

KeyBank EB Managed Guaranteed Investment
Contract Fund
KeyBank National Association
Annual Report
December 31, 2015

KeyBank



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KEYBANK NATIONAL ASSOCIATION
Year Ended December 31, 2015

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Ernst & Young LLP
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Report of Independent Auditors

The Board of Directors and Participants
KeyBank National Association

We have audited the accompanying financial statements of the KeyBank EB Managed Guaranteed Investment Contract Fund (the Fund) of KeyBank National Association, which comprise the statement of net assets, including the schedule of investments held as of December 31, 2015, the related statements of operations and changes in net assets for the years ended December 31, 2015 and 2014, and related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in conformity with U.S. generally accepted accounting principles; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free of material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of 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 auditor's judgment, 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 auditor considers internal control relevant to the Fund'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 Fund's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, 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 referred to above present fairly, in all material respects, the financial position of the KeyBank EB Managed Guaranteed Investment Contract Fund of KeyBank National Association at December 31, 2015, and the results of its operations and changes in its net assets for the years ended December 31, 2015 and 2014, in conformity with U.S. generally accepted accounting principles.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying schedules of investments purchased and investments sold or matured, are presented for purposes of additional analysis and are not a required part of financial statements, but are supplementary information required by Regulation 9 of the Comptroller of the Currency. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Ernst & Young LLP

March 31, 2016

STATEMENT OF NET ASSETS
KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
KEYBANK NATIONAL ASSOCIATION
December 31, 2015

	<u>Cost</u>	<u>Fair Value</u>
ASSETS		
Investments:		
Traditional GICs	\$28,127,821	\$28,058,385
Synthetic GICs		
Investments	503,058,922	522,966,538
Wrap contracts		<u>136,953</u>
		523,103,491
Short-term investment	<u>61,762,478</u>	<u>61,762,478</u>
TOTAL INVESTMENTS	<u><u>\$592,949,221</u></u>	612,924,354
Accrued income receivable from short-term investment		15,674
Receivable for fund shares sold		<u>298,787</u>
	TOTAL ASSETS	613,238,815
LIABILITIES		
Payable for fund shares redeemed		2,889,791
Accrued audit expense		1,776
Accrued administrative expense		<u>22,493</u>
	TOTAL LIABILITIES	<u><u>2,914,060</u></u>
NET ASSETS AT FAIR VALUE		610,324,755
Adjustment from fair value to contract value		<u>(3,448,848)</u>
NET ASSETS AT CONTRACT VALUE		
(equivalent to \$25.70 per unit based on 23,611,754 units)		<u><u>\$606,875,907</u></u>

See notes to financial statements.

STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS
KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
KEYBANK NATIONAL ASSOCIATION

	Year Ended December 31	
	2015	2014
FROM INVESTMENT ACTIVITIES		
Investment income from investment activities:		
Traditional GIC interest	\$427,645	\$528,509
Synthetic GIC interest	11,894,476	11,209,383
Short-term investment interest*	125,603	182,697
	<u>12,447,724</u>	<u>11,920,589</u>
Less administrative expense	(259,222)	(263,512)
Less audit expense	(17,549)	(14,501)
Less wrap fee expense	<u>(1,048,905)</u>	<u>(1,024,076)</u>
INCREASE IN NET ASSETS DERIVED FROM INVESTMENT ACTIVITIES	11,122,048	10,618,500
FROM PARTICIPANT TRANSACTIONS		
Proceeds from sales of units (2015—7,545,400 units; 2014—6,115,559 units)	192,104,679	152,918,381
Cost of units redeemed (2015—8,115,927 units; 2014—7,431,304 units)	<u>(206,530,303)</u>	<u>(185,913,392)</u>
DECREASE IN NET ASSETS DERIVED FROM PARTICIPANT TRANSACTIONS	(14,425,624)	(32,995,011)
DECREASE IN NET ASSETS	(3,303,576)	(22,376,511)
NET ASSETS AT CONTRACT VALUE		
Beginning of year (2015—24,182,281 units; 2014—25,498,026 units)	<u>610,179,483</u>	<u>632,555,994</u>
End of year (2015—23,611,754 units; 2014—24,182,281 units)	<u>\$606,875,907</u>	<u>\$610,179,483</u>

* Represents income from KeyBank collective investment fund(s).

See notes to financial statements.

SCHEDULE OF INVESTMENTS HELD
KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
KEYBANK NATIONAL ASSOCIATION
December 31, 2015

