

Total net assets	188,98M€	Inception date (unit)	1 juin 2001	MORNINGSTAR
NAV	1633,41 €	ISIN Code	FR0000003998	OVERALL ★ ★ ★
		Bloomberg Code	LOBETHQ	SUSTAINABILITY

Country of registration

MANAGER(S)



Axel Laroza



INVESTMENT POLICY

The investment objective is to regularly outperform the EURO STOXX index over the medium term, with lower volatility and a controlled relative risk. The portfolio comprises Euro zone large caps. These companies: (i) satisfy Lazard's requirement for healthy and sustainable profits; and (ii) adopt a sustainable-development approach, focusing particularly on social and environmental criteria.

FUND MANAGERS COMMENT

In June, optimism dominated once again. On the macro front, US figures were very encouraging despite the epidemic spreading to states it had not yet reached. Overall, the first indications from companies for the second quarter are more positive than what could have been feared, with the exception of sectors related to air transport. The equity markets also continued to be buoyed by flows on the whole and thus indirectly by the liquidity injections from central banks. The Euro Stoxx gained 4,92% in June and the fund outperformed by 104 basis points to +5,96%. It was hurt by its positions in commodities and construction materials, as well as by the underperformances of Imerys, Eiffage, Essilor and Merck KGaA, but benefited from the rebound in insurance and financial services as well as good stock picks in media with Publicis. In relative terms, the fund benefited from the absence of Wirecard (which plummeted by 96% following the scandal). Axa, Allianz, Munich Re and Saint-Gobain also made positive contributions.

RISK SCALE*



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	01/06/2001
Date of share's first NAV calculation	01/06/2001
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
Subscription 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	1,30%
Performance fees	Nil
Current expenses	1,65%

*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	2020	1 Year	3 Years	5 Years	3 Years	5 Years
Fund	5,96%	-11,25%	-5,61%	-4,90%	7,38%	-1,66%	1,43%
Benchmark index	4,92%	-11,54%	-4,51%	1,08%	11,50%	0,36%	2,20%
Difference	1,04%	0,29%	-1,10%	-5,97%	-4,12%	-2,02%	-0,77%

CALENDAR PERFORMANCES

	Fund	Benchmark index
2019	23,27%	26,11%
2018	-13,55%	-12,72%
2017	11,73%	12,55%
2016	3,34%	4,15%
2015	11,19%	10,33%

TRAILING 1Y PERFORMANCES

2020 06 30	-5,61%	-4,51%
2019 06 30	1,56%	2,26%
2018 06 30	-0,80%	3,50%
2017 06 30	29,59%	24,62%
2016 06 30	-12,87%	-11,48%

RISK RATIOS**

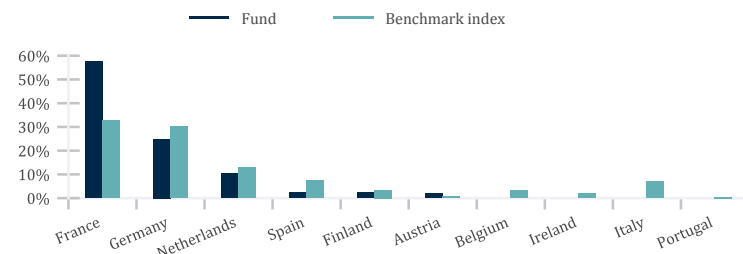
	1 Year	3 Years
Volatility		
Fund	26,92%	18,30%
Benchmark index	26,99%	18,53%
Tracking Error	2,98%	2,68%
Information ratio	-0,38	-0,78
Sharpe ratio	-0,16	-0,11
Alpha	-1,19	-2,10
Beta	0,99	0,98

**Ratios calculated on a weekly basis

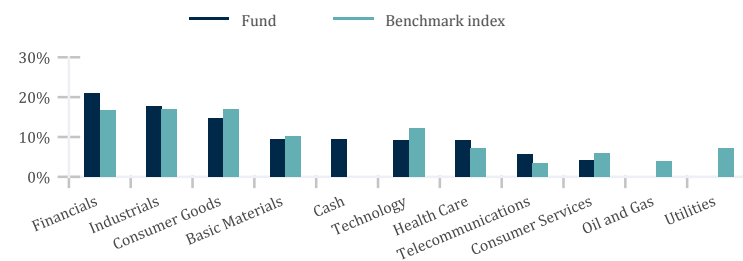
MAIN HOLDINGS

Holdings	Country	Sector	Weight	
			Fund	Index
SAP	Germany	Technology	5,3%	3,4%
SANOFI	France	Health Care	4,0%	2,6%
ALLIANZ	Germany	Insurance	3,8%	1,9%
AIR LIQUIDE	France	Chemicals	3,6%	1,5%
LVMH MOET HENNESSY	France	Consumer Products & Services	3,6%	2,6%
UNILEVER NV (CERT. OF SHS)	Netherlands	Consumer Products & Services	3,5%	1,6%
DEUTSCHE TELEKOM	Germany	Telecommunications	3,2%	1,2%
BNP PARIBAS	France	Banks	2,9%	1,0%
ESSILORLUXOTTICA	France	Health Care	2,8%	0,8%
AXA	France	Insurance	2,7%	1,0%
Total			35,3%	17,6%

