LAZARD
FRÈRES GESTION

*April 2019*

# Lazard Convertible Global RC USD

| International convertible bonds | | ISIN Code | NAV $ | Net Assets (M $) | Total Net Asset (M €) |
|---|---|---|---|---|---|
| | **RC USD Share** | FR0013398922 | 208,69 | 1,31 | 2232,96 |

## MANAGEMENT

### INVESTMENT POLICY

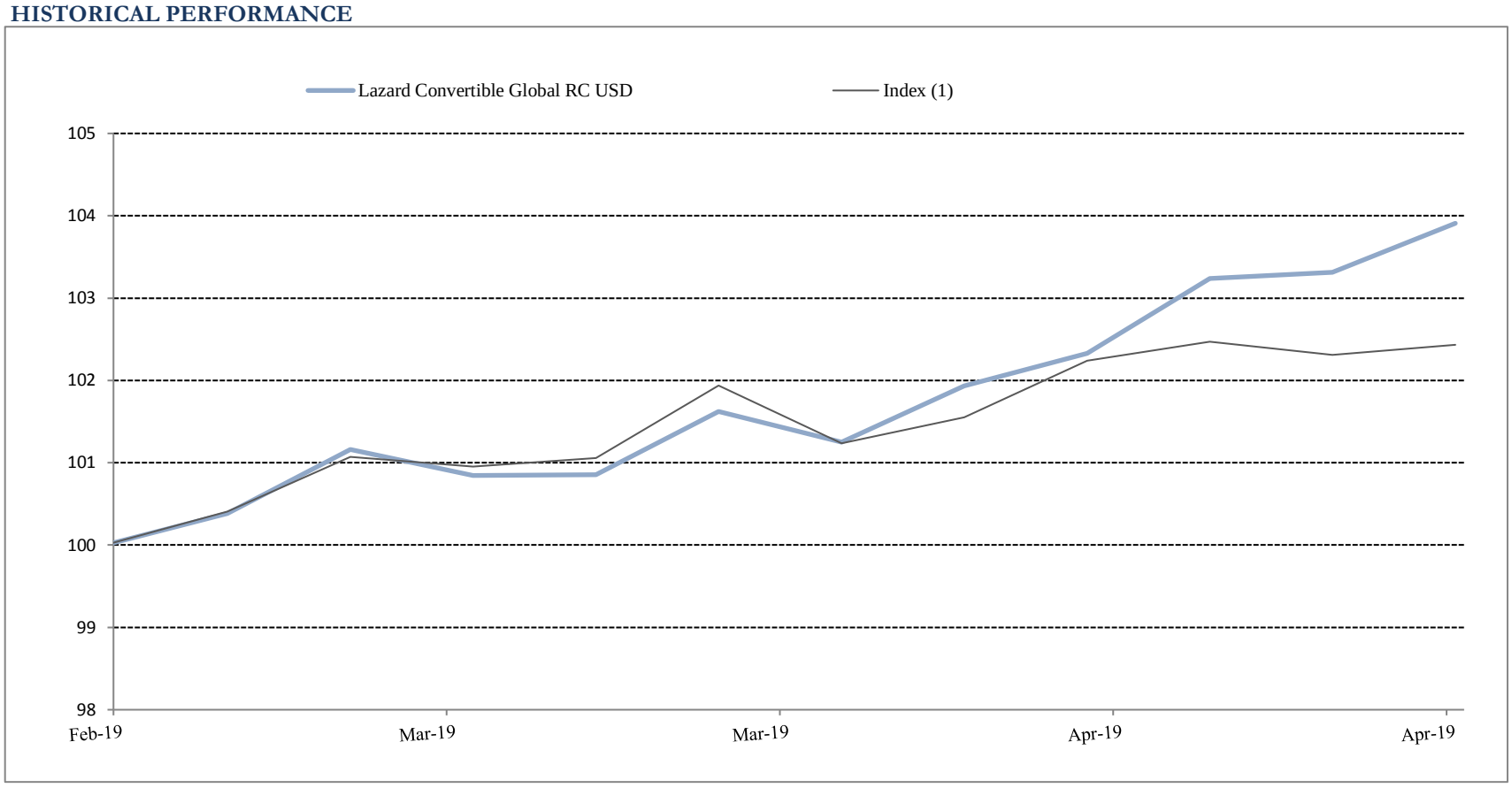
The investment objective is to achieve a return (net of charges) above the Thomson Reuters Convertible Global Focus USD index (net interest reinvested), expressed in US dollars, over the recommended investment horizon of five years.

