

September 2017

Lazard Convertible Global AC Hedged - CHF

International convertible bonds	ISIN Code	NAV €	Net Assets (M €)	Total Net Asset (M €) including AC H-EUR and AC H-CHF units
	FR0013185543	12 131.52	15.80	849.56

MANAGEMENT



Overall ★★★★★

INVESTMENT POLICY

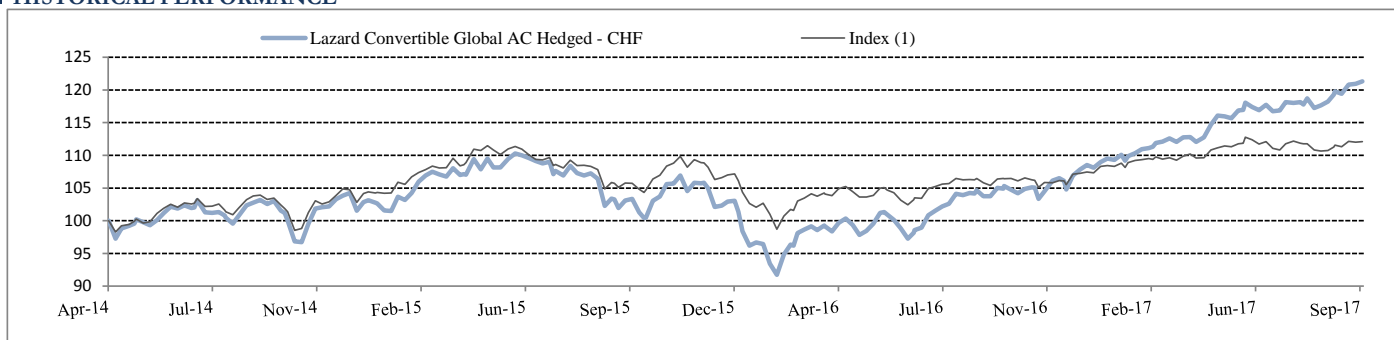
The fund's target is to reach, over a recommended investment 5-year period, a greater return net of fees than the Thomson Reuters Global Focus Hedged (CHF) Convertible Bond Index in CHF, hedged against a foreign exchange risk, the euro being the reference currency with reinvested net coupons. The stock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

FUND MANAGERS' COMMENT - Arnaud BRILLOIS

During the month of September 2017, Lazard Convertible Global AC Hedged - CHF Fund returned 1.69% versus 0.71% for its benchmark (Thomson Reuters Global Focus Convertible in Euros). The fund's equity sensitivity is lower while the benchmark's is higher on the month, currently standing at 55.1% and 48.6%. Modified duration is unchanged on the month and is still lower than the benchmark's, standing at 0.77 versus 1.93. Overall, our equity overweight has a positive impact on relative performance, S&P500 in dollar rose by 2.02% and Stoxx600 in euro gained 3.90%. Our shorter duration compared to the benchmark has been a positive contributor. In September, industrials and technology sectors have outperformed. We sold Meritor 2026 and Air France 2023. We initiated a position on Meritor 2037 and on Artemis/Kering, and reinvested fund's inflows on existing holdings.

PERFORMANCE

HISTORICAL PERFORMANCE



Past performance is not a guarantee of current or future performance

PERFORMANCE

Cumulative performance *	Month	YTD	1 year	3 years
Lazard Convertible Global AC H - CHF	1.7%	12.2%	15.2%	19.9%
Index ⁽¹⁾	0.7%	4.4%	5.3%	10.1%

RISK SCALE**



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

Annualized performance *	1 year	3 years
Lazard Convertible Global AC H - CHF	15.2%	3.3%
Index ⁽¹⁾	5.3%	1.8%

Annual performance *	2015	2016
Lazard Convertible Global AC H - CHF	4.9%	0.3%
Index ⁽¹⁾	0.2%	2.8%

Characteristics	Sicav	Index
Modified duration	0.77	1.93
Delta - Equity exposure	55.1%	48.6%

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

(1) Thomas Reuters Convertible Global Focus CHF Hedged

RISK RATIOS

	1 year	3 years
Volatility		
Lazard Convertible Global AC H - CHF	5.6%	5.3%
	3.7%	3.7%
Tracking error	3.0%	2.5%
Information ratio	3.0	1.1
Beta	1.3	1.3

