Agent in Austria, which will arrange for the processing of the redemptions and the payment of the redemption proceeds as well as other payments from the SICAV to Austrian Shareholders, at their request, in collaboration with the SICAV and the Depositary Bank.

The latest version of the prospectus including the addendum for Austrian investors, the Key Investor Information Documents, the annual reports and semi-annual reports, the articles of incorporation of the SICAV as well as the subscription and redemption prices of the shares may be obtained from the Paying Agent in Austria, where other available documents if provided for that purpose may also be consulted.

The net asset values of the sub-funds will be published on the website www.s-i-a.ch.

LONG TERM INVESTMENT FUND (SIA)

Distribution abroad (continued)

The SICAV's tax consultant in Austria is:

Deloitte Exinger GmbH
Renngasse 1/Freyung
P.O. Box 18
A-1013 Vienna

Taxation

Shareholders are invited to contact their tax advisor in order to obtain information regarding the taxation applicable to their investment in their country of residence or in any other country concerned.

LONG TERM INVESTMENT FUND (SIA)

Management report

Performance of each sub-fund by quarter

Period	LONG TERM INVESTMENT FUND (SIA) - CLASSIC - EUR	LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES - EUR	LONG TERM INVESTMENT FUND (SIA) - STABILITY - EUR
1 st quarter 2016	-0.9%	12.7%	-2.3%
2 nd quarter 2016	1.1%	12.2%	-0.9%
3 rd quarter 2016	8.0%	9.1%	7.8%
4 th quarter 2016	10.8%	25.2%	10.8%
	19.9%	72.6%	15.7%

Management report

As indicated in our last year's management report and mentioned in almost every Newsletter, the evolution of the sub-funds' NAV per share is not the best gauge to measure their performance, or the returns attained by our investors. That would be the case for an investor buying at the beginning of the year and selling at the end. But, for someone invested for the long-term, "deeper" measures have to be considered. A year ago we were not really satisfied with the developments of the Net Asset Value per share of our sub-funds, due to our positions in energy and metals-related stocks, now this year this very negative trend reversed and therefore our performances have been very positive as can be seen in the table above.

First quarter 2016

The year 2016 started with a lot of volatility in the first couple of weeks with the main focus on China and its future economic development. Nevertheless, the LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES - EUR ended the quarter very positive whereas the other two sub-funds were still down.

Second quarter 2016

High volatility was also dominant in the second quarter of 2016. The reason was, among others, the Brexit vote on June 23. But even in this quarter the performance of the LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES - EUR was again very positive whereas the other two sub-funds were not moving much.

Third quarter 2016

The development in the third quarter was very positive and investors started to focus more on fundamentals.

Fourth quarter 2016

Past performance is not an indicator of current or future returns.

LONG TERM INVESTMENT FUND (SIA)

Management report (continued)

Finally this positive trend even accentuated further during the fourth quarter and the result as well as the market reaction of the US election surprised all market participants.

Outlook

As indicated at the beginning of this report, for us the development of the NAV per share within a year does not tell too much about the fundamental value of a portfolio. Therefore we would argue that our portfolios are attractively valued and well positioned for the next phase. Last but not least we still see no alternative to equities, especially at the current valuations.

January, 2017

Established by the Investment Manager

Approved by the Board of Directors of the SICAV

LONG TERM INVESTMENT FUND (SIA)

Report of the réviseur d'entreprises agréé / Auditor's report

To the Shareholders of

LONG TERM INVESTMENT FUND (SIA)
Société d'investissement à capital variable
(a Luxembourg domiciled open-ended investment company)
15, avenue J.F. Kennedy
L-1855 Luxembourg

We have audited the accompanying financial statements of LONG TERM INVESTMENT FUND (SIA) (the "SICAV") and of each of its sub-funds, which comprise the statement of net assets and the statement of investments and other net assets of each of its sub-funds as at December 31, 2016, as well as the statement of operations and changes in net assets of each of its sub-funds for the year then ended, and a summary of significant accounting policies and other explanatory notes to the financial statements.

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

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

Responsibility of the réviseur d'entreprises agréé

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

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

Report of the réviseur d'entreprises agréé / Auditor's report (continued)

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of LONG TERM INVESTMENT FUND (SIA) and of each of its sub-funds as at December 31, 2016, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.

Other information

The Board of Directors of the SICAV is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our report of réviseur d'entreprises agréé thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

For Deloitte Audit
Société à responsabilité limitée
Cabinet de révision agréé



Nicolas Hennebert, *Réviseur d'entreprises agréé*
Partner

March 16, 2017
560, rue de Neudorf
L-2220 Luxembourg

LONG TERM INVESTMENT FUND (SIA)

Statement of net assets as at December 31, 2016

	COMBINED	LONG TERM INVESTMENT FUND (SIA) - CLASSIC	LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES	LONG TERM INVESTMENT FUND (SIA) - STABILITY
	EUR	EUR	EUR	EUR
ASSETS				
Investments in securities at acquisition cost	145,510,065.85	128,362,092.30	11,558,271.50	5,589,702.05
Net unrealised gain on investments	20,955,709.21	19,578,303.23	524,842.15	852,563.83
Investments in securities at market value (note 2.e)	166,465,775.06	147,940,395.53	12,083,113.65	6,442,265.88
Cash at banks (notes 2.e, 2.j)	2,573,034.40	1,023,948.06	1,505,736.50	43,349.84
Bank deposits	13,912,660.55	13,332,096.27	0.00	580,564.28
Interest receivable, net (note 2.e)	97.90	93.81	0.00	4.09
	182,951,567.91	162,296,533.67	13,588,850.15	7,066,184.09
LIABILITIES				
Options at market value (note 10)	4,432.00	0.00	0.00	4,432.00
Management and distribution fees payable (note 4)	611,599.63	557,894.27	39,584.75	14,120.61
"Taxe d'abonnement" payable (note 3)	22,983.55	20,388.14	1,707.39	888.02
Other fees payable (note 6)	187,029.57	170,432.57	9,240.14	7,356.86
	826,044.75	748,714.98	50,532.28	26,797.49
TOTAL NET ASSETS AS AT DECEMBER 31, 2016	182,125,523.16	161,547,818.69	13,538,317.87	7,039,386.60
TOTAL NET ASSETS AS AT DECEMBER 31, 2015	162,499,629.54	149,431,249.67	6,408,304.52	6,660,075.35
TOTAL NET ASSETS AS AT DECEMBER 31, 2014	186,738,021.49	167,769,142.44	9,345,477.65	952,144.63

