

September 30, 2016

Volumetric Fund, Inc.
A No-Load Mutual Fund

**Third Quarter
Report 2016**

3



To Our Shareholders:

Volumetric Fund's net asset value (NAV) per share has advanced 7.6% for the year, as of September 30, 2016. This includes a 2.8% advance in the third quarter. As of September 30, 2016, we have outperformed the market, which closed up 6.1%, as measured by the Standard & Poor 500 Index.

Volumetric Fund has surpassed the Standard & Poor's Index by 1.5%, the Dow Jones Industrials by 2.6% and the NYSE Index by 1.9%, for the first nine months of the year. Our NAV closed at \$19.69, up \$0.54, from the June 30, 2016 NAV of \$19.15.

The following table compares the Fund's overall performance to the major market indices, since the introduction of the "Volume and Range" system on 9/1/2000.

	Year to Date	Third Quarter	Change Since 9/1/2000*
Volumetric Fund	+7.6%	+2.8%	+109.7%
Standard & Poor's 500 Index	+6.1%	+3.3%	+42.6%
Dow-Jones Industrials	+5.0%	+2.1%	+62.9%
NY Stock Exchange Index	+5.7%	+2.2%	+49.8%

*Introduction of "Volume and Range" system.

The Volumetric Index, which indicates the value of a hypothetical investment of \$10,000 in the Fund on January 1, 1979, with all distributions reinvested, stood at \$281,528, as of September 30, 2016. This is equivalent to a 9.2% compounded growth rate since the Fund's first full year of operation in 1979.

The comparative index table in the adjacent column indicates the historical performance of the Volumetric Index, as compared to the S&P 500 and the Dow-Jones indices.

COMPARATIVE INDEX TABLE (unaudited)

The following table shows the change in value at year end of a \$10,000 investment in Volumetric Fund since its inception, January 1, 1979, as measured by the Volumetric Index, in comparison with the Standard & Poor 500 Index and the Dow-Jones Industrials.

	Volumetric Index*	S&P 500 Index	Dow-Jones Industrials
9/30/16	\$ 281,528	\$ 255,603	\$ 210,450
2015	261,511	212,667	200,299
2014	274,385	214,223	204,874
2013	256,464	192,317	196,016
2012	202,839	148,394	154,954
2011	191,523	128,553	144,412
2010	190,622	128,810	136,883
2009	164,687	116,026	121,369
2008	135,347	93,981	102,163
2007	193,237	152,779	154,412
2006	187,400	138,992	145,080
2005	176,228	129,881	133,135
2004	172,799	126,097	133,949
2003	152,246	115,692	129,861
2002	116,682	91,543	103,621
2001	133,167	119,486	124,489
2000	139,355	137,372	133,986
1999	141,866	152,872	148,410
1998	134,918	127,898	114,054
1997	121,987	100,971	98,238
1996	103,189	77,072	80,102
1995	89,336	64,086	63,566
1994	76,104	47,786	47,632
1993	77,839	48,533	46,634
1992	76,311	45,335	41,007
1991	68,902	43,397	39,364
1990	50,963	34,539	32,716
1989	53,743	36,770	34,201
1988	46,349	28,896	26,938
1987	38,637	25,708	24,085
1986	39,225	25,197	23,552
1985	36,524	21,983	19,213
1984	27,696	17,401	15,050
1983	25,963	17,161	15,635
1982	21,876	14,633	13,000
1981	18,712	12,751	10,869
1980	15,991	14,125	11,975
1979	11,630	11,231	10,419
1978	10,000	10,000	10,000

*The Volumetric Index indicates the Fund's total return after expenses were deducted and dividend distributions were reinvested. Unlike the Fund, the S&P 500 and Dow Jones Industrials indices are unmanaged. They have no expenses and brokerage costs to affect the results. The market indices do not include reinvested dividends. The table does not reflect the deduction of taxes that a shareholder would pay on distributions.

PORTFOLIO REVIEW *(unaudited)*

At the end of the third quarter we had 59 securities in our portfolio. The average security was up 26.5%, with 52 gainers and 7 losers. As of September 30, our best performing stock was Hewlett Packard Enterprise Co., a communication equipment company, with a 163% unrealized gain. Our worst performing stock was Cree Incorporated, a semiconductor company, with a 6.5% unrealized loss. During the third quarter we purchased 10 stocks and sold 13 stocks, as indicated below.

Purchases: Autodesk Inc., ConocoPhillips, CSX Corp., GameStop Corp., Hasbro Inc., Hormel Foods Corp., JetBlue Airways Corp., MetLife Inc., Starbucks Corp. and Walgreens Boots Alliance Inc.

