

December 31, 2020

Volumetric Fund, Inc.
A Conservative Equity Growth Fund

Annual Report

2020





IMPORTANT INFORMATION ABOUT ACCESS TO SHAREHOLDER REPORTS

Beginning on January 1, 2021, as permitted by regulations adopted by the Securities and Exchange Commission, paper copies of Volumetric Fund's (the "Fund") shareholder reports like this one will no longer be sent by mail, unless you specifically request paper copies of the reports from the Fund. Instead, the reports will be made available on our website, and you will be notified by mail each time a report is posted and provided with a website link to access the report.

If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. You may elect to receive shareholder reports and other communications from the Fund electronically by contacting the Fund at 800-541-3863 or info@volumetric.com.

However, you may elect to receive all future reports in paper free of charge. You can inform the Fund that you wish to continue receiving paper copies of your shareholder reports and other communications by contacting the Fund at 800-541-3863 or info@volumetric.com.

To Our Shareholders: (Unaudited)

Volumetric Fund's ("Fund") net asset value ("NAV") advanced 10.05% during 2020, closing out the year at \$23.32 per share, as adjusted for the distribution. This includes a 10.16% advance in the fourth quarter. In line with Volumetric Fund's investment objective, "capital growth and secondarily downside protection", there are continuous allocation changes to the portfolio between stocks and cash (money market investments). The Fund utilizes its proprietary "Internal Asset Allocation" formula to raise cash during negative market conditions and conversely reduce cash during positive market conditions. Therefore, the Fund uses two benchmarks to compare performance. These benchmarks are the S&P 500 Index, for the stock portion of the portfolio, and the FTSE 3-Month Treasury ("T") Bill Index for the money market portion of the portfolio. A combination of these benchmarks should be considered when making a comparison. For the year 2020, the S&P 500 Index gained 18.40% and the FTSE "3-Month" T-Bill Index gained 0.58%.

The Volumetric Index, is a proprietary index, which indicates the value of a \$10,000 hypothetical investment in the Fund on January 1, 1979, stood at \$405,706 on December 31, 2020. Our compounded annual return, during our 42 years of history, has been 9.22%.

The Fund typically invests in a broadly diversified portfolio of large and mid-cap stocks, although the portfolio may also contain small cap stocks. The Fund's securities are generally a blend of value and growth stocks.

As indicated on your December 31, 2020 account statement, it was noted that the Fund declared a long-term capital gain distribution of \$0.24 per share, to shareholders of record on December 29, 2020. The Fund went ex-dividend on December 30, 2020, and on that day the Fund's opening NAV was reduced from \$23.32 by the \$0.24 distribution to \$23.08. Your capital gain distribution was reinvested into additional shares, except for cash dividend shareholders.

FOURTH QUARTER PORTFOLIO CHANGES (Unaudited)

At year end, December 31, 2020, the Fund's portfolio held a cash and cash equivalent position (Fidelity Investments Money Market Government Portfolio), including dividends and interest receivable, of 14.73%. Currently, we have 57 securities in our portfolio with 53 gainers and 4 losers. Our average stock in the portfolio has an unrealized gain of 70.0%. Fifteen of our stocks have more than doubled. Our best performing percentage gaining stock was Autodesk Inc., a designer of software applications, with a 409.2% unrealized gain at year end. Our worst performing stock was American Electric Power Company Inc., a utility company, with a 9.0% unrealized loss, at year end. Our ten leading stocks are shown in the "Top Stocks and Industry Holdings" section.

The following 6 stocks were added to the Fund's portfolio during the fourth quarter: CME Group Inc., Kinder Morgan Inc., L3 Harris Technologies Inc., Leidos Holdings Inc., Monster Beverage Corp., and Ralph Lauren Corp.

On the sell side, utilizing the guidelines of our "Volume and Range" system, we sold the following 5 stocks from our portfolio: Allstate Corp., Boston Scientific Corp., CF Industries Holdings Inc., Merck & Co., and a partial sale of Waste Connections Inc.

TOP STOCKS AND INDUSTRY HOLDINGS (Unaudited)

As of December 31, 2020, our ten greatest unrealized stock percentage gainers and our 10 largest industry holdings are listed on page 2. See "Statement of Net Assets" on pages 5 to 7 for details.

Company	Unrealized Gain (%)	% of Fund's Net Assets
Autodesk Inc	409.2%	2.4%
Microsoft Corp	287.2%	1.5%
HP Inc	241.9%	0.9%
Amazon.com Inc	239.7%	2.2%
FMC Corp	220.2%	2.2%
Apple Inc	205.2%	2.2%
Visa Inc Class A	160.7%	2.3%
Ametek Inc	138.0%	2.0%
Salesforce.com Inc	136.7%	2.2%
Waste Connections Inc	134.4%	1.8%
Total:		19.7%

Industry	% of Fund's Net Assets
Computer Software	8.8%
Computers & Semiconductors	7.9%
Financials	6.8%
Services	6.1%
Chemicals	6.0%
Electronic Services	5.8%
Industrial Conglomerates	4.8%
Retail	4.3%
Healthcare	3.7%
Electrical Equipment	3.3%
Total:	57.5%

OTHER NEWS

At the Fund's Annual Meeting held virtually, on September 16, 2020, shareholders elected all nine nominated directors for their respective terms. The Fund's shareholders of record, as of the close of business on July 23, 2020, voted 1,077,285.2126 shares in favor and 1,452.3389 shares against or abstentions to approve this proposal. Furthermore, they approved BBD, LLP, as the Fund's independent registered public accounting firm for calendar year 2020. The Fund's shareholders of record, as of the close of business on July 23, 2020, voted 978,826.1692 shares in favor and 99,911.3823 shares against or abstentions to approve this proposal. Lastly, shareholders approved the Amended and Restated Investment Advisory Agreement between Volumetric Advisers, Inc. and Volumetric Fund, Inc. The Fund's shareholders of record, as of the close of business on July 23, 2020, voted 978,868.2345 shares in favor and 99,869.3170 shares against or abstentions to approve this proposal.

