LAZARD ALPHA EURO

LAZARD FRÈRES GESTION

05 / 2019 | Classe IC/Eurozone equities

Total net assets	578,84M€	**Inception date (unit)**	26 sept. 2014	**MORNINGSTAR**	
NAV	330,98 €	**ISIN Code**	FR0011744663	**SUSTAINABILITY**	
		Bloomberg Code	LAZOAEC		

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

Months come and go, but each month is different. March's worries had been followed by optimism in April. Whereas in May, panic prevailed. Disappointed by no sign of an imminent agreement between China and the United States, and concerned by the political shambles in the UK reawakening the spectre of a no-deal Brexit, the markets slumped. The Euro Stoxx shed 5,7% during the month, hit by the collapse in long-term US interest rates, with the 10-year Treasury note losing nearly 40bp to drop from 2,50% to 2,10%, a long way from the 3,25% achieved at the end of November 2018. Every cloud has a silver lining, and there was also a sharp fall in the price of a barrel of oil, from $72 to $62. That said, the fund was severely affected by this cyclical rotation and lost its April gains in May, with a fall of 8,18%. There was very little in the way of individual company news during May, and prices were essentially driven by thematic movements. The fund was hurt by its exposure to automobiles and commodities but benefited from the stock-picking effect in industrial goods and retail. It was adversely affected by the falls of ArcelorMittal, Air France, Aperam, Continental and STMicroelectronics, but benefited from the good performances of Alstom, Roche Holding, Reckitt Benckiser and Atos.

RISK SCALE*

– 1 2 3 4 5 6 7 +

Recommended investment period of 5 years

BENCHMARK INDEX

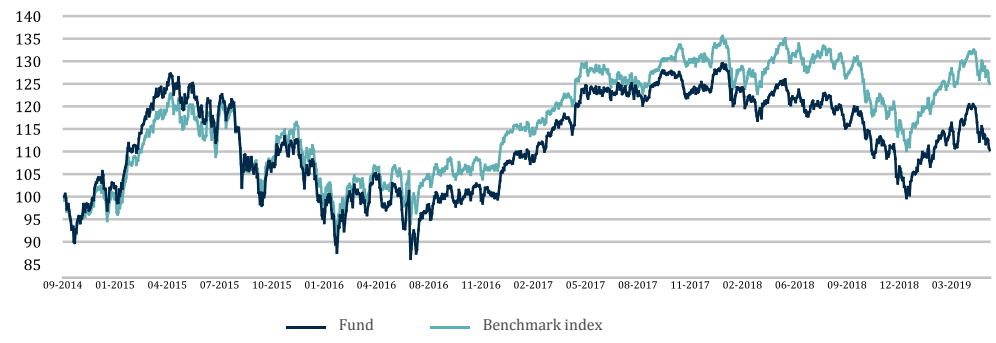
Eurostoxx Net Return EUR

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	**11/05/2005**
Date of share's first NAV calculation	**26/09/2014**
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	-8,18%	8,05%	-8,29%	8,09%		2,63%	
Benchmark index	-5,70%	11,02%	-3,62%	17,66%		5,57%	
Difference	-2,48%	-2,97%	-4,67%	-9,57%		-2,94%	

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%

TRAILING 1Y PERFORMANCES

2019 05 31	-8,29%	-3,62%
2018 05 31	-2,22%	1,64%
2017 05 31	20,54%	20,10%
2016 05 31	-16,34%	-9,40%

RISK RATIOS**

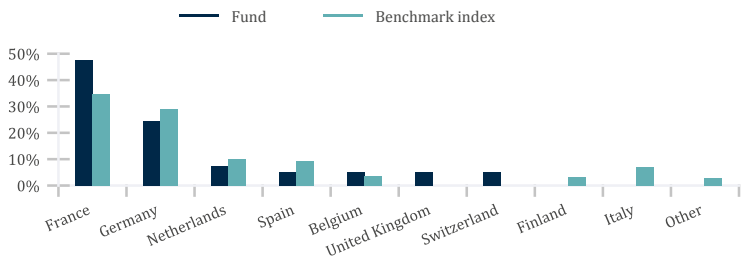
	1 Year	3 Years
Volatility		
Fund	15,89%	14,47%
Benchmark index	13,56%	13,14%
Tracking Error	4,82%	4,57%
Information ratio	-0,98	-0,64
Sharpe ratio	-0,63	0,20
Alpha	-4,11	-2,88
Beta	1,12	1,05

