

December 2016

Objectif Dividendes Min Var

Euro Equities	ISIN code	NAV (€)	Net Assets (M €)	Total Net Assets (M €)
Eligible for an equity savings plan	C unit FR0010586024	269,55	125,41	
	D unit FR0010588327	189,42	16,32	159,78
	RC unit FR0013135555	200,50	0,06	
	RD unit FR0012413219	197,13	17,99	

MANAGEMENT



Overall ★★★★★

INVESTMENT POLICY

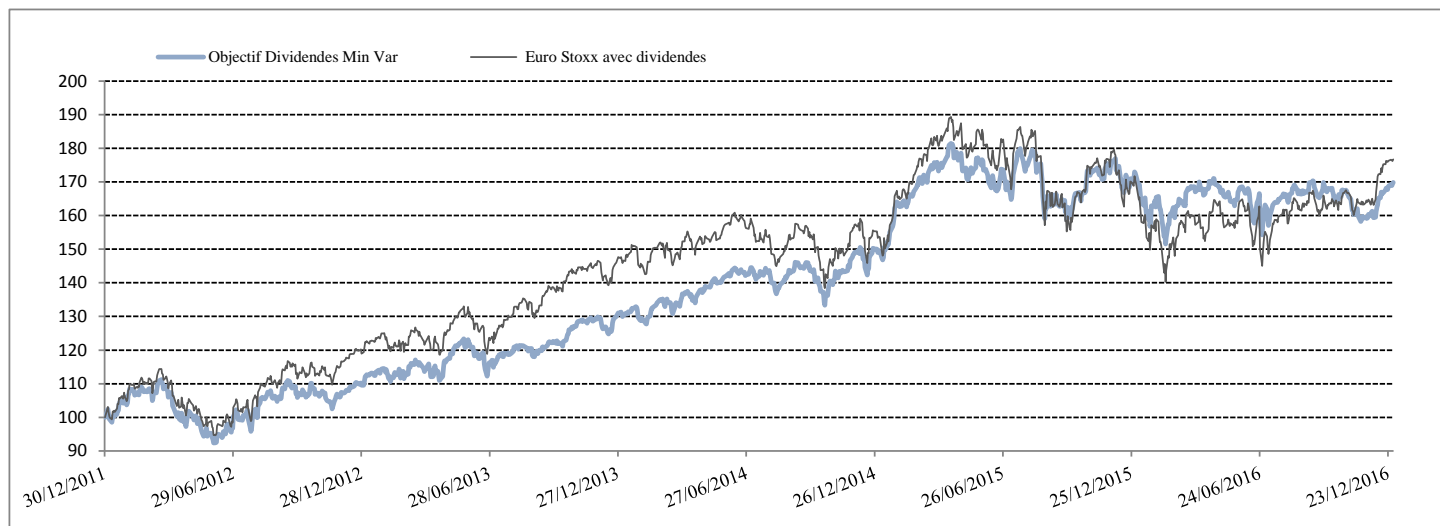
The management objective aims to achieve, based on a minimum investment term of five years, a performance greater than the Euro Stoxx index, net dividends reinvested, with a lower volatility and a controlled compared risk.

FUND MANAGERS' COMMENT - Scander BENTCHIKOU

After a 2016 of living dangerously - banks, commodities, oil, Brexit, US election, Italian referendum - December, with a rise of 7,06% for the Eurostoxx, enabled European equity markets to close the year with a positive performance of 4,15%. This represents a rise of more than 25% from the low point reached on February 11th and of more than 21% from the level reached on the Monday following the Brexit. The fund rose by 5,27% in December, ending the year down 1,23%, hurt by a sector rotation that had a strong impact from October. The allocation effect accounted for most of the underperformance in December, the fund being underexposed to the oil and gas, banking and automotive sectors and overexposed to real estate and utility services. In full-year terms, over and above the effects related to the sector rotation, some stock picks proved detrimental. Eutelsat (-30,3%), which we had sold in June, issued a shock profit warning due to satellite overcapacity and to the development of broadband networks. Beter Bed (-22,2%) was hurt by a disappointing market for bedding in Germany in the third quarter. Coface's (-29,4%) results continued to be impacted by a high loss ratio in credit insurance. We remain confident in the two companies' ability to recover and we are keeping them in the portfolio. Among the positive contributors of the year, in professional publishing, Wolters Kluwers was sold after posting a performance of 22,2%. Sodexo (+23,3%) benefits from robust organic growth and good prospects. Verbund was sold after a performance of 39%, driven by the rise in electricity prices.