### FUND MANAGERS' COMMENT - Arnaud BRILLOIS

During the month of April 2019, Lazard Convertible Global RC USD – share class returned +2.58% versus +1.30% for its benchmark (Thomson Reuters Global Convertible Focus USD). The fund's equity sensitivity increased during the period, currently standing at 53.5%, the benchmark's equity sensitivity also increased, now standing at 45.6%. Sensitivity to interest rates slightly decreased over the month and remains below the benchmark, standing at 1.03 versus 2.03. Our overweights to US and European equities had a positive relative impact. Our underweights to Asia did not detract due to additive bond selection. Our shorter duration compared to the benchmark marginally added to relative performance, 5-year EUR and USD swap rates increased during the period. Communication services and consumer cyclicals were the best relative contributors, while the industrial sector had a negative relative impact this month. Stock selection was positive over the month, four of our top five contributors are not found in the index. We sold Inmarsat 2023 and initiated four new positions during the month: Hubspot 2022 in the software sector, Okta 2023 in the cloud business, LEG Immo 2025 in real estate and Sika 2025 in the construction sector. During the period, the fund remained overweight USD and EUR against all other currencies.

## PERFORMANCE

### HISTORICAL PERFORMANCE




*Past performance is not a guarantee of current or future performance*

### PERFORMANCE

| Cumulative performance * | Month | YTD | 1 year | 3 years | 5 years |
|---|---|---|---|---|---|
| **Lazard Convertible Global RC USD** | **2,6%** | - | - | - | **4,3%** |
| *Index* (1) | *1,3%* | - | - | - | *2,5%* |

| Annualized performance * | 1 year | 3 years | 5 years |
|---|---|---|---|
| **Lazard Convertible Global RC USD** | - | - | - |
| *Index* (1) | - | - | - |

| Annual performance * | 2018 | 2017 | 2016 | 2015 | 2014 |
|---|---|---|---|---|---|
| **Lazard Convertible Global RC USD** | - | - | - | - | - |
| *Index* (1) | - | - | - | - | - |

| Characteristics | Sicav | Index |
|---|---|---|
| Modified duration | 1,03 | 2,03 |
| Delta - Equity exposure | 53,5% | 45,6% |

### 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 RC USD | - | - |
| | - | - |
| **Tracking error** | - | - |
| **Information ratio** | - | - |
| **Beta** | - | - |
| **Alpha** | - | - |
| **Correlation coefficient** | - | - |

*Ratios calculated on a weekly basis*

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

*(1) Thomson Reuters Convertible Global Focus USD*

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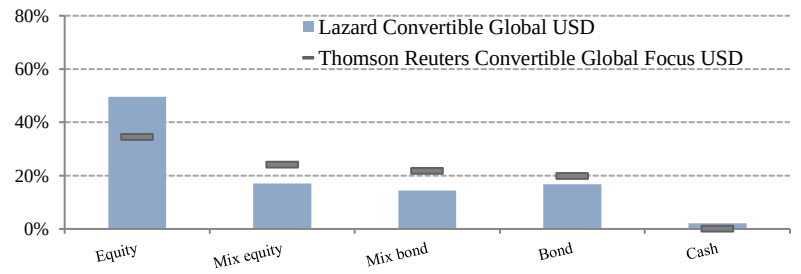
*April 2019*

# Lazard Convertible Global USD

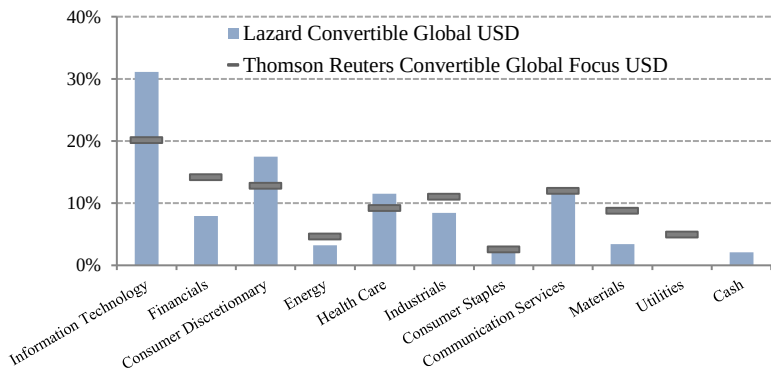
## MAIN HOLDINGS

| Main Holdings | Maturity | Coupon % | Weight % |
|---|---|---|---|
| **ZENDESK INC** | 03/15/23 | 0,25 | 2,8 |
| **SERVICENOW INC** | 06/01/22 | 0 | 2,5 |
| **PALO ALTO NETWORKS** | 07/01/23 | 0,75 | 2,5 |
| **ILLUMINA INC** | 08/15/23 | 0 | 2,5 |
| **MICROCHIP TECHNO INC** | 02/15/27 | 1,625 | 2,4 |

