

January 2019

Lazard Convertible Global ID

International convertible bonds	ISIN Code	NAV €	Net Assets (M €)	Total Net Asset (M €)
	FR0013277654	11 230,49	180,63	1741,50

## MANAGEMENT

Sustainability Rating



Overall

★★★★★

## INVESTMENT POLICY

The fund seeks to outperform the Thomson Reuters Convertible Global Focus Index in euro 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.

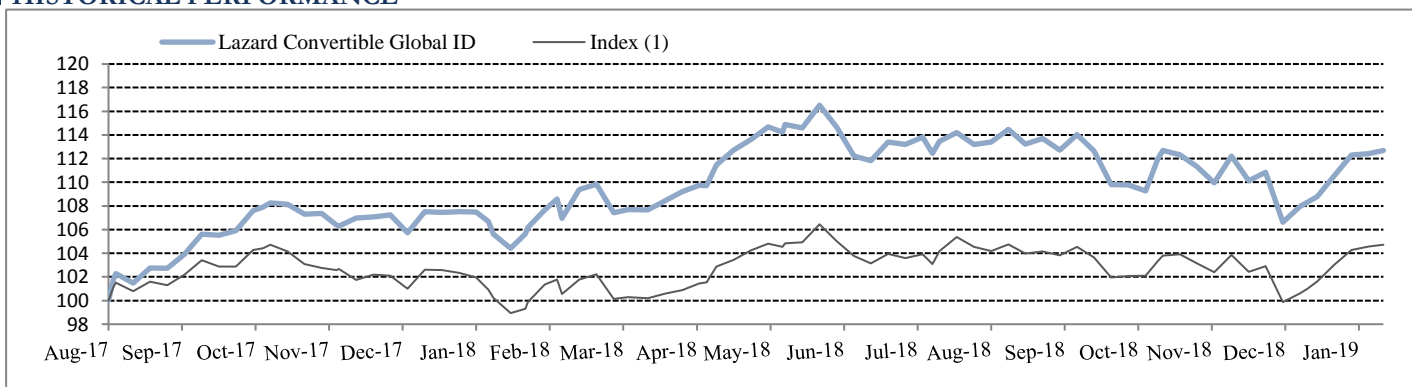
The portfolio is mainly invested in convertible bonds, exchangeable bonds, bonds with equity warrants, perpetual preferred shares, corporate and financials traded debt, sovereign debt, French law money-market and bond funds (whether or not UCITS-compliant) invested in bonds and other types of Euro-denominated 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 January 2019, Lazard Convertible Global ID Fund returned +4.05% versus +3.69% for its benchmark (Thomson Reuters Convertible Global Focus EUR). The fund's equity sensitivity increased during the period, currently standing at 51.8%, the benchmark's equity sensitivity also increased, now standing at 44.3%. Sensitivity to interest rates was unchanged over the month but still remains below the benchmark, standing at 1.32 versus 2.12. Our higher equity sensitivity added to relative performance as global equity markets rallied during the month, in particular the overweight to US and European equities. Our shorter duration compared to the benchmark marginally detracted to relative performance, 5-year EUR and USD swap rates slightly decreased during the period. Technology and consumer cyclicals were the best relative contributors, while energy and basic materials underperformed this month. We switched Fresenius 2019 for Fresenius 2024. We sold 51Job 2019, Ceconomy 2020, Unibail 2021, IAG 2022, Tesla 2019 and Illumina 2019 to strengthen our positions in Tesla 2021, Illumina 2023 and Palo Alto Networks 2023. We also initiated a new position on LG Chem 2021 in the petrochemical industry. 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	Inception
<b>Lazard Convertible Global ID</b>	<b>4,0%</b>	<b>4,0%</b>	<b>5,6%</b>	-	<b>12,7%</b>
<i>Index <sup>(1)</sup></i>	3,7%	3,7%	3,8%	-	4,7%

Inception: 08/29/2017

Annualized performance *	1 year	3 years	Inception
<b>Lazard Convertible Global ID</b>	<b>5,6%</b>	-	<b>8,7%</b>
<i>Index <sup>(1)</sup></i>	3,8%	-	3,3%

Annual performance *	2018	2017
<b>Lazard Convertible Global ID</b>	<b>2,4%</b>	-
<i>Index <sup>(1)</sup></i>	0,0%	-

Characteristics	Sicav	Index
Modified duration	1,32	2,12
Delta - Equity exposure	51,8%	44,3%

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

(1): Thomson Reuters Convertible Global Focus EUR

### RISK SCALE\*\*



\*\*Risk scale derived from the volatility of the fund over a period of 5 years (see detail on the back)

### RISK RATIOS

	1 year	3 years
<b>Volatility</b>		
Lazard Convertible Global ID	9,6%	-
<i>Index <sup>(1)</sup></i>	7,1%	-
<b>Tracking error</b>	3,4%	-
<b>Information ratio</b>	0,5	-
<b>Beta</b>	1,3	-