**Ratios calculated on a weekly basis

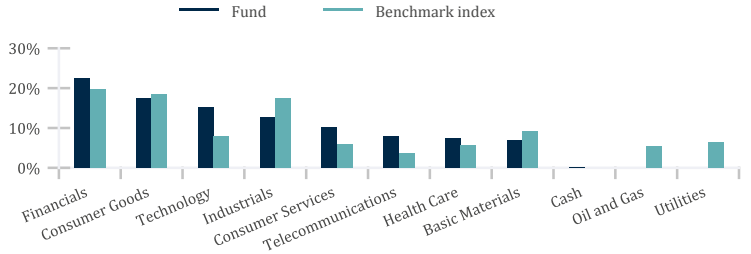
MAIN HOLDINGS

Holdings	Country	Sector	Weight	
			Fund	Index
ORANGE	France	Telecommunications	2,7%	0,7%
ALLIANZ SE (NOMINATIVE)	Germany	Insurance	2,6%	2,1%
TELEFONICA SA	Spain	Telecommunications	2,6%	0,8%
VINCI	France	Construction & Materials	2,6%	1,2%
INGENICO GROUP SA	France	Technology	2,6%	0,1%
SAP SE	Germany	Technology	2,6%	3,0%
ANHEUSER-BUSCH INBEV	Belgium	Food & Beverage	2,6%	1,5%
DEUTSCHE TELEKOM AG. (NOMI.)	Germany	Telecommunications	2,6%	1,2%
ALSTOM	France	Industrial Goods & Services	2,5%	0,2%
AIR FRANCE - KLM	France	Travel & Leisure	2,5%	0,0%
		Total	25,9%	10,9%

GEOGRAPHICAL BREAKDOWN



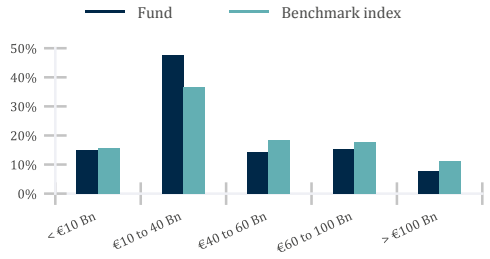
SECTOR BREAKDOWN



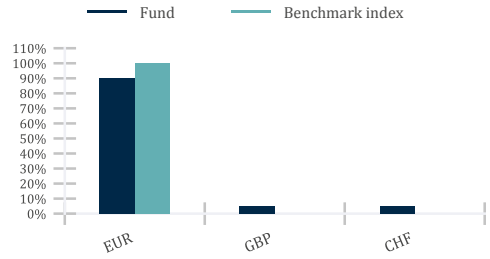
MAIN TRANSACTIONS

New positions	Positions sold
HEINEKEN NV	WORLDLINE SA
SOCIETE GENERALE SA RTS	ATOS SE RTS 22-05-19
ATOS SE RTS 22-05-19	

CAPITALIZATION BREAKDOWN



CURRENCY BREAKDOWN



OVER- AND UNDEREXPOSURE TO THE BENCHMARK INDEX

Overexposures		Underexposures	
WPP P.L.C.	2,5%	TOTAL	-3,1%
ROCHE HOLDING AG.	2,5%	LVMH(MOET HENNESSY L. VUITTON)	-2,2%
AIR FRANCE - KLM	2,5%	LINDE PLC	-2,2%
INGENICO GROUP SA	2,5%	UNILEVER NV (CERT. OF SHS)	-2,0%

RELATIVE CONTRIBUTORS TO PERFORMANCE

First positive contributors	Absolute perf.	Relative contribution (bp)
ALSTOM	4,3%	22
ROCHE HOLDING AG.	-0,2%	14
RECKITT BENCKISER GROUP PLC	-0,3%	13
	Total	49

First negative contributors	Absolute perf.	Relative contribution (bp)
ARCELORMITTAL SA	-31,0%	-61
AIR FRANCE - KLM	-25,1%	-50
APERAM SA	-21,9%	-41
	Total	-152

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

Please consider a fund's investment objectives, risks, charges, and expenses carefully before investing. Read the prospectus or summary prospectus carefully before you invest. The prospectus contain investment objectives, risks, charges, expenses, and other information about the Portfolio(s) and The Lazard Frères Gestion Funds that may not be detailed in this document. Distributed by Lazard Frères Gestion.

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.