

Bonds and other euro-denominated debt securities	ISIN Code	NAV €	Total net assets IC & ID (€ million)
IC Unit	FR0000027609	4 424,86	137,53
ID Unit	FR0000029860	2 333,98	

MorningStar Sustainability Rating

**MANAGEMENT**

**INVESTMENT POLICY**

The fund's investment objective is to outperform the following benchmark index over the recommended minimum investment horizon of one year (performance net of management fees): ICE BofAML 1-3 year Corporate (ER01) in euros, net coupons reinvested.

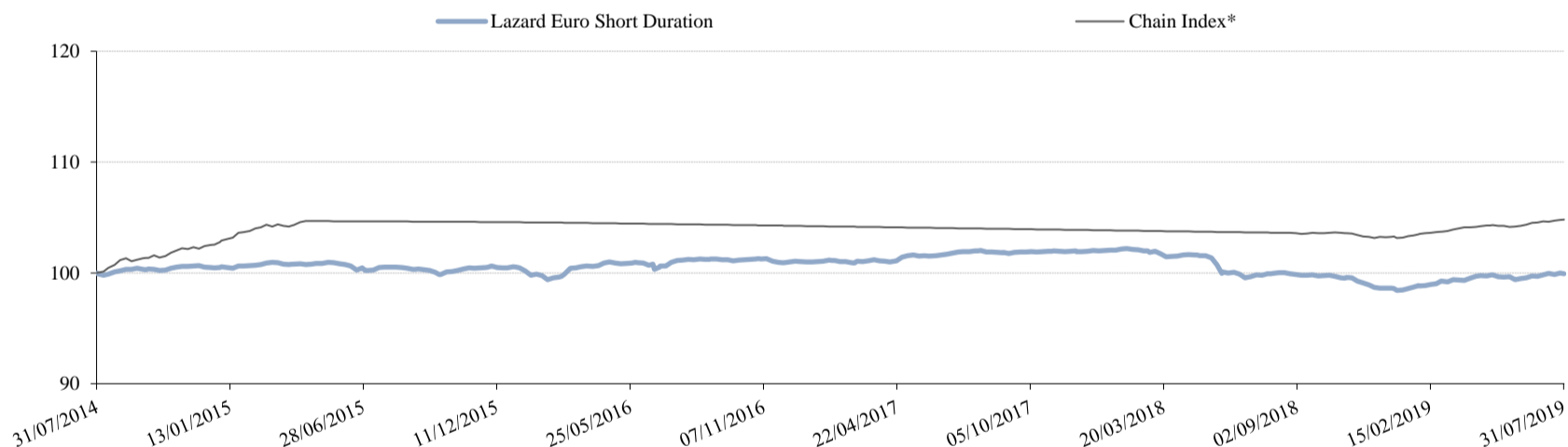
**FUND MANAGER'S COMMENT - Benjamin Le Roux and Frédéric Penel**

After some signs of bullishness up to July 12th, fuelled in particular by positive announcements on French and Italian GDP, followed by better than expected inflation figures, European sovereign yields resumed their downward movement. Core yields even hit all-time lows on July 31st, with the German 10-year yield falling to -0,44%, while spreads on peripheral bonds tightened further against Bund, with the exception of Spain, where the domestic political situation is raising some concerns. Several disappointing announcements (PMI, etc.) reinforced investors' conviction that the ECB would accentuate its accommodating stance. Mario Draghi largely confirmed this on July 25th. At the end of the month, the Fed, as expected, made its first rate cut (-25bp) since the 2009 financial crisis, although its stance was less accommodating than the ECB's.

