

Total net assets	581,36 M€	ISIN Code	FR0000292302	MORNINGSTAR
NAV	364,31 €	Bloomberg Code	OBJPATR	OVERALL ★ ★ ★ ★ ★

Country of registration

MANAGER



Philippe Ducret

ECONOMIC ENVIRONMENT

In the United States, third quarter growth remained strong at +3,5%. Against this backdrop, the unemployment rate fell to a new low at 3,7% and the hourly wage is rising at its fastest pace since 2009. The ISM indices remained high despite a significant drop in the manufacturing index. On the other hand, the residential sector continued to show signs of a slowdown, both in volumes and selling prices and in construction.

In the Eurozone, growth slowed significantly to +0,6%, due notably to a sharp downturn in Italy due to political concerns related to the 2019 budget. The Italian government confirmed its target for a 2,4% deficit in 2019, far higher than expected by the European Commission. Furthermore, the change in environmental standards disrupted automotive production, which weighed on activity, particularly in Germany. Chinese growth slowed to 6,5% and the PMI indices fell in October, especially in the manufacturing sector.

RISK SCALE*



Recommended investment period of 5 years

BENCHMARK INDEX

10% Eonia capitalisé NR € ; 5% Eonia capitalisé + 3% NR € ; 5% TR Global focus Convertible NR € ; 5% ML Euro Government NR € ; 45% SBF 120 NR € ; 30% MSCI AC World NR €

FEATURES

Legal Form	SICAV
Legal Domicile	France
UCITS	Yes
AMF Classification	Diversified UCITS
Eligibility to PEA (personal equity savings plan)	No
Currency	EURO
Subscribers concerned	No restriction
Inception date	09/05/88
Date of share's first NAV calculation	09/05/88
Management company	Lazard Frères Gestion SAS
Custodian	Lazard Frères Banque
Valuation agent	CACEIS Fund Admin
Frequency of NAV calculation	Daily
Order execution	On next NAV for orders placed before 12:00 p.m
Subscription terms	D (NAV date) + 2 business day
Settlement of redemptions	D (NAV date) + 2 business day
Share decimalisation	Yes
Minimum investment	1 share
Subscription fees	4% max
Redemption fees	0%
Management fees	1,50%
Outperformance fees	25% of the performance over the benchmark
Current expenses	2,19%

*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.

CHANGE IN NET ASSET VALUE (NAV)



Past performance is not a guarantee of current or future performance and increases at the end of the recommended investment period.

HISTORICAL PERFORMANCES

	Cumulative						Annualized	
	1 Month	2018	1 year	3 years	5 years	Inception	3 years	5 years
Fund	-4,14%	-2,64%	-3,41%	10,64%	31,82%	377,97%	3,43%	5,68%
Benchmark index	-4,87%	-0,29%	-1,54%	13,16%	36,51%		4,21%	6,42%
Difference	0,73%	-2,35%	-1,87%	-2,52%	-4,69%		-0,78%	-0,74%
CAC 40	-7,24%	-2,12%	-5,33%	11,68%	33,16%		3,75%	5,89%
MSCI World	-5,02%	3,53%	4,01%	22,52%	66,76%		7,00%	10,77%
S&P 500	-4,74%	8,64%	9,75%	32,54%	99,96%		9,85%	14,87%

ANNUAL PERFORMANCE

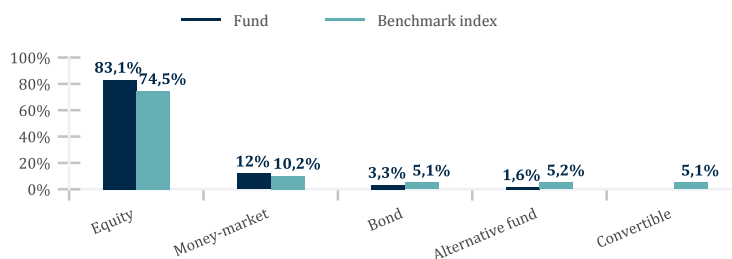
	Fund	Benchmark index
2017	8,99%	8,47%
2016	7,49%	7,02%
2015	8,08%	8,41%
2014	6,18%	7,90%
2013	14,28%	15,81%

