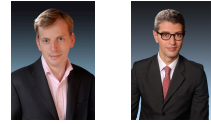


| | | | |
|-------------------------|---------|------------------------------|--------------|
| Total net assets | 63.19M€ | Inception date (unit) | Apr 29, 2014 |
| NAV | 97.69 € | ISIN Code | FR0011744689 |
| | | Bloomberg Code | LAZOREC |

Country of registration 

MANAGER(S)



Stanislas Coquebert de Neuville
Scander Bentschikou

INVESTMENT POLICY

Over a recommended investment horizon of 5 years minimum, the management aim is to outperform the Euro Stoxx index, net reinvested dividends.

FUND MANAGERS COMMENT

June brought a period of dithering, with the markets no longer knowing where to turn. After declining in May, the Eurostoxx recouped most of its losses, driven by a few presidential