Credit spreads extended the June tightening except for those of British issuers, and in particular banks, due to Boris Johnson's appointment as PM, making the prospect of a "hard Brexit" increasingly likely. The spread against government bonds tightened by 10bp to 87bp for senior financial credit, by 13bp to 99bp for IG corporate credit and by 15bp to 173bp for financial subordinated credit (Merrill Lynch indices). The primary market was down compared with June, due mainly to the earnings release season. Conditions remain favourable for IG issuers: investor appetite and the size of order books make it possible to significantly reduce premiums, which are limited or even negative. The IG primary market, excluding covered bonds, totalled €19bn in gross issuance of financial bonds and €16bn of corporate bonds according to Barclays. The portfolio's credit exposure was increased up to 90,5% of net assets as the primary market was fairly active for a summer month. On the other hand, given the market trends, which deferred the prospect of a rise in interest rates, modified duration was tactically returned to positive territory at +0,50 at the month-end.

**PERFORMANCE**

**HISTORICAL PERFORMANCE**



Past performance indications is not a guarantee of current or future performance.

**PERFORMANCE**

Cumulative performance*	Month	YTD	1 year	3 years	5 years
Lazard Euro Short Duration	0,21%	1,33%	-0,02%	-1,23%	-0,08%
Chain Index **	0,24%	1,49%	1,14%	0,40%	4,81%

Annualized performance*	1 an	3 ans	5 ans
Lazard Euro Short Duration	-0,02%	-0,41%	-0,02%
Chain Index **	1,14%	0,13%	0,94%

\*\* Merrill Lynch EMU Corporate until 15/04/2015, Eonia capitalised until 30/08/2018 after ICE BofAML 1-3 year Corp.

Performances annuelles*	2018	2017	2016	2015	2014
Lazard Euro Short Duration	-3,31%	0,97%	0,45%	0,08%	3,77%
Chain Index **	-0,57%	-0,36%	-0,33%	1,74%	8,25%

Duration	
Lazard Euro Short Duration	0,5
Yield to maturity	0,4
Spread vs Govt.	93

\* Performances, net of fees and reinvested net coupons, given for information purposes only and based on the recommended investment horizon.

**ECHELLE DE RISQUE\*\***



\*\*Risk scale calculated from the volatility of the UCITS over a period of 5 years (see detail on the back). Risk 1 does not mean a risk-free investment. This indicator may change over time.

**RATIOS DE RISQUE**

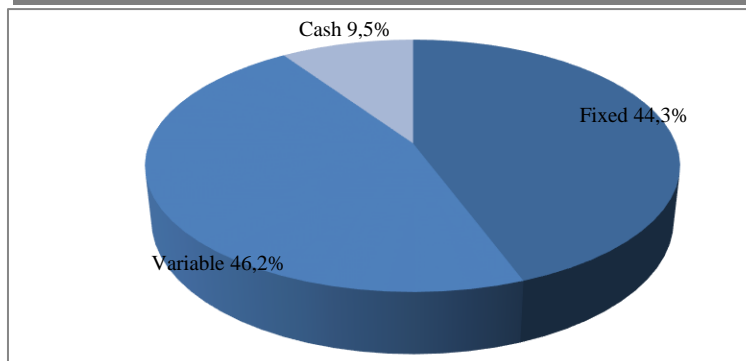
Indicateur	1 an	3 ans
<b>Volatilité</b>		
Lazard Euro Short Duration	0,90%	1,33%
Chain Index **	0,48%	0,46%
<b>Tracking error</b>	0,72%	1,20%
<b>Ratio d'information</b>	-1,60	-0,45
<b>Ratio de Sharpe</b>	0,39	-0,03

