

International convertible bonds	ISIN Code	NAV €	Net Assets (M €)	Total Net Asset (M €)
	FR0013277662	10 707,18	28,88	1946,28

MANAGEMENT



INVESTMENT POLICY

The fund seeks to outperform the Thomson Reuters Convertible Global Focus Euro Hedged in the mid-term. To attain this objective, the strategy will rely on an active management of interest, currency and credit risks and on our stock-picking approach.

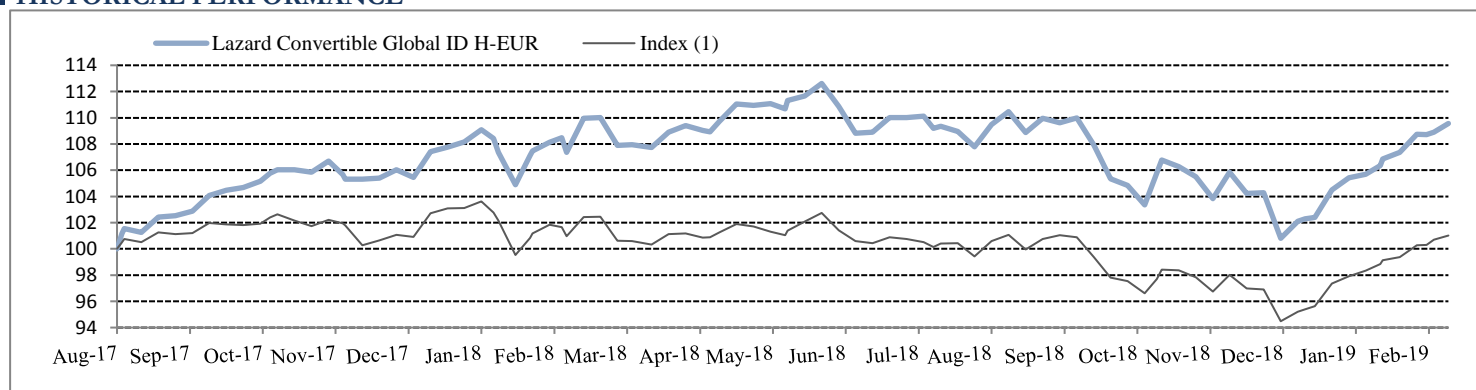
The portfolio is mainly invested in convertible bonds, exchangeable bonds, bonds with equity warrants, perpetual preferred shares, corporate and financials traded debt, sovereign debt, French law money-market and bond funds (whether or not UCITS-compliant) invested in bonds and other types of Euro-denominated debt (10% maximum), and shares resulting from a conversion of the above-defined instrument types (10% maximum). All returns are net of fees and total return.

FUND MANAGERS' COMMENT - Arnaud BRILLOIS

During the month of February 2019, Lazard Convertible Global ID H-EUR Fund returned +3.01% versus +2.19% for its benchmark (Thomson Reuters Convertible Global Focus Euro Hedged). The fund's equity sensitivity increased during the period, currently standing at 53.7%, the benchmark's equity sensitivity also increased, now standing at 45.5%. Sensitivity to interest rates decreased over the month and remains below the benchmark, standing at 1.02 versus 2.04. Our equity exposures added to relative performance as global equity markets rallied during the month, overweight to US equities had a positive impact while underweights to Asian & Japanese equities had a slightly negative relative impact. Our shorter duration compared to the benchmark marginally added to relative performance, 5-year EUR and USD swap rates slightly increased during the period. Consumer non-cyclicals and technology, semiconductors in particular, were the best relative contributors, while industrials, aerospace in particular, underperformed this month. We sold Citrix 2019, Twitter 2019, Suez 2020, AMS 2022 and Micron 2043 and initiated five new positions during the month: Fortive 2022, Dexcom 2023, Docusign 2023, Etsy 2023 and Wix 2023.

PERFORMANCE

HISTORICAL PERFORMANCE



Past performance is not a guarantee of current or future performance

PERFORMANCE

Cumulative performance *	Month	YTD	1 year	3 years	Inception
Lazard Convertible Global ID H-EUR	3,0%	7,1%	1,0%	-	9,6%
Index ⁽¹⁾	2,2%	5,9%	-0,6%	-	1,0%

Inception: 08/29/2017

Annualized performance *	1 year	3 years	Inception
Lazard Convertible Global ID H-EUR	1,0%	-	6,3%
Index ⁽¹⁾	-0,6%	-	0,7%

Annual performance *	2018
Lazard Convertible Global ID H-EUR	-3,0%
Index ⁽¹⁾	-5,5%

Characteristics	Sicav	Index
Modified duration	1,02	2,04
Delta - Equity exposure	53,7%	45,5%

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

(1) Thomson Reuters Convertible Global Focus Euro Hedged

RISK SCALE**



**Risk scale derived from the volatility of the fund 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.

RISK RATIOS

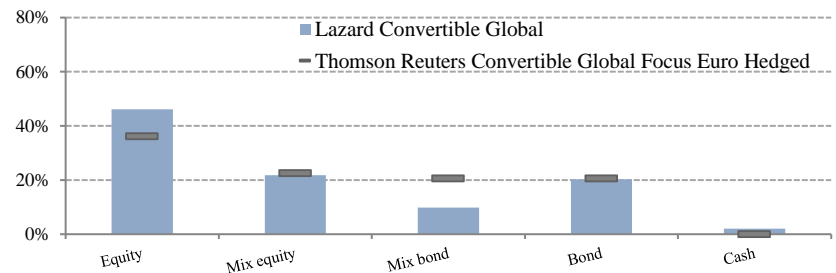
	1 year	3 years
Volatility		
Lazard Convertible Global ID H-EUR	8,8%	-
Index ⁽¹⁾	6,3%	-
Tracking error	3,2%	-
Information ratio	0,5	-
Beta	1,4	-

