

January 2019

Lazard Convertible Global IC Hedged - CHF

International convertible bonds	ISIN Code	NAV €	Net Assets (M €)	Total Net Asset (M €) including IC H-EUR and IC H-CHF units
	FR0013185543	12 444,06	62,03	1741,50

MANAGEMENT

Sustainability Rating



Overall

★★★★★

INVESTMENT POLICY

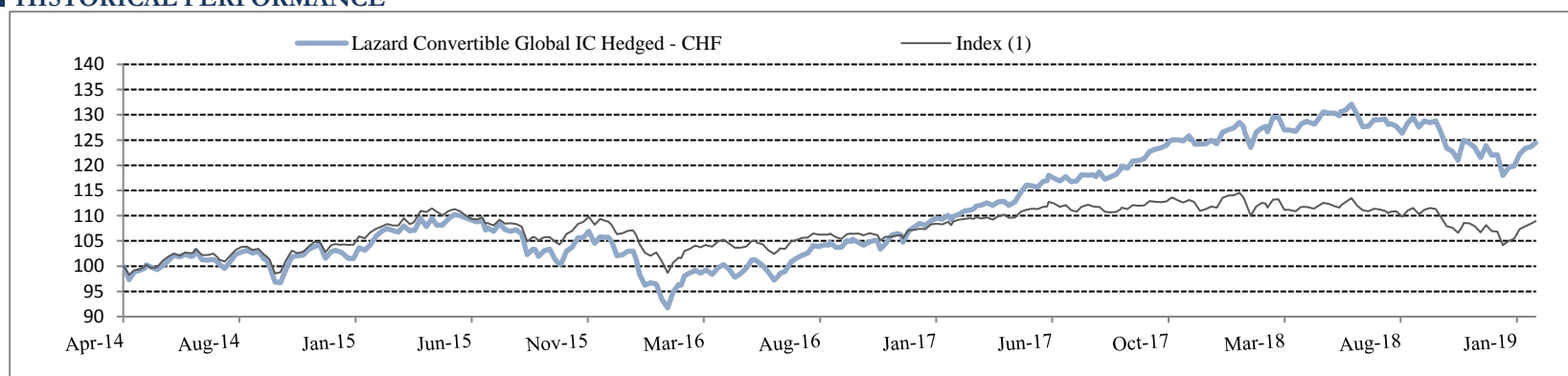
The fund's target is to reach, over a recommended investment 5-year period, a greater return net of fees than the Thomson Reuters Global Focus Hedged (CHF) Convertible Bond Index in CHF, hedged against a foreign exchange risk, the euro being the reference currency with reinvested net coupons. The stock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

FUND MANAGERS' COMMENT - Arnaud BRILLOIS

During the month of January 2019, Lazard Convertible Global IC Hedged - CHF Fund returned +3.96% versus +3.59% for its benchmark (Thomson Reuters Convertible Global Focus CHF Hedged). 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.

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 IC H - CHF	4,0%	4,0%	-2,6%	29,1%
Index ⁽¹⁾	3,6%	3,6%	-4,1%	6,1%

Annualized performance *	1 year	3 years
Lazard Convertible Global IC H - CHF	-2,6%	3,8%
Index ⁽¹⁾	-4,1%	0,9%

Annual performance *	2018	2017	2016	2015
Lazard Convertible Global IC H - CHF	-3,7%	15,0%	4,9%	0,3%
Index ⁽¹⁾	-5,7%	4,0%	0,2%	2,8%

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) since december 31st 2014 : Thomson Reuters Convertible Global Focus CHF Hedged (formerly ML G300 CHF 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 RATIOS

	1 year	3 years
Volatility		
Lazard Convertible Global IC H - CHF	9,6%	8,0%
Index (1)	7,1%	5,8%
Tracking error	3,3%	3,4%
Information ratio	0,5	1,9
Beta	1,3	1,3