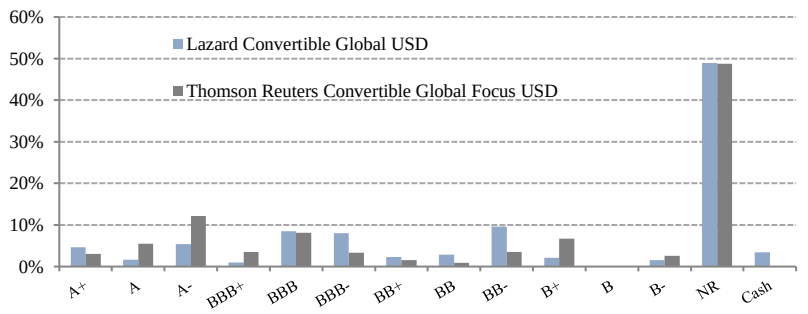
## EXPOSITION BY CONVERTIBLE BONDS (Equity exposure)



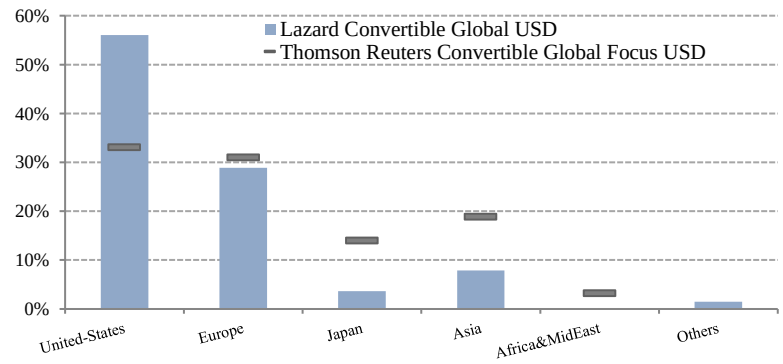

## SECTOR ALLOCATION (% NAV)



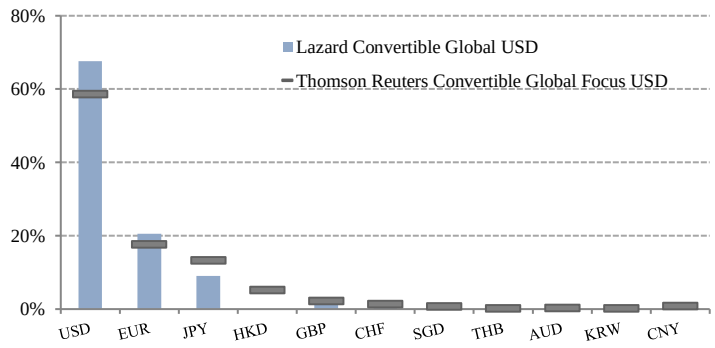

## RATING ALLOCATION (% NAV)*




## GEOGRAPHICAL ALLOCATION (% NAV)**




## CURRENCY ALLOCATION




*** Nationality of underlying*
** Issue rating 2[na] best or Issuer rating 2nd best*

## CHARACTERISTICS

**ISIN Code**
IC USD share : FR0013185550
RC USD share : FR0013398922
RD USD share : FR0013398930

**Bloomberg Code** OBJCGAU

**Legal Form** SICAV

**AMF classification** Diversified UCITS

**Currency** Euro

**Investment horizon** >5 years

**Valuation** Daily

**Custodian** Caceis Bank France

**Management company** Lazard Frères Gestion

**Financial Manager** Lazard A.M

**Taxation** Capitalization/Distribution

**Inception Date**

| | |
|---|---|
| IC USD share | 10/03/2016 |
| RC USD share | 02/07/2019 |
| RD USD share | 02/07/2019 |

**Management fees**
IC USD share : 0,815% inclusive of all taxes of net assets
RC USD share : 1,465% inclusive of all taxes of net assets
RD USD share : 1,465% 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
Caceis Bank / LFB
01.57.78.14.14

**Additional information & data :**
Commercial service
01.44.13.01.79

**Publication of NAVs :**
www.lazardfreresgestion.fr

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