

January 2021

Lazard Convertible Europe - PC H EUR unit

European convertible bonds	ISIN Code	NAV €	Net Assets - unit PC H EUR (Millions €)	Total Net Asset (Millions €)
Currency hedged	FR0010642611	19 183,73	48,19	178,32

## MANAGEMENT

Sustainability Rating



## INVESTMENT POLICY

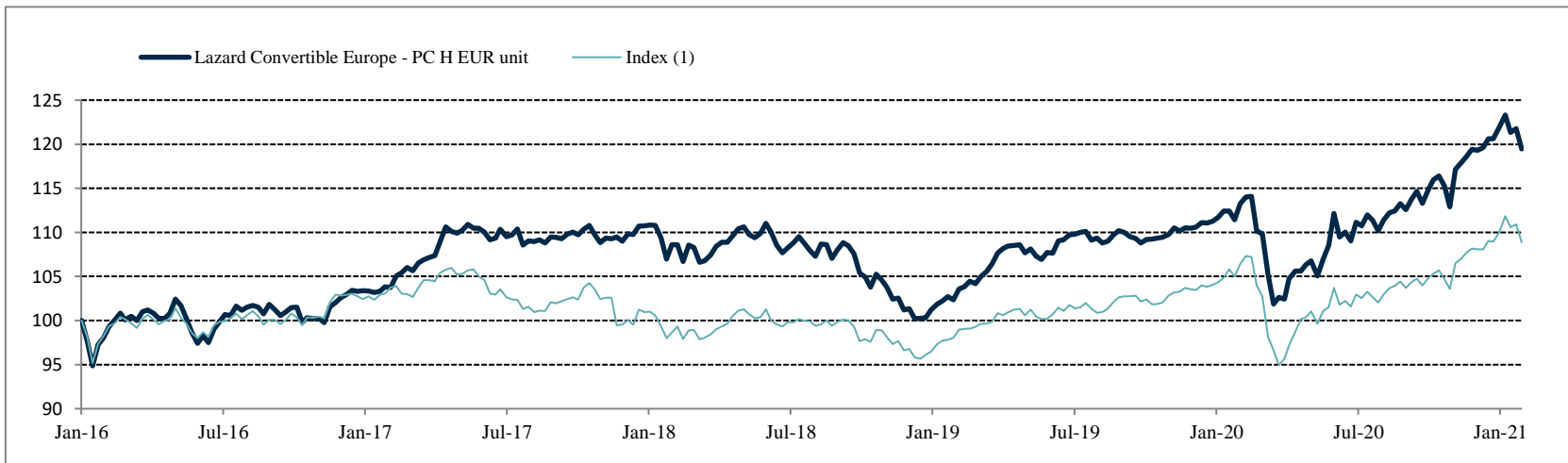
The fund seeks to outperform Thomson Reuters Convertible Europe index. To attain this objective, the strategy will rely on an active management of interest rate risk (active management of sensitivity), currency and credit risks (based on the securities rating) and on our stock-picking approach. Sensitivity will be managed on a scale of 0 to 7. Portfolio will be composed as follows: 1/ up to 110% maximum of fungible convertible bonds, exchangeable bonds, bonds with equity warrants, corporate and financials traded debt and sovereign debt. The fund will be able to invest in both investment grade and high yield convertible bonds; 2/ up to 10% maximum in French law money-market and bond funds (whether or not UCITS-compliant); 3/ up to 10% maximum in equities resulting from a conversion.

## FUND MANAGER'S COMMENT - Arnaud BRILLOIS

During the month of January 2021, Lazard Convertible Europe - PC H EUR returned -1,97% versus -1,14% for its benchmark (Thomson Reuters Convertible Europe Focus Hedged EUR). The fund's equity sensitivity slightly decreased during the period, standing at 54.1% vs 48.4% for the benchmark at the end of the month. The fund's equity overweight had a negative relative impact with lower European equity markets. Modified duration increased over the month, and is neutral relative to the benchmark, standing at 2.50 versus 2.48. Interest rate sensitivity was slightly negative to absolute performance and neutral in relative terms. Credit spreads widening, particularly in the high yield space, detracted to the fund's absolute performance and was neutral in relative terms. Security selections in technology, video games and semiconductors in particular, as well as online food delivery services, added to relative performance over the month. Selections in apparel, financial services and our overweight to the aeronautic industry and hotels detracted to relative performance over the month. Over the month, we reduced our exposure to online food delivery services, German real estate, beverages and automotive parts. We increased our exposure to energy, semiconductors, apparel, transportation and construction.

## PERFORMANCE - PC H EUR unit

### HISTORICAL PERFORMANCE



Past performance is not a guarantee of current or future performance

### PERFORMANCES

Cumulative performance*	Month	YTD	1 year	3 years	5 years	ITD**
Lazard Convertible Europe - PC H EUR	-2,0%	-2,0%	7,2%	8,1%	19,5%	91,8%
Index <sup>(1)</sup>	-1,1%	-1,1%	6,1%	5,7%	10,4%	60,0%

\*\* Inception date: 09/10/2008

Annualized performance*	1 year	3 years	5 years	ITD**
Lazard Convertible Europe - PC H EUR	7,2%	2,6%	3,6%	5,4%
Index <sup>(1)</sup>	6,1%	1,9%	2,0%	3,9%

Annual performance*	2020	2019	2018	2017	2016
Lazard Convertible Europe - PC H EUR	10,0%	10,4%	-8,5%	6,6%	-2,2%
Index <sup>(1)</sup>	8,1%	6,0%	-5,5%	0,0%	-1,1%

Characteristics	FUND	INDEX
Modified duration	2,50	2,48
Delta - Equity exposure	54,1%	48,4%

\* The performance quoted represents past performance. Past performance does not guarantee future results. The performance are net of fees and total return.