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

LONG TERM INVESTMENT FUND (SIA)

Statement of operations and changes in net assets for the year ended December 31, 2016

	COMBINED	LONG TERM INVESTMENT FUND (SIA) - CLASSIC	LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES	LONG TERM INVESTMENT FUND (SIA) - STABILITY
	EUR	EUR	EUR	EUR
NET ASSETS AT THE BEGINNING OF THE YEAR	162,499,629.54	149,431,249.67	6,408,304.52	6,660,075.35
INCOME				
Dividends, net (note 2.k)	2,987,602.37	2,756,871.29	110,924.15	119,806.93
Interest on bonds, net (note 2.k)	22,469.90	0.00	22,469.90	0.00
Bank interest	14,458.75	13,871.00	-8.56	596.31
	3,024,531.02	2,770,742.29	133,385.49	120,403.24
EXPENSES				
Management and distribution fees (note 4)	2,242,696.87	2,066,217.80	122,468.34	54,010.73
Depository fee, bank charges and interest	96,425.10	86,156.06	4,205.99	6,063.05
Professional fees, audit fees and other expenses	441,026.21	369,849.34	39,286.10	31,890.77
Administration fees	299,005.49	274,756.22	12,246.84	12,002.43
"Taxe d'abonnement" (note 3)	77,769.29	70,130.10	4,615.49	3,023.70
Transaction fees (note 2.m)	389,454.69	341,432.94	25,478.52	22,543.23
	3,546,377.65	3,208,542.46	208,301.28	129,533.91
NET INVESTMENT LOSS	-521,846.63	-437,800.17	-74,915.79	-9,130.67
Net realised gain on sales of investments	5,667,325.76	4,530,744.84	945,130.22	191,450.70
Net realised gain/loss on pool - pooling effect	-0.06	17,591.35	0.00	-17,591.41
Net realised gain on foreign exchange	435,415.24	419,898.63	5,792.84	9,723.77
Net realised loss on options	-145,226.85	-138,764.14	0.00	-6,462.71
Net realised gain/loss on forward contracts	3,435,005.72	2,975,804.66	523,791.70	-64,590.64
NET REALISED GAIN	8,870,673.18	7,367,475.17	1,399,798.97	103,399.04
Change in net unrealised appreciation/depreciation:				
- on investments	21,635,175.91	17,609,358.39	3,261,625.67	764,191.85
- on options	-1,170.72	0.00	0.00	-1,170.72
INCREASE IN NET ASSETS AS A RESULT OF OPERATIONS	30,504,678.37	24,976,833.56	4,661,424.64	866,420.17
Proceeds from subscriptions of shares	39,260,553.92	34,259,175.71	3,975,925.91	1,025,452.30
Cost of shares redeemed	-50,139,338.67	-47,119,440.25	-1,507,337.20	-1,512,561.22
NET ASSETS AT THE END OF THE YEAR	182,125,523.16	161,547,818.69	13,538,317.87	7,039,386.60

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

LONG TERM INVESTMENT FUND (SIA)

Number of shares outstanding and net asset value per share

Sub-fund	Class	Currency	Number of	Net asset value	Net asset value	Net asset value
			shares	per share	per share	per share
			outstanding			
			31.12.2016	31.12.2016	31.12.2015	31.12.2014
LONG TERM INVESTMENT FUND (SIA) - CLASSIC	Classic EUR	EUR	313,817.46	397.47	331.39	321.19
	Classic CHF	CHF	52,977.06	426.09	360.35	386.18
	Classic GBP	GBP	939.38	339.28	244.24	249.26
	Classic USD	USD	38,677.14	419.23	359.99	388.66
	Classic EUR-D	EUR	27.19	397.47	-	-
LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES	Natural Resources EUR - EUR Class	EUR	63,051.77	118.26	68.52	82.91
	Natural Resources CHF - CHF Class	CHF	35,965.38	126.77	74.51	99.69
	Natural Resources GBP - GBP Class	GBP	76.00	100.95	50.50	64.34
	Natural Resources USD - USD Class	USD	15,386.33	124.73	74.43	100.33
	A CAP EUR	EUR	37,274.30	187.88	162.35	175.67
A CAP USD	USD	208.00	183.72	163.54	-	

Sub-fund and Share Class	Shares outstanding - beginning of year/period	Shares issued	Shares redeemed	Shares outstanding - end of year/period
LONG TERM INVESTMENT FUND (SIA) - CLASSIC				
Classic EUR	359,946.03	73,996.12	-120,124.69	313,817.46
Classic CHF	48,710.21	12,706.32	-8,439.47	52,977.06
Classic GBP	1,062.02	133.00	-255.64	939.38
Classic USD	41,202.92	7,758.27	-10,284.05	38,677.14
Classic EUR-D	-	27.19	-	27.19
LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES				
Natural Resources - EUR Class	48,846.83	23,225.30	-9,020.36	63,051.77
Natural Resources - CHF Class	27,775.38	10,665.00	-2,475.00	35,965.38
Natural Resources - GBP Class	1.00	366.03	-291.03	76.00
Natural Resources - USD Class	16,905.54	2,641.00	-4,160.21	15,386.33
LONG TERM INVESTMENT FUND (SIA) - STABILITY				
A CAP EUR	39,200.21	5,700.36	-7,626.27	37,274.30
A CAP USD	1,966.93	-	-1,758.93	208.00

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

LONG TERM INVESTMENT FUND (SIA) - CLASSIC

Statement of investments and other net assets as at December 31, 2016 (in EUR)

Description	Quantity	Market value (note 2)	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET			
SHARES			
<i>AUSTRIA</i>			
WIENERBERGER BAUSTOFFINDUSTRIE	333,304.79	5,497,862.50	3.40
		5,497,862.50	3.40
<i>CANADA</i>			
CENOVUS ENERGY	67,044.46	962,197.70	0.60
FIRST QUANTUM MINERALS	288,919.60	2,726,865.19	1.69
NORTHERN DYNASTY MINERALS	1,399,987.63	2,741,633.28	1.70
		6,430,696.17	3.99
<i>DENMARK</i>			
ISS	149,052.31	4,778,967.77	2.96
PANDORA	37,203.91	4,623,273.96	2.86
		9,402,241.73	5.82
<i>FRANCE</i>			
AIR LIQUIDE	50,955.09	5,383,405.38	3.33
		5,383,405.38	3.33
<i>GERMANY</i>			
DRAEGERWERK PFD -OSR-	87,404.84	6,947,810.52	4.30
HEIDELBERGCEMENT	43,185.43	3,827,524.80	2.37
		10,775,335.32	6.67
<i>INDIA</i>			
TATA MOTORS 'A'	897,424.43	3,749,617.11	2.32
		3,749,617.11	2.32
<i>IRELAND</i>			
MEDTRONIC	78,157.52	5,278,180.89	3.27
		5,278,180.89	3.27
<i>JAPAN</i>			
SUMITOMO MITSUI FINANCIAL GROUP	87,298.47	3,164,924.05	1.96
		3,164,924.05	1.96
<i>JERSEY</i>			
GLENCORE	429,778.70	1,396,429.64	0.86
		1,396,429.64	0.86
<i>NETHERLANDS</i>			
ING GROUP	491,391.68	6,569,906.77	4.07
UNILEVER SHS	88,368.86	3,456,547.88	2.14
		10,026,454.65	6.21

