

February 2019

Lazard Convertible Global USD

International convertible bonds	ISIN Code	NAV \$	Net Assets (M \$)	Total Net Asset (M €)
IC USD Unit	FR0013185550	1 273,50	207,87	1946,28
RC USD Unit	FR0013398922	203,37	0,00	
RD USD Unit	FR0013398930	203,43	0,00	

## MANAGEMENT



Overall

★★★★★

## INVESTMENT POLICY

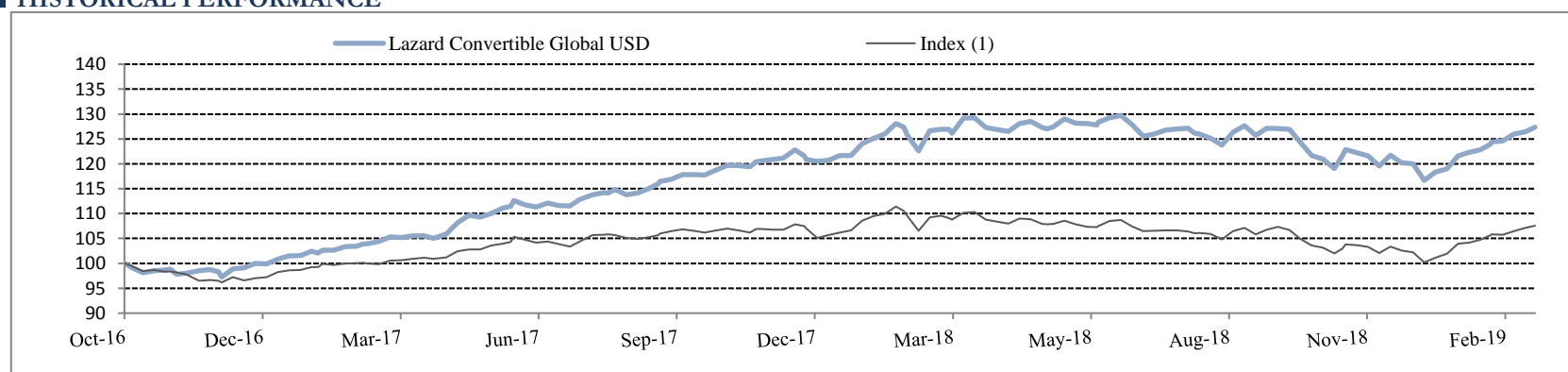
The investment objective is to achieve a return (net of charges) above the Thomson Reuters Convertible Global Focus USD index (net interest reinvested), expressed in US dollars, over the recommended investment horizon of five years.

## FUND MANAGERS' COMMENT - Arnaud BRILLOIS

During the month of February 2019, Lazard Convertible Global I USD Fund returned +2.77% versus +1.87% for its benchmark (Thomson Reuters Convertible Global Focus USD). 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. 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	5 years
Lazard Convertible Global I USD	2,8%	7,3%	0,3%	-	-
Index <sup>(1)</sup>	1,9%	6,0%	-1,4%	-	-

### 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.

Annualized performance *	1 year	3 years	5 years
Lazard Convertible Global I USD	0,3%	-	-
Index <sup>(1)</sup>	-1,4%	-	-

Annual performance *	2018	2017
Lazard Convertible Global I USD	-2,5%	21,8%
Index <sup>(1)</sup>	-4,8%	9,7%

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) Thomson Reuters Convertible Global Focus USD

### RISK RATIOS

	1 year	3 years
<b>Volatility</b>		
Lazard Convertible Global I USD	8,8%	-
Index <sup>(1)</sup>	6,3%	-
<b>Tracking error</b>	3,3%	-
<b>Information ratio</b>	0,5	-
<b>Beta</b>	1,3	-

Ratios calculated on a weekly basis

Lazard Frères Gestion SAS, 25 rue de courcelles - 75008 Paris with a capital of € 14,487,500, registered at the Paris RCS under the number SIRET 352 213 599.  
Portfolio Management Company approved by "the Autorité des Marchés Financiers" under number GP 04 000068."

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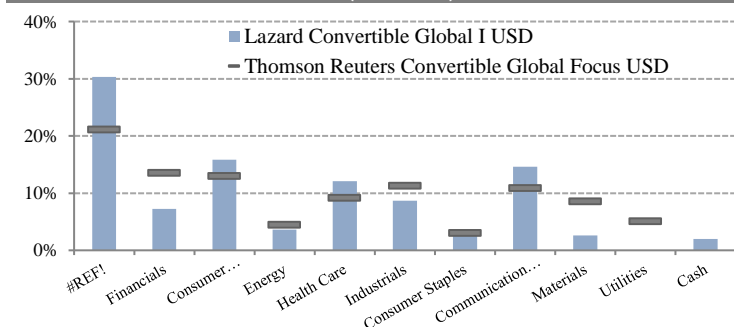
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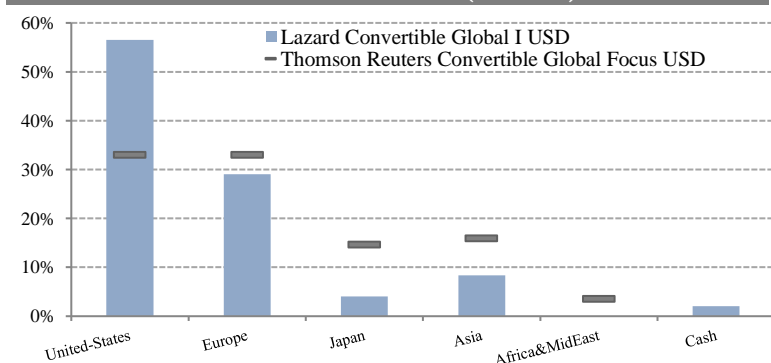
## MAIN HOLDINGS

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%

## SECTOR ALLOCATION (% NAV)



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



\*\* Nationality of underlying

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

## CARACTERISTICS

<b>ISIN Code</b> IC USD Unit : FR0013185550 RC USD Unit : FR0013398922 RD USD Unit : FR0013398930	<b>Valuation</b> Daily	<b>Management fees</b> IC USD Unit : 0,815% inclusive of all taxes of net assets RC USD Unit : 1,465% inclusive of all taxes of net assets RD USD Unit : 1,465% inclusive of all taxes of net assets
<b>Bloomberg Code</b> OBJCGAU	<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>AMF classification</b> Diversified UCITS	<b>Financial Manager</b> Lazard A.M	<b>Total expense ratio and transaction fees</b> For more information, please check our prospectus
<b>Currency</b> Euro	<b>Taxation</b> Capitalization/Distribution	<b>Subscription terms</b> On next NAV for orders placed before 11 a.m.
<b>Investment horizon</b> >5 years	<b>Inception Date</b> IC USD Unit : 10/03/2016 RC USD Unit : 02/07/2019 RD USD unit : 02/07/2019	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 :

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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.

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