<sup>(1)</sup> Since 31/12/2014: Thomson Reuters Convertible Europe Focus Hedged EUR (formerly ECI Hedged Europe)

### RISK SCALE\*\*\*

1 2 3 4 5 6 7

\*\*\*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
<b>Volatility</b>		
Lazard Convertible Europe - PC H EUR	11,1%	7,8%
Index <sup>(1)</sup>	9,8%	6,5%
<b>Tracking error</b>	3,5%	2,9%
<b>Information ratio</b>	0,3	0,3
<b>Beta</b>	1,1	1,1

Ratios calculated on a weekly basis

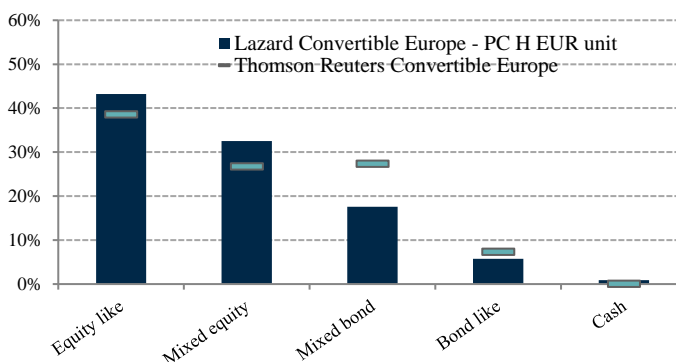
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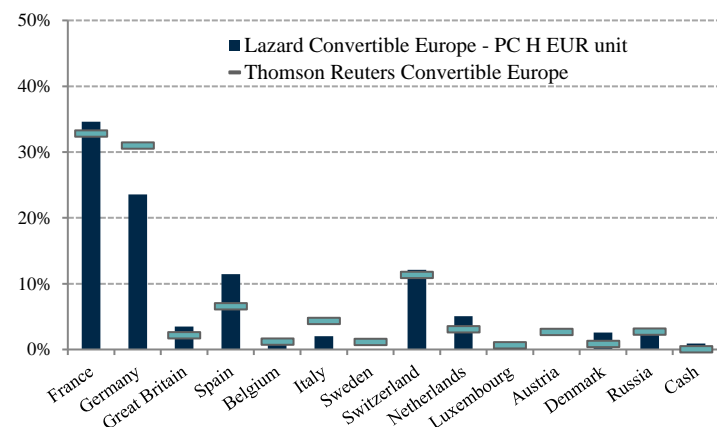
## MAIN HOLDINGS

Main holdings	Weight
EDF ZCP 09-24	6,6%
CELL TE 0,5 07-28	4,5%
ZALA SE 0,05 08-25	4,2%
UBISOFT ZCP 09-24	4,1%
ADID AG 0,05 09-23	4,0%

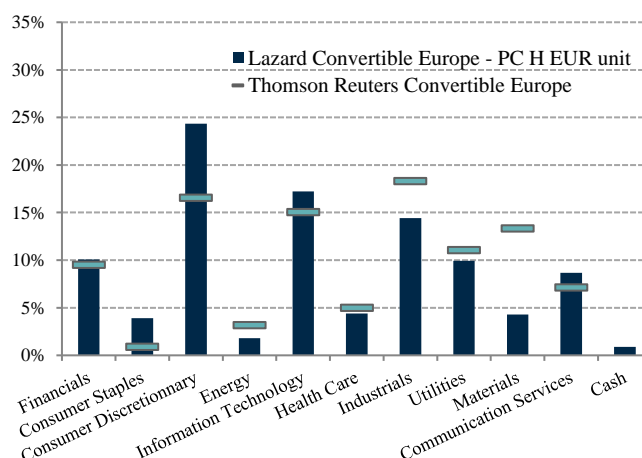
## EXPOSITION BY CONVERTIBLE BONDS (% of NAV)



## GEOGRAPHICAL ALLOCATION (% NAV)



## SECTOR ALLOCATION (% NAV)



## CHARACTERISTICS

■ ISIN Code	FR0010642611	■ Valuation	Daily	■ Management fees	
■ Bloomberg Code	OBJCONJ	■ Modified Duration	0 - 7		
■ Legal Form	FCP	■ Custodian	Caceis Bank	■ Subscription fee	4% max
■ Coordinated UCITS	Yes	■ Mngt. 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	Euro	■ Taxation	Capitalisation	■ Subscription terms	On next NAV for orders placed before 12 a.m.
■ Investment horizon	> to 5 years	■ Inception date	09/10/2008		Minimum for the 1st subscription : 10 shares
■ Currency hedge	Yes				Settlement and value date
					Subscription D (NAV date) + 2 business day
					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 & data :

Commercial service  
01.44.13.01.79

### Publication of NAVs :

[www.lazardfreresgestion.fr](http://www.lazardfreresgestion.fr)

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