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

LONG TERM INVESTMENT FUND (SIA) - CLASSIC

Statement of investments and other net assets as at December 31, 2016 (in EUR)

Description	Quantity	Market value (note 2)	% of net assets
<i>NORWAY</i>			
BAKKAFROST	99,688.91	3,764,012.49	2.33
LEROY SEAFOOD GROUP ASA	184,963.51	9,801,325.54	6.06
MARINE HARVEST	435,544.62	7,469,381.74	4.61
		21,034,719.77	13.00
<i>SOUTH KOREA</i>			
DGB FINANCIAL GROUP	371,514.88	2,849,226.50	1.76
		2,849,226.50	1.76
<i>SPAIN</i>			
VISCOFAN	66,051.69	3,094,521.64	1.92
		3,094,521.64	1.92
<i>SWEDEN</i>			
ATLAS COPCO 'B'	132,468.48	3,436,832.69	2.13
		3,436,832.69	2.13
<i>SWITZERLAND</i>			
NESTLE	51,048.04	3,478,616.58	2.15
		3,478,616.58	2.15
<i>UNITED KINGDOM</i>			
AMEC FOSTER WHEELER	423,999.37	2,334,581.66	1.45
EASYJET	360,418.10	4,243,445.79	2.63
ENQUEST	4,840,925.32	2,381,900.82	1.47
PREMIER FOODS	2,726,800.75	1,493,416.75	0.92
PREMIER OIL	2,545,955.89	2,207,133.46	1.37
		12,660,478.48	7.84
<i>UNITED STATES</i>			
APPLE	32,229.52	3,539,060.22	2.19
BLACKSTONE GROUP LP -PARTNERSHIP UNITS-	132,269.16	3,389,652.45	2.10
CALIFORNIA RESOURCES	230,103.82	4,644,618.14	2.88
CITIGROUP	87,310.93	4,919,544.12	3.05
COCA-COLA	67,369.31	2,648,146.08	1.64
FLUOR	96,991.38	4,829,569.06	2.99
HALLIBURTON	79,075.55	4,055,176.13	2.51
SCHLUMBERGER LTD	43,161.47	3,435,322.46	2.13
UNITED TECHNOLOGIES	46,252.86	4,807,052.75	2.98
VISA 'A'	54,247.71	4,012,711.02	2.48
		40,280,852.43	24.95
TOTAL INVESTMENTS		147,940,395.53	91.58
CASH AT BANKS		1,023,948.06	0.63
BANK DEPOSITS		13,332,096.27	8.25
OTHER NET LIABILITIES		-748,621.17	-0.46
TOTAL NET ASSETS		161,547,818.69	100.00

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

LONG TERM INVESTMENT FUND (SIA) - CLASSIC

Geographical and industrial classification of investments as at December 31, 2016

Geographical classification

(in % of net assets)

United States	24.95
Norway	13.00
United Kingdom	7.84
Germany	6.67
Netherlands	6.21
Denmark	5.82
Canada	3.99
Austria	3.40
France	3.33
Ireland	3.27
India	2.32
Switzerland	2.15
Sweden	2.13
Japan	1.96
Spain	1.92
South Korea	1.76
Jersey	0.86
	91.58

Industrial classification

(in % of net assets)

Food and soft drinks	14.83
Banks and credit institutions	9.60
Oil	9.49
Pharmaceuticals and cosmetics	7.57
Agriculture and fisheries	6.94
Holding and finance companies	5.82
Construction and building materials	5.77
Construction of machines and appliances	5.12
Mining and steelworks	3.39
Chemicals	3.33
Aeronautics and astronautics	2.98
Utilities	2.96
Miscellaneous consumer goods	2.86
Transport and freight	2.63
Miscellaneous	2.33
Automobiles	2.32
Computer and office equipment	2.19
Real Estate Shares	1.45
	91.58

LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES

Statement of investments and other net assets as at December 31, 2016 (in EUR)

Description	Quantity	Market value (note 2)	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET			
SHARES			
<i>AUSTRALIA</i>			
INDEPENDENCE GROUP	113,148.00	335,567.34	2.48
WESTERN AREAS	163,828.00	345,283.29	2.55
		680,850.63	5.03
<i>BRAZIL</i>			
PETROBRAS PETROLEO ADR -SPONS.-	30,600.00	293,307.46	2.17
		293,307.46	2.17
<i>CANADA</i>			
CAMECO	25,938.00	257,459.54	1.90
CENOVUS ENERGY	28,593.00	410,356.35	3.03
FIRST QUANTUM MINERALS	41,978.00	396,194.46	2.93
HUDBAY MINERALS	23,744.00	128,920.06	0.95
IVANHOE MINES 'A'	75,788.00	136,094.18	1.01
LEADFX	81,533.00	43,231.48	0.32
SUNCOR ENERGY	11,702.00	363,186.76	2.68
TECK RESSOURCES 'B'	7,235.00	137,439.51	1.02
		1,872,882.34	13.84
<i>FRANCE</i>			
AIR LIQUIDE	2,510.00	265,181.50	1.96
		265,181.50	1.96
<i>INDONESIA</i>			
PP LONDON SUMATRA INDONESIA	2,894,100.00	354,382.04	2.62
PT SAMPOERNA AGRO	2,656,000.00	357,001.76	2.64
		711,383.80	5.26
<i>JERSEY</i>			
GLENCORE	106,978.00	347,591.09	2.57
		347,591.09	2.57
<i>NETHERLANDS</i>			
CONSTELLIUM 'A'	39,699.00	222,066.02	1.64
		222,066.02	1.64
<i>NORWAY</i>			
BAKKAFROST	6,682.00	252,296.18	1.86
GRIEG SEAFOOD	102,784.00	924,934.47	6.83
LERROY SEAFOOD GROUP ASA	15,237.00	807,417.61	5.96
MARINE HARVEST	11,052.00	189,536.51	1.40
NORWAY ROYAL SALMON	35,484.00	809,033.13	5.98
TGS-NOPEC GEOPHYSICAL	9,631.00	203,355.95	1.50
		3,186,573.85	23.53

