LAZARD
FRÈRES GESTION

*January 2021*

# Lazard Convertible Global RC USD

| International convertible bonds | ISIN Code | NAV $ | Net Assets (M $) | Total Net Asset (M €) |
|---|---|---|---|---|
| **RC USD Share** | FR0013398922 | 289,62 | 31,41 | 4935,03 |

## MANAGEMENT

### INVESTMENT POLICY

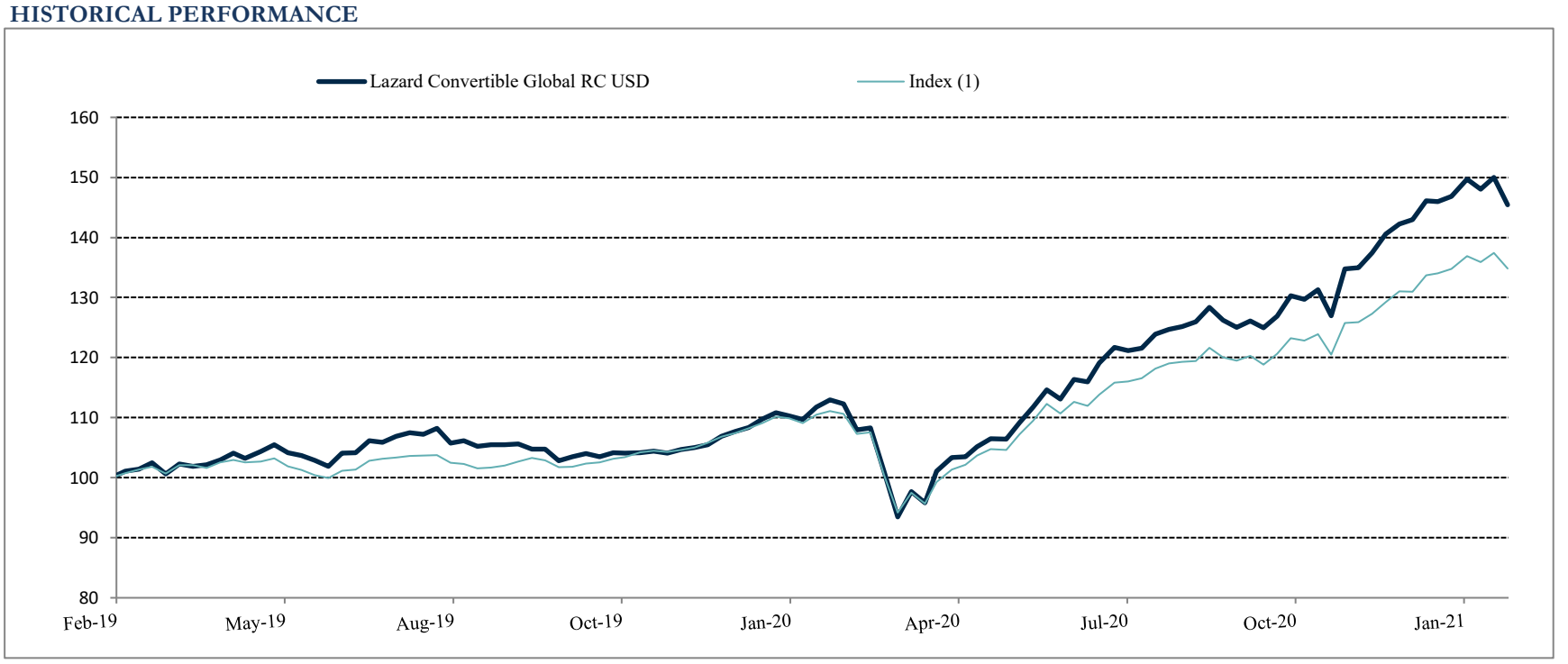
The investment objective is to achieve a return (net of charges) above the Thomson Reuters Convertible Global Focus USD index (net interest reinvested), expressed in US dollars, over the recommended investment horizon of five years.

