# LAZARD ALPHA EURO

LAZARD FRÈRES GESTION

**03 / 2019** | **Unit I/Eurozone equities**

| | | | | | |
|---|---|---|---|---|---|
| **Total net assets** | 620.95M€ | **Inception date (unit)** | May 11, 2005 | **MORNINGSTAR** | |
| **NAV** | 426.12 € | **ISIN Code** | FR0010828913 | **OVERALL** | ★ ★ ★ |
| | | **Bloomberg Code** | OBJALPH | **SUSTAINABILITY** | |

Country of registration

## MANAGER(S)



*Régis Bégué*

## INVESTMENT POLICY

The investment objective is to match or exceed the performance, net of expenses, of the benchmark, the Euro Stoxx, over the recommended investment period.

## FUND MANAGERS COMMENT

March was marked by the very dovish speeches of the European Central Bank followed by the Fed. In-between their respective statements, a number of disappointing confidence indicators, particularly in Europe, convinced investors that rates would remain very low for a very long time. The TBond yield fell from 2,75% to 2,40% over the month, while the German 10-year yield fell below the 0% mark on March 21st and remained negative until the end of the month. In this context, risk aversion in the equity markets went back on the rise and while the Eurostoxx only fluctuated slightly (+1,39%), this actually masked a very high sector and thematic rotation in favour of the stocks least sensitive to the economic situation. The fund, with a decline of 1,02% over the month, was hard hit by this situation, negatively impacted by commodities and automotive in particular, with the declines of Aperam and ArcelorMittal, as well as Air France, which was hurt by the Dutch State's acquisition of a stake in its capital, and STMicroelectronics, which was affected by Infineon's profit warning. Carrefour, BMW and Continental also weighed on performance. Conversely, the fund benefited from strong stock picks in technology and healthcare, with rises by Merck KGaA and Ingenico, as well as Anheuser-Busch InBev and Deutsche Telekom.

RISK SCALE*

– 1 2 3 4 5 **6** 7 +

Recommended investment period of 5 years

BENCHMARK INDEX

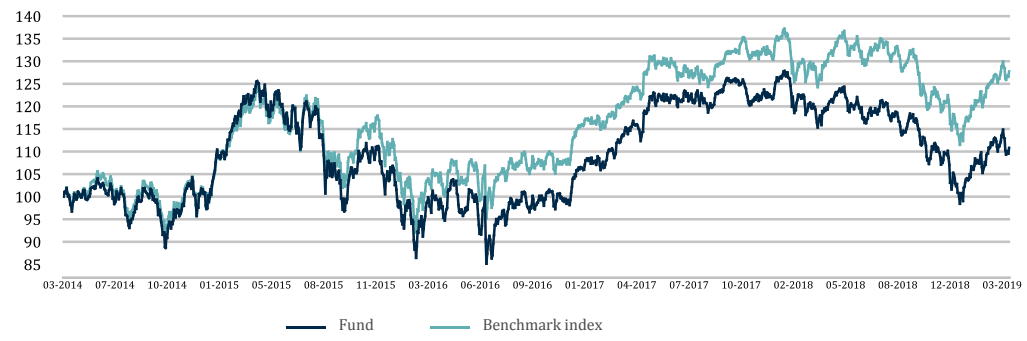
Eurostoxx Net Return EUR

## FEATURES

| | |
|---|---|
| **Legal Form** | **SICAV** |
| **Legal Domicile** | **France** |
| **UCITS** | **Yes** |
| **AMF Classification** | **Eurozone equities** |
| **Eligibility to PEA (personal equity savings plan)** | **Yes** |
| **Currency** | **EURO** |
| **Subscribers concerned** | **No restriction** |
| **Inception date** | **5/11/05** |
| **Date of share's first NAV calculation** | **5/11/05** |
| **Management company** | **Lazard Frères Gestion SAS** |
| **Custodian** | **Lazard Frères Banque** |
| **Fund administration** | **CACEIS Fund Admin** |
| **Frequency of NAV calculation** | **Daily** |
| **Order execution** | **On next NAV for orders placed before 11:00 a.m** |
| **Subscritption terms** | **D (NAV date) + 2 business day** |
| **Settlement of redemptions** | **D (NAV date) + 2 business day** |
| **Share decimalisation** | **Yes** |
| **Minimum investment** | **1 share** |
| **Subscription fees** | **4% max** |
| **Redemption fees** | **1% max** |
| **Management fees** | **1.00%** |
| **Performance fees** | **15% of the performance over the benchmark** |
| **Current expenses** | **1.43%** |

*Risk scale : Derived from the historic volatility of the fund over a period of 5 years. The management company reserves the right to adjust the level of risk calculated according to the specific risk of the fund. This risk scale is supplied as a rough guide and may be modified without advance notice.Risk 1 does not mean a risk-free investment. This indicator may change over time.