The Board of Directors, at their July 16, 2020 meeting, approved the renewal of the Investment Advisory contract between Volumetric Fund, Inc. and Volumetric Advisers, Inc. The Directors' approval of the continuance of the Fund's Investment Advisory contract was based on a consideration of all the information provided to the Directors and was not the result of any single factor. Some of the factors that figured particularly in the Directors deliberations are described below, although individual Directors may have evaluated this information differently, ascribing different weights to various factors: 1) the Fund's investment performance was discussed, and the Board concluded that the Adviser continued to manage the portfolio in accordance with its fundamental investment strategy, as outlined in the Prospectus; 2) the nature, extent and quality of service being provided was considered by the Board. 3) the Fund's expense ratio was discussed, and as indicated in the Prospectus, the management fee decreases on a sliding scale as the Fund's assets grow. The Board agreed that the proposed fee arrangements continued to provide appropriate sharing of economies of scale between Fund shareholders and the Adviser.

The Board of Directors, at their December 16, 2020 meeting, approved a Distribution Agreement between the Fund and Volumetric Advisers, Inc. with Ultimus Fund Distributors, LLC ("Ultimus"). Effective December 14, 2020, Ultimus became the Distributor of the Fund.

Update regarding the servicing of your Volumetric Fund account. On the expected effective date, February 22, 2021, Ultimus Fund Solutions, LLC. will become the transfer agent for the Fund. We are excited to announce, with this change, shareholders will have online access to their accounts and the ability to receive electronic account statements and reports. On the same expected date, First National Bank of Omaha ("Bank") will be the successor custodian of all IRA and other retirement accounts; thereby, replacing Equity Institutional. Please note that the Bank's annual custodian fee will be paid, as in the past, by Volumetric Advisers, Inc. To access and download the new custodial agreement with the Bank, please visit volumetric.com.

UPDATE

Volumetric Fund has opened the year with a 1.54% gain, as of February 10th. The Fund's NAV rallied from its initial 2021 opening price of \$23.32, as adjusted for distributions, to \$23.68, as of February 10th. The current outlook for the market is slightly positive based on our proprietary, short term, overall market signal. Consequently, in accordance with the "Volume and Range" system, our cash and money market investment position is 16.21%, as of this writing.

We thank you for your continued trust and confidence. If you are interested in obtaining our prospectus and general information about the Fund please visit our website, www.volumetric.com. Also, do not hesitate to call us if you have any questions.