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

LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES

Statement of investments and other net assets as at December 31, 2016 (in EUR)

Description	Quantity	Market value (note 2)	% of net assets
<i>SPAIN</i>			
VISCOFAN	8,086.00	378,829.10	2.80
		<u>378,829.10</u>	<u>2.80</u>
<i>UNITED KINGDOM</i>			
AMEC FOSTER WHEELER	56,883.00	313,203.32	2.31
ENQUEST	1,405,811.00	691,707.09	5.11
PREMIER OIL	703,205.00	609,620.65	4.50
		<u>1,614,531.06</u>	<u>11.92</u>
<i>UNITED STATES</i>			
CALIFORNIA RESOURCES	33,152.00	669,169.17	4.94
CUMMINS	1,664.00	215,614.05	1.59
FLUOR	6,352.00	316,290.20	2.34
FREEPORT MCMORAN	17,689.00	221,206.87	1.63
HALLIBURTON	7,464.00	382,771.10	2.83
HESS	4,316.00	254,888.53	1.88
NATIONAL OILWELL VARCO	5,000.00	177,482.84	1.31
OCCIDENTAL PETROLEUM	4,035.00	272,494.04	2.01
		<u>2,509,916.80</u>	<u>18.53</u>
TOTAL INVESTMENTS		12,083,113.65	89.25
CASH AT BANKS		1,505,736.50	11.12
OTHER NET LIABILITIES		-50,532.28	-0.37
TOTAL NET ASSETS		13,538,317.87	100.00

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

LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES

Geographical and industrial classification of investments as at December 31, 2016

Geographical classification

(in % of net assets)	
Norway	23.53
United States	18.53
Canada	13.84
United Kingdom	11.92
Indonesia	5.26
Australia	5.03
Spain	2.80
Jersey	2.57
Brazil	2.17
France	1.96
Netherlands	1.64
	89.25

Industrial classification

(in % of net assets)	
Oil	26.85
Agriculture and fisheries	15.35
Food and soft drinks	14.74
Mining and steelworks	11.31
Miscellaneous	7.68
Precious metals and stones	5.12
Construction of machines and appliances	3.93
Real Estate Shares	2.31
Chemicals	1.96
	89.25

LONG TERM INVESTMENT FUND (SIA) - STABILITY

Statement of investments and other net assets as at December 31, 2016 (in EUR)

Description	Quantity	Market value (note 2)	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET			
SHARES			
<i>AUSTRIA</i>			
WIENERBERGER BAUSTOFFINDUSTRIE	14,514.21	239,411.91	3.40
		239,411.91	3.40
<i>CANADA</i>			
CENOVUS ENERGY	2,919.54	41,900.21	0.60
FIRST QUANTUM MINERALS	12,581.40	118,745.06	1.69
NORTHERN DYNASTY MINERALS	60,964.37	119,388.15	1.70
		280,033.42	3.99
<i>DENMARK</i>			
ISS	6,490.69	208,106.66	2.96
PANDORA	1,620.09	201,326.76	2.86
		409,433.42	5.82
<i>FRANCE</i>			
AIR LIQUIDE	2,218.91	234,427.72	3.33
		234,427.72	3.33
<i>GERMANY</i>			
DRAEGERWERK PFD -OSR-	3,806.16	302,551.87	4.30
HEIDELBERGCEMENT	1,880.57	166,674.78	2.37
		469,226.65	6.67
<i>INDIA</i>			
TATA MOTORS 'A'	39,079.57	163,282.18	2.32
		163,282.18	2.32
<i>IRELAND</i>			
MEDTRONIC	3,403.48	229,845.57	3.27
		229,845.57	3.27
<i>JAPAN</i>			
SUMITOMO MITSUI FINANCIAL GROUP	3,801.53	137,820.93	1.96
		137,820.93	1.96
<i>JERSEY</i>			
GLENCORE	18,715.30	60,809.43	0.86
		60,809.43	0.86
<i>NETHERLANDS</i>			
ING GROUP	21,398.32	286,095.53	4.06
UNILEVER SHS	3,848.14	150,520.08	2.14
		436,615.61	6.20

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

LONG TERM INVESTMENT FUND (SIA) - STABILITY

Statement of investments and other net assets as at December 31, 2016 (in EUR)

Description	Quantity	Market value (note 2)	% of net assets
<i>NORWAY</i>			
BAKKAFROST	4,341.09	163,909.05	2.33
LEROY SEAFOOD GROUP ASA	8,054.49	426,812.02	6.05
MARINE HARVEST	18,966.38	325,264.39	4.62
		915,985.46	13.00
<i>SOUTH KOREA</i>			
DGB FINANCIAL GROUP	16,178.12	124,073.45	1.76
		124,073.45	1.76
<i>SPAIN</i>			
VISCOFAN	2,876.31	134,755.16	1.91
		134,755.16	1.91
<i>SWEDEN</i>			
ATLAS COPCO 'B'	5,768.52	149,661.56	2.13
		149,661.56	2.13
<i>SWITZERLAND</i>			
NESTLE	2,222.96	151,481.09	2.15
		151,481.09	2.15
<i>UNITED KINGDOM</i>			
AMEC FOSTER WHEELER	18,463.63	101,662.54	1.44
EASYJET	15,694.90	184,786.62	2.63
ENQUEST	210,804.68	103,723.11	1.47
PREMIER FOODS	118,742.25	65,032.87	0.92
PREMIER OIL	110,867.11	96,112.63	1.37
		551,317.77	7.83
<i>UNITED STATES</i>			
APPLE	1,403.48	154,113.19	2.19
BLACKSTONE GROUP LP -PARTNERSHIP UNITS-	5,759.84	147,607.03	2.10
CALIFORNIA RESOURCES	10,020.18	202,256.22	2.87
CITIGROUP	3,802.07	214,228.25	3.04
COCA-COLA	2,933.69	115,317.13	1.64
FLUOR	4,223.62	210,310.16	2.99
HALLIBURTON	3,443.45	176,588.16	2.51
SCHLUMBERGER LTD	1,879.53	149,595.79	2.13
UNITED TECHNOLOGIES	2,014.14	209,329.66	2.97
VISA 'A'	2,362.29	174,738.96	2.48
		1,754,084.55	24.92
TOTAL INVESTMENTS		6,442,265.88	91.52
CASH AT BANKS		43,349.84	0.62
BANK DEPOSITS		580,564.28	8.25
OTHER NET LIABILITIES		-26,793.40	-0.39
TOTAL NET ASSETS		7,039,386.60	100.00