	Wrap / GIC Credit Rating	Investment Cost	Investment Fair Value *	Wrap Contract Fair Value	Contract Value	Adjustment from Fair Value to Contract Value
<u>TRADITIONAL GICS</u>						
(4.63% of net assets)						
Jackson National Life Insurance Co. #G-1607-1	1.21% 02/15/17	AA/A1	\$7,594,859	\$7,580,334	\$7,594,859	\$14,525
Jackson National Life Insurance Co. #G-1607-2	1.51% 07/14/17	AA/A1	5,035,024	5,019,867	5,035,024	15,157
Principal Life Insurance Co. #6-19874-1	0.98% 02/15/17	A+/A1	7,577,111	7,555,906	7,577,111	21,205
Protective Life Insurance Co. #GA-2057	1.07% 12/16/16	AA-/A2	2,755,326	2,755,171	2,755,326	155
Protective Life Insurance Co. #GA-2089	1.48% 07/17/17	AA-/A2	5,165,501	5,147,107	5,165,501	18,394
TOTAL TRADITIONAL GICS			28,127,821	28,058,385	28,127,821	69,436
<u>SYNTHETIC GICS</u>						
(85.62% of net assets)						
American General Life #1679358 Var. Rt. (Fixed Maturity Synthetic Wrap Contract) (2.26% at 12/31/15)	AA+/Aaa			136,953	156,291,228	(2,237,517)
<u>U.S. GOVERNMENT AND AGENCY OBLIGATIONS</u>						
Par Value						
\$4,936,511	Fannie Mae 4.00% 04/25/22		\$5,294,408	\$5,183,491		
3,950,524	Fannie Mae 1.00% 03/25/23		3,929,537	3,894,341		
2,606,521	Fannie Mae 3.00% 03/25/30		2,691,233	2,684,607		
2,819,702	Fannie Mae 2.50% 05/25/30		2,901,650	2,882,241		
5,103,650	Fannie Mae 3.00% 02/25/38		5,325,340	5,259,679		
4,295,262	Fannie Mae 2.00% 03/25/39		4,371,772	4,320,851		
4,140,118	Freddie Mac 4.00% 12/15/21		4,484,265	4,405,410		
5,554,021	Freddie Mac 1.75% 04/15/22		5,632,124	5,585,042		
2,672,069	Freddie Mac 3.50% 07/15/25		2,798,992	2,790,657		
2,922,420	Freddie Mac 4.00% 09/15/37		3,053,016	3,034,867		
5,317,247	Government Nat'l Mtg. Assn. 3.00% 10/20/26		5,544,892	5,489,877		
6,512,963	Government Nat'l Mtg. Assn. 3.50% 01/20/38		6,853,860	6,772,958		
3,875,364	Government Nat'l Mtg. Assn. 3.00% 11/20/38		4,014,635	3,971,411		
4,723,257	Government Nat'l Mtg. Assn. 3.50% 10/20/41		4,965,324	4,930,058		
5,063,000	U.S. Treasury Note 0.875% 05/15/17		5,068,142	5,065,459		
6,249,000	U.S. Treasury Note 0.875% 07/15/17		6,274,143	6,263,613		
6,121,000	U.S. Treasury Note 1.00% 03/15/18		6,128,890	6,117,692		
TOTAL U.S. GOVERNMENT AND AGENCY OBLIGATIONS			79,332,223	78,652,254		
<u>CORPORATE BONDS</u>						
6,300,000	AEP Texas Central Transition Funding III 1.9764% 06/01/21		6,355,371	6,317,779		
6,000,000	Capital One Multi-Asset Execution Trust 1.26% 01/15/20		6,007,500	6,001,614		
5,000,000	Chase Issuance Trust 1.35% 04/15/20		4,999,119	4,974,422		
3,000,000	Chase Issuance Trust 1.62% 07/15/20		2,999,181	2,991,957		
3,256,530	Citigroup Commercial Mortgage Trust 1.45% 04/10/48		3,256,494	3,222,194		
3,180,499	Consumers Securitization Funding LLC 1.334% 11/01/20		3,175,032	3,157,346		
5,000,000	Ford Credit Auto Owner Trust 1.06% 05/15/19		4,992,969	4,990,516		
6,000,000	Honda Auto Receivables Owner Trust 0.88% 06/15/18		5,985,000	5,987,443		
3,000,000	John Deere Owner Trust 1.32% 06/17/19		2,999,762	2,985,878		
5,600,000	LB-UBS Commercial Mortgage Trust 5.347% 11/15/38		5,975,594	5,721,070		
5,597,533	LB-UBS Commercial Mortgage Trust Fl. Rt. 09/15/39		5,912,394	5,695,313		
5,066,686	Morgan Stanley Bank of America Merrill Lynch Trust 1.433% 03/15/20		5,066,635	5,012,909		
3,450,000	Morgan Stanley Bank of America Merrill Lynch Trust 2.916% 02/15/47		3,591,773	3,522,809		
4,700,000	Morgan Stanley Bank of America Merrill Lynch Trust 1.689% 12/15/48		4,710,281	4,666,303		
3,100,000	Volkswagen Auto Lease Trust 1.25% 12/20/17		3,099,826	3,070,376		
TOTAL CORPORATE BONDS			69,126,931	68,317,929		
<u>Units</u>						
<u>SHORT-TERM INVESTMENT</u>						
11,421,610	EB Short Term Investment Fund of KeyBank National Association		11,421,610	11,421,610		
Total			159,880,764	158,391,793		
Pacific Mutual Synthetic GIC #G-26899 Var. Rt. (Constant Duration Synthetic Wrap Contract) (2.01% at 12/31/15)	AA+/Aa2				186,800,994	758,282

SCHEDULE OF INVESTMENTS HELD—continued
KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
KEYBANK NATIONAL ASSOCIATION

