

International convertible bonds	ISIN Code	NAV €	Net Assets (M €)	Total Net Asset (M €) including IC H-EUR and IC H-CHF units
IC H-EUR unit	FR0013185535	1 633,45	583,41	1946,28
RC H-EUR unit	FR0013268356	216,69	59,25	
T H-EUR unit	FR0013311438	203,20	9,34	

MANAGEMENT



Overall ★★★★★

INVESTMENT POLICY

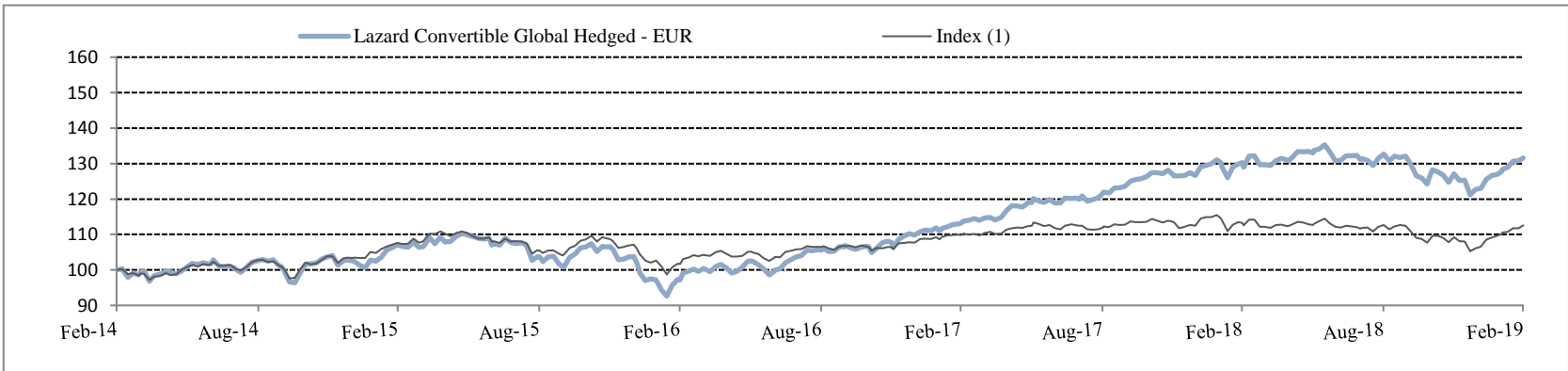
The fund’s target is to reach, over a recommended investment 5-year period, a greater return net of fees than the Thomson Reuters Global Focus Hedged (EUR) Convertible Bond Index in euros, hedged against a foreign exchange risk, the euro being the reference currency with reinvested net coupons. The stock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

FUND MANAGERS' COMMENT - Arnaud BRILLOIS

During the month of February 2019, Lazard Convertible Global Hedged - 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	5 years
Lazard Convertible Global Euro Hedged	3,0%	7,1%	1,0%	35,4%	31,6%
Index <sup>(1)</sup>	2,2%	5,9%	-0,6%	10,8%	12,6%

Annualized performance *	1 year	3 years	5 years
Lazard Convertible Global Euro Hedged	1,0%	10,6%	5,6%
Index <sup>(1)</sup>	-0,6%	3,5%	2,4%

Annual performance *	2018	2017	2016	2015	2014
Lazard Convertible Global Euro Hedged	-3,0%	15,4%	5,8%	1,2%	5,8%
Index <sup>(1)</sup>	-5,5%	4,4%	0,6%	3,6%	7,3%

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) 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\*\*



\*\*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
<b>Volatility</b>		
Lazard Convertible Global Euro Hedged	8,8%	7,5%
Index <sup>(1)</sup>	6,3%	5,4%
<b>Tracking error</b>	3,2%	3,2%
<b>Information ratio</b>	0,5	2,1
<b>Beta</b>	1,3	1,3