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

LONG TERM INVESTMENT FUND (SIA) - STABILITY

Geographical and industrial classification of investments as at December 31, 2016

Geographical classification

(in % of net assets)	
United States	24.92
Norway	13.00
United Kingdom	7.83
Germany	6.67
Netherlands	6.20
Denmark	5.82
Canada	3.99
Austria	3.40
France	3.33
Ireland	3.27
India	2.32
Switzerland	2.15
Sweden	2.13
Japan	1.96
Spain	1.91
South Korea	1.76
Jersey	0.86
	91.52

Industrial classification

(in % of net assets)	
Food and soft drinks	14.81
Banks and credit institutions	9.58
Oil	9.48
Pharmaceuticals and cosmetics	7.57
Agriculture and fisheries	6.95
Holding and finance companies	5.82
Construction and building materials	5.77
Construction of machines and appliances	5.12
Mining and steelworks	3.39
Chemicals	3.33
Aeronautics and astronautics	2.97
Utilities	2.96
Miscellaneous consumer goods	2.86
Transport and freight	2.63
Miscellaneous	2.33
Automobiles	2.32
Computer and office equipment	2.19
Real Estate Shares	1.44
	91.52

LONG TERM INVESTMENT FUND (SIA)

Notes to the financial statements as at December 31, 2016

NOTE 1

GENERAL

LONG TERM INVESTMENT FUND (SIA) (the "SICAV") is an open-ended investment company of the umbrella type organised as a "société anonyme" under the laws of the Grand Duchy of Luxembourg and qualifies as a Société d'Investissement à Capital Variable ("SICAV") under Part I of the Luxembourg amended law of December 17, 2010 (the "Law") regarding collective investment undertakings, whose object is to invest in transferable securities under the principle of risk spreading in accordance with, and as more fully described in, its Articles and the Prospectus.

The SICAV was incorporated for an indefinite period on February 2, 2006, with an initial capital of Euro 31,000. Its articles of incorporation were last amended on July 26, 2006 and published in the "*Mémorial C, Recueil Spécial des Sociétés et Associations du Grand-Duché de Luxembourg*" on August 30, 2006.

A legal statement giving notice of the issue and sale of shares by the SICAV has been filed with the Trade and Companies Register of Luxembourg.

The SICAV is registered at the Trade and Companies Register of Luxembourg under the number B 113 981.

The SICAV is divided into several sub-funds. Each sub-fund is governed by a specific investment policy and is denominated in a specific currency.

FundPartner Solutions (Europe) S.A., a public limited company (société anonyme) with registered office at 15, avenue J.F. Kennedy, L-1855 Luxembourg, was appointed management company of the SICAV as of January 1, 2013. It is a management company within the meaning of Chapter 15 of the Law.

As at December 31, 2016, LONG TERM INVESTMENT FUND (SIA) includes three sub-funds in activity:

- LONG TERM INVESTMENT FUND (SIA) - CLASSIC, denominated in Euro (EUR),
- LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES, denominated in Euro (EUR),
- LONG TERM INVESTMENT FUND (SIA) - STABILITY, denominated in Euro (EUR).

As at December 31, 2016, the following share classes are issued:

Sub-fund	Class	Currency
LONG TERM INVESTMENT FUND (SIA) - CLASSIC	Classic EUR	EUR
	Classic CHF	CHF
	Classic GBP	GBP
	Classic USD	USD
	Classic EUR-D*	EUR

* launched on November 21, 2016

LONG TERM INVESTMENT FUND (SIA)

Notes to the financial statements as at December 31, 2016 (continued)

Sub-fund	Class	Currency
LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES	Natural Resources - EUR Class Natural Resources - CHF Class Natural Resources - GBP Class Natural Resources - USD Class	EUR CHF GBP USD
LONG TERM INVESTMENT FUND (SIA) - STABILITY	A CAP EUR A CAP USD	EUR USD

Pooling:

The SICAV makes use of pooling for the purpose of efficient management of assets.

The investment portfolio of the LONG TERM INVESTMENT FUND (SIA) - CLASSIC and LONG TERM INVESTMENT FUND (SIA) - STABILITY sub-funds are managed jointly in a single pool of investments.

However this pool is used exclusively for the purpose of internal management. It is not an individual legal entity and is not directly accessible to investors. Each co-managed sub-fund is allocated its own assets.

When the assets of a sub-fund are managed according to this technique, the assets initially attributable to each co-managed sub-fund are determined according to its initial contribution to the pool. Subsequently, the composition of these assets shall vary according to the contributions or withdrawals made by these sub-funds.

The allocation system described above applies to each holding in the pool. Henceforth, any additional investments made on behalf of the co-managed sub-funds are attributed to these sub-funds according to their respective rights, while any assets sold shall be deducted in the same way from the assets attributable to each of the co-managed sub-funds.

Dividends, interest and non-contractual fees are accounted for in the pool and prorated to each sub-fund on the date these operations are recorded (expense provisions, recording of expenses and/or income on bank accounts). Conversely, contractual fees (custody, administration, management fees, etc.) are recorded directly in the respective sub-funds.

The assets and liabilities attributable to each sub-fund are identifiable at any given moment.

The realised gain/loss and/or unrealised appreciation/depreciation on investments are recorded in the pool in the reference currency of the said pool. They are then recorded in each sub-fund on the basis of its participation in the pool.

The statement of net assets and the statement of investments and other net assets show the situation of the portfolio on the closing date of the year based on the sub-fund's participation in the pool as at closing date.

LONG TERM INVESTMENT FUND (SIA)

Notes to the financial statements as at December 31, 2016 (continued)

The data recorded in the statement of operations and changes in net assets under "Net realised gain/loss on pool - pooling effect" represent:

- the currency effect due to differences between the exchange rates used as at the closing date and those used at each NAV calculation;
- the effect of the difference between the percentage participation in the pool(s) as at the closing date and the percentage participation applicable as at each NAV calculation.

The current versions of the Prospectus, the Key Investor Information Document (KIID), the Articles of Association and the annual and semi-annual reports can be obtained free of charge from the representative, the paying agent and at the registered office of the SICAV.