Par Value		Wrap / GIC Credit Rating	Investment Cost	Investment Fair Value *	Wrap Contract Fair Value	Contract Value	Adjustment from Fair Value to Contract Value
<u>SYNTHETIC GICS—continued</u>							
<u>CORPORATE BONDS</u>							
<u>FINANCE</u>							
250,000	Ares Capital Corp.	4.875%	11/30/18	262,815	261,344		
500,000	Ares Capital Corp.	3.875%	01/15/20	498,737	516,529		
500,000	Bank of America Corp.	4.20%	08/26/24	501,221	503,382		
750,000	Bank of New York Co., Inc.	2.10%	01/15/19	749,115	760,750		
1,500,000	Berkshire Hathaway Finance Corp.	1.60%	05/15/17	1,523,235	1,512,877		
1,000,000	Branch Banking & Trust	1.00%	04/03/17	993,980	997,054		
500,000	Capital One Finance Corp.	2.45%	04/24/19	499,625	503,195		
300,000	Capital One Financial Co.	4.20%	10/29/25	299,976	298,375		
500,000	CBL & Associates LP	5.25%	12/01/23	517,685	480,493		
750,000	Citigroup, Inc.	4.40%	06/10/25	746,940	759,433		
400,000	Columbia Property Trust Partnership LP	4.15%	04/01/25	406,241	399,674		
1,000,000	Eaton Vance Corp.	3.625%	06/15/23	1,000,350	1,011,011		
500,000	Fifth Third Bancorp	1.35%	06/01/17	499,770	499,162		
500,000	GATX Corp.	2.50%	03/15/19	499,445	495,675		
500,000	General Motors Financial Co., Inc.	4.30%	07/13/25	495,313	494,878		
750,000	Goldman Sachs Group, Inc.	2.90%	07/19/18	768,308	774,450		
500,000	Health Care REIT, Inc.	4.00%	06/01/25	499,630	493,502		
1,000,000	Huntington National Bank	1.375%	04/24/17	998,420	996,519		
500,000	ING US, Inc.	2.90%	02/15/18	511,975	510,883		
500,000	Intercontinental Exchange Group	2.50%	10/15/18	509,995	507,019		
500,000	Jackson National Life Global Funding	2.30%	04/16/19	498,545	498,696		
1,250,000	JP Morgan Chase & Co.	4.40%	07/22/20	1,360,212	1,358,517		
500,000	Kilroy Realty LP	4.375%	10/01/25	498,443	512,820		
500,000	Legg Mason, Inc.	3.95%	07/15/24	499,085	500,922		
500,000	Marsh & McLennan Cos., Inc.	3.75%	03/14/26	499,455	506,233		
750,000	Morgan Stanley	5.50%	07/28/21	850,882	857,809		
250,000	National Retail Properties, Inc.	4.00%	11/15/25	249,398	247,477		
1,250,000	New York Life Global Funding	2.15%	06/18/19	1,248,587	1,249,970		
250,000	Och-Ziff Finance Co. LLC	4.50%	11/20/19	248,542	255,686		
500,000	Piedmont Operating Partnership LP	3.40%	06/01/23	468,740	470,257		
1,000,000	PNC Bank	1.15%	11/01/16	1,005,670	1,002,027		
200,000	Select Income REIT	2.85%	02/01/18	199,232	202,099		
500,000	Senior Housing Properties Trust	3.25%	05/01/19	499,630	500,923		
1,000,000	Simon Property Group LP	2.20%	02/01/19	1,008,330	1,014,277		
500,000	State Street Corp.	3.30%	12/16/24	499,490	505,408		
500,000	Suntrust Banks, Inc.	2.50%	05/01/19	499,555	504,558		
350,000	TIAA-CREFF Asset Management LLC	2.95%	11/01/19	349,370	352,417		
400,000	UDR, Inc.	4.00%	10/01/25	399,080	408,212		
1,000,000	Union Bank	2.25%	05/06/19	1,002,110	1,001,618		
500,000	USAA Capital Corp.	2.125%	06/03/19	499,975	500,411		
500,000	U.S. Bank	2.125%	10/28/19	499,550	501,479		
450,000	Ventas Realty LP	3.50%	02/01/25	449,046	437,451		
300,000	Visa, Inc.	3.15%	12/14/25	298,902	300,818		
750,000	Wells Fargo & Co.	2.15%	01/15/19	753,810	761,628		
	TOTAL FINANCE			27,168,415	27,227,918		
<u>FOREIGN</u>							
500,000	Actavis Funding Services	3.80%	03/15/25	505,497	503,039		
1,000,000	America Movil, S.A.B. de C.V.	2.375%	09/08/16	1,031,210	1,011,125		
1,000,000	Electricite de France S.A.	2.15%	01/22/19	1,002,050	1,004,756		
500,000	EnSCO Plc	4.70%	03/15/21	540,080	409,509		
1,000,000	Export-Import Bank of Korea	2.25%	01/21/20	998,210	994,650		
750,000	Harvest Operations Corp.	2.125%	05/14/18	743,902	748,923		
300,000	Imperial Tobacco Finance PLC	3.75%	07/21/22	295,155	306,200		
500,000	Kia Motors Corp.	3.625%	06/14/16	524,350	504,951		
1,000,000	Korea Development Bank	2.50%	03/11/20	999,800	1,011,599		
500,000	Telefonica Emisiones SAU	5.462%	02/16/21	560,320	569,048		
250,000	Transocean, Inc.	5.05%	12/15/16	271,985	243,117		
250,000	Vale Overseas, Ltd.	2.375%	01/11/22	251,292	194,372		
250,000	Yamana Gold, Inc.	4.95%	07/15/24	250,779	217,701		
	TOTAL FOREIGN			7,974,630	7,718,990		

SCHEDULE OF INVESTMENTS HELD—continued
KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
KEYBANK NATIONAL ASSOCIATION

Par Value		Wrap / GIC Credit Rating	Investment Cost	Investment Fair Value *	Wrap Contract Fair Value	Contract Value	Adjustment from Fair Value to Contract Value
<u>SYNTHETIC GICS—continued</u>							
<u>INDUSTRIALS</u>							
750,000	American Tower Corp.	3.40%	02/15/19	777,323	778,976		
1,000,000	Apple, Inc. Var. Rt.	05/06/19		1,000,000	996,035		
100,000	Arrow Electronics, Inc.	3.50%	04/01/22	99,241	97,200		
250,000	Becton Dickinson & Co.	1.45%	05/15/17	250,116	249,408		
500,000	Chevron Corp.	2.427%	06/24/20	503,205	500,741		
500,000	EOG Resources, Inc.	2.45%	04/01/20	501,610	497,657		
1,250,000	General Electric Co.	5.25%	12/06/17	1,417,987	1,339,157		
500,000	Halliburton Co.	3.375%	11/15/22	500,120	494,315		
250,000	Hewlett Packard Enterprise Co.	4.90%	10/15/25	249,313	247,943		
500,000	Kinder Morgan Energy Partners	4.25%	09/01/24	499,322	432,403		
400,000	Lockheed Martin Corp.	3.55%	01/15/26	396,912	402,907		
238,000	Marriott International, Inc.	3.00%	03/01/19	246,002	243,619		
500,000	Medtronic, Inc.	3.15%	03/15/22	498,955	510,098		
575,000	Mid-America Apartments LP	4.30%	10/15/23	587,138	594,411		
350,000	Netapp, Inc.	3.375%	06/15/21	348,890	342,286		
500,000	Oneok Partners LP	3.20%	09/15/18	520,575	481,731		
300,000	Owens Corning	4.20%	12/01/24	294,228	293,025		
500,000	Penske Truck Leasing Co.	2.50%	06/15/19	499,920	492,390		
150,000	Pioneer Natural Resource Co.	4.45%	01/15/26	149,834	135,507		
250,000	St. Jude Medical, Inc.	2.80%	09/15/20	249,885	252,001		
500,000	Waste Management, Inc.	4.75%	06/30/20	554,920	542,011		
750,000	Wyndham Worldwide Corp.	2.50%	03/01/18	760,013	753,092		
300,000	Zimmer Holdings, Inc.	3.55%	04/01/25	299,295	294,179		
	TOTAL INDUSTRIALS			11,204,804	10,971,092		
<u>MISCELLANEOUS</u>							
136,314	American Airlines	4.375%	10/01/22	136,314	137,123		
143,861	American Airlines	3.70%	05/01/23	143,861	141,734		
750,000	American Honda Finance Corp.	1.125%	10/07/16	755,992	752,569		
500,000	AT&T, Inc.	2.45%	06/30/20	499,745	492,444		
591,353	British Airways	5.625%	12/20/21	634,966	616,763		
500,000	CVS Health Corp.	3.875%	07/20/25	495,524	518,955		
500,000	Daimler Finance LLC	2.00%	08/03/18	498,985	500,776		
586,678	Delta Airlines, Inc.	4.75%	05/07/20	639,479	623,125		
100,000	DIRECTV Holdings, Inc.	3.95%	01/15/25	99,313	100,402		
500,000	Dollar General Corp.	4.15%	11/01/25	495,375	500,797		
500,000	ERAC USA Finance LLC	2.35%	10/15/19	499,265	495,340		
750,000	Ford Motor Credit Co. LLC	4.25%	09/20/22	781,485	776,223		
500,000	Gilead Sciences, Inc.	3.65%	03/01/26	500,565	509,664		
500,000	Glencore Funding LLC	2.50%	01/15/19	489,015	423,264		
150,000	HJ Heinz Co.	3.95%	07/15/25	149,801	154,343		
500,000	Host Hotels & Resorts LP	5.25%	03/15/22	549,990	544,444		
500,000	Hyundai Capital Services, Inc. Var. Rt.	03/18/17		501,500	498,772		
500,000	Laboratory Corp. of America Holdings	3.60%	02/01/25	487,550	489,970		
200,000	McDonald's Corp.	3.70%	01/30/26	199,352	200,288		
400,000	McGraw Hill Financial, Inc.	4.40%	02/15/26	398,604	415,766		
1,250,000	NBC Universal Enterprise, Inc. Var. Rt.	04/15/18		1,263,788	1,250,636		
500,000	Reynolds American, Inc.	4.45%	06/12/25	505,595	524,089		
150,000	Spirit Airlines, Inc.	4.10%	10/01/29	150,000	150,142		
1,000,000	Toyota Motor Credit Corp.	2.10%	01/17/19	1,008,630	1,011,667		
414,575	U.S. Airways	4.625%	12/03/26	436,858	431,612		
350,000	Unitedhealth Group, Inc.	3.35%	07/15/22	349,570	363,140		
367,402	Virgin Australia Holdings, Ltd.	5.00%	10/23/23	390,365	382,813		
500,000	WEA Finance LLC	2.70%	09/17/19	499,000	499,780		
	TOTAL MISCELLANEOUS			13,560,487	13,506,641		
<u>UTILITIES</u>							
500,000	Amren Corp.	2.70%	11/15/20	499,885	499,483		
500,000	CMS Energy Corp.	5.05%	03/15/22	560,315	551,205		

