

International convertible bonds	ISIN Code	NAV \$	Net Assets (M \$)	Total Net Asset (M €)
IC USD Share	FR0013185550	1 376,96	458,14	3024,14

## MANAGEMENT

## ■ INVESTMENT POLICY

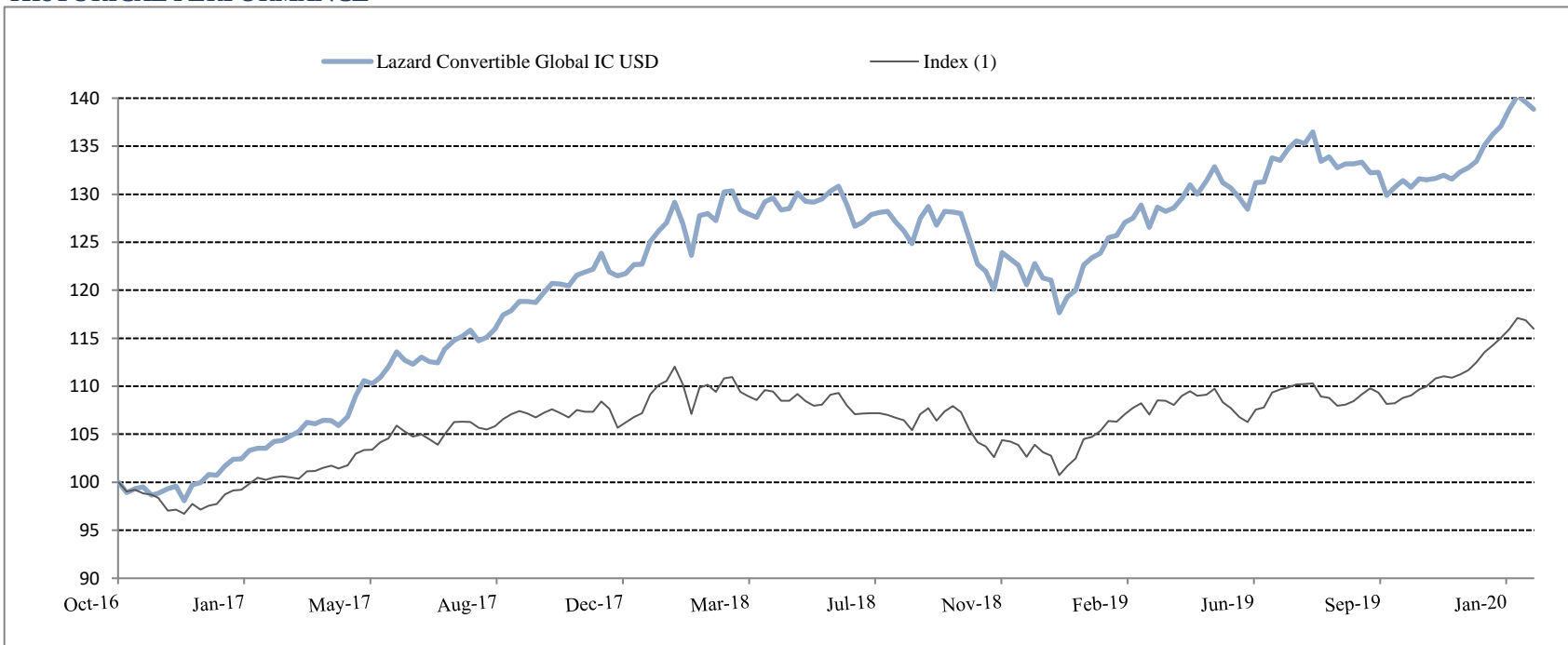
The investment objective is to achieve a return (net of charges) above the Thomson Reuters Convertible Global Focus USD index (net interest reinvested), expressed in US dollars, over the recommended investment horizon of five years.