NOTE 2

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Presentation of financial statements

The financial statements are prepared in accordance with generally accepted accounting principles and with the legal reporting requirements applicable in Luxembourg relating to undertakings for collective investment.

b) Formation expenses

Formation expenses have been fully amortised.

c) Conversion of foreign currencies for each sub-fund

Cash at banks, other net assets as well as the market value of the investment portfolio in currencies other than the currency of the sub-fund are converted into the base currency of the sub-fund at the exchange rate prevailing at the end of the year.

Income and expenses in currencies other than the currency of the sub-fund are converted into the currency of the sub-fund at the exchange rate applicable on the transaction date.

Resulting foreign exchange gains and losses are included in the statement of operations and changes in net assets.

d) Combined financial statements

The combined financial statements of the SICAV are expressed in EUR. Accounting items of the different sub-funds denominated in currencies other than EUR are converted into EUR at the exchange rates prevailing at the end of the year.

e) Valuation of investments

1) Securities and other assets listed or dealt in on a stock exchange or another regulated market are valued at the last available price; where such securities or other assets are listed or dealt in one or by more than one stock exchange or any other regulated market, the Board of Directors of the SICAV shall make regulations for the order of priority in which stock exchanges or other regulated markets are used for the provisions of prices of securities or assets.

LONG TERM INVESTMENT FUND (SIA)

Notes to the financial statements as at December 31, 2016 (continued)

2) Securities not listed or dealt in on a stock exchange or another organised market and securities so listed or dealt in for which the last available price is not representative of a fair market value, are valued prudently and in good faith by the Board of Directors of the SICAV on the basis of their estimated sale prices.

3) Cash in hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid and not yet received are valued at their face value with interest accrued.

4) The units/shares of open-ended undertakings for collective investment are valued on the basis of the last known Net Asset Value or, if the price so determined is not representative of their fair market value, are valued as the Board of Directors of the SICAV may deem fair and reasonable. Units/shares of closed-ended undertakings for collective investment are valued on the basis of their last available market value.

5) Liquid assets and money market instruments which are not listed or dealt in on a stock exchange or another regulated market with remaining maturity of less than twelve months are valued at their nominal value increased by any interest accrued thereon, if any, such global value being amortised pursuant to the amortised costs method.

6) Futures, forward and options contracts not dealt in on a stock exchange or another regulated market are valued at their liquidating value determined pursuant to the policies established in good faith by the Board of Directors of the SICAV, on a basis consistently applied for each different variety of contracts. The liquidating value of futures, forward and options contracts dealt in on a stock exchange or another organised market is based on the last available settlement prices published by such stock exchange or other regulated market where these particular futures, forward or options contracts are traded. If a futures, forward or options contract could not be liquidated on the Valuation Day of the relevant assets, the basis for determining the liquidating value of such contract shall be such value as the Board of Directors of the SICAV may deem fair and reasonable.

f) Valuation of forward exchange contracts

The net unrealised gains or losses resulting from outstanding forward exchange contracts, if any, are determined on the valuation day on the basis of the forward exchange rates applicable on this date and are included in the statement of net assets.

g) Valuation of Contracts For Difference

CFD are valued on the basis of the difference between the price of their underlying on the valuation date and on the acquisition date.

h) Net realised gains or losses on sales of investments

The net realised gains or losses on sales of investments are calculated on the basis of average cost of the investment sold.

i) Acquisition cost of securities in the portfolio

The cost of securities denominated in currencies other than the base currency of the different sub-funds is calculated at the exchange rate prevailing on the acquisition date.

LONG TERM INVESTMENT FUND (SIA)

Notes to the financial statements as at December 31, 2016 (continued)

j) Accounting of CFD

Unrealised appreciations and depreciations on Contract For Differences ("CFD") are settled daily through the reception/payment of a cash amount corresponding to the daily increase/decrease of the market value of each opened CFD. Such cash amount is recorded under the caption "Cash at banks" in the statement of net assets and the corresponding amount is recorded under the caption "net realised gain and loss on forward contracts" in the statement of operations and changes in net assets.

k) Income

Dividends are recorded at the ex-date. Interest is recorded on an accruals basis.

l) Dividend distribution

The Board of Directors of the SICAV reserves the right to introduce a distribution policy. No dividend distribution which may result in the SICAV's net assets being below EUR 1,250,000 can be made.

m) Transaction fees

The transaction fees represent the costs incurred by each sub-fund in connection with purchases and sales of investments. Transaction fees include brokerage fees, bank commissions, foreign tax, depositary fees and other fees. They are included in the statement of operations and changes in net assets.

NOTE 3

"TAXE D'ABONNEMENT"

The SICAV's net assets are subject to a subscription tax of 0.05% per annum payable at the end of each calendar quarter and calculated on the basis of the SICAV's total net assets at the end of the relevant quarter; such tax is reduced to 0.01% per annum in respect of Classes comprising institutional investors only (as per article 174 of the Law). This tax is not applicable for the portion of the assets of a sub-fund invested in other Luxembourg undertakings for collective investment already subject to "taxe d'abonnement".

NOTE 4

MANAGEMENT AND DISTRIBUTION FEES

The Investment Manager and the Global Distributor are entitled to receive from the SICAV a management fee and a distribution fee, respectively, payable out of the assets of the relevant sub-fund on a quarterly basis at a total annual rate which could vary per sub-fund; both such fees do not exceed 1.50% in total of the average net asset value of the relevant sub-fund as determined during the relevant quarter.

For the year under review, the following annual rates have been applied:

Management and distribution fees:

LONG TERM INVESTMENT FUND (SIA) - CLASSIC : 1.50%
LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES : 1.50%
LONG TERM INVESTMENT FUND (SIA) - STABILITY : 0.90%

LONG TERM INVESTMENT FUND (SIA)

Notes to the financial statements as at December 31, 2016 (continued)

NOTE 5 PERFORMANCE FEE

The Investment Manager/the Global Distributor may receive a performance fee, paid quarterly, based on the net asset value (NAV).

More details on the calculation method are available in the latest prospectus of the SICAV.

For the year ended December 31, 2016, no performance fee was charged for any sub-funds.

NOTE 6 OTHER FEES PAYABLE

As at December 31, 2016, other fees payable include mainly audit, administration, depositary and management company fees.

NOTE 7 SUBSCRIPTION, REDEMPTION AND CONVERSION FEES

The subscription and redemption price for shares of each sub-fund is equal to the net asset value per share of the relevant sub-fund, calculated on the first valuation day following receipt of the subscription/redemption request.