February 10, 2021

Sincerely,



Irene J. Zawitkowski
Chair and CEO

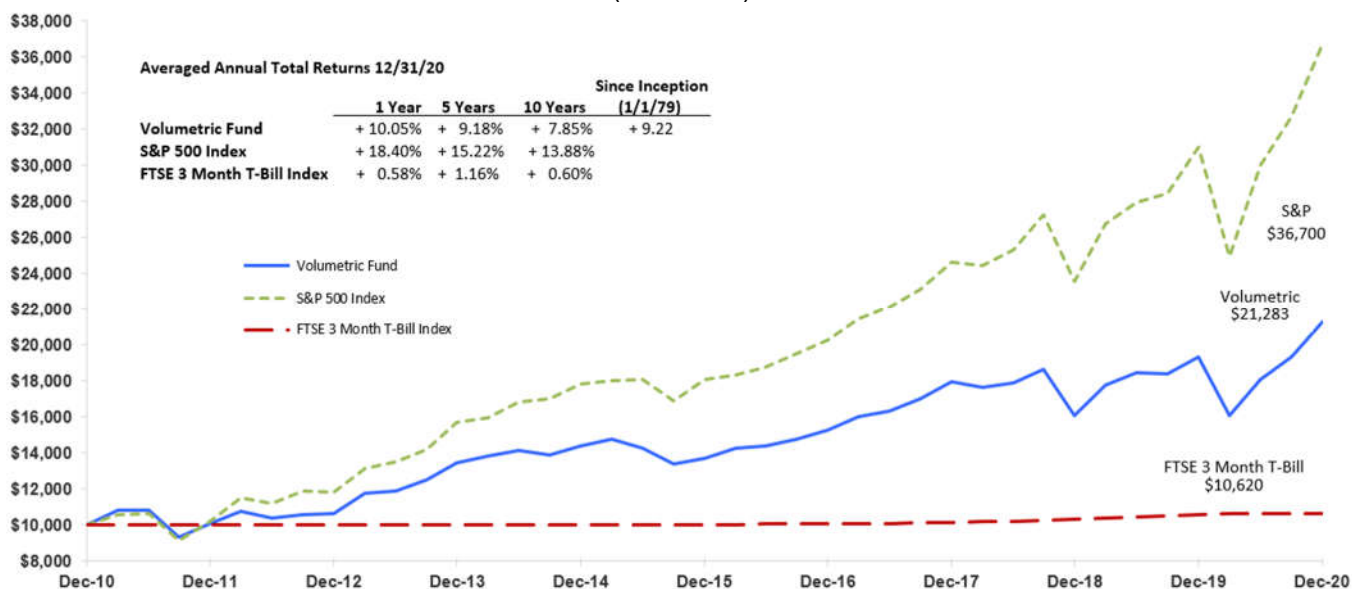


Jeffrey Gibbs
President

Hypothetical Growth of a \$10,000 Investment*

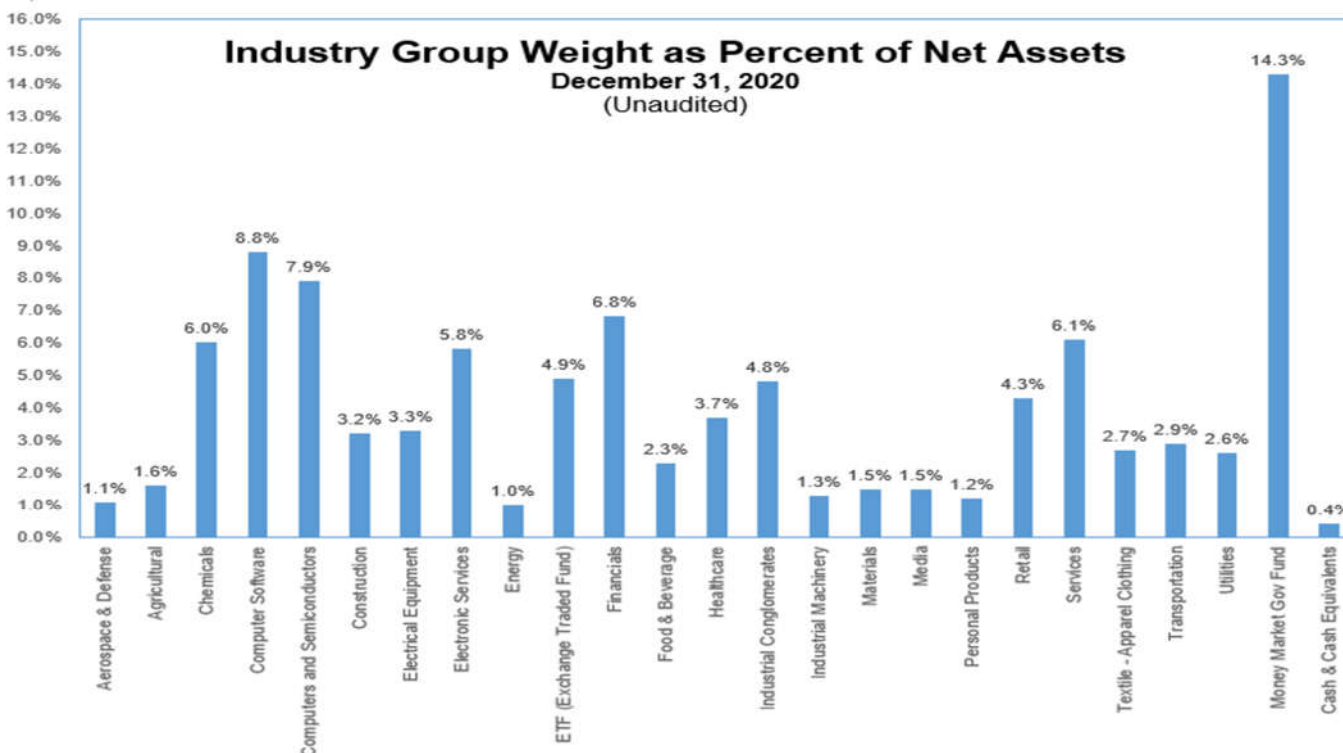
(From December 31, 2010 to December 31, 2020)

(Unaudited)



*The chart represents the historical 10 year performance of a hypothetical investment of \$10,000 in Volumetric Fund, S&P 500 Index and FTSE 3 Month T-Bill Index. The performance shown above does not reflect the deduction of taxes a shareholder would pay on Fund distributions or the redemption of Fund shares. All distributions and dividends are assumed to be reinvested. Volumetric Fund reflects the Fund's Average Annual Total Returns as of 12/31/2020. The Standard & Poor's 500 Index ("S&P 500") includes 500 leading companies in the U.S. economy. The FTSE 3 Month T-Bill Index reflects an average of the last three-month treasury bill issues. Both indexes are unmanaged and their performance does not reflect the deduction of expenses associated with a mutual fund, such as investment management and fund accounting fees. The Fund's performance reflects the deduction of fees for these services. Past performance is not predictive of future performance.

**Total annual operating expenses, as disclosed in the Fund's prospectus dated April 17, 2020, as supplemented September 29, 2020, December 22, 2020, and February 16, 2021, which included acquired fund fees and expenses of less than 0.01%, were 1.90% of average daily assets. The Fund's performance reflects the deduction of fees for these services. Past performance is not predictive of future performance. Investment returns and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost; and that current performance may be lower or higher than the performance data quoted. The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. Performance data current to the most recent month end may be obtained by calling (800) 541-3863.



FINANCIAL HIGHLIGHTS
(for a share outstanding throughout each year)

Years ended December 31	2020	2019	2018	2017	2016
Net asset value, beginning of year	\$21.41	\$18.42	\$21.02	\$19.28	\$18.90
Income (loss) from investment operations					
Net investment loss	(0.12)	(0.03)	(0.09)	(0.09)	(0.10)
Net realized and change in unrealized gain (loss) on investments	2.27	3.74	(2.07)	3.47	2.17
Total from investment operations	2.15	3.71	(2.16)	3.38	2.07
Less distributions from:					
Net realized gains	(0.24)	(0.72)	(0.44)	(1.64)	(1.69)
Total distributions	(0.24)	(0.72)	(0.44)	(1.64)	(1.69)
Net asset value, end of year	\$23.32	\$21.41	\$18.42	\$21.02	\$19.28
Total return	10.05%	20.13%	(10.26%)	17.50%	11.29%
Ratios and Supplemental Data:					
Net assets, end of year (in thousands)	\$37,866	\$35,178	\$30,903	\$35,465	\$29,638
Ratio of expenses to average net assets	1.91%	1.90%	1.90%	1.91%	1.93%
Ratio of net investment loss to average net assets	(0.58%)	(0.17%)	(0.43%)	(0.46%)	(0.57%)
Portfolio turnover rate	36%	60%	71%	92%	87%

VOLUMETRIC FUND, INC.
STATEMENT OF OPERATIONS
For the year ended December 31, 2020

