

Total net assets	192,36M€	Inception date (unit)	21 janv. 2011	MORNINGSTAR
NAV	1399,32 €	ISIN Code	FR0010990606	OVERALL ★ ★ ★
		Bloomberg Code	LAZOIRD	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

After a historic month of November for indices and for the fund, equity markets took a breather in December, although they ended 2020 at or near their all-time high. Sector rotation in favour of the market's cyclical/value segment partly continued, but came to a halt from mid-December due to market jitters before the Brexit deadline and the transfer of power in the United States, while the dollar weakened throughout the month. Against this backdrop, the fund retraced a small part of its November gains in December; it was up 1,02% (C share) versus 2,09% for its benchmark index. It was hurt by negative stock picks in construction with Saint-Gobain and Eiffage, as well as by the underperformances of Sanofi and Unilever. On the other hand, it benefited from commodities, with Imerys and Aperam, as well as from the rises of Peugeot, Rexel and Banco Santander.

### RISK SCALE\*



Recommended investment period of 5 years

### BENCHMARK INDEX

Eurostoxx Net Return EUR

## 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.

## 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	21/01/2011
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	1,46%

\*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.

## HISTORICAL PERFORMANCE

Cumulative						Annualized	
	1 Month	2020	1 Year	3 Years	5 Years	3 Years	5 Years
Fund	1,02%	-1,86%	-1,86%	4,58%	20,70%	1,51%	3,83%
Benchmark index	2,09%	0,25%	0,25%	10,34%	29,34%	3,33%	5,28%
Difference	-1,08%	-2,11%	-2,11%	-5,76%	-8,64%	-1,83%	-1,45%

## PERFORMANCE BY CALENDAR YEAR

	Fund	Benchmark index
2020	-1,86%	0,25%
2019	23,27%	26,11%
2018	-13,55%	-12,72%
2017	11,73%	12,55%
2016	3,29%	4,15%
2015	11,17%	10,33%

## TRAILING 1Y PERFORMANCE

2020 12 31	-1,86%	0,25%
2019 12 31	23,27%	26,11%
2018 12 31	-13,55%	-12,72%
2017 12 31	11,73%	12,55%
2016 12 31	3,29%	4,15%

## RISK RATIOS\*\*

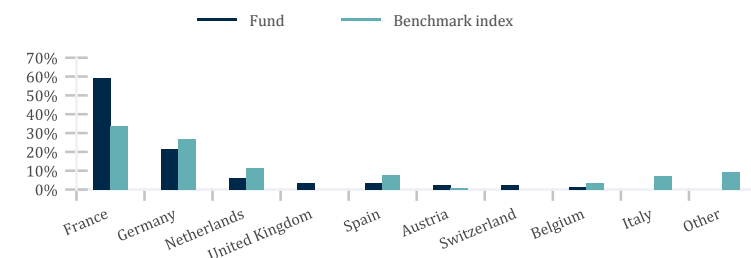
	1 Year	3 Years
Volatility		
Fund	37,27%	24,17%
Benchmark index	37,19%	24,23%
Tracking Error	5,16%	3,64%
Information ratio	-0,39	-0,50
Sharpe ratio	-0,06	0,07
Alpha	-2,03	-1,71
Beta	0,99	0,99

\*\*Ratios calculated on a weekly basis

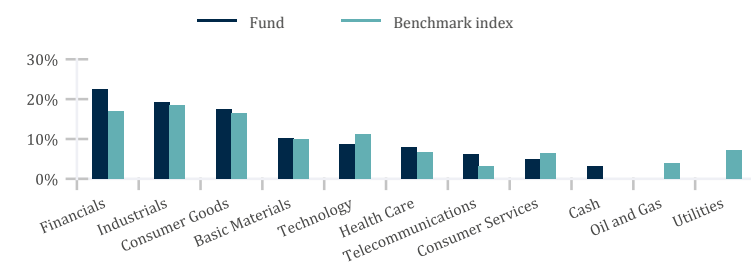
## MAIN HOLDINGS

Holdings	Country	Sector	Weight	
			Fund	Index
SANOFI	France	Health Care	4,3%	2,0%
SAP	Germany	Technology	4,2%	2,6%
LVMH MOET HENNESSY	France	Consumer Products & Services	4,0%	3,0%
ALLIANZ	Germany	Insurance	4,0%	1,8%
AIR LIQUIDE	France	Chemicals	3,8%	1,4%
DEUTSCHE TELEKOM	Germany	Telecommunications	3,3%	1,1%
BCO SANTANDER	Spain	Banks	3,1%	1,0%
BNP PARIBAS	France	Banks	3,1%	1,1%
AXA	France	Insurance	3,0%	0,9%
UNILEVER NV (CERT. OF SHS)	Netherlands	Consumer Products & Services	2,7%	
Total			35,5%	14,9%