SCHEDULE OF INVESTMENTS HELD—continued
KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
KEYBANK NATIONAL ASSOCIATION

<u>Par Value</u>		Wrap / GIC Credit Rating	Investment Cost	Investment Fair Value *	Wrap Contract Fair Value	Contract Value	Adjustment from Fair Value to Contract Value
	<u>SYNTHETIC GICS—continued</u>						
	<u>UTILITIES—continued</u>						
500,000	Dominion Resources, Inc. 1.95% 08/15/16		512,635	504,943			
200,000	Dominion Resources, Inc. 3.90% 10/01/25		199,752	202,310			
350,000	Energy Transfer (artners LP 4.05% 03/15/25		351,610	291,615			
550,000	Exelon Corp. 3.95% 06/15/25		548,873	550,234			
600,000	Jersey Central Power & Light Co. 4.70% 04/01/24		633,576	628,680			
500,000	Nextera Energy Capital Holdings, Inc. 2.70% 09/15/19		506,280	501,760			
500,000	PG&E Corp. 2.40% 03/01/19		501,490	502,935			
250,000	Southern Power Co. 4.15% 12/01/25		249,448	250,801			
400,000	Tri-State Generation & Transmission Association, Inc. 3.70% 11/01/24		399,832	397,551			
750,000	Verizon Communications, Inc. 5.15% 09/15/23		827,302	835,870			
	TOTAL UTILITIES		5,790,998	5,717,387			
	TOTAL CORPORATE BONDS		65,699,334	65,142,028			
<u>Units</u>	<u>COLLECTIVE FUNDS</u>						
265,707	Blackrock 1-3 Year Government Bond Index Fund		30,096,998	30,256,554			
1,011,553	Blackrock Asset-Backed Securities Index Fund		32,816,657	33,588,012			
172,474	Blackrock Commercial Mortgage-Backed Securities Index Fund		4,520,695	4,657,897			
156,754	Blackrock Intermediate Government Bond Index Fund		6,344,869	6,451,532			
22,844	Blackrock Long Term Government Bond Index Fund		1,810,631	1,770,951			
870,655	Blackrock Mortgage-Backed Securities Index Fund		40,330,200	42,833,969			
	TOTAL COLLECTIVE FUNDS		115,920,050	119,558,915			
	<u>SHORT-TERM INVESTMENT</u>						
1,341,769	EB Short Term Investment Fund of KeyBank National Association		1,341,769	1,341,769			
	Total		182,961,153	186,042,712			
	Transamerica Premier #MDA01274TR Var. Rt. (Constant Duration Synthetic Wrap Contract) (2.45% at 12/31/15)	AA/Aa2			176,492,984		(2,039,049)
	<u>COLLECTIVE FUNDS</u>						
3,701,872	Blackrock 1-3 Year Credit Bond Index Fund		42,801,169	42,853,079			
297,906	Blackrock 1-3 Year Government Bond Index Fund		33,789,030	33,923,135			
967,361	Blackrock Asset-Backed Securities Index Fund		27,192,133	32,120,618			
165,056	Blackrock Commercial Mortgage-Backed Securities Index Fund		3,540,065	4,457,570			
130,119	Blackrock Intermediate Government Bond Index Fund		5,356,614	5,355,318			
368,354	Blackrock Intermediate Term Credit Bond Index Fund		13,950,244	18,738,845			
835,074	Blackrock Mortgage-Backed Securities Index Fund		33,587,750	41,083,468			
	Total		160,217,005	178,532,033			
	TOTAL SYNTHETIC GICS		503,058,922	522,966,538	136,953	519,585,206	(3,518,284)
	<u>SHORT-TERM INVESTMENT (10.18% of net assets)</u>						
61,762,478	EB Short Term Investment Fund of KeyBank National Association		61,762,478	61,762,478			
	TOTAL INVESTMENTS HELD		\$592,949,221	\$612,787,401	\$136,953	\$547,713,027	(\$3,448,848)

*The fair value of underlying investments on synthetic GICs includes accrued income.

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS
KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
KEYBANK NATIONAL ASSOCIATION
Years Ended December 31, 2015 and 2014

NOTE A—ORGANIZATION

KeyBank National Association (“KeyBank”), a wholly owned subsidiary of KeyCorp, has a “full” charter for banking and trust activities and is a trust service provider.