### FUND MANAGERS' COMMENT - Arnaud BRILLOIS

During the month of January 2021, Lazard Convertible Global RC USD share class returned -0,94% versus 0,01% for its benchmark (Thomson Reuters Global Focus Convertible USD). The fund's equity sensitivity slightly decreased during the period, standing at 62.0% versus 55.8% for the benchmark at the end of the month. Our equity exposure overweight, particularly in the US, detracted to relative performance with lower equity markets over the month. Modified duration slightly increased over the month, while remaining below the benchmark, standing at 1.89 versus 2.12. Sensitivity to interest rates had a neutral impact to relative performance. Credit spreads widening both in the US and Europe, in the high yield space in particular, detracted to absolute performance but added to relative performance as the fund carries lower credit risk than its benchmark. Security selections in semiconductors, energy and pharmaceuticals added to relative performance but our overweight to the aeronautic industry and global ecommerce detracted to relative performance over the month. Our underweight to Chinese real estate and a specific video streaming services provider also costed in relative terms over the month. Over the month, we reduced our exposure to US software, the automotive sector and European ecommerce. We added four new positions in US ecommerce, software and energy. We held a neutral exposure to the dollar over the month.

## 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 RC USD** | **-0,9%** | **-0,9%** | **32,6%** | - | **44,8%** |
| *Index* (1) | *0,0%* | *0,0%* | *23,6%* | - | *34,2%* |

### 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.*

| Annualized performance * | 1 year | 3 years | 5 years |
|---|---|---|---|
| **Lazard Convertible Global RC USD** | **32,6%** | - | - |
| *Index* (1) | *23,6%* | - | - |

| Annual performance * | 2020 | 2019 | 2018 | 2017 | 2016 |
|---|---|---|---|---|---|
| **Lazard Convertible Global RC USD** | **36,6%** | - | - | - | - |
| *Index* (1) | *25,4%* | - | - | - | - |

| Characteristics | Sicav | Index |
|---|---|---|
| Modified duration | 1,89 | 2,12 |
| Equity sensitivity | 62,0% | 55,8% |

### RISK RATIOS

| | 1 year | 3 years |
|---|---|---|
| **Volatility** | | |
| Lazard Convertible Global RC USD | 17,9% | - |
| *Index (1)* | 14,8% | - |
| **Tracking error** | 4,2% | - |
| **Information ratio** | 2,1 | - |
| **Beta** | 1,2 | - |
| **Alpha** | 3,3 | - |
| **Correlation coefficient** | 1,0 | - |

*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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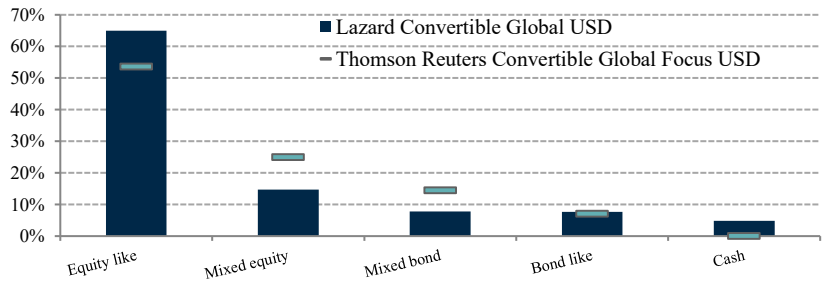
*January 2021*

# Lazard Convertible Global RC USD

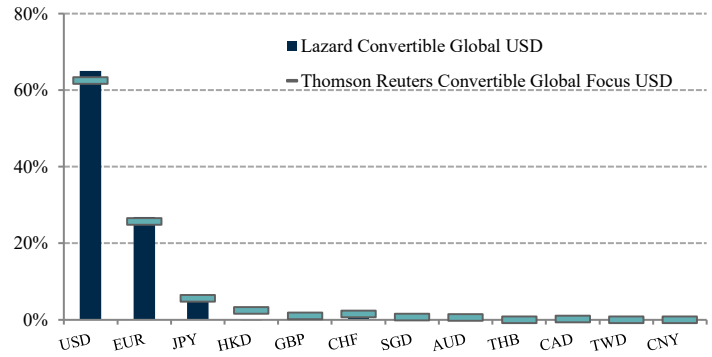
## MAIN HOLDINGS

| Main Holdings | Maturity | Coupon % | Weight % |
|---|---|---|---|
| PALO ALTO NETWORKS | 07/01/23 | 0,75 | 2,8 |
| PIONEER NATURAL RESO | 05/15/25 | 0,25 | 2,5 |
| EDF | 09/14/24 | 0 | 2,3 |
| SOUTHWEST AIRLINES C | 05/01/25 | 1,25 | 2,3 |
| ANLLIAN CAPITAL LTD | 02/05/25 | 0 | 1,9 |