## ■ FUND MANAGERS' COMMENT - Arnaud BRILLOIS

During the month of January 2020, Lazard Convertible Global IC USD share class returned 2,16% versus 1,49% for its benchmark (Thomson Reuters Convertible Global Focus USD). The fund's equity sensitivity slightly increased during the period, currently standing at 52.0%, the benchmark's equity exposure decreased, now standing at 42.7%. Modified duration increased over the month and remains higher than the benchmark, standing at 2.68 versus 2.28. Security selections in US auto manufacturers, banks, software and Chinese communications added to relative performance. Selections in Asia and our underweight to Chinese semiconductors detracted to relative performance. Wirecard, present in the benchmark but absent from the fund, is recovering from a very sharp drop last year with new top management nominations in January, this had a negative relative impact. Our higher equity exposure compared to the index had a positive relative impact. Sensitivity to interest rates was also positive to relative performance with lower US and European rates. Over the month, we reduced our exposure to European consumer discretionary (Kering, LVMH) with concerns about the coronavirus propagation. We took some profits in the US automotive sector and reduced our exposure to European semiconductors. We sold a number of low delta and close-to-maturity names in Japan and Europe. We increased our exposure to US healthcare (DNA analysis and biopharma), slightly increased technology (software, LED manufacturers) and e-commerce exposures. We increased our exposure to Asia with convex names in the Chinese educational sector. We also increased our exposure to European energy. We maintained our overweight exposure to the dollar and the Swiss franc against all other currencies over the month.

## PERFORMANCE

## ■ HISTORICAL PERFORMANCE



## ■ PERFORMANCE

Cumulative performance *	Month	YTD	1 year	3 years	Inception
Lazard Convertible Global I USD	2,2%	2,2%	11,1%	34,9%	37,7%
Index <sup>(1)</sup>	1,5%	1,5%	9,2%	16,2%	15,4%

## ■ 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.

## ■ RISK RATIOS

Annualized performance *	1 year	3 years	Inception
Lazard Convertible Global I USD	11,1%	10,5%	10,1%
Index <sup>(1)</sup>	9,2%	5,1%	4,4%

	1 year	3 years
<b>Volatility</b>		
Lazard Convertible Global I USD	6,7%	7,7%
	4,7%	5,9%
<b>Tracking error</b>	3,7%	3,4%
<b>Information ratio</b>	0,5	1,5
<b>Beta</b>	1,2	1,2
<b>Alpha</b>	-0,1	4,1
<b>Correlation coefficient</b>	0,9	0,9

Annual performance *	2019	2018	2017	2016	2015
Lazard Convertible Global I USD	13,6%	-2,5%	21,8%	-	-
Index <sup>(1)</sup>	12,0%	-4,8%	9,7%	-	-

Characteristics	Sicav	Index
Modified duration	2,68	2,28
Delta - Equity exposure	52,0%	42,7%

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

(1) Thomson Reuters Convertible Global Focus USD

Ratios calculated on a weekly basis

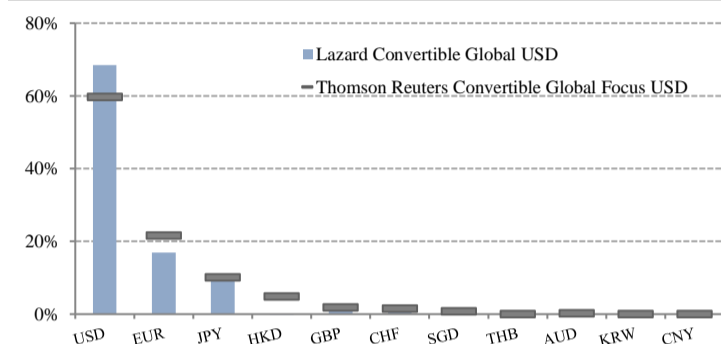
January 2020

## Lazard Convertible Global IC USD

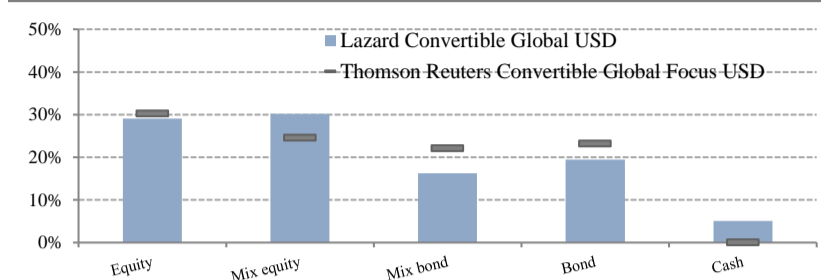
### MAIN HOLDINGS

Main Holdings	Maturity	Coupon %	Weight %
TESLA INC	03/15/22	2,375	3,9
SIKA AG	06/05/25	0,15	2,4
BANK OF AMER CORP	12/31/99	7,25	2,3
CELLNEX TELECOM S.A.	07/05/28	0,5	2,3
WELLS FARGO AND CO	12/31/99	7,5	2,3