The KeyBank EB Managed Guaranteed Investment Contract Fund of KeyBank (the “Fund”) was established under a Declaration of Trust (the “Declaration”), which sets forth the Fund’s investment objective and restrictions.

The Fund is managed under the Declaration for the investment and reinvestment of qualified retirement plan accounts meeting the Fund’s requirements and having common investment objectives for which KeyBank (the “Trustee”) serves in a fiduciary capacity.

The Fund is operated in accordance with 12 CFR 9.18.

NOTE B—SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Fund have been prepared in accordance with accounting principles generally accepted in the United States (“GAAP”) as promulgated by the Financial Accounting Standards Board (“FASB”) through the Accounting Standards Codification (“ASC”) as the authoritative source in the preparation of financial statements. The Fund meets the definition of an investment company under ASC 946, *Financial Services – Investment Companies*, and therefore applies the accounting and reporting guidance discussed in ASC 946 to its financial statements.

Basis of Accounting: Investments in fully benefit-responsive investment contracts are disclosed at fair value on the Statement of Net Assets and Schedule of Investments Held with an adjustment from fair value to contract value shown separately.

Guaranteed Investment Contracts: The Fund holds traditional Guaranteed Investment Contracts (“GICs”), constant duration synthetic GICS and fixed maturity synthetic GICs. All contracts in the Fund are benefit responsive. An aggregate adjustment from fair value to contract value for fully benefit responsive investment contracts is presented in NOTE E. Since a portion of this adjustment is related to synthetic GIC holdings, the future crediting rate of the Fund will be impacted by this adjustment every quarter based on the book value of the contract, the market yield of the underlying assets, the fair value of the underlying assets and the average duration of the underlying assets.

Investment Transactions: Purchases and sales are accounted for on the settlement date rather than the trade date (trade date is prescribed by GAAP). No material differences resulted from recording on a settlement date basis. The cost of investments sold is determined by the average cost method. Realized and unrealized gains and losses are not presented for investments covered by fully benefit-responsive investment contracts.

Income Recognition: Interest income is recorded as earned. Income on synthetic GICs is recorded at the crediting rate. Crediting rate income represents the income earned on covered assets under the wrap contracts and is the book value of the wrap contracts multiplied by the crediting rate as determined pursuant to the wrap contracts. Net investment income is reinvested daily.

Federal Income Taxes: The Fund is exempt from taxation and requires that investors be qualified retirement plans under Section 401(a) of the Internal Revenue Code which are exempt from Federal income taxes under Section 501(a).

NOTES TO FINANCIAL STATEMENTS—continued
KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
KEYBANK NATIONAL ASSOCIATION

NOTE B—SIGNIFICANT ACCOUNTING POLICIES—continued

Use of Estimates: The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Accounting Guidance Pending Adoption at December 31, 2015:

Financial instruments. In January 2016, the FASB issued new accounting guidance that requires equity investments, except those accounted for under the equity method of accounting or consolidated, to be measured at fair value with changes recognized in net income. If there is no readily determinable fair value, the guidance allows entities the ability to measure investments at cost less impairment, whereby impairment is based on a qualitative assessment. The guidance eliminates the requirement to disclose the methods and significant assumptions used to estimate the fair value of financial instruments measured at amortized cost and changes the presentation of financial assets and financial liabilities on the balance sheet or in the footnotes. This accounting and disclosure guidance will be effective for interim and annual reporting periods beginning after December 15, 2017 (effective January 1, 2018, for the Fund). Management of the Funds is currently evaluating the impact that this accounting guidance may have on the Fund's financial condition or results of operations.

Fair value measurement. In May 2015, the FASB issued new disclosure guidance that eliminates the requirement to categorize investments measured using the net asset value practical expedient in the fair value hierarchy table. Entities will be required to disclose the fair value of investments measured using the net asset value practical expedient so that financial statement users can reconcile amounts reported in the fair value hierarchy table to amounts reported on the balance sheet. This disclosure will be presented for interim and annual reporting periods beginning after December 15, 2015 (effective January 1, 2016, for the Fund) on a retrospective basis. Early adoption is permitted. The adoption of this disclosure guidance will not impact the Fund's financial condition or results of operations.

Going concern. In August 2014, the FASB issued new accounting guidance that requires management to perform interim and annual assessments of an entity's ability to continue as a going concern within one year of the date the financial statements are issued. Disclosure is required when conditions or events raise substantial doubt about an entity's ability to continue as a going concern. This accounting guidance will be effective for interim and annual reporting periods beginning after December 15, 2016 (effective January 1, 2017, for the Fund). Early adoption is permitted. The adoption of this accounting guidance is not expected to have a material effect on the Fund's financial condition or results of operations.

NOTE C—SALES AND REDEMPTIONS OF UNITS

In accordance with the terms of the Declaration, the net asset value of the Fund is determined daily based on net assets at contract value. Sales and redemptions of participant units are transacted at such net asset values. Trusts participating in the Fund are subject to restrictions on withdrawals from the Fund. Withdrawals needed for benefit payments and loan advances of participating employee benefit plans are generally permitted daily. Withdrawals for other purposes require twelve-month advance notice to the Fund. At its discretion, the Fund may effect these withdrawals prior to the end of the twelve month period.

NOTE D—INVESTMENT ADVISORY AGREEMENT

Standish Mellon Asset Management Company LLC (“Standish”), a wholly-owned subsidiary of The Bank of New York Mellon Corporation, has a sub-advisory agreement with KeyBank to perform investment management

NOTES TO FINANCIAL STATEMENTS—continued
 KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
 KEYBANK NATIONAL ASSOCIATION

NOTE D—INVESTMENT ADVISORY AGREEMENT—continued

services. Under terms of the agreement, sub-advisory fees are paid at an annual rate of 0.05% of the Fund’s average daily net assets up to \$150 million, 0.04% of the Fund’s average daily net assets between \$150 million and \$300 million, and 0.02% of the Fund’s average daily net assets greater than \$300 million. These fees are calculated daily as a charge against the net asset value (“NAV”) and paid monthly. Sub-advisory fees paid to Standish for the years ended December 31, 2015 and 2014 were \$195,590 and \$200,262, respectively, and are included in “Administrative expense” on the Statements of Operations and Changes in Net Assets.

