LAZARD
FRÈRES GESTION

January 2020

Lazard Convertible Global ID H EUR

International convertible bonds		ISIN Code	NAV €	Net Assets (M €)	Total Net Asset (M €)
	ID H-EUR share	FR0013277662	11 385,56	159,50	3024,14

MANAGEMENT

INVESTMENT POLICY

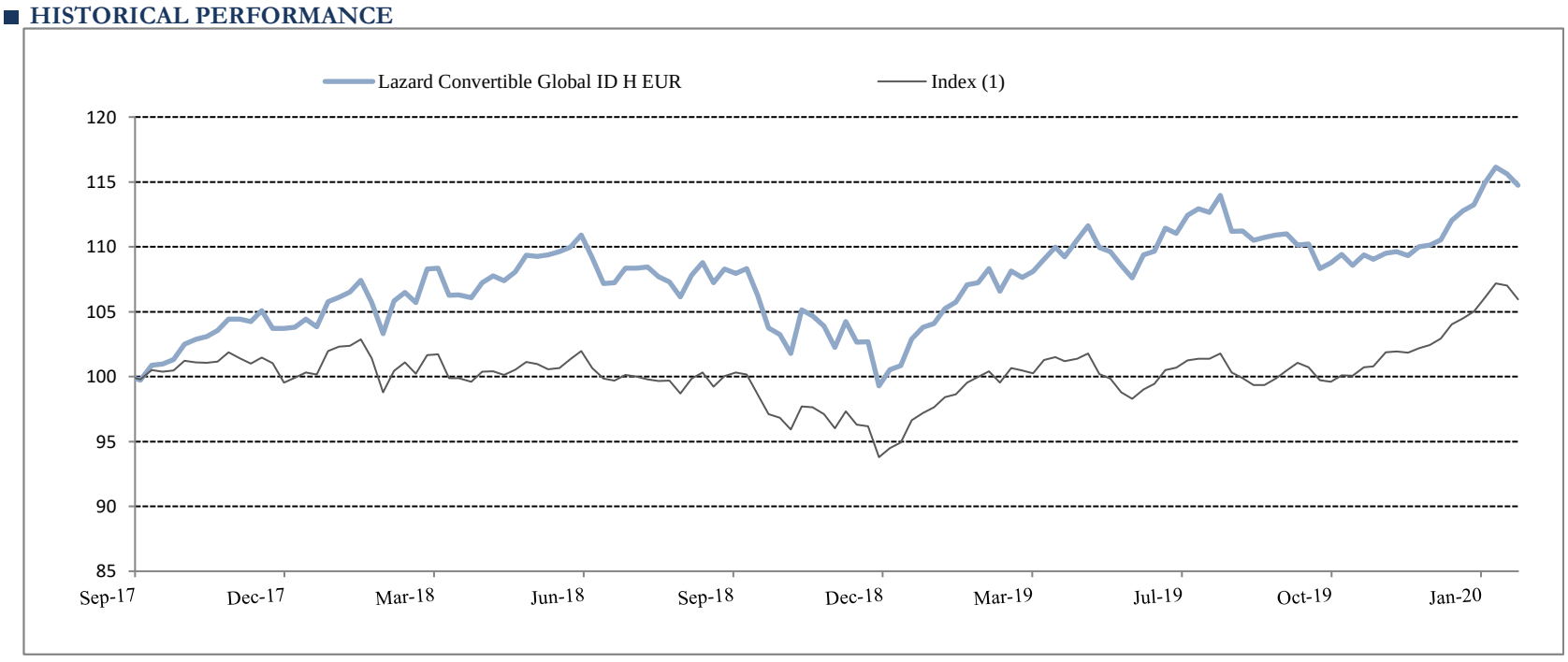
The fund's target is to reach, over a recommended investment 5-year period, a greater return net of fees than the Thomson Reuters Global Focus Hedged (EUR) Convertible Bond Index in euros, hedged against a foreign exchange risk, the euro being the reference currency with reinvested net coupons. The stock returns may be adjusted by possible foreign exchange hedging costs.