Intermediaries involved in the distribution of shares may charge additional fees to their clients subscribing/redeeming in the SICAV via them.

A conversion commission of up to 1.00% of the Net Asset Value of the Shares of the Class into which conversion is requested may be charged by the SICAV (and disclosed under an "Other income" caption) at the discretion of the Board of Directors of the SICAV, to protect investors against excessive trading due to conversion between the sub-funds.

Further details are provided in the latest prospectus of the SICAV.

NOTE 8 EXCHANGE RATES

The following exchange rates were used as at December 31, 2016:

1 EUR =	1.414473	CAD	1 EUR =	123.020700	JPY
1 EUR =	1.071995	CHF	1 EUR =	1,273.924824	KRW
1 EUR =	7.435512	DKK	1 EUR =	9.078971	NOK
1 EUR =	0.853599	GBP	1 EUR =	9.581981	SEK
1 EUR =	14,209.901910	IDR	1 EUR =	1.054750	USD
1 EUR =	71.585882	INR			

LONG TERM INVESTMENT FUND (SIA)

Notes to the financial statements as at December 31, 2016 (continued)

NOTE 9

CFD CONTRACTS

The SICAV had the following CFD outstanding as at December 31, 2016:

LONG TERM INVESTMENT FUND (SIA) - CLASSIC

Description	Quantity	Currency	Commitment in EUR
Cenovus Energy	332,006	CAD	4,764,835.37
Grifols 'B'	306,659	EUR	4,662,751.79
Henkel	53,503	EUR	5,295,740.13
MTU Aero Engines Holdings	28,285	EUR	3,105,723.64
Sodexo	28,790	EUR	3,143,899.42

LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES

Description	Quantity	Currency	Commitment in EUR
Baker Hughes Inc	3,950	USD	243,310.26
Northern Dynasty Minerals	241,500	CAD	472,936.03
Schlumberger	4,500	USD	358,165.44

LONG TERM INVESTMENT FUND (SIA) - STABILITY

Description	Quantity	Currency	Commitment in EUR
Cenovus Energy	14,458	CAD	207,491.24
Grifols 'B'	13,354	EUR	203,045.87
Henkel	2,330	EUR	230,610.21
MTU Aero Engines Holdings	1,232	EUR	135,242.96
Sodexo	1,254	EUR	136,905.38

NOTE 10

OPTIONS CONTRACTS

The SICAV had the following options outstanding as at December 31, 2016:

LONG TERM INVESTMENT FUND (SIA) - STABILITY

Name	Quantity	Strike	Maturity date	Currency	Commitment in EUR	Market value in EUR
CALL Aena	-5	130	17/03/2017	EUR	-32,391.11	-2,005.00
CALL Deutsche Lufthansa	-57	12.5	20/03/2017	EUR	-33,570.72	-3,192.00
CALL Encana	-61	12	21/04/2017	USD	-39,114.42	-6,361.70
CALL Kone OYJ 'B'	-18	40	17/03/2017	EUR	-57,392.87	-6,039.00
CALL PSP Swiss Property Reg.	-7	86	23/01/2017	CHF	-44,300.48	-1,606.35
CALL PSP Swiss Property Reg.	-9	84	20/02/2017	CHF	-59,030.86	-3,778.00
CALL Repsol	-52	13.5	17/03/2017	EUR	-34,686.14	-2,964.00
PUT Aena	5	130	17/03/2017	EUR	-33,037.41	2,160.00
PUT Deutsche Lufthansa	57	12.5	20/03/2017	EUR	-36,648.04	4,560.00
PUT Encana	61	12	21/04/2017	USD	-28,949.43	7,807.54

LONG TERM INVESTMENT FUND (SIA)

Notes to the financial statements as at December 31, 2016 (continued)

LONG TERM INVESTMENT FUND (SIA) - STABILITY (continued)

Name	Quantity	Strike	Maturity date	Currency	Commitment in EUR	Market value in EUR
PUT Kone OYJ 'B'	18	40	17/03/2017	EUR	-30,956.90	2,808.00
PUT PSP Swiss Property Reg.	7	86	23/01/2017	CHF	-10,177.84	319.96
PUT PSP Swiss Property Reg.	9	84	20/02/2017	CHF	-14,850.07	478.55
PUT Repsol	52	13.5	17/03/2017	EUR	-26,414.64	3,380.00

The market value on these contracts as at December 31, 2016, was EUR 4,432.00 and is included in the liabilities part of the statement of net assets.

NOTE 11

COLLATERAL ON OTC DERIVATIVES PRODUCTS

In the framework of their transactions on OTC derivatives products (CFD), the sub-funds of the SICAV have not received any collateral from the various counterparties with which they deal.

LONG TERM INVESTMENT FUND (SIA)

Total Expense Ratio ("TER")

Pursuant to the Swiss Fund & Asset Management Association ("SFAMA") Directive of May 16, 2008, the "Guidelines on the calculation and disclosure of the TER and PTR", the SICAV is required to publish a TER for the last twelve-month period.

The TER is defined as the ratio between the total operating expenses (Operating charges primarily consist of management and investment advisory fees, custodian fees, bank charges and interest, service fees, performance fees, taxes and duties) and the relevant sub-fund's / share class' average NAV (calculated on the basis of the daily average of the total net assets for the relevant period) expressed in its reference currency.

Moreover, for the new share classes launched during the year, operating fees were annualised as stated in point 8 of the Directive. The amounts were annualised whereas some fixed costs were not equally distributed over the year.

For the year from January 1, 2016 December 31, 2016, the TER were the following:

Class	Annualised TER including performance fees	Annualised TER excluding performance fees
LONG TERM INVESTMENT FUND (SIA) - CLASSIC		
Classic EUR	2.08%	2.08%
Classic CHF	2.08%	2.08%
Classic GBP	2.08%	2.08%
Classic USD	2.08%	2.08%
Classic EUR-D	2.40%	2.40%
LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES		
Natural Resources - EUR Class	2.24%	2.24%
Natural Resources - CHF Class	2.25%	2.25%
Natural Resources - GBP Class	2.45%	2.45%
Natural Resources - USD Class	2.21%	2.21%
LONG TERM INVESTMENT FUND (SIA) - STABILITY		
A CAP EUR	1.74%	1.74%
A CAP USD	1.72%	1.72%

LONG TERM INVESTMENT FUND (SIA)

Portfolio Turnover Ratio ("PTR")

Pursuant to the Swiss Fund & Asset Management Association ("SFAMA") Directive of May 16, 2008, the "Guidelines on the calculation and disclosure of the TER and PTR", the SICAV is required to publish a PTR for the year from January 1, 2016 to December 31, 2016.