INVESTMENT INCOME	
Dividends (net of foreign withholding tax of \$1,129).....	\$ 435,183
Interest.....	16,655
TOTAL INVESTMENT INCOME.....	451,838
EXPENSES	
Management fee (Note 2).....	651,712
NET INVESTMENT LOSS	(199,874)
REALIZED AND UNREALIZED GAIN ON INVESTMENTS	
Net realized gain on investments.....	374,206
Change in unrealized appreciation on investments	
Beginning of year	\$ 8,622,355
End of year	11,906,177
Increase in unrealized appreciation.....	3,283,822
NET GAIN ON INVESTMENTS.....	3,658,028
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS.....	\$ 3,458,154

See notes to financial statements

VOLUMETRIC FUND, INC
STATEMENT OF NET ASSETS
December 31, 2020

Equities: 85.3%			
SHARES	COMPANY	VALUE	
	Aerospace & Defense -- 1.1%		
2,200	L3Harris Technologies Inc	\$ 415,844	
		<u>415,844</u>	
	Agricultural -- 1.6%		
9,200	Bunge Ltd	603,336	
		<u>603,336</u>	
	Chemicals -- 6.0%		
2,400	Air Products & Chemicals Inc	655,728	
8,000	CF Industries Holdings Inc	309,680	
2,100	Ecolab Inc	454,356	
7,300	FMC Corp	838,989	
		<u>2,258,753</u>	
	Computer Software -- 8.8%		
3,000	Autodesk Inc*	916,020	
5,100	Cerner Corp	400,248	
2,600	Microsoft Corp	578,292	
3,700	Salesforce.com Inc*	823,361	
2,900	Take Two Interactive Software Inc*	602,591	
		<u>3,320,512</u>	
	Computers and Semiconductors -- 7.9%		
3,600	Analog Devices Inc	531,828	
6,400	Apple Inc	849,216	
9,600	Applied Materials Inc	828,480	
14,000	HP Inc	344,260	
8,600	Intel Corp	428,452	
		<u>2,982,236</u>	
	Construction -- 3.2%		
6,200	Jacobs Engineering Group Inc	675,552	
7,300	Owens Corning	553,048	
		<u>1,228,600</u>	
	Electrical Equipment -- 3.3%		
6,200	Ametek Inc	749,828	
6,100	Emerson Electric Co	490,257	
		<u>1,240,085</u>	
	Electronic Services -- 5.8%		
2,500	Automatic Data Processing Inc	440,500	
3,000	Fidelity National Information Services Inc	424,380	
5,200	Paychex Inc	484,536	
3,900	Visa Inc Class A	853,047	
		<u>2,202,463</u>	
	Energy -- 1.0%		
29,000	Kinder Morgan Inc	396,430	
		<u>396,430</u>	
	ETF (Exchange Traded Fund) -- 4.9%		
5,000	SPDR S&P 500 Trust	1,869,400	
		<u>1,869,400</u>	

VOLUMETRIC FUND, INC.
STATEMENT OF NET ASSTS
December 31, 2020 (Continued)

Equities: 85.3%

SHARES	COMPANY	VALUE
Financials -- 6.8%		
900	Blackrock Inc	\$ 649,386
2,400	CME Group Inc	436,920
8,500	Metlife Inc	399,075
9,180	Morgan Stanley	629,105
4,800	Raymond James Financial	459,216
		<u>2,573,702</u>
Food & Beverage -- 2.3%		
7,000	Mondelez Int'l Inc	409,290
4,900	Monster Beverage Corp*	453,152
		<u>862,442</u>
Healthcare -- 3.7%		
7,300	Cardinal Health Inc	390,988
1,200	Cooper Companies Inc	435,984
2,900	Johnson & Johnson	456,402
1,216	Merck & Co	99,469
		<u>1,382,843</u>
Industrial Conglomerates -- 4.8%		
3,300	Carlisle Companies Inc	515,394
2,700	Honeywell International Inc	574,290
1,700	Roper Technologies Inc	732,853
		<u>1,822,537</u>
Industrial Machinery -- 1.3%		
2,700	Stanley Black & Decker	482,112
		<u>482,112</u>
Materials -- 1.5%		
4,200	Packaging Corp of America	579,222
		<u>579,222</u>
Media -- 1.5%		
3,119	The Walt Disney Co*	565,100
		<u>565,100</u>
Personal Products -- 1.2%		
5,300	Church & Dwight Co Inc	462,319
		<u>462,319</u>
Retail -- 4.3%		
250	Amazon.com Inc*	814,233
2,200	Costco Wholesale Corp	828,916
		<u>1,643,149</u>
Services -- 6.1%		
350	Alphabet Inc - Class A*	613,424
4,300	Leidos Holdings Inc	452,016
5,900	Republic Services Inc	568,170
6,600	Waste Connections Inc	676,962
		<u>2,310,572</u>
Textile - Apparel Clothing -- 2.7%		
4,800	Ralph Lauren Corp*	497,952
6,300	V F Corp	538,083
		<u>1,036,035</u>

VOLUMETRIC FUND, INC.
STATEMENT OF NET ASSTS
December 31, 2020 (Continued)

Equities: 85.3%

SHARES	COMPANY	VALUE
	Transportation -- 2.9%	
6,200	Expeditors Int'l of Washington Inc	\$ 589,682
12,500	Werner Enterprises Inc	490,250
		<u>1,079,932</u>
	Utilities -- 2.6%	
4,500	American Electric Power Company Inc	374,715
2,300	Atmos Energy Corp	219,489
5,200	Consolidated Edison Inc	375,804
		<u>970,008</u>
	TOTAL EQUITIES (Cost: \$ 20,381,455)	<u>32,287,632</u>
	INVESTMENT COMPANY 14.3%	
5,440,119 Shares -- Fidelity Investments Money Market		
Gov Portfolio - Class I, 0.01%** (Cost: \$5,440,119)		<u>5,440,119</u>
	TOTAL INVESTMENTS (Cost: \$25,821,574): 99.6%	<u>37,727,751</u>
	CASH EQUIVALENTS/RECEIVABLE: 0.4%	
Cash		96,366
Dividends and Interest Receivable		<u>42,211</u>
	TOTAL CASH EQUIVALENTS/ RECEIVABLES	<u>138,577</u>
	TOTAL ASSETS	<u>37,866,328</u>
Less Liabilities:		<u>-</u>
	NET ASSETS 100.0%	<u>\$ 37,866,328</u>
	VOLUMETRIC SHARES OUTSTANDING	<u>1,623,707</u>
	NET ASSET VALUE, OFFERING & REDEMPTION	
	PRICE PER SHARE	<u>\$23.32</u>

See notes to financial statements

*Non-income producing security.