Ratios calculated on a weekly basis

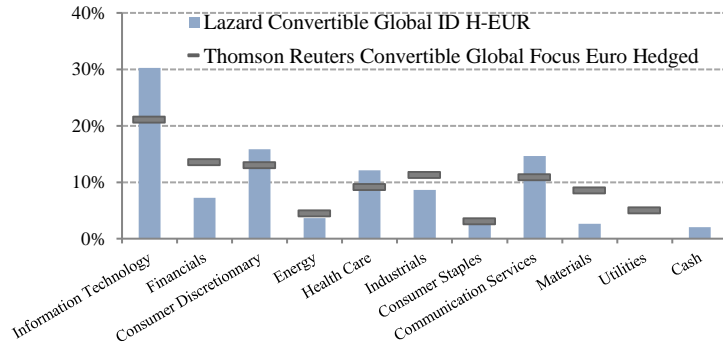
MAIN HOLDINGS

Main holdings	Weight
ZEND IN 0.25 03-23	2,9%
PALO AL 0.75 07-23	2,8%
ILLUMINA ZCP 08-23	2,8%
SERV INC ZCP 06-22	2,5%
MICR TE 1.625 02-27	2,4%

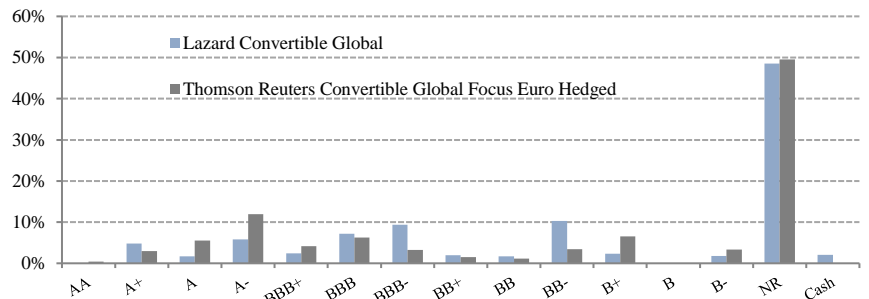
EXPOSITION BY CONVERTIBLE BONDS (Equity exposure)



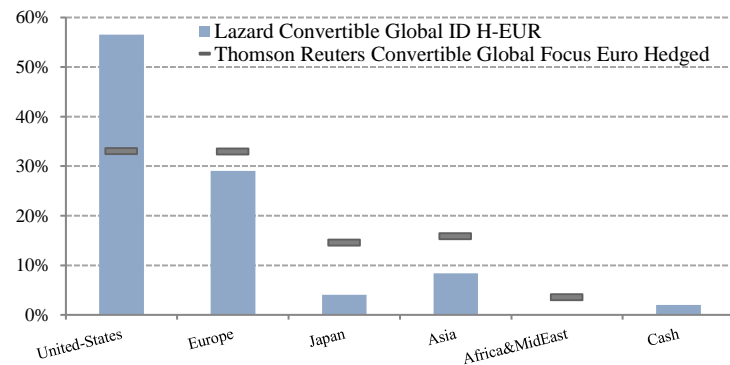
SECTOR ALLOCATION (% NAV)



RATING ALLOCATION (% NAV)*



GEOGRAPHICAL ALLOCATION (% NAV)**



* Issue rating 2nd best or Issuer rating 2nd best

** Nationality of underlying

CARACTERISTICS

■ ISIN Code	FR0013277662	■ Valuation	Daily	■ Management fees	0,865% inclusive of all taxes of net assets
■ Bloomberg Code	LACGADH	■ Custodian	Caceis Bank	■ Subscription fee	4% max
■ Legal Form	SICAV	■ Management company	Lazard Frères Gestion	■ Redemption fee	1% max
■ Coordinated UCITS	Yes	■ Financial Manager	Lazard A.M	■ Total expense ratio and transaction fees	For more information, please check our prospectus
■ AMF classification	Diversified UCITS	■ Taxation	Capitalization and/or distribution	■ Subscription terms	On next NAV for orders placed before 11 a.m. Settlement and value date Subscription D (NAV date) + 2 business days Redemption D (NAV date) + 2 business days
■ Currency	Euro	■ Inception Date	08/29/2017		
■ Investment horizon	>5 years				

** 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.

Contacts :

Subscription/Redemption
Caceis Bank / LFB
01.57.78.14.14

Additional information :

Commercial service
01.44.13.01.79

Publication 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, Affolternstrasse 56, CH-8050 Zurich, whilst the Paying agent is Banque Cantonale de Genève, 17 quai de l'Île, CH-1204 Geneva. The prospectus, the Key Investor Information Documents, the status 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. The current document is intended for information purposes only and shall not be used as an offer to buy and/or sell shares. 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.

For investors in the United Kingdom: this document has been issued and approved in the United Kingdom by Lazard Asset Management Limited, 50 Stratton Street, London W1J 8LL. Incorporated in England and Wales, registered number 525667. Lazard Asset Management Limited is authorised and regulated by the Financial Conduct Authority.

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.