NOTE E—ADJUSTMENT FROM FAIR VALUE TO CONTRACT VALUE

	<u>2015</u>	<u>2014</u>
Beginning Balance	(\$9,413,711)	(\$6,394,749)
Increase (decrease) of Fair Value to Contract Value	<u>5,964,863</u>	<u>(3,018,962)</u>
Ending Balance	<u>(\$3,448,848)</u>	<u>(\$9,413,711)</u>

A negative “Adjustment from Fair Value to Contract Value” generally indicates that the wrapper contract value is less than the fair value of the underlying investments, which will generally result in future interest crediting rates that are higher than current market yields. Conversely, a positive “Adjustment from Fair Value to Contract Value” generally indicates that the wrapper contract value is greater than the fair value of the underlying investments, which will generally result in future interest crediting rates that are lower than current market yields.

NOTE F—AVERAGE YIELD

The average market yield of the Fund for the years ended December 31, 2015 and 2014 was 1.96% and 1.86%, respectively. This yield is calculated based on actual investment income from the underlying investments for the last month of the year, annualized and divided by the fair value of the investment portfolio on the report date. The average yield of the Fund with an adjustment to reflect the actual interest rate credited to participants in the Fund was 1.92% and 1.79%, respectively, for the years ended December 31, 2015 and 2014.

NOTE G—SENSITIVITY ANALYSES ON CREDITING RATE

The following sensitivity analyses were performed to analyze the weighted average interest crediting rate of the Fund under scenarios where there is an immediate hypothetical increase or decrease in market yields with no change to the duration of the underlying investment portfolio and no contributions or withdrawals or where there is the same hypothetical increase or decrease in market yields combined with an immediate, one-time hypothetical 10% decrease in the net assets of the Fund due to participant transfers, with no change to the duration of the portfolio. The crediting rate of the Fund as of December 31, 2015 is 1.99%.

Cash Flow Scenario Analysis I: No change in duration or cash flows

The following assumptions were made to calculate the estimated crediting rate for the next four quarters after year end:

- For each contract, the book value for each of the future quarters will equal the book value of the previous quarter * (1+ the calculated crediting rate of the previous quarter x day count for the period / 365). This is the industry standard of accruing for book value.
- All fixed rate GICs and pooled fund holdings will have the same crediting rate for each of the future four quarters since the GICs have fixed crediting rates for life and pooled funds are stable value portfolios that track interest rate changes slowly.

NOTES TO FINANCIAL STATEMENTS—continued
KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
KEYBANK NATIONAL ASSOCIATION

NOTE G—SENSITIVITY ANALYSES ON CREDITING RATE —continued

- STIF, variable rate GICs and each wrap contract’s yield to maturity will change at the start of the first quarter after year end according to yield percentage decrease / increase of the specific interest rate scenarios and will then stay constant for the next three quarters. For example, if the scenario calls for a 25% yield decrease, the first quarter STIF yield will equal STIF yield at year end multiplied by (1-25%).
- For each wrap contract, fair value for each of the future quarters will equal fair value of the previous quarter * (1+ the yield to maturity of the previous quarter after immediate yield changes x day count for the period / 365)*(1+(increase(-)/decrease(+)) in yield to maturity for the quarter) * duration of the previous quarter). Convexity is assumed to have no impact on fair value as holdings in stable value portfolios generally have very low convexity.
- The following crediting rate formula is applied to forecast crediting rates for all synthetic contracts: $(1+Yield\ To\ Maturity)^*((Fair\ Value/Book\ Value)^{(1/Duration)})-1-Fees$.
- Contract duration is held constant for all future quarters.

	-50% in market yield	-25% in market yield	0% change in market yield	+25% in market yield	+50% in market yield
Forecasted Crediting Rate for first quarter 2016 as of December 31, 2015	1.95%	1.96%	1.97%	1.98%	1.98%
Forecasted Crediting Rate for second quarter 2016 as of March 31, 2016	1.85%	1.90%	1.95%	1.99%	2.03%
Forecasted Crediting Rate for third quarter 2016 as of June 30, 2016	1.76%	1.85%	1.94%	2.02%	2.09%
Forecasted Crediting Rate for fourth quarter 2016 as of September 30, 2016	1.68%	1.81%	1.93%	2.05%	2.16%
Forecasted Crediting Rate for first quarter 2017 as of December 31, 2016	1.61%	1.77%	1.92%	2.07%	2.21%

NOTES TO FINANCIAL STATEMENTS—continued
 KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
 KEYBANK NATIONAL ASSOCIATION

NOTE G—SENSITIVITY ANALYSES ON CREDITING RATE—continued

Cash Flow Scenario Analysis II: No change in duration and 10% decrease in net assets due to participant transfers

To calculate the estimated crediting rate for the next four quarters after year end, the same assumptions listed above under Cash Flow Scenario Analysis I were used; in addition, the following assumptions were made:

- The 10% decrease in cash will take place in the following order – STIF, pooled funds, variable rate GICs, first highest fair value/book value contract among constant maturity synthetic GICs and fixed maturity synthetic GICs, then traditional GICs, first highest fair value/book value contract among constant maturity synthetic GICs and fixed maturity synthetic GICs, then traditional GICs.

	-50% in market yield	-25% in market yield	0% change in market yield	+25% in market yield	+50% in market yield
Forecasted Crediting Rate for first quarter 2016 as of December 31, 2015	2.15%	2.15%	2.15%	2.15%	2.15%
Forecasted Crediting Rate for second quarter 2016 as of March 31, 2016	2.03%	2.09%	2.14%	2.17%	2.20%
Forecasted Crediting Rate for third quarter 2016 as of June 30, 2016	1.93%	2.03%	2.12%	2.20%	2.28%
Forecasted Crediting Rate for fourth quarter 2016 as of September 30, 2016	1.84%	1.98%	2.11%	2.23%	2.34%
Forecasted Crediting Rate for first quarter 2017 as of December 31, 2016	1.77%	1.94%	2.10%	2.26%	2.41%

NOTE H—FAIR VALUE MEASUREMENT

Investments are stated at fair value. Fair value is the price to sell an asset or transfer a liability in an orderly transaction between market participants. It represents an exit price at the measurement date. Market participants are buyers and sellers who are independent, knowledgeable, and willing and able to transact in the principal (or most advantageous) market for the asset or liability being measured. Current market conditions, including imbalances between supply and demand, are considered in determining fair value.

The Fund's assets are valued in the principal market where it sells the particular asset or transfers the liability with the greatest volume and level of activity. In the absence of a principal market, the valuation is based on the most advantageous market for the asset (i.e., the market where the asset could be sold at a price that maximizes the amount to be received.)