** Variable Rate Security. The rate presented is as of December 31, 2020.

VOLUMETRIC FUND, INC.
STATEMENTS OF CHANGES IN NET ASSETS

	For the <i>Year Ended</i> <u>12/31/2020</u>	For the <i>Year Ended</i> <u>12/31/2019</u>
CHANGES RESULTING FROM OPERATIONS		
Net investment loss	\$ (199,874)	\$ (56,685)
Net realized gain on investments	374,206	1,140,848
Increase in unrealized appreciation	<u>3,283,822</u>	<u>4,980,732</u>
NET INCREASE IN NET ASSETS		
RESULTING FROM OPERATIONS	3,458,154	6,064,895
TOTAL DISTRIBUTIONS TO SHAREHOLDERS	(385,810)	(1,145,808)
CAPITAL SHARE TRANSACTIONS (NOTE 3)	<u>(383,535)</u>	<u>(644,982)</u>
NET INCREASE IN NET ASSETS	2,688,809	4,274,105
NET ASSETS		
Beginning of year	35,177,519	30,903,414
End of year	<u>\$ 37,866,328</u>	<u>\$ 35,177,519</u>

See notes to financial statements

NOTES TO FINANCIAL STATEMENTS

As of December 31, 2020

1. Significant Accounting Policies

Volumetric Fund, Inc. (the "Fund") is registered with the Securities and Exchange Commission (the "SEC") under the Investment Company Act of 1940, as amended, as a diversified, open-end investment company. The Fund's investment objective is capital growth. Its secondary objective is downside protection. The following is a summary of significant accounting policies consistently followed by the Fund in the preparation of its financial statements. The policies are in conformity with accounting principles generally accepted in the United States of America ("GAAP"). The Fund is an investment company that follows the accounting and reporting guidance of the Financial Accounting Standards Board ("FASB") Accounting Standards Codification Topic 946 applicable to investment companies.

- a) Valuation of Securities: Investments in securities traded on a national securities exchange (or reported on the NASDAQ national market) are valued at the closing price on the day of valuation. If a market quote is not available, the Fund will value the security at fair market value as determined in good faith by Volumetric Advisers, Inc., as directed by the Board of Directors.

GAAP establishes a single authoritative definition of fair value, sets out a framework for measuring fair value and requires certain disclosures about fair value measurements. Various inputs are used in determining the value of the Fund's investments. These inputs are summarized in the three broad levels listed below:

- Level 1 – quoted prices in active markets for identical securities
- Level 2 – other significant observable inputs (including quoted prices for similar securities, interest rates, credit risk, etc.)
- Level 3 – significant unobservable inputs (including the Fund's own assumptions in determining fair value of investments)

The inputs or methodology used for valuing securities are not necessarily indications of the risk associated with investing in those securities.

As of December 31, 2020, all the securities held by the Fund were valued using Level 1 inputs. See the Fund's Statement of Net Assets for a listing of securities valued using Level 1 inputs by security type and industry type, as required by GAAP.

- b) Securities Transactions and Investment Income: Realized gains and losses are determined on the identified cost basis which is the same basis used for federal income tax purposes. Dividend income and distributions to shareholders are recorded on the ex-dividend date and interest income is recognized on the accrual basis.
- c) Federal Income Taxes: The Fund's policy is to comply with the requirements of the Internal Revenue Code that are applicable to regulated investment companies and to distribute all the Fund's taxable income to its shareholders. Therefore, no federal income tax provision is required.

The Fund recognizes the tax benefits or expenses of uncertain tax positions only when the position is "more likely than not" to be sustained assuming examination by tax authorities. Management has reviewed the Fund's tax positions taken on Federal and state income tax returns for all open tax years (2017-2019) or expected to be taken during the year ended December 31, 2020 and concluded that no provision for unrecognized tax benefits or expenses is required in these financial statements.

- d) Distributions to Shareholders: It is the Fund's policy to distribute all net investment income and all net realized gains, in excess of any available capital loss carryovers, at year end. The Board of Directors declared the following distributions.

Record Date	December 29, 2020	December 27, 2019
Ex-Dividend Date	December 30, 2020	December 30, 2019
Payment Date	December 31, 2020	December 31, 2019
Distribution	\$0.24 per share	\$0.72 per share

The tax character of distributions recorded and paid during the years ended December 31, 2020 and 2019 were as follows:
Long Term Capital Gains: 2020: \$385,810, 2019: \$1,145,808. Ordinary Income: 2020: \$0, 2019: \$0.

- e) Use of Estimates: The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reported period. Actual results could differ from those estimates.