## GEOGRAPHICAL BREAKDOWN



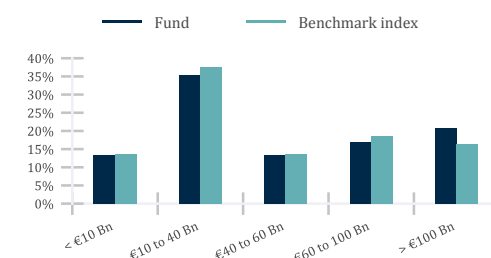
## SECTOR BREAKDOWN



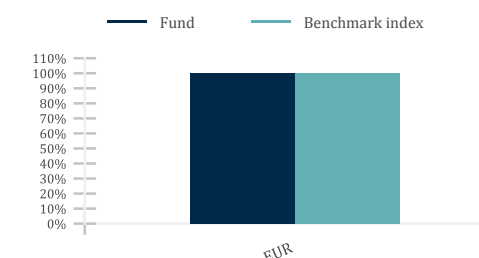
## MAIN TRANSACTIONS

New positions	Positions sold
ESSILORLUXOTTICA	
Positions increased	Positions reduced
SAINT-GOBAIN	UNILEVER NV
UCB (GROUPE)	BCO SANTANDER
SANOFI	GRP SOCIETE GENERALE

## CAPITALIZATION BREAKDOWN



## CURRENCY BREAKDOWN



## OVER- AND UNDEREXPOSURE TO THE BENCHMARK INDEX

Overexposures		Underexposures	
UNILEVER NV (CERT. OF SHS)	2,7%	LINDE	-2,5%
AIR LIQUIDE	2,4%	TOTAL	-2,1%
CARREFOUR	2,3%	ASML HLDG	-1,7%
SANOFI	2,3%	IBERDROLA	-1,5%

## RELATIVE CONTRIBUTORS TO PERFORMANCE

First positive contributors			First negative contributors		
	Absolute perf.	Relative contribution (bp)		Absolute perf.	Relative contribution (bp)
IMERY'S ORD SHS	12,4%	23	GRP SOCIETE GENERALE	-8,2%	-29
PEUGEOT SA	13,1%	15	SANOFI	-7,1%	-21
REXEL	14,0%	11	UNILEVER NV (CERT. OF SHS)	-2,8%	-19
Total		49	Total		-69

## CONTACTS AND ADDITIONAL INFORMATION

Subscription/redemption  
CACEIS Bank / LFB  
01.57.78.14.14

Additional Information & datas:  
Client servicing  
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Publications of NAVs:  
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**SAS au capital de 14 487 500 € – 352 213 599 RCS Paris – 25 rue de Courcelles 75008 Paris**

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## SRI CRITERIA

### Overall portfolio rating\*

As of December 31, 2020, the portfolio comprised 41 Vigeo-rated securities, representing 96,60% of the total assets. The portfolio's overall rating (the average overall rating of the stocks by portfolio weighting) was 1,50.

#### Overall portfolio rating as of December 31, 2020

1,50

#### Portfolio exclusion ratio

27,4%

**\*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	1,5	0,8
Environment	1,6	0,9
Client-supplier relations	1,3	0,9
Social commitment	1,6	0,7
Human Rights	1,4	0,8

### Ethic Comment - Axel Laroza

We sold our position in EssilorLuxottica on October 2nd, 2020 due to a Governance rating that no longer met our requirements.

In late December, the company announced the departures of Hubert Sagnières and Leonardo Del Vecchio from their respective executive functions within the Essilor Luxottica group.

Francesco Milleri and Paul du Saillant were respectively appointed CEO and Deputy CEO.

This is a further step towards (i) the appeasement of relations between former Essilor and former Luxottica executives and towards (ii) the separation of the roles of Chairman and Chief Executive Officer (possibly with Milleri to be appointed as Chairman and du Saillant as CEO in May 2021).

Our 2/5 Governance rating of EL was justified by the conflict between the senior executives and the combination of the functions of Chairman and CEO.

These issues now being partially resolved, we are increasing our Governance rating from 2 to 3. The share therefore becomes eligible for our portfolio and we are initiating a new position in Essilor Luxottica.

## CONTACTS AND ADDITIONAL INFORMATION

#### Subscription/redemption

CACEIS BANK / LFG

01.57.78.14.14

#### Additional & data information:

01.44.13.01.79

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