Ratios calculated on a weekly basis

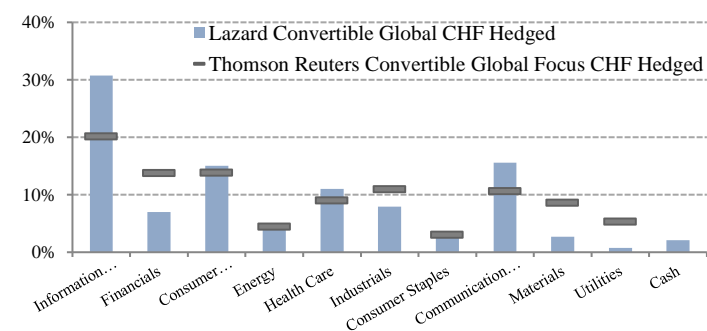
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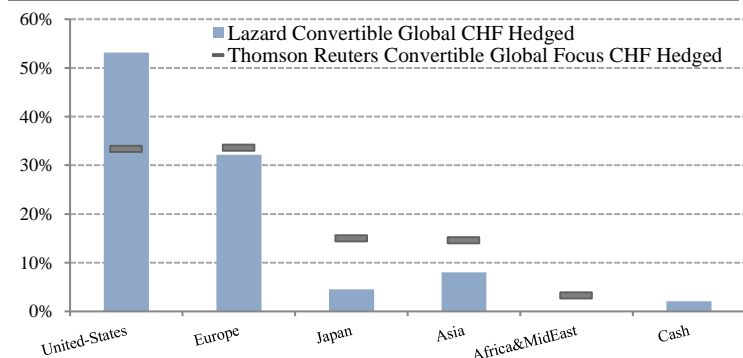
MAIN HOLDINGS

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%

SECTOR ALLOCATION (% NAV)

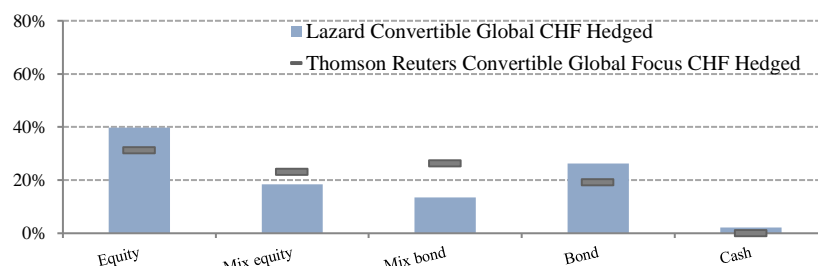


GEOGRAPHICAL ALLOCATION (% NAV)**

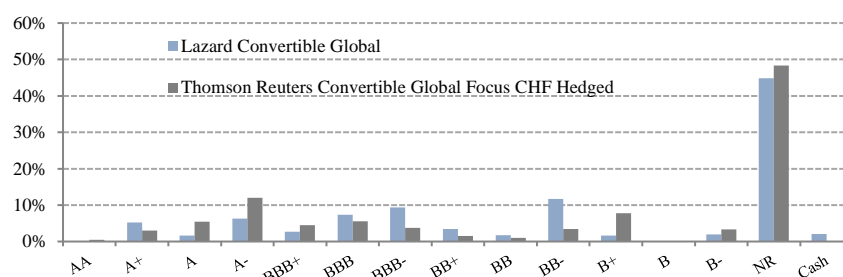


** Nationality of underlying

EXPOSITION BY CONVERTIBLE BONDS (Equity exposure)



RATING ALLOCATION (% NAV)*



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

CHARACTERISTICS

■ ISIN Code	FR0013185543	■ Valuation	Daily	■ Management fees	0,915% 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	■ Financial Manager	Lazard A.M	■ Total expense ratio and transaction fees	For more information, please check our prospectus
■ Currency	CHF	■ Taxation	Capitalization	■ 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
■ Investment horizon	>5 years	■ Inception date	04/04/2014		

** 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'Île, 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.