Sales: Bristol-Myers Squibb Co., CA Inc., EMC Corp., Herman Miller Inc., La-Z-Boy Incorporated, Loews Corp., McKesson Corp., O'Reilly Automotive Inc., Paccar Inc., Panera Bread Co., Robert Half International Inc., The Walt Disney Company and Vulcan Materials Co.

TOP STOCK HOLDINGS *(unaudited)*

As of September 30, 2016, our ten greatest unrealized stock percentage gainers are listed below. See "Statement of Net Assets" on page 3 for details.

	Unrealized Gain (%)	% of Total Net Assets
Hewlett Packard Enterprise Co	163.1%	1.1%
HP Inc	116.0%	0.8%
Pfizer Inc	107.0%	1.4%
Corning Inc	80.4%	1.3%
Cadence Design Systems Inc	76.4%	1.5%
FedEx Corp	74.7%	1.4%
Netgear Inc	74.6%	1.8%
Owens Corning	69.5%	1.6%
Mas Tec Inc	68.7%	1.8%
Intel Corp	68.2%	1.3%

PROXY VOTING INFORMATION

Information is available to shareholders who are interested in the Fund's proxy voting record regarding its securities. This information is available without charge upon request. It may be obtained either by calling the Fund's toll-free number, 800-541-3863, or by visiting the SEC's website at www.sec.gov.

IRA AND OTHER NEWS

We would like to remind our IRA shareholders, when you reach 70 ½ years old, you are required to withdraw a minimum distribution from your Traditional IRA account, annually. Please give us a call or contact Equity Trust Company, at www.equityinstitutional.com, for details.

Volumetric Fund offers "No Fee" Roth and Traditional IRAs. You may be eligible to contribute \$5,500 to your IRA or \$6,500, if you are age 50 or over. Please check with your tax preparer before contributing. Also, you may be interested in transferring your 401(K) or other retirement accounts into Volumetric Fund. As always, this may be a good time to review your beneficiary designations.

Volumetric Fund will declare its annual dividend and capital gain distribution in December. The date of record is scheduled for December 28, 2016 with the ex-dividend/reinvestment date and payment date, December 29, 2016.

Thank you for your trust and confidence. Please do not hesitate to call us, if you have any questions.

October 10, 2016

Sincerely,



Gabriel J. Gibs
Chairman



Irene J. Zawitkowski
Chief Executive Officer

VOLUMETRIC FUND, INC.
STATEMENT OF NET ASSETS
SEPTEMBER 30, 2016
(unaudited)