PERFORMANCE - C unit

HISTORICAL PERFORMANCE



Past performance is not a guarantee of current or future performance

PERFORMANCES

Cumulative performance*	Month	YTD	1 year	3 years	5 years	Inception**
Objectif Dividendes Min Var	5,3%	-1,2%	-1,2%	29,3%	69,8%	34,8%
<i>Eurostoxx Total Return</i>	<i>7,1%</i>	<i>4,1%</i>	<i>4,1%</i>	<i>19,7%</i>	<i>76,7%</i>	<i>25,7%</i>

Change in management* : 31/07/2013

Annualized performance*	1 year	3 years	5 years	Inception**
Objectif Dividendes Min Var	-1,2%	9,0%	11,2%	3,5%
<i>Eurostoxx Total Return</i>	<i>4,1%</i>	<i>6,2%</i>	<i>12,0%</i>	<i>2,7%</i>

Annual performance*	2015	2014	2013	2012	2011
Objectif Dividendes Min Var	15,0%	13,8%	19,9%	9,5%	-17,6%
<i>Eurostoxx Total Return</i>	<i>10,3%</i>	<i>4,1%</i>	<i>23,7%</i>	<i>19,3%</i>	<i>-15,2%</i>

* The performance quoted represents past performance. Past performance does not guarantee future results.

The performance are net of fees and total return.

**Inception: 01/04/2008

RISK SCALE



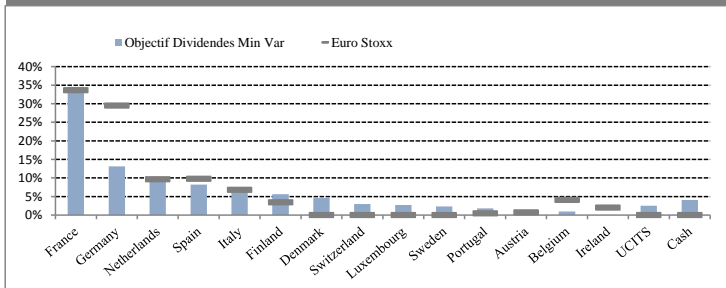
Risk scale calculated from the volatility of the UCITS over a period of 5 years (see detail on the back)

RISK RATIOS

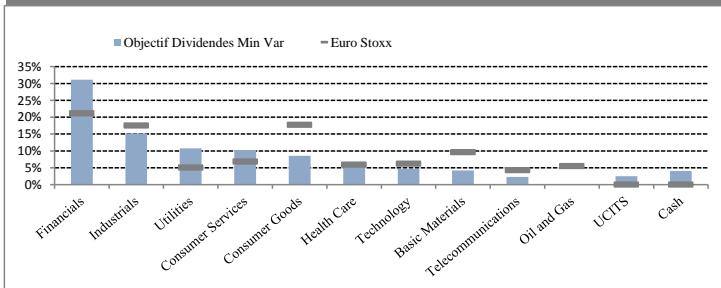
	1 year	3 years
Volatility		
Objectif Dividendes Min Var	13,4%	13,1%
Eurostoxx Total Return	18,6%	17,8%
Tracking error	8,2%	6,9%
Information ratio	-0,6	0,4
Beta	0,7	0,7

Ratios calculated on a weekly basis

GEOGRAPHICAL BREAKDOWN



SECTOR BREAKDOWN



MAIN HOLDINGS

Main holdings	%	Country	Sector
Enagas	3,1%	Spain	Utilities
Unilever	3,0%	Netherlands	Consumer Goods
Italgas Spa	2,7%	Italy	Financials
Bureau Veritas	2,7%	France	Industrials
Grand City Properties S.a.	2,7%	Luxembourg	Financials
Beter Bed	2,7%	Netherlands	Consumer Services
Air Liquide	2,6%	France	Basic Materials
Wereldhave	2,5%	Netherlands	Financials
Deutsche Boerse Ag.(ope)	2,5%	Germany	Financials
Vinci	2,3%	France	Industrials
TOTAL	26,8%		

CARACTERISTIQUES FINANCIERES

	Fund	Index
PER	18,2	19,1
P/CF	13,2	13,4
P/BV	3,1	2,6
ROE	17%	13%
ROCE	11%	7%
Gross Return	3,9%	3,9%
Net Return	3,3%	3,3%

(2) Price in 12/30/2016, Factset

MOVEMENTS

New positions	Positions sold
Spie Sa	Terna S.p.a.
Heineken	Luxottica
	Saint-Gobain

FUND DETAILS

■ ISIN Code	C unit : FR0010586024 D unit : FR0010588327 RC unit : FR0013135555 RD unit : FR0012413219	■ Valuation Daily ■ Eligible for an equity savings plan yes	■ Management fees C and D units : 1,10% inclusive of the net assets RC and RD units : 2,20% inclusive of the net assets
■ Bloomberg Code	C unit : LFOBDVC FP D unit : LFOBDVD FP	■ Custodian Lazard Frères Banque	■ Subscription fees 4% max
■ Legal form	FCP	■ Management company Lazard Frères Gestion	■ Redemption fees none
■ UCITS-compliant	Yes	■ Subscription terms	
■ AMF classification	Equities euro zone	■ Taxation C and RC units : Capitalization D and RD units : Distribution	On next NAV for orders placed before 11 a.m. Settlement and value date
■ Currency	Euro		Subscription D (NAV date) + 2 business days Redemption D (NAV date) + 2 business days
■ Investment horizon	> 5 years	■ Inception date 01 April 2008	■ Total expense ratio and transaction fees For more information, please check our prospectus

Risk scale : Derived from the historic volatility of the UCITS 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.



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Publication of NAVs :
www.lazardfreresgestion.fr



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