FUND MANAGERS' COMMENT - Arnaud BRILLOIS

During the month of January 2020, Lazard Convertible Global ID H EUR share class returned 2,20% versus 1,61% for its benchmark (Thomson Reuters Convertible Global Focus Euro Hedged). The fund's equity sensitivity slightly increased during the period, currently standing at 52.0%, the benchmark's equity exposure decreased, now standing at 42.7%. Modified duration increased over the month and remains higher than the benchmark, standing at 2.68 versus 2.28. Security selections in US auto manufacturers, banks, software and Chinese communications added to relative performance. Selections in Asia and our underweight to Chinese semiconductors detracted to relative performance. Wirecard, present in the benchmark but absent from the fund, is recovering from a very sharp drop last year with new top management nominations in January, this had a negative relative impact. Our higher equity exposure compared to the index had a positive relative impact. Sensitivity to interest rates was also positive to relative performance with lower US and European rates. Over the month, we reduced our exposure to European consumer discretionary (Kering, LVMH) with concerns about the coronavirus propagation. We took some profits in the US automotive sector and reduced our exposure to European semiconductors. We sold a number of low delta and close-to-maturity names in Japan and Europe. We increased our exposure to US healthcare (DNA analysis and biopharma), slightly increased technology (software, LED manufacturers) and e-commerce exposures. We increased our exposure to Asia with convex names in the Chinese educational sector. We also increased our exposure to European energy.

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 Euro Hedged	**2,2%**	**2,2%**	**9,5%**	-	**15,8%**
Index (1)	*1,6%*	*1,6%*	*8,0%*	-	*6,5%*

Annualized performance *	1 year	3 years	Inception
Lazard Convertible Global Euro Hedged	**9,5%**	-	**6,2%**
Index (1)	*8,0%*	-	*2,6%*

Annual performance *	2019	2018	2017	2016	2015
Lazard Convertible Global Euro Hedged	**11,4%**	**-3,0%**	-	-	-
Index (1)	*10,1%*	*-5,5%*	-	-	-

Characteristics	Sicav	Index
Modified duration	2,68	2,28
Delta - Equity exposure	52,0%	42,7%

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

(1) since december 31st 2014 : Thomson Reuters Convertible Global Focus Euro Hedged (formerly ML G300 Euro Hedged)

Disclaimer : Merger/absorption into the feeder fund with a new ISIN code (09/30/2016)

RISK SCALE**

1 2 3 4 5 6 7

***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 Euro Hedged	6,6%	-
Index (1)	4,7%	-
Tracking error	3,6%	-
Information ratio	0,5	-
Beta	1,2	-
Alpha	0,0	-
Correlation coefficient	0,9	-

Ratios calculated on a weekly basis

LAZARD
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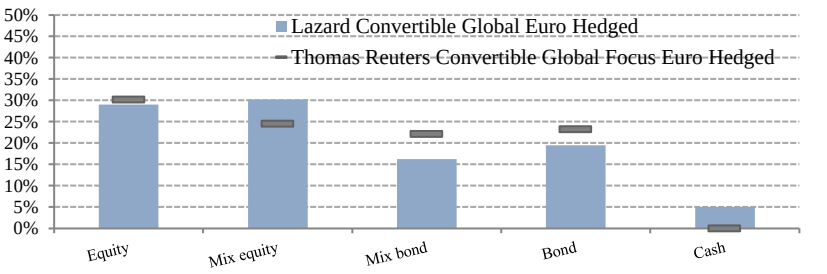
January 2020

Lazard Convertible Global ID H EUR

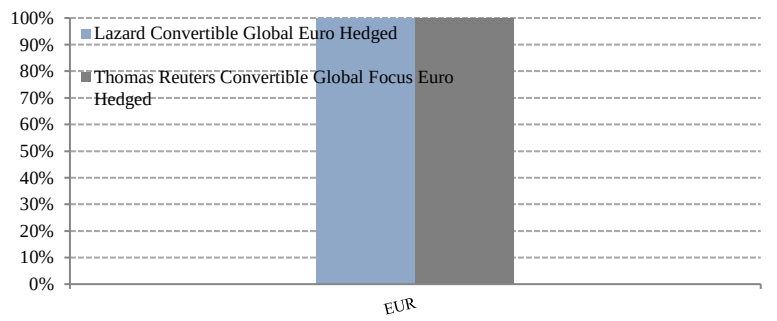
MAIN HOLDINGS

Main Holdings	Maturity	Coupon %	Weight %
TESLA INC	03/15/22	2,375	3,9
SIKA AG	06/05/25	0,15	2,4
BANK OF AMER CORP	12/31/99	7,25	2,3
CELLNEX TELECOM S,A,	07/05/28	0,5	2,3
WELLS FARGO AND CO	12/31/99	7,5	2,3