RISK RATIOS*

	1 Year	3 Years
Volatility		
Fund	8,23%	10,44%
Benchmark index	9,15%	10,54%
Tracking Error	2,53%	2,45%
Information ratio	-0,74	-0,33
Sharpe ratio	-0,37	0,35
Alpha	-2,13	-0,63
Beta	0,87	0,96

* Ratios calculated on a weekly basis

BREAKDOWN BY ASSET CLASS

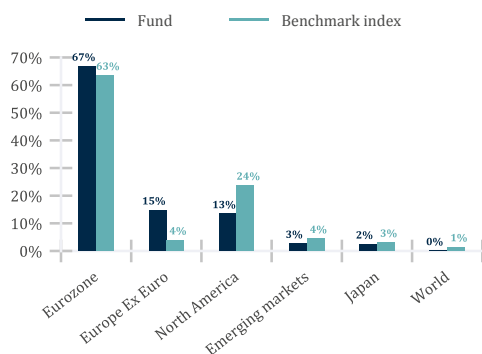


PORTFOLIO CHARACTERISTICS

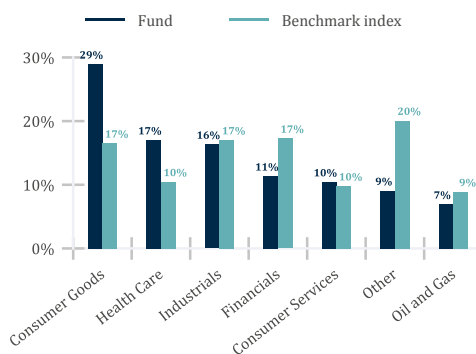
Securities	63,0%
Fund	37,0%
Holdings portfolio number	58

Equity Allocation Characteristics

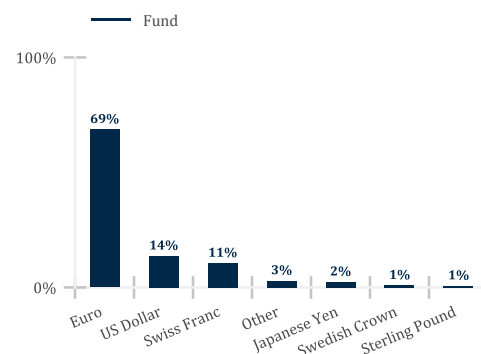
GEOGRAPHICAL DISTRIBUTION



SECTOR ALLOCATION



BREAKDOWN BY CURRENCY



MAIN HOLDINGS

Holdings	Asset class	Weight
FCP LAZ.ACT.AMERICAINES-A-(3D)	Equity	5,3%
LVMH(MOET HENNESSY L. VUITTON)	Equity	3,2%
HERMES INTERNATIONAL SA	Equity	3,0%
ROCHE HOLDING AG. (BON JCE)	Equity	3,0%
ESSILORLUXOTTICA SA	Equity	2,9%
SANOFI	Equity	2,9%
CARREFOUR	Equity	2,5%
AXA	Equity	2,5%
NESTLE SA (NOMINATIVE)	Equity	2,4%
OREAL (L')	Equity	2,3%
Total		30,2%

MAIN TRANSACTIONS

New positions	Positions sold
UNITED TECHNOLOGIES CORP	
Positions increased	Positions reduced
HERMES INTERNATIONAL SA	MERCK KGAA
M6 - METROPOLE TELEVISION SA	GIVAUDAN (NOMINATIVE)
ROYAL DUTCH SHELL PLC -A-	GEA GROUP AG

CONTACTS AND ADDITIONAL INFORMATION

Subscription/redemption
CACEIS Bank / LFB
01.57.78.14.14

Additional Information:
Marketing
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Publications of NAVs:
www.lazardfreresgestion.fr

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"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 to 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."