Ratios calculated on a weekly basis

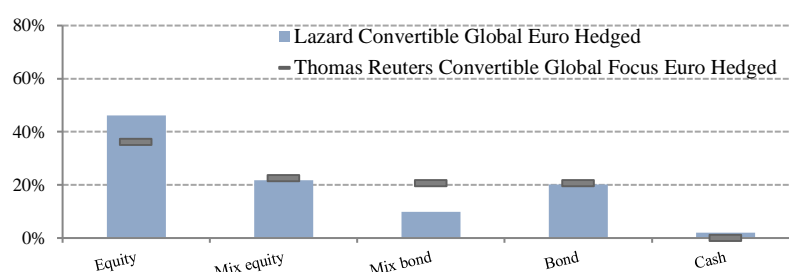
February 2019

## Lazard Convertible Global Hedged - EUR

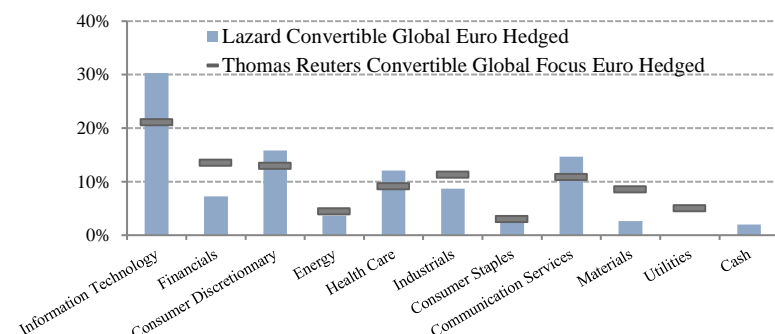
### MAIN HOLDINGS

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%

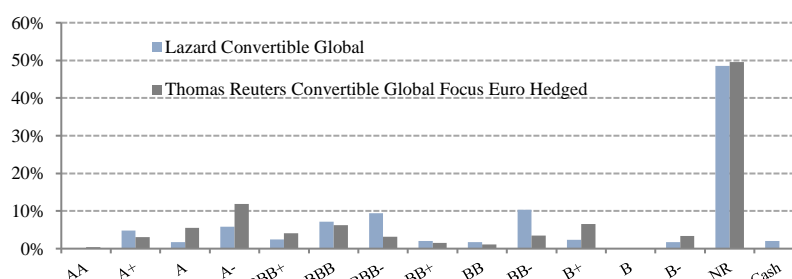
### EXPOSITION BY CONVERTIBLE BONDS (Equity exposure)



### SECTOR ALLOCATION (% NAV)

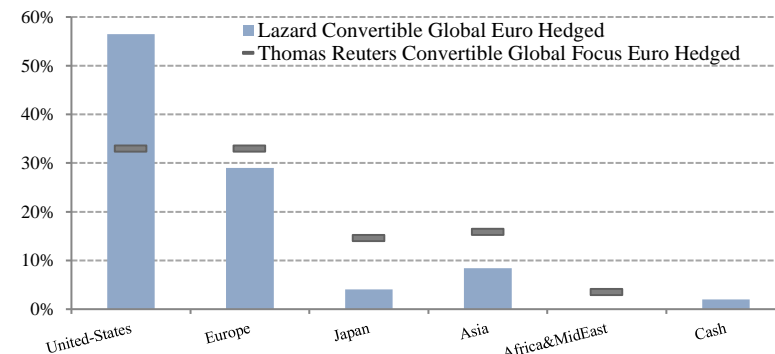


### RATING ALLOCATION (% NAV)\*



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

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



\*\* Nationality of underlying

### CARACTERISTICS

<b>ISIN Code</b> IC H-EUR Unit : FR0013185535 RC H-EUR Unit : FR0013268356 T H-EUR Unit : FR0013311438 <b>Bloomberg Code</b> LZCGACE	<b>Valuation</b> Daily <b>Management fees</b> IC-H EUR Unit : 0,865% inclusive of all taxes of net assets RC-H EUR Unit : 1,515% inclusive of all taxes of net assets T-H EUR Unit : 0,865% inclusive of all taxes of net assets Caceis Bank France
<b>Legal Form</b> SICAV <b>AMF classification</b> Diversified UCITS <b>Currency</b> Euro <b>Investment horizon</b> >5 years	<b>Custodian</b> Lazard Frères Gestion <b>Management company</b> Lazard A.M <b>Financial Manager</b> Capitalization <b>Taxation</b> <b>Inception Date</b> IC H-EUR Unit 03/31/2010 RC H-EUR Unit 25/07/2017 T H-EUR Unit 20/02/2018
	<b>Subscription fee</b> 4% max <b>Redemption fee</b> 1% max <b>Total expense ratio and transaction fees</b> For more information, please check our prospectus <b>Subscription terms</b> 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 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

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