Ratios calculated on a weekly basis over 1 year and a monthly basis over 3 years

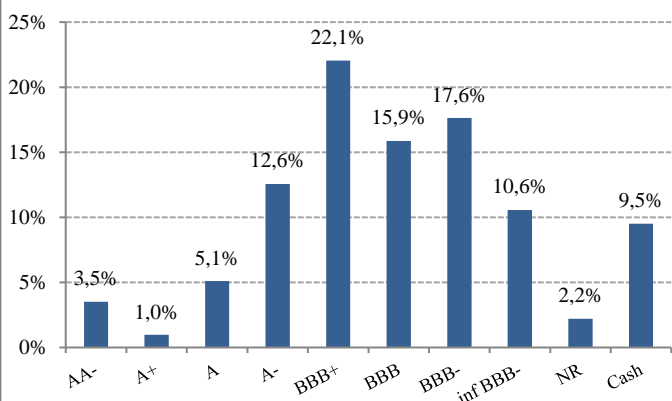
## MAIN HOLDINGS

Main holdings	% Actif
HSBC 27/09/2022	1,83%
Volkswagen 15/06/2021	1,82%
Deutsche Bank Ag 07/12/2020	1,80%
BNP Paribas 0,54 09/2022	1,70%
Intesa SanPaolo 0,642 04/2022	1,68%

## BREAKDOWN BY COUPON TYPE

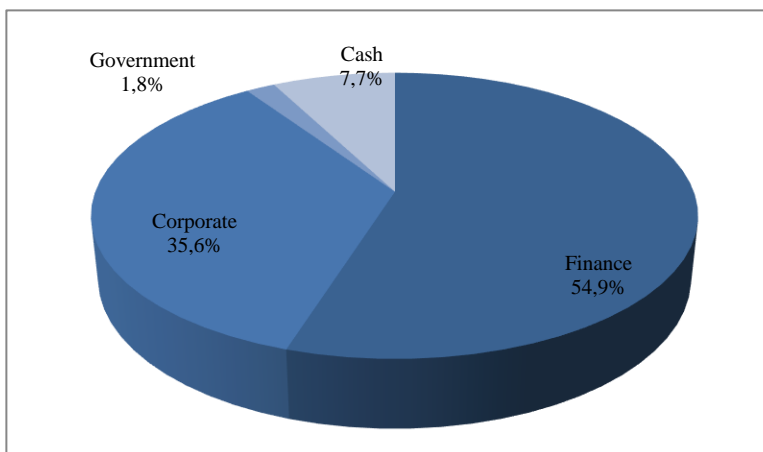


## BREAKDOWN RATINGS - Issues\*



\* Second best rating at S&P, Moody's or Fitch

## BREAKDOWN BY SECTOR / SEGMENT



## FUND DETAILS

■ ISIN code unit IC	FR0000027609	■ Custodian	Caceis Bank	■ Management fees	0,40% TTC max de l'actif net
■ ISIN code unit ID	FR0000029860	■ Management company	Lazard Frères Gestion SAS	■ Outperformance fees	20% of the outperformance in excess of each units' respective indexes.
■ Bloomberg code	LAOBPRI/LAOBRPD FP	■ Taxation	Unit IC Capitalization - Unit ID Distribution	■ Subscription fees	4% TTC maximum
■ Legal form	Sicav	■ Inception Date	18/12/2002	■ Redemption fees	1% TTC maximum
■ UCITS - Compliant	Yes	■ Subscription terms	On next NAV for orders placed before 12 am		
■ AMF Classification	Euro Bonds				Settlement and value date : Souscription J (date VL) + 2 ouvrés Redemption: J + 2 business days
■ Currency	Euro				
■ Investment horizon	Minimum 1 year				
■ Valorisation	Daily				
■ Modified Duration	from -2 to +5				
■ Total expense ratio and transaction fees	For more information, please check our prospectus				

\*\* Risk scale : calculated from the historic volatility of the UCITS over a period of 5 years, If the fund is not 5 years old of history, the level of risk is calculated from the target volatility of the strategy. The management company saves itself the possibility of adjusting the level of risk calculated according to the specific risk of the fund. This risk scale supplied as a rough guide and may be modified without advance notice.

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Commercial service  
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**Publication of NAVs :**  
[www.lazardfreresgestion.fr](http://www.lazardfreresgestion.fr)

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For Italian investors, fund Paying Agents are Société Générale Securities Services, Via Benigno Crespi, 19, 20159 Milano, and BNP Paribas Securities Services, Piazza Lina Bo Bardi, 3, 20124 Milano.