2. Management Fee and Other Transactions with Affiliates

The Fund receives investment management and advisory services under an advisory agreement with Volumetric Advisers, Inc., that provides for fees to be paid at an annual rate of 2.0% of the first \$10,000,000 of average daily net assets, 1.90% of such net assets from \$10 million to \$25 million; 1.80% of such net assets from \$25 million to \$50 million; 1.50% of such net assets from

\$50 million to \$100 million; and 1.25% of such net assets over \$100 million. The Fund's adviser pays the cost of all management, supervisory and administrative services required in the operation of the Fund. This includes investment management, fees of the custodian, independent public accountants and legal counsel, remuneration of officers and directors, state registration fees and franchise taxes, shareholder services, including maintenance of the shareholder accounting system, insurance, marketing expenses, shareholder reports, proxy related expenses and transfer agency. Certain officers and directors of the Fund are also officers and directors of the investment adviser.

3. Capital Stock Transactions

At December 31, 2020, there were 4,000,000 shares of \$0.01 par value capital stock authorized. Transactions in capital stock were as follows:

	Year Ended December 31, 2020		Year Ended December 31, 2019	
	Shares	Amount	Shares	Amount
Shares sold	42,018	\$897,358	37,529	\$786,811
Distributions reinvested	16,078	371,083	51,334	1,101,628
	58,096	1,268,441	88,863	1,888,439
Shares redeemed	(77,124)	(1,651,976)	(123,860)	(2,533,421)
Net decrease	(19,028)	(\$383,535)	(34,997)	(\$644,982)

4. Purchases and Sales of Investment Securities / Federal Tax Cost Information

For the year ended December 31, 2020, purchases and proceeds from sales of securities were \$9,875,530 and \$13,762,528 respectively. At December 31, 2020 the cost of investments for Federal income tax purposes was \$25,821,574. Accumulated net unrealized appreciation on investments was \$11,906,177 consisting of \$11,980,749 gross unrealized appreciation and \$74,572 gross unrealized depreciation.

5. Composition of Net Assets

At December 31, 2020 net assets consisted of:

Net capital paid in on shares of stock.....	\$25,960,151
Distributable Earnings	11,906,177
Net Assets	<u>\$37,866,328</u>

6. Federal Income Tax

As of December 31, 2020, the components of distributable earnings on a tax basis were as follows:

Unrealized appreciation.....	\$11,906,177
Distributable earnings.....	<u>\$11,906,177</u>

For the year ended December 31, 2020, the Fund recorded the following reclassification, distributable earnings was increased by \$211,478 and net capital paid in on shares of stock was decreased by \$211,478. Such reclassifications, the result of permanent differences between the financial statements and income tax reporting requirements, have no effect on the Fund's net assets.

7. Commitments and Contingencies

Under the Fund's organizational documents, its Officers and Directors are indemnified against certain liabilities arising out of the performance of their duties to the Fund. In addition, in the normal course of business, the Fund entered into contracts with its service providers, on behalf of the Fund, and others that provide for general indemnifications. The Fund's maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Fund. The Fund expects the risk of loss to be remote.

8. Coronavirus (Covid-19) Pandemic

The COVID-19 pandemic has caused financial markets to experience periods of increased volatility due to uncertainty that exists around its long-term effects. COVID-19 has resulted in varying levels of travel restrictions, quarantines, disruptions to supply chains and customer activity, leading to general concern and economic uncertainty. The full impact and duration of the pandemic cannot necessarily be foreseen. Management continues to monitor developments and navigate accordingly, further evaluating the anticipated impact to financial markets.

9. Subsequent Events

Management has evaluated the impact of all subsequent events on the Fund through the date the financial statements were issued and has determined that there were no subsequent events requiring recognition or disclosure in the financial statements.



REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

**To the Board of Directors and the Shareholders
of Volumetric Fund, Inc.**

Opinion on the Financial Statements

We have audited the accompanying statement of net assets of Volumetric Fund, Inc. (the “**Fund**”), as of December 31, 2020, and the related statement of operations for the year then ended, the statements of changes in net assets for each of the years in the two-year period then ended and the financial highlights for each of the years in the five-year period then ended, and the related notes (collectively referred to as the “**financial statements**”). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as of December 31, 2020, and the results of its operations for the year then ended, the changes in its net assets for each of the years in the two-year period then ended and its financial highlights for each of the years in the five-year period then ended, in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of the Fund’s management. Our responsibility is to express an opinion on the Fund’s financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (“**PCAOB**”) and are required to be independent with respect to the Fund in accordance with the U.S. federal securities law and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. The Fund is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. As part of our audits we are required to obtain an understanding of internal control over financial reporting but not for the purpose of expressing an opinion on the effectiveness of the Fund’s internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risk of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of December 31, 2020 by correspondence with the custodian. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

BBD, LLP

BBD, LLP

We have served as the auditor of the Volumetric Fund, Inc. since 2009.

**Philadelphia, Pennsylvania
February 23, 2021**

PROSPECTUS, PROXY AND PORTFOLIO INFORMATION (Unaudited)

This report is intended for the shareholders of the Fund and may not be used as sales literature unless preceded or accompanied by a current prospectus. To obtain a current prospectus please call 800-541-3863 or visit www.volumetric.com.

Information is available to shareholders who are interested in the Fund's proxy voting guidelines and proxy voting record for the 12-month period ended June 30. This information may be obtained without charge either by calling the Fund's toll-free number, 800-541-3863, or by visiting the SEC's website at www.sec.gov.

The Fund files its complete schedule of portfolio holdings with the SEC, for the first and third quarters of each fiscal year on Form N-PORT. These forms are available on the Commission's website at www.sec.gov. This information is also available from the Fund by calling 800-541-3863 or visit www.volumetric.com. The Fund also files with the SEC its monthly holdings on form N-PORT. The N-PORT information for the first and second months (form N-PORT-NP) of the Fund's fiscal quarter is non-public information. The monthly report on N-PORT for the third month of the quarter is publicly available on the Commission's website at www.sec.gov. This information is also available from the Fund by calling 800-541-3863 or visit www.volumetric.com.