## CHANGE IN NET ASSET VALUE (NAV)




Past performance is not a guarantee of current or future performance and increases at the end of the recommended investment period.

## HISTORICAL PERFORMANCES

| Cumulative | | | | | Annualized | |
|---|---|---|---|---|---|---|
| | **1 Month** | **2019** | **1 Year** | **3 Years** | **5 Years** | **3 Years** | **5 Years** |
| Fund | -1.02% | 9.95% | -6.06% | 12.28% | 10.81% | 3.94% | 2.07% |
| Benchmark index | 1.39% | 12.09% | 0.60% | 22.80% | 27.75% | 7.09% | 5.02% |
| Difference | -2.41% | -2.14% | -6.66% | -10.52% | -16.94% | -3.15% | -2.95% |

## CALENDAR PERFORMANCES

| | **Fund** | **Benchmark index** |
|---|---|---|
| **2018** | -17.12% | -12.72% |
| **2017** | 14.75% | 12.55% |
| **2016** | 0.11% | 4.15% |
| **2015** | 4.82% | 10.33% |
| **2014** | 5.33% | 4.14% |

## TRAILING PERFORMANCES

| | | |
|---|---|---|
| **2019 03 31** | -6.06% | 0.60% |
| **2018 03 31** | 1.01% | 2.23% |
| **2017 03 31** | 18.33% | 19.41% |
| **2016 03 31** | -18.69% | -13.05% |
| **2015 03 31** | 21.37% | 19.65% |

## RISK RATIOS**

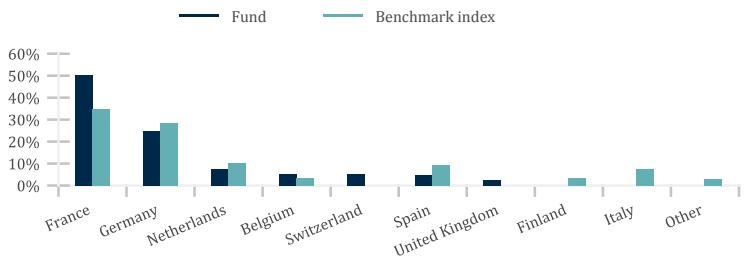
| | **1 Year** | **3 Years** |
|---|---|---|
| **Volatility** | | |
| Fund | 14.54% | 14.73% |
| Benchmark index | 12.84% | 13.30% |
| **Tracking Error** | 4.39% | 4.69% |
| **Information ratio** | -1.52 | -0.62 |
| **Sharpe ratio** | -0.39 | 0.33 |
| **Alpha** | -6.54 | -2.91 |
| **Beta** | 1.08 | 1.05 |