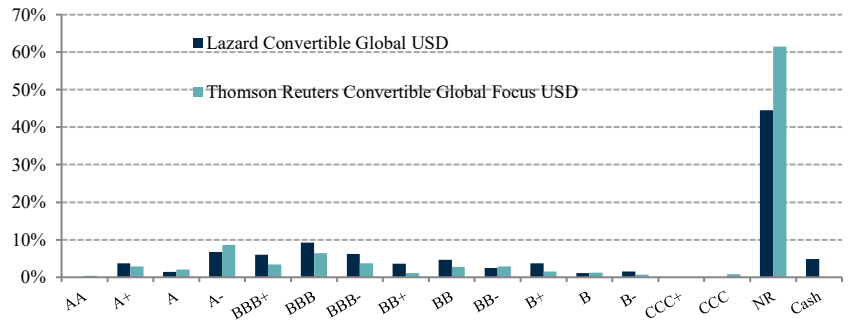
## ALLOCATION BY CONVERTIBLE BONDS PROFILE (% NAV)



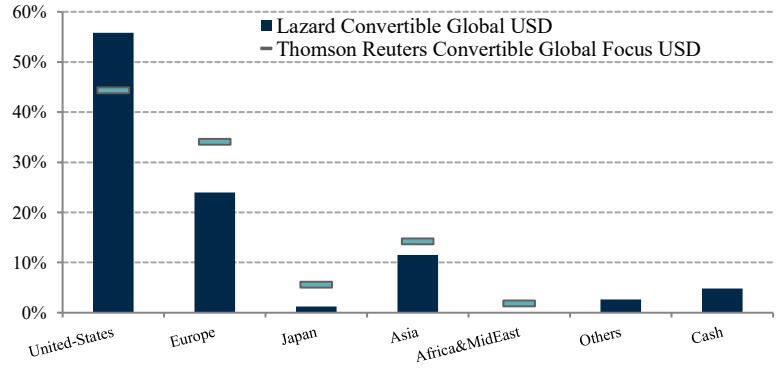

## CURRENCY ALLOCATION (% NAV)



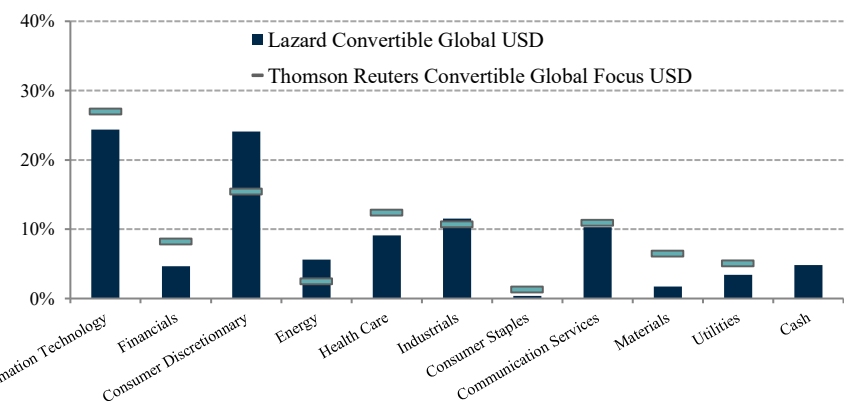

## RATING ALLOCATION (% NAV)*




## GEOGRAPHICAL ALLOCATION (% NAV)**




## SECTOR ALLOCATION (% NAV)




*** Nationality of underlying*
** Issue rating 2nd best or Issuer rating 2nd best*

## CHARACTERISTICS

**ISIN Code**
RC USD share : FR0013398922

**Bloomberg Code** LZCGRCU

**Legal Form** SICAV

**AMF classification** Mixt

**Currency** USD

**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**
RC USD share 02/07/2019

**Management fees**
RC 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 :**
Client servicing
01.44.13.01.79

**NAVs Publication :**
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