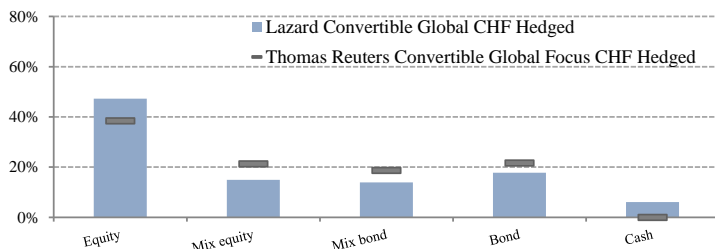
Ratios calculated on a weekly basis

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

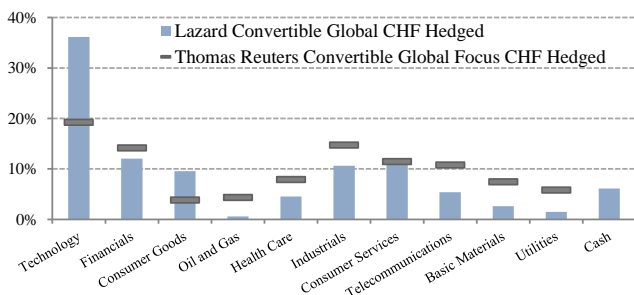
MAIN HOLDINGS

Main holdings	Weight
MU 3 11/15/43	2.3%
CYPR SE 4.5 01-22	2.1%
TTWO 1 07/01/18	2.0%
FIRE 1.625 06-35	2.0%
PALO ALTO ZCP 07-19	2.0%

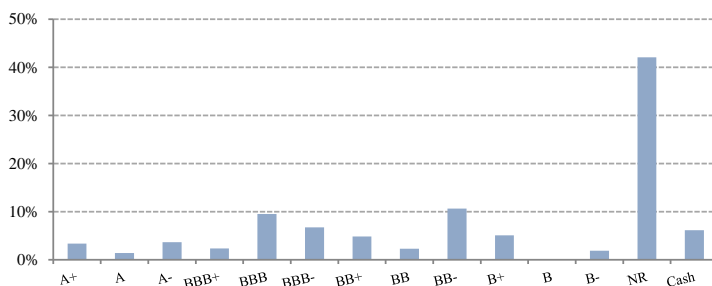
EXPOSITION BY CONVERTIBLE BONDS (Equity exposure)



SECTOR ALLOCATION (% NAV)

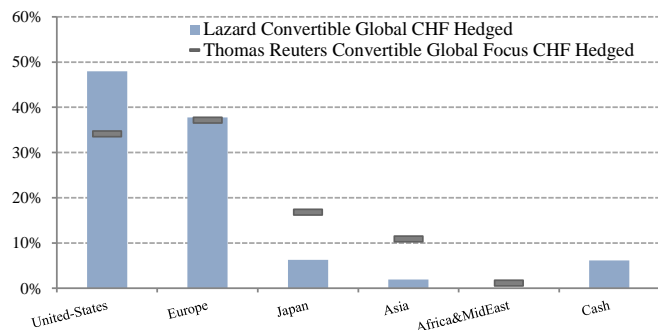


RATING ALLOCATION (% NAV)*



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

GEOGRAPHICAL ALLOCATION (% NAV)**



** Nationality of underlying

CARACTERISTICS

■ ISIN Code	FR0013185543	■ Valuation	Daily	■ Management fees	0,85% inclusive of all taxes of net assets
■ Bloomberg Code	LZCGACC	■ Custodian	Caceis Bank France	■ Subscription fee	4% max
■ Legal Form	SICAV	■ Management company	Lazard Frères Gestion	■ Redemption fee	1% max
■ AMF classification	Diversified UCITS	■ Taxation	Capitalization	■ Total expense ratio and transaction fees	For more information, please check our prospectus
■ Currency	CHF	■ Subscription terms	04/04/2014		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
■ Investment horizon	>5 years	■ Inception date	04/04/2014		

Contacts :

Subscription/Redemption
Caceis 01.57.78.14.14

Additional information :

Laura Montesano
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 DICI for Switzerland, the KIID, the articles of incorporation, the annual and semi-annual reports, as well as the list of the buying and selling transactions can be obtained free of charge from the representative of the Sicav in Switzerland, ACOLIN Fund Services AG, Affolternstrasse 56, CH - 8050 Zurich. The paying agent is Banque Cantonale de Genève, 17 Quai de l'Île, 1204 Geneva, Switzerland.