DIRECTORS (Unaudited)

Directors, who are not salaried employees of Volumetric Advisers, Inc. (the "Adviser"), 87 Violet Drive, Pearl River, NY 10965, receive a fee for each Board or committee meeting they attend. Directors' fees had no effect on the Fund's expenses and expense ratio since all their fees were paid by the Adviser. In 2020, the full Board of Directors met five times (three regular meetings and two special meetings) and the Independent Directors met three times. In addition, the Audit Committee met twice, and the Governance & Nominating committee met once.

LIQUIDITY RISK MANAGEMENT PROGRAM (Unaudited)

In compliance with Rule 22e-4 under the Investment Company Act of 1940, as amended (the "Liquidity Rule"), the Fund has adopted and implemented a liquidity risk management program ("Program"), which is reasonably designed to assess and manage the risk that the Fund could not meet requests to redeem shares issued by the Fund without significant dilution of remaining investors' interests in the Fund. The Fund's Board of Directors (the "Board") previously approved the designation of Volumetric Advisers, Inc ("Advisor") as the Program's administrator.

At a meeting held on November 12, 2020, the Board reviewed the Program's operation and assessed its adequacy, and effectiveness of implementation for the period from November 20, 2019, through November 11, 2020, the day prior to the meeting, as required under the Liquidity Rule. No significant liquidity events impacting the Fund were noted. There were no material changes to the Program during the reporting period. The report to the Board concluded that the Program is operating effectively to assess and manage the Fund's liquidity risk, and that the Program has been and continues to be adequately and effectively implemented to monitor and respond to the Fund's liquidity developments. The Fund only holds assets that are defined under the Liquidity Rule as "highly liquid investments" and therefore the Fund is not required to establish a 15% highly liquid investment minimum.

There can be no assurance that the Program will achieve its objectives under all circumstances in the future. Please refer to the Fund's prospectus for more information regarding the Fund's exposure to liquidity risk and other risks to which it may be subject.

INFORMATION ABOUT YOUR FUND'S EXPENSES

For the six months ended December 31, 2020 (Unaudited)

As a shareholder of the Fund, you incur ongoing costs, including management fees. These Fund expenses are further clarified in this report on page 8, footnote 2. This example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with ongoing costs of investing in other mutual funds. The example is based on an investment of \$1,000 made at the beginning of the period and held for the entire semi-annual period, July 1, 2020 – December 31, 2020.

Below are two ways to evaluate your Fund's costs.

Actual Fund Return: This section helps you to estimate the actual expenses that you paid over the period. The "Ending Account Value" shown is derived from the Fund's actual return for the six month period, the "Expense Ratio" column shows the period's annualized expense ratio and the "Expenses Paid During Period" column shows the dollar amount that would have been paid by an investor who started with \$1,000 in the Fund at the beginning of the period. You may use the information here, together with your account value, to estimate the expenses that you paid over the period. To do so, simply divide your account value by \$1,000 (for example, a \$7,000 account value divided by \$1,000 = 7.0), then multiply the result by the number given in the first line under the heading entitled "Expenses Paid During Period."

Hypothetical 5% Return: This section is intended to help you compare your Fund's costs with those of other mutual funds. It assumes that the Fund had an annual return of 5% before expenses, the expense ratio is unchanged. Because the return used is not the Fund's actual return, the results do not apply to your investment. This sample is useful in making comparisons to other mutual funds because the Securities and Exchange Commission requires all mutual funds to provide examples of expenses calculated and based on an assumed 5% annual return. You can assess your Fund's costs by comparing this hypothetical example with the hypothetical examples that appear in shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight and help you compare your ongoing costs only and do not reflect any transactional costs such as sales charges (loads), redemption fees, or exchange fees. Volumetric Fund does not charge any sales loads, redemption fee, or exchange fees, but these fees may be present in other funds to which you compare our Fund. Therefore, the hypothetical portions of the table are useful in comparing ongoing costs only and will not help you to determine the relative total costs of owning different funds.

	Beginning Account Value, 07/01/20	Ending Account Value, 12/31/20*	Net Expense Ratio	Expenses Paid During Period**
Actual	\$1,000	\$ 1,176.40	1.91%	\$10.45
Hypothetical 5% Return	\$1,000	\$ 1,015.53	1.91%	\$ 9.68

*The actual total return for the six-month period ended December 31, 2020, was 17.64%.

**Expenses are equal to the Fund's annualized expense ratio multiplied by the average account value over the period, multiplied by 184/366 (to reflect the one-half year period).



GENERAL INFORMATION

INVESTMENT ADVISER and TRANSFER AGENT

Volumetric Advisers, Inc.
87 Violet Drive
Pearl River, NY 10965

CUSTODIAN

U.S. Bank N.A.
615 E Michigan Street
Milwaukee, WI 53202

INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

BBD, LLP
1835 Market Street, 3rd Floor
Philadelphia, PA 19103

DISTRIBUTOR

Ultimus Fund Distributors, LLC
225 Pictoria Drive, Suite 450
Cincinnati, OH 45246

LEGAL COUNSEL

Thompson Hine LLP
312 Walnut Street, 14th Floor
Cincinnati, OH 45202-4089

DIRECTORS (Unaudited)

The Directors of the Fund and their ages, positions, addresses and principal occupations during the past five years are set forth below. There is no limit on the length of the term that each director serves. The Fund's Statement of Additional Information contains additional information about the Directors and is available without charge, upon request, by calling 1-800-541-FUND or visiting www.volumetric.com.