**Ratios calculated on a weekly basis

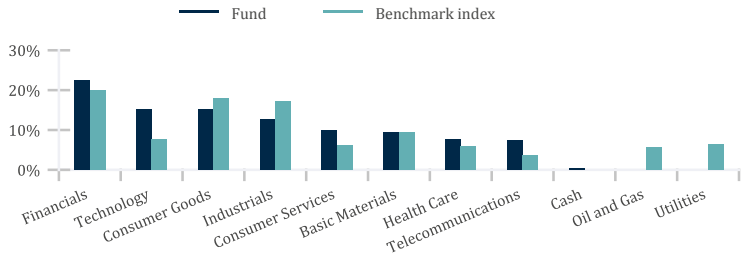
## MAIN HOLDINGS

| Holdings | Country | Sector | Weight | |
|---|---|---|---|---|
| | | | Fund | Index |
| CAPGEMINI SE | France | Technology | 2.6% | 0.4% |
| DAIMLER AG | Germany | Automobiles & Parts | 2.6% | 1.1% |
| SAINT-GOBAIN (CIE DE) | France | Construction & Materials | 2.6% | 0.4% |
| SANOFI | France | Health Care | 2.6% | 2.2% |
| ANHEUSER-BUSCH INBEV | Belgium | Food & Beverage | 2.6% | 1.5% |
| UNILEVER NV (CERT. OF SHS) | Netherlands | Food & Beverage | 2.6% | 1.8% |
| SAP SE | Germany | Technology | 2.6% | 2.7% |
| ING GROEP NV (NEW CERT.) | Netherlands | Insurance | 2.6% | 1.0% |
| ALLIANZ SE (NOMINATIVE) | Germany | Insurance | 2.6% | 2.0% |
| EIFFAGE SA (EX-FOUGEROLLE) | France | Construction & Materials | 2.6% | 0.2% |
| | | Total | 25.8% | 13.5% |

## GEOGRAPHICAL BREAKDOWN



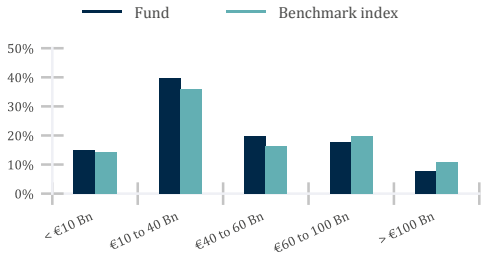

## SECTOR BREAKDOWN



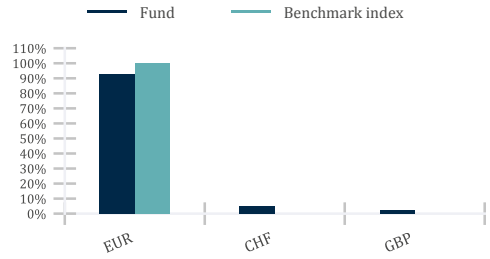

## MAIN TRANSACTIONS

| New positions | Positions sold |
|---|---|
| ORANGE | PEUGEOT SA |

## CAPITALIZATION BREAKDOWN




## CURRENCY BREAKDOWN




## OVER- AND UNDEREXPOSURE TO THE BENCHMARK INDEX

| Overexposures | | Underexposures | |
|---|---|---|---|
| CREDIT SUISSE GROUP AG (NOMI.) | 2.5% | TOTAL | -3.2% |
| ROCHE HOLDING AG. | 2.5% | LVMH(MOET HENNESSY L. VUITTON) | -2.1% |
| APERAM SA | 2.5% | LINDE PLC | -2.1% |
| WPP P.L.C. | 2.4% | AIRBUS SE | -1.6% |

## RELATIVE CONTRIBUTORS TO PERFORMANCE

| First positive contributors | Absolute perf. | Relative contribution (bp) |
|---|---|---|
| MERCK KGAA | 12.0% | 21 |
| INGENICO GROUP SA | 7.8% | 15 |
| ANHEUSER-BUSCH INBEV | 8.8% | 8 |
| | Total | 44 |

| First negative contributors | Absolute perf. | Relative contribution (bp) |
|---|---|---|
| APERAM SA | -10.6% | -30 |
| ARCELORMITTAL SA | -10.8% | -27 |
| AIR FRANCE - KLM | -7.7% | -23 |
| | Total | -80 |

## CONTACTS AND ADDITIONAL INFORMATION

Subscription/redemption
CACEIS Bank / LFB
01.57.78.14.14

Additional Information & datas:
Client servicing
+33 1 44 13 01 79

Publications of NAVs:
www.lazardfreresgestion.fr

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The state of the origin of the fund is France. In Switzerland, the representative is ACOLIN Fund Services AG, Leutschenbachstrasse 50, CH-8050 Zurich, whilst the paying agent is Banque Cantonale de Genève, 17, quai de l'Ile, CH-1204 Genva. The prospectus, the Key Investor Information Documents, the fund regulation as well as the annual and semi-annual reports may be obtained free of charge from the representative. In respect of the units distributed in or from Switzerland, the place of performance and jurisdiction is at the registered office of the representative. Past performance is no indication of current or future performance. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units.