Valuation inputs refer to the assumptions market participants would use in pricing a given asset or liability. Inputs can be observable or unobservable. Observable inputs are assumptions that are based on market data and obtained from a source independent of the Fund. Unobservable inputs are assumptions based on the Trustee's own information or assessment of assumptions used by other market participants in pricing the asset or liability. Unobservable inputs are based on the best and most current information available on the measurement date.

NOTES TO FINANCIAL STATEMENTS—continued
KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
KEYBANK NATIONAL ASSOCIATION

NOTE H—FAIR VALUE MEASUREMENT—continued

All inputs, whether observable or unobservable, are ranked in accordance with a prescribed fair value hierarchy that gives the highest ranking to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest ranking to unobservable inputs (Level 3). The level in the fair value hierarchy within which the fair value measurement in its entirety falls is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

The inputs used in determining fair value in each of the three levels of the hierarchy are as follows:

Level 1 – Quoted prices in active markets for identical securities.

Level 2 – Other observable inputs such as quoted prices for similar securities in active markets, quoted prices for identical or similar securities in markets which are not active, inputs other than quoted prices which are observable for the security or inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 – Unobservable inputs only used to measure fair value to the extent that observable inputs are not available. Use of Level 3 inputs only occurs in situations where there is little, if any, market activity for the security at the measurement date.

Short-Term Investments

This category includes an investment in a short term collective investment fund, the valuations for which are based on NAV, as a practical expedient. NAV is equal to the market value of the short term investment fund's investments and other assets, less liabilities, divided by the number of fund shares. The short-term investments are composed of highly liquid investments with maturities of three months or less, are generally classified as Level 2 and are not likely to be sold at amounts different from net asset value per share. The investment objective of the EB Short Term Investment Fund of KeyBank is stability and liquidity.

Traditional GICs

Traditional GICs are unsecured, general account obligations of insurance companies. The obligation is backed by the general account assets of the insurance company that writes the investment contract. The interest crediting rate on the contract is typically fixed for the life of the investment.

A secondary market providing the opportunity to sell GICs held by the Fund prior to maturity date does not exist. Generally, the redemption of a GIC investment prior to its maturity date is permitted by the original GIC issuer subject to a predetermined penalty specified in each contract. Consequently, it is the policy of the Fund to hold GIC investments until maturity unless conditions warrant an early termination. It should be further noted, however, that the GIC contracts held by the Fund contain a provision that allows the holder to put the contracts back to the issuer and receive principal plus accrued interest on the date which is twelve (12) months after the put. Management of the Fund controls the risk of incurring redemption penalties by investing a portion of the Fund's assets in liquid securities. Liquid securities include units of the EB Short Term Investment Fund under the KeyBank Multiple Investment Trust for Employee Benefit Trusts (the "MIT").

Since there are no quoted prices in the market place for traditional GICs, the present value technique (traditional approach) is used to calculate the fair value of these contracts, (i.e. fair value being the sum of present values of all the future cash flows for the contract). A traditional GIC's contract rate is used as the discount rate in the present value calculation for traditional GIC contracts that have duration of one year or less and for cash flows

NOTES TO FINANCIAL STATEMENTS—continued
KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
KEYBANK NATIONAL ASSOCIATION

NOTE H—FAIR VALUE MEASUREMENT—continued

that occur within twelve months. The rationale for using the contract rate as the discount rate is 1) there are no published one year market GIC rates; 2) a cash flow maturity or contract duration within one year should be considered near term assets with a high certainty of realizing book value, hence present value should equal book value. For cash flows that have a maturity of longer than one year, market-corroborated discount rates are used. Each future cash flow longer than one year is discounted back at comparable duration market rates.

Fixed Maturity Synthetic GICs

General fixed maturity synthetic GICs consist of an asset or collection of assets that are owned by the Fund and a benefit-responsive, book value wrap contract purchased for the portfolio. The wrap contract provides book value accounting for the asset and assures that book value, benefit responsive payments, will be made for participant directed withdrawals. The crediting rate of the contract is set at the start of the contract and typically resets every quarter based on the book value of the contract, the market yield of the underlying assets, the fair value of the underlying assets and the average duration of the underlying assets. The crediting rate aims at converging the book value of the contract and the fair value of the underlying portfolio over the duration of the contract and therefore will be affected by movements in interest rates and/or changes in the fair value of the underlying portfolio. Generally, Fixed Maturity Synthetics are held to maturity of the final underlying bond. The initial crediting rate for the contract is established based on the market interest rates at the time the initial asset is purchased and it will have an interest crediting rate of not less than 0%.

Constant Duration Synthetic GICs

Constant duration synthetic GICs consist of a portfolio of securities owned by the Fund and a benefit-responsive, book value wrap contract purchased for the portfolio. The wrap contract amortizes gains and losses of the underlying securities over the portfolio duration, and assures that book value, benefit responsive payments will be made for participant directed withdrawals. The crediting rate on a constant duration synthetic GIC resets every quarter based on the book value of the contract, the market yield of the underlying assets, the fair value of the underlying assets and the average duration of the underlying assets. The crediting rate aims at converging the book value of the contract and the fair value of the underlying portfolio over the duration of the contract and therefore will be affected by movements in interest rates and/or changes in the fair value of the underlying portfolio. The initial crediting rate for the contract is established based on the market interest rates at the time the underlying portfolio is first put together and it will have an interest crediting rate of not less than 0%.

If it becomes probable that any of the following events will result in withdrawals and transfers from the Fund which would limit the ability of the Fund to transact at book or contract value, fair value would likely be used in determining the payouts to the participants:

- 1) Employer-initiated events – events within the control of the plan or the plan sponsor which would have a material and adverse impact on the Fund (e.g., layoffs, bankruptcy, plant closings, plan termination, mergers, early retirement incentives);
- 2) Employer communications designed to induce participants to transfer from the Fund;
- 3) Competing fund transfer or violation of equity wash or equivalent rules in place; and
- 4) Changes of qualification status of employer or plan.

In general, issuers may terminate the contract and settle at other than contract value if the qualification status of employer or plan changes, due to breach of material obligations under the contract and misrepresentation by the contract holder, or failure of the underlying portfolio to conform to the pre-established investment guidelines.