Interested Directors

<u>Name, Address and Age</u>	<u>Position(s) Held with Fund</u>	<u>Term of Office and Length of Time Served</u>	<u>Occupation</u>	<u>Number of Portfolios in Fund Complex Overseen by Director</u>	<u>Other Director ships Held by Director during Past Five Years</u>
Jeffrey M. Gibbs Volumetric Fund, Inc. 87 Violet Drive Pearl River, NY 10965 info@volumetric.com Age: 54	President, Portfolio Co- Manager, CCO and Director	Annually 2018	President and Portfolio Co-Manager since 2016 and CCO since 2005. Jeffrey was Executive Vice President from 2015 to 2016 and Vice President from 1997 to 2015. He has worked as a consultant to the Fund since 1989. Jeffrey is President of Volumetric Advisers, Inc. He was previously employed by US Bank and AIS (acquired by US Bank), as Vice President of hedge fund accounting and operations (2005 to 2015).	1	None
Irene J. Zawitkowski Volumetric Fund, Inc. 87 Violet Drive Pearl River, NY 10965 info@volumetric.com Age: 67	Chair, CEO, Senior Portfolio Manager and Director	Annually 1978	CEO and Senior Portfolio Manager since 2016 and Chair since June 2018. Ms. Zawitkowski was President and Portfolio Co-Manager from 2003 to 2016 and Executive Vice President of the Fund from inception to 2003. Ms. Zawitkowski is also Executive Vice President of Volumetric Advisers, Inc.	1	None

Independent Directors

<u>Name, Address and Age</u>	<u>Position(s) Held with Fund</u>	<u>Term of Office and Length of Time Served</u>	<u>Occupation</u>	<u>Number of Portfolios in Fund Complex Overseen by Director</u>	<u>Other Director ships Held by Director during Past Five Years</u>
Josef Haupl 9 Grove Place Mountain Lakes, NJ 07046 bod@volumetric.com Age: 76	Director (1)	Annually 2004	Engineering consultant to the chemical industry, since 2002. Previously, Director of Technology of Lurgi PSI, an engineering and construction services company for the chemical industry.	1	None
Alexandre M. Olbrecht, Dr. 7 Main Street, RR 5 Mt. Kisco, NY 10549-3923 bod@volumetric.com Age 42	Director (3)	Annually 2012	Associate Professor of Economics, Anisfield School of Business at Ramapo College of NJ, since 2005. Executive Director of the Eastern Economic Association. He was elected by the Board as the Fund's Vice Financial Expert.	1	None
Cornelius O'Sullivan 38 South Main Street Pearl River, NY 10965 bod@volumetric.com Age 52	Director (3)	Annually 2017	Proprietor of Neil T. O'Sullivan, CPA, LLC since 2009. Previously Partner, Cherian, O'Sullivan & Tatapudy, LLP, certified public accountants, since 2003. Mr. O'Sullivan started his accounting career with Ernst & Young, LLP certified public accountants.	1	None
Stephen J. Samitt Volumetric Fund, Inc. 87 Violet Drive Pearl River, NY 10965 shareholdercomments@volumetric.com Age: 79	Director (1)(4)	Annually 1996	Stephen Samitt, CPA, LLC, since 2008. Previously, Principal, Briggs Bunting & Dougherty, LLP, a full service public accounting firm, since 1997. He was elected by the Board as the Fund's Financial Expert.	1	None
Allan A. Samuels Rockland Business Assoc. 9 North Mill St, Suite 103 Nyack, NY 10960 bod@volumetric.com Age: 82	Director (2) (5)	Annually 2007	CEO and President of Rockland Business Association (RBA) since 2001. RBA is a non-profit organization of about 1,000 businesses in Rockland County, NY, for the advancement of its members via public relations, seminars, networking and legislation. He is also Board member of several non-profit and business organizations.	1	None
David L. Seidenberg 29 Shaw Road Woodcliff Lake, NJ 07677 bod@volumetric.com Age: 74	Director (3)	Annually 1983	President, SQ Ventures, LLC, since 2002. Previously, Vice President of Davos Chemical Company from 1972 until 2002.	1	None
Raymond W. Sheridan R. Sheridan Financial, Inc. 19 E. Washington Ave Pearl River, NY 10965 bod@volumetric.com Age: 70	Director (1)	Annually 1995	President, Raymond Sheridan Financial, Inc., insurance and financial services. Vice President and Treasurer of the Fund between 1997 and 2005.	1	None
Non-Director					
<u>Officer</u> Gabriel J. Gibbs Volumetric Fund, Inc. 87 Violet Drive Pearl River, NY 10965 info@volumetric.com Age: 84	Chair Emeritus, Portfolio Co- Manager	N/A	Chair Emeritus, Portfolio Co-Manager and Founder of the Fund. Gabriel was Chair from 1978 (inception) to June 2018 and CEO from 1978 (inception) to 2016 and Portfolio Manager from inception to 2003. Mr. Gibbs is also the Vice President of Volumetric Advisers, Inc.	N/A	N/A

(1) Member of the Governance & Nominating Committee; (2) Chair of the Governance & Nominating Committee; (3) Member of the Audit Committee;
(4) Chair of the Audit Committee. (5) Lead Independent Director

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800-541-FUND
Ticker: VOLMX
www.volumetric.com
info@volumetric.com

**Investment Adviser and
Transfer Agent**

Volumetric Advisers, Inc.
Pearl River, New York 10965

Custodian

U.S. Bank N.A.
Milwaukee, Wisconsin 53212

**Independent Registered Public
Accounting Firm**

BBD, LLP
Philadelphia, Pennsylvania 19103

Distributor

Ultimus Fund Distributors, LLC
Cincinnati, OH 45246

Legal Counsel

Thompson Hine LLP
Cincinnati, OH 45202-4089

Board of Directors

Jeffrey M. Gibbs
Josef Haupl
Alexandre M. Olbrecht, Dr.
Cornelius O'Sullivan
Stephen J. Samitt
Allan A. Samuels
David L. Seidenberg
Raymond W. Sheridan
Irene J. Zawitkowski, Chair

Officers

Gabriel J. Gibbs
Chair Emeritus, Portfolio Co-Manager
Irene J. Zawitkowski
Chair, CEO, Senior Portfolio Manager
Jeffrey M. Gibbs
President, Portfolio Co-Manager, CCO