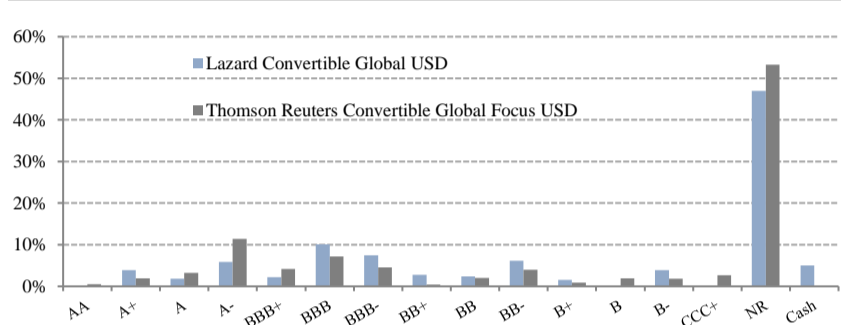
### CURRENCY ALLOCATION (% NAV)



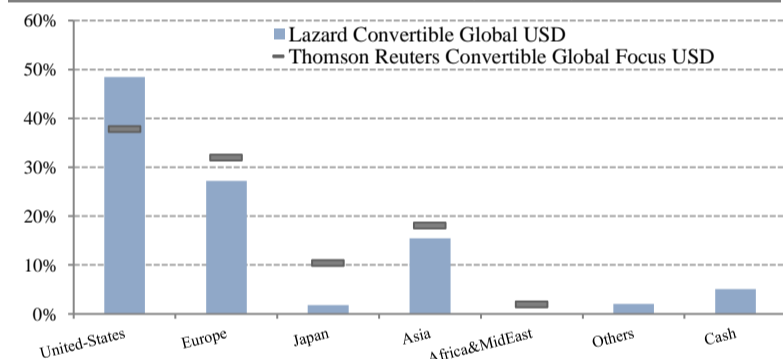
### EXPOSITION BY CONVERTIBLE BONDS TYPE (Equity exposure)



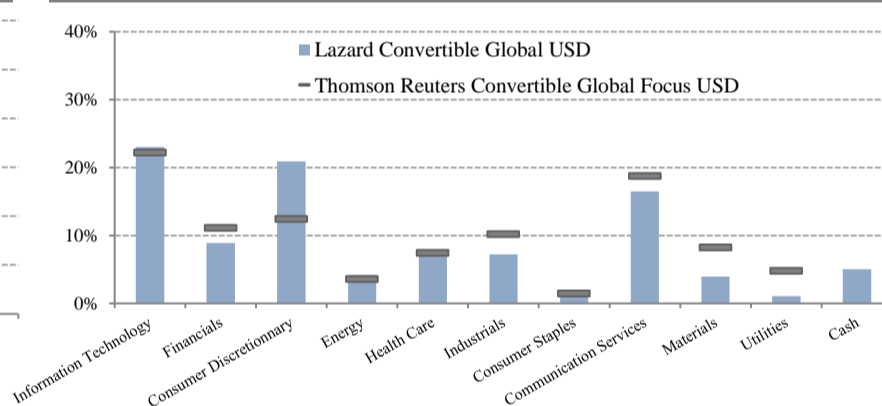
### RATING ALLOCATION (% NAV)\*



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



### SECTOR ALLOCATION (% NAV)



\*\* Nationality of underlying

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

### CHARACTERISTICS

■ <b>ISIN Code</b>		■ <b>Valuation</b>		Daily	■ <b>Management fees</b>	
IC USD share : FR0013185550					IC USD share : 0,815% inclusive of all taxes of net assets	
■ <b>Bloomberg Code</b>		■ <b>Custodian</b>			■ <b>Subscription fee</b>	
OBJCGAU		Caceis Bank France			4% max	
■ <b>Legal Form</b>		■ <b>Management company</b>			■ <b>Redemption fee</b>	
SICAV		Lazard Frères Gestion			1% max	
■ <b>AMF classification</b>		■ <b>Financial Manager</b>			■ <b>Total expense ratio and transaction fees</b>	
Mitt		Lazard A.M			For more information, please check our prospectus	
■ <b>Currency</b>		■ <b>Taxation</b>			■ <b>Subscription terms</b>	
Euro		Capitalization/Distribution			On next NAV for orders placed before 11 a.m.	
■ <b>Investment horizon</b>		■ <b>Inception Date</b>			Settlement and value date	
>5 years		IC USD share			Subscription D (NAV date ) + 2 business days	
		10/03/2016			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.

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**Additional information & data :**  
Client servicing  
01.44.13.01.79

**NAVs Publication :**  
www.lazardfreresgestion.fr

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