NOTES TO FINANCIAL STATEMENTS—continued
 KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
 KEYBANK NATIONAL ASSOCIATION

NOTE H—FAIR VALUE MEASUREMENT—continued

For synthetic GICs, underlying assets are traded in active markets and have readily quoted market prices. For constant duration synthetic GICs, the fair values of the underlying assets are provided by the investment managers of the underlying portfolios.

The constant duration synthetic contracts wrap a combination of high credit quality portfolios of assets; the result is a diversified portfolio that provides certain portfolio characteristics (such as yield and duration). Each of the strategies require adherence to an investment policy approved by the wrap issuer at the time of the contract purchase. The constant duration synthetic contracts wrap a Yield Enhanced Strategy (“YES”) and a Separately Managed Indexed Strategy; the Separately Managed portfolio of investments is managed exclusively for the Fund.

For both constant duration and fixed maturity synthetic GIC contracts, the fair values of wrap contracts provided by issuers are valued by Standish using the combination of a cost and income approach. The cost approach is used to determine a replacement value of each contract based on an internal pricing matrix developed by the portfolio management and trading team of Standish. The income approach is used to determine the present value of the fee payments related to the contract, using both the current contractual fees as well as the replacement fees generated by the matrix pricing. The fee payments over the duration of the contract are discounted by using comparable duration swap rates. The carrying value of the contract is the present value of the wrapper cost applying replacement fees less the present value of the wrapper cost applying current contractual fees.

The fair value measurements of the assets held in the Fund as of December 31, 2015 are as follows:

Investments	Level 1	Level 2	Level 3	Totals
Short-Term Investment		\$61,762,478		\$61,762,478
Traditional GICs		28,058,385		28,058,385
Fixed Maturity Synthetic Wrap Contracts - Underlying Securities:		158,391,793		158,391,793
Constant Duration Synthetic Wrap Contracts - Underlying Securities:		364,574,745		364,574,745
Wrap Contracts			\$136,953	136,953
Totals	\$0	\$612,787,401	\$136,953	\$612,924,354

The following is a reconciliation of Level 3 assets for which unobservable inputs were used to determine fair value:

	Wrap Contracts
Balance as of 12/31/14	\$158,134
Unrealized depreciation	(21,181)
Balance as of 12/31/15	\$136,953

NOTES TO FINANCIAL STATEMENTS—continued
 KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
 KEYBANK NATIONAL ASSOCIATION

NOTE H—FAIR VALUE MEASUREMENT—continued

Quantitative Disclosure About Level 3 Fair Value Measurements

Category	Fair Value	Valuation Technique	Unobservable Inputs	Factor Used
Wrap Contracts	\$136,953	Discounted cash flow	Replacement contract fees	25 bps

There were no transfers among fair value levels during the year.

NOTE I—RELATED PARTIES

The EB Short Term Investment Fund under the MIT represents 12.28% of the net assets at contract value as of December 31, 2015.

Administrative Expenses: In accordance with the terms of the Declaration, reasonable expenses incurred by the Trustee in its administration of the Fund are charged to the Fund in the form of a daily basis point Fund level assessment. Reasonable expenses include personnel expense for valuation services, software expenses and expenses for computer-based services, fund compliance expenses and cost of extraordinary services. The basis point assessment takes into consideration personnel expense and cost of software and computer-based services based on a historic twelve-month average of actual costs and a pro-rata allocation routine based on the Fund's fair value. Basis point assessments are re-evaluated quarterly. Expenses for the years ended December 31, 2015 and 2014 were \$63,632 and \$63,250, respectively, and are included in "Administrative expense" on the Statements of Operations and Changes in Net Assets.

NOTE J—SUBSEQUENT EVENTS

Events and transactions from January 1, 2016 through March 31, 2016, the date the financial statements were available to be issued, have been evaluated by management for subsequent events. Management has determined that there were no other material events that would require disclosure in the Fund's financial statements through the date the financial statements were available to be issued.

NOTE K—FINANCIAL HIGHLIGHTS

The following table includes contract value per unit data and other performance information for the years ended December 31, 2015 and 2014. This information was derived from the financial statements.

	2015	2014
Per Unit Operating Performance		
Net asset value, beginning of year	\$25.23	\$24.81
Income from investment operations:		
Net investment income	.47	.42
Total from investment operations	.47	.42
Net asset value, end of year	\$25.70	\$25.23
Total Return	1.86%	1.71%
Ratios		
Ratio of expenses to average net assets	.220%	.208%
Ratio of net investment income to average net assets	1.84%	1.70%

SUPPLEMENTARY INFORMATION
 INVESTMENTS PURCHASED
 KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
 KEYBANK NATIONAL ASSOCIATION
 Year Ended December 31, 2015

	<u>Cost</u>
<u>SYNTHETIC GIC</u>	
American General Life #1679358 Var. Rt.	\$103,151,492
<u>Units</u>	
<u>SHORT-TERM INVESTMENT</u>	
127,585,824 EB Short Term Investment Fund of KeyBank National Association	<u>127,585,824</u>
TOTAL INVESTMENTS PURCHASED	<u><u>\$230,737,316</u></u>

SUPPLEMENTARY INFORMATION
 INVESTMENTS SOLD OR MATURED
 KEYBANK EB MANAGED GUARANTEED INVESTMENT CONTRACT FUND
 KEYBANK NATIONAL ASSOCIATION
 Year Ended December 31, 2015

	Proceeds	Gain
<u>TRADITIONAL GICS</u>		
Jackson National Life Insurance Co. #G-1607-1 1.21% 02/15/17	\$2,620,667	\$0
Jackson National Life Insurance Co. #G-1607-2 1.51% 07/14/17	2,603,993	0
Principal Life Insurance Co. #6-19874-1 0.98% 02/15/17	2,597,730	0
Protective Life Insurance Co. #GA-2057 1.07% 12/16/16	2,753,964	0
Protective Life Insurance Co. #GA-2089 1.48% 07/17/17	2,555,398	0
TOTAL TRADITIONAL GICS	13,131,752	0
<u>SYNTHETIC GIC*</u>		
Bank of America #04-032 Var. Rt.	93,151,492	0
<u>Units</u>		
<u>SHORT-TERM INVESTMENT</u>		
139,638,580 EB Short Term Investment Fund of KeyBank National Association	139,638,580	0
TOTAL INVESTMENTS SOLD OR MATURED	\$245,921,824	\$0

* Sales and maturities of synthetic guaranteed investment contracts presented here represent the net activity from the sale or maturity of securities underlying the contracts.