Equities: 74.8%

SHARES	COMPANY	VALUE	SHARES	COMPANY	VALUE
Chemicals 2.2%					
4,300	E. I. du Pont de Nemours and Co	\$ 287,971	8,000	Baxter International Inc	\$ 380,800
7,300	FMC Corp	352,882	1,600	CR Bard Inc	358,848
		<u>640,853</u>	6,400	Patterson Companies Inc	294,016
					<u>1,033,664</u>
Computer Software 4.2%					
5,000	Autodesk Inc.	361,650	Hotels Restaurants & Leisure 2.3%		
16,900	Cadence Design Systems Inc*	431,457	5,300	Starbucks Corp	286,942
1,248	Dell Technologies Inc. Class V*	59,671	4,000	Yum! Brands Inc	363,240
8,000	PTC Inc*	354,480			<u>650,182</u>
		<u>1,207,258</u>	Household Products 1.0%		
Computers and Semiconductors 5.6%					
11,000	Cree Inc.*	282,920	3,600	Edgewell Personal Care Co	286,272
14,000	Hewlett Packard Enterprise Co	318,500			<u>286,272</u>
14,000	HP Inc	217,420	Industrial Equipment 1.6%		
10,000	Intel Corp	377,500	7,199	Wesco International Inc*	442,667
6,400	Microchip Technology Inc	397,696			<u>442,667</u>
		<u>1,594,036</u>	Machinery 2.6%		
Construction 7.3%					
4,600	Dycor Industries Inc*	376,188	4,700	Dover Corp	346,108
6,800	Jacobs Engineering Group Inc*	351,696	7,300	Oshkosh Corp	408,800
17,000	Mas Tec Inc*	505,580			<u>754,908</u>
8,700	Owens Corning	464,493	Media 3.8%		
14,900	USG Corp	385,165	7,000	CBS Corp Class B	383,180
		<u>2,083,122</u>	15,000	Interpublic Group of Cos. Inc	335,250
Consumer Cyclical 4.4%					
3,600	Hasbro Inc	285,588	4,400	Omnicom Group Inc	374,000
12,300	Mattel Inc	372,444			<u>1,092,430</u>
13,400	PulteGroup Inc	268,536	Retail 3.2%		
11,200	Toll Brothers Inc*	334,432	10,400	GameStop Corp Class A	286,936
		<u>1,261,000</u>	4,200	TJX Companies Inc	314,076
Drugs 2.6%					
3,000	Johnson & Johnson	354,390	3,700	Walgreens Boots Alliance Inc	298,294
11,500	Pfizer Inc	389,505			<u>899,306</u>
		<u>743,895</u>	Services 4.9%		
Electrical Equipment 1.2%					
6,400	Emerson Electric Co	348,864	13,000	Brink's Co	482,040
		<u>348,864</u>	3,800	Cintas Corp	427,880
Electronics 4.5%					
4,700	Charles River Labs. Int'l Inc*	391,698	6,600	Waste Connections Inc	493,020
16,000	Corning Inc	378,400			<u>1,402,940</u>
8,300	Netgear Inc*	502,067	Transportation 4.7%		
		<u>1,272,165</u>	10,500	CSX Corp	320,250
Energy 3.9%					
7,000	ConocoPhillips	304,290	6,200	Expeditors Int'l of Washington Inc	319,424
3,700	Exxon Mobil Corporation	322,936	2,300	FedEx Corp	401,764
16,000	Murphy Oil Corp	486,400	17,400	JetBlue Airways Corp*	299,976
		<u>1,113,626</u>			<u>1,341,414</u>
ETF 3.8%					
5,000	SPDR S&P 500 Trust	1,081,500	Utilities 1.8%		
		<u>1,081,500</u>	2,300	Atmos Energy Corp	171,281
Financials 3.2%					
11,200	E*Trade Financial Corp*	326,144	9,600	PPL Corporation	331,872
4,500	JPMorgan Chase and Co	299,655			<u>503,153</u>
6,700	MetLife Inc	297,681	TOTAL EQUITIES (COST: \$ 16,805,671)		
		<u>923,480</u>	CASH EQUIVALENTS/RECEIVABLE: 25.2%		
Food & Beverage 2.4%					
8,000	Hormel Foods Corp	303,440	Cash		
7,500	Sysco Corp	367,575	Fidelity Inv Mm Gov Port-Class I, 0.18%**		
		<u>671,015</u>	Dividends and Interest Receivable		
			Receivable From Broker		
			TOTAL CASH EQUIVALENTS/ RECEIVABLES		
			TOTAL ASSETS		
			Less Liabilities		
			Payable To Broker		
			NET ASSETS 100.0%		
			VOLUMETRIC SHARES OUTSTANDING		
			NET ASSET VALUE, OFFERING & REDEMPTION		
			PRICE PER SHARE		
					<u>\$19.69</u>

Legend - *Non-income producing security. **Fidelity Management & Research Company has contractually agreed to reimburse Class I of the fund to the extent that total operating expenses exceed 0.18%. This arrangement will remain in effect through May 2017.

Other Information - At September 30, 2016, the cost of investment securities for income tax purposes was \$16,805,671. Net unrealized appreciation aggregated, \$4,542,078, of which \$4,611,280 related to appreciated investment securities and \$69,202 related to depreciated investment securities. For additional information on the Fund's policy regarding valuation of investments and other significant accounting policies, please refer to the Fund's most recent semi-annual or annual report.



87 Violet Drive
Pearl River, New York 10965
845-623-7637
800-541-FUND
Ticker: VOLMX
www.volumetric.com

**Investment Adviser and
Transfer Agent**

Volumetric Advisers, Inc.
Pearl River, New York 10965

Custodian

US Bank, N.A.
Milwaukee, Wisconsin 53212

**Independent Registered Public
Accounting Firm**

BBD, LLP
Philadelphia, Pennsylvania 19103

Board of Directors

Richard Brega Jr.
Gabriel J. Gibs, Chairman
Joseph Haupl
Alexandre M. Olbrecht, Dr.
Stephen J. Samitt
Allan A. Samuels
David L. Seidenberg
Raymond W. Sheridan
Irene J. Zawitkowski

Officers

Gabriel J. Gibs
Chairman, Portfolio Co-Manager
Irene J. Zawitkowski
CEO, Senior Portfolio Manager
Jeffrey M. Gibs
President, Portfolio Co-Manager, CCO