The PTR refers to the measure of trading activities of a sub-fund's portfolio.

The PTR is defined as the ratio between the difference of the sum of the purchases and sales and the sum of the subscriptions and redemptions and the average NAV (calculated on the basis of the daily average of the total net assets for the relevant period) of the sub-fund expressed in its reference currency.

For the year from January 1, 2016 to December 31, 2016, the PTR of each sub-fund was the following:

Sub-fund	
LONG TERM INVESTMENT FUND (SIA) - CLASSIC	24.73%
LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES	47.09%
LONG TERM INVESTMENT FUND (SIA) - STABILITY	43.25%

LONG TERM INVESTMENT FUND (SIA)

Performance

The performance per share class was calculated by comparing the net assets per share as at December 31, 2015 with the net assets per share as at December 31, 2016.

The performance data do not take into account subscription and/or redemption fees.

As at December 31, 2016, performances were the following:

Class	Currency	Performance for the fiscal year ending December 31, 2016	Performance for the fiscal year ending December 31, 2015	Performance for the fiscal year ending December 31, 2014
LONG TERM INVESTMENT FUND (SIA) - CLASSIC				
Classic EUR	EUR	19.94%	3.18%	11.62%
Classic CHF	CHF	18.24%	-6.69%	9.51%
Classic GBP	GBP	38.91%	-2.01%	4.12%
Classic USD	USD	16.46%	-7.38%	-1.98%
Classic EUR-D	EUR	4.17%*	-	-
LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES				
Natural Resources EUR - EUR Class		72.59%	-17.36%	-3.65%
Natural Resources CHF - CHF Class		70.14%	-25.26%	-5.46%
Natural Resources GBP - GBP Class		99.90%	-21.51%	-10.13%
Natural Resources USD - USD Class		67.58%	-25.81%	-15.38%
LONG TERM INVESTMENT FUND (SIA) - STABILITY				
A CAP EUR	EUR	15.73%	-7.58%	0.14%*
A CAP USD	USD	12.34%	-14.54%*	-

* The performance of share classes launched during the year was calculated by comparing the net assets per share as at the launch date of the share class with the net assets per share as at the end of the year

Past performance is no indication of current or future performance. The performance data do not take into account subscription and/or redemption fees.

LONG TERM INVESTMENT FUND (SIA)

Other information to Shareholders

1. Remuneration policy of the Management Company

Details of the Remuneration Policy, including the persons in charge of determining the fixed and variable remunerations of the staff, a description of the key remuneration elements and an overview of how remuneration is determined, is available on the website www.group.pictet/fps. A paper copy of the summarised Remuneration Policy is available free of charge to the Shareholders upon request.

2. Securities Financing Transactions and of Reuse ("SFTR")

As at December 31, 2016, the SICAV is currently not in the scope of the requirements of the Regulation (EU) 2015/2365 on transparency of SFTR. Furthermore, no corresponding transactions were carried out during the period referring to the financial statements.

3. Information on risk measurement

The 3 sub-funds of the SICAV use the VaR approach to monitor the Global Risk Exposure.

More specifically, the LONG TERM INVESTMENT FUND (SIA) - STABILITY sub-fund use the Absolute VaR option while the 2 other sub-funds use the Relative VaR option.

The following table provides the information required as per CSSF circular 11/512.

LONG TERM INVESTMENT FUND (SIA)

Other information to Shareholders (continued)

Sub-funds	Average leverage*	Leverage Computation approach	GRE monitoring approach	VaR optional Regime	VaR Limit ratio			Sub-fund Average VaR	Benchmark Average VaR	Benchmark	Legal limit	VaR Models and Inputs
					Average	Minimum	Maximum					
LONG TERM INVESTMENT FUND (SIA) - CLASSIC	14.09%	Σ notionals of the derivatives	VaR	Relative	114.05%	97.10%	138.97%	15.41%	13.52%	2/3 MSCI WORLD Index and 1/3 MSCI Emerging Markets	200%	1 month holding period, 99% CI, Monte Carlo, observation period 3.5 years
LONG TERM INVESTMENT FUND (SIA) - NATURAL RESOURCES	7.69%	Σ notionals of the derivatives	VaR	Relative	101.26%	88.49%	115.15%	20.25%	19.96%	60% MSCI WORLD Metals & Mining, 20% Amex Oil Serv. and 20% MSCI Emerging Markets	200%	1 month holding period, 99% CI, Monte Carlo, observation period 3.5 years
LONG TERM INVESTMENT FUND (SIA) - STABILITY	33.49%	Σ notionals of the derivatives	VaR	Absolute	13.73%	8.28%	18.17%	13.73%	N/A	N/A	20%	1 month holding period, 99% CI, Monte Carlo, observation period 3.5 years

* This figure is computed as the sum of the absolute notionals of the financial derivative instruments ("FDI") used, whereby a large part of these FDI are used for hedging purposes.

LONG TERM INVESTMENT FUND (SIA)

Other information to Shareholders (continued)

General comments

All VaR figures are calculated by taking into consideration the following parameters

- 1 month holding horizon
- 99% confidence interval (this means that there is a 1% probability that the value of the portfolio could have a monthly decline larger than the percentage displayed)
- Monte Carlo simulations
- 3.5 years of data history to determine the risk factors

The treatment and presentation of VaR figures is slightly different depending on the VaR option used (relative or absolute).

1 Relative VaR option

The daily VaR observations (from January 1, 2016 to December 31, 2016 for the sub-fund have been systematically measured against the VaR observations for the benchmark. The ratio obtained is called the VaR limit utilization ratio.

E.g. December 31, 2016, LONG TERM INVESTMENT FUND (SIA) - CLASSIC

Sub-fund VaR	15.42%
Benchmark VaR	13.93%
VaR limit utilization	110.67%

This ratio has to be put into perspective with the maximum limit allowed by the Law, which is 200%.

We present in the table the average, minimum and maximum levels of that VaR limit utilization ratio.

The next two columns present the average VaR levels measured in absolute terms for the sub-fund and the benchmark during the same year.

2 Absolute VaR option

For sub-funds using the Absolute VaR option, we present the figures (avg, min and max) in absolute terms. In other words they are not measured against any benchmark nor limit. We consider that way of presenting the figures as more relevant and easier to understand.

The leverage level is included as well. It has been calculated as the sum of the notionals of the derivatives used (CESR/10-788 box25). The presented figure is based on daily observations covering the year starting on January 1, 2016 to December 31, 2016.