Ratios calculated on a weekly basis

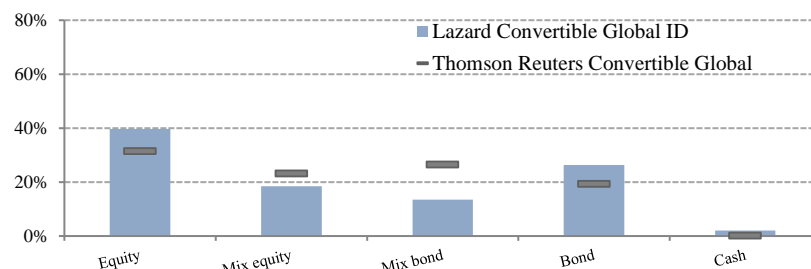
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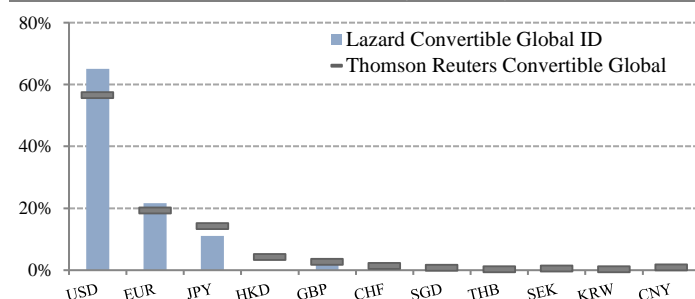
## MAIN HOLDINGS

Main holdings	Weight
ILLUMINA ZCP 08-23	2,9%
PALO AL 0.75 07-23	2,9%
ZEND IN 0.25 03-23	2,4%
TOTAL 0.5 12-22	2,3%
WORK IN 0.25 10-22	2,2%

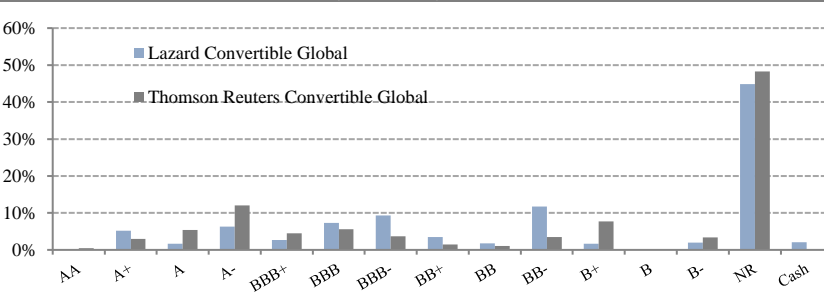
## EXPOSITION BY CONVERTIBLE BONDS (Equity exposure)



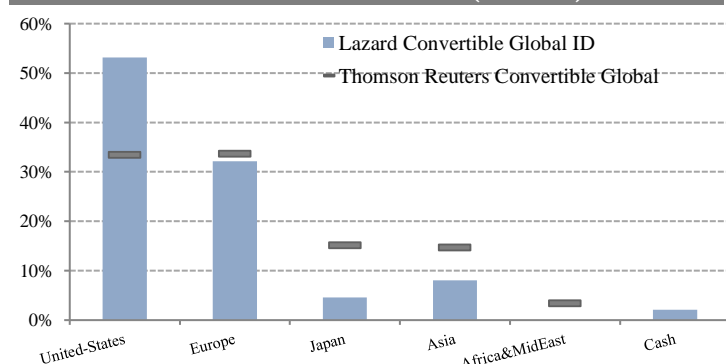
## CURRENCY ALLOCATION (% NAV)



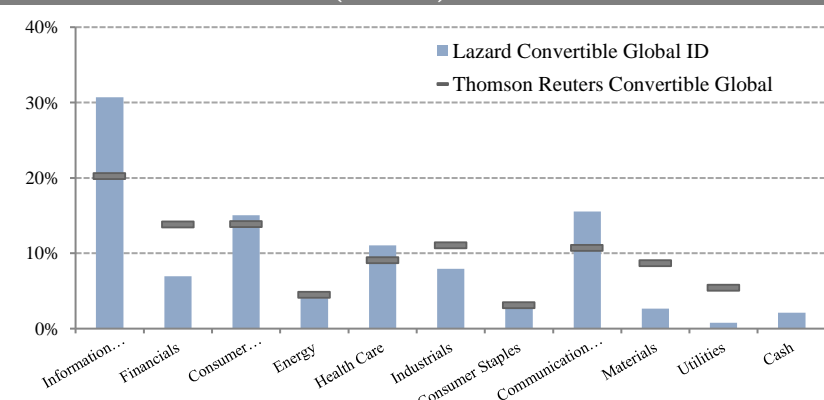
## RATING ALLOCATION (% NAV)\*



## GEOGRAPHICAL ALLOCATION (% NAV)\*\*



## SECTOR ALLOCATION (% NAV)



\* Issue rating 2<sup>nd</sup> best or Issuer rating 2nd best

\*\* Nationality of underlying

## CARACTERISTICS

■ <b>ISIN Code</b>	FR0013277654	■ <b>Valuation</b>	Daily	■ <b>Management fees</b>	0,815% inclusive of all taxes of net assets
■ <b>Bloomberg Code</b>	LACGADE	■ <b>Custodian</b>	Caceis Bank France	■ <b>Subscription fee</b>	4% max
■ <b>Legal Form</b>	SICAV	■ <b>Management company</b>	Lazard Frères Gestion	■ <b>Redemption fee</b>	1% max
■ <b>Coordinated UCITS</b>	Yes	■ <b>Financial Manager</b>	Lazard A.M	■ <b>Total expense ratio and transaction fees</b>	For more information, please check our prospectus
■ <b>AMF classification</b>	Diversified UCITS	■ <b>Taxation</b>	Capitalization and/or distribution	■ <b>Subscription terms</b>	On next NAV for orders placed before 11 a.m.
■ <b>Currency</b>	Euro	■ <b>Inception Date</b>	08/29/2017		Settlement and value date
■ <b>Investment horizon</b>	>5 years				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 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'Ile, 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.