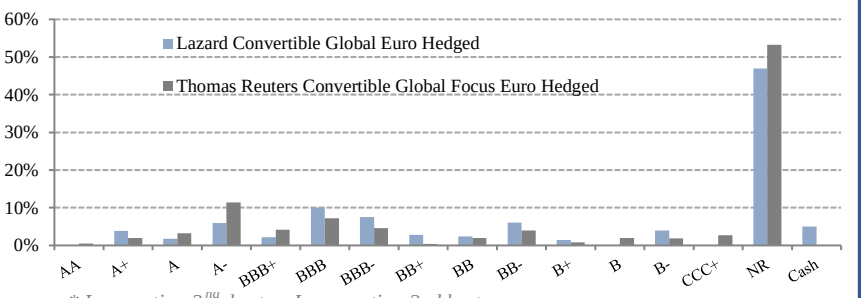
EXPOSITION BY CONVERTIBLE BONDS TYPE (Equity exposure)



CURRENCY ALLOCATION (% NAV)

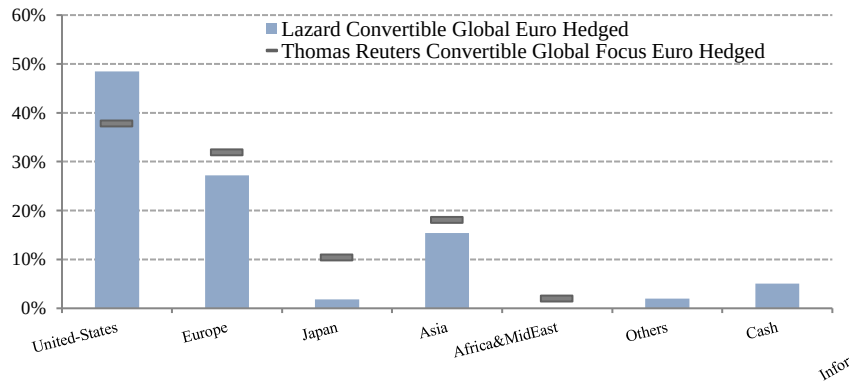


RATING ALLOCATION (% NAV)*

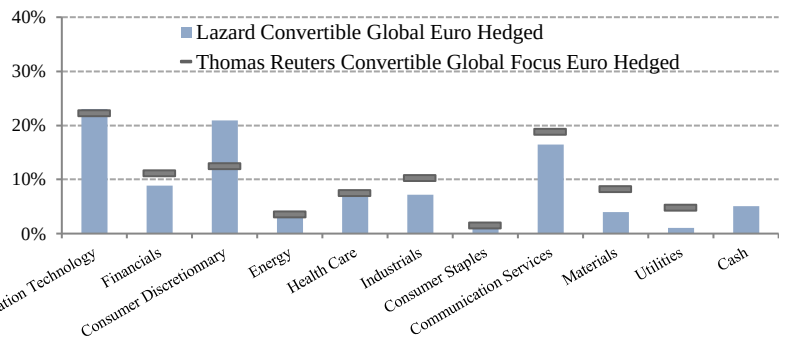


** Issue rating 2na best or Issuer rating 2nd best*

GEOGRAPHICAL ALLOCATION (% NAV)**



SECTOR ALLOCATION (% NAV)



*** Nationality of underlying*

CHARACTERISTICS

ISIN Code
ID H-EUR share : FR0013277662

Bloomberg Code LACGADH

Legal Form SICAV

AMF classification Mixt

Currency Euro

Investment horizon >5 years

Valuation Daily

Custodian Caceis Bank France

Management company Lazard Frères Gestion

Financial Manager Lazard A.M

Taxation Capitalization

Inception Date
ID H-EUR share 29/08/2017

Management fees
ID-H EUR share : 0,865% inclusive of all taxes of net assets

Subscription fee 4% max

Redemption fee 1% max

Total expense ratio and transaction fees
For more information, please check our prospectus

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

*** **Risk scale :** Derived from the historic volatility of the fund over a period of 5 years. The management company reserves the rigth 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
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NAVs Publication :

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