GEOGRAPHICAL BREAKDOWN



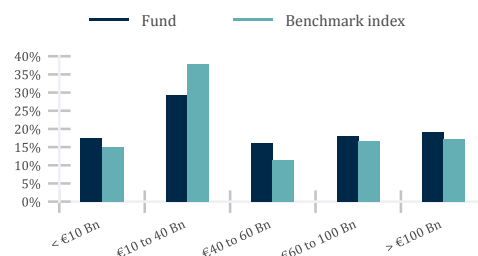
SECTOR BREAKDOWN



MAIN TRANSACTIONS

New positions	Positions sold
	ANHEUSER-BUSCH INBEV
Positions increased	Positions reduced
MERCK KGAA STAMM	L'OREAL
BNP PARIBAS	AMUNDI
L'OREAL	BNP PARIBAS

CAPITALIZATION BREAKDOWN



CURRENCY BREAKDOWN



OVER- AND UNDEREXPOSURE TO THE BENCHMARK INDEX

Overexposures		Underexposures	
SAINT-GOBAIN	2,2%	LINDE	-2,6%
AKZO NOBEL	2,1%	TOTAL	-2,2%
AIR LIQUIDE	2,1%	BAYER AG.	-1,6%
IMERY'S ORD SHS	2,0%	IBERDROLA	-1,5%

RELATIVE CONTRIBUTORS TO PERFORMANCE

First positive contributors			First negative contributors		
	Absolute perf.	Relative contribution (bp)		Absolute perf.	Relative contribution (bp)
AXA	13,4%	16	IMERY'S ORD SHS	-2,2%	-15
GRP SOCIETE GENERALE	11,8%	15	ESSILORLUXOTTICA	-1,3%	-13
PUBLICIS GROUPE	12,8%	14	EIFFAGE	-0,7%	-10
Total		45	Total		-38

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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SRI CRITERIA

Overall portfolio rating*

As of June 30, 2020, the portfolio comprised 39 Vigeo-rated securities, representing 90,66% of the total assets. The portfolio's overall rating (the average overall rating of the stocks by portfolio weighting) was 1,47.

Overall portfolio rating as of June 30, 2020

1,47

Portfolio exclusion ratio

19,2%

***Overall rating:** The overall rating is calculated based on the score awarded by Vigeo for the five following domains, using our own weighting (Human Resources 40%; Environment 30%; Human Rights 10%; Community Involvement 10%; Client Supplier Relations 10%).

***Scale:** Each domain is rated from -2 to +2 based on the company's score in relation to its peers. The score distribution follows a normal distribution whose median is 0.

***Exclusion rate:** The exclusion rate is calculated as follows: (Investment Universe – SRI Investable Universe) / Investment Universe.

Average rating by criteria, excluding corporate governance

	UCITS	Investment universe
Human resources	1,4	0,8
Environment	1,6	0,9
Client-supplier relations	1,4	0,9
Social commitment	1,6	0,8
Human Rights	1,4	0,9

Ethic Comment - Axel Laroza

In recent weeks, we have seen various initiatives from a number of companies to either directly combat the Covid-19 pandemic or to minimise its effects. Among companies held in our portfolio, Sanofi announced the creation of an alliance with its competitor GSK in vaccine research and L'Oréal launched a programme to support hospitals, pharmacies, food retailers and hair salons. All of these actions reinforce our belief that companies must do their utmost to preserve the universe in which they operate in order to develop better.

Governance comment

A number of companies have decided to take exceptional measures to adapt to the unusual period they are going through. Some of them have postponed their General Meeting or changed their distribution policy. We remain extremely attentive not only to how these companies maintain their soundness and the labour relations on which they are based, but also to the safeguard of all the interests of other stakeholders, particularly those of minority shareholders.

CONTACTS AND ADDITIONAL INFORMATION

Subscription/redemption
CACEIS BANK / LFG
01.57.78.14.14

Additional & data information:

01.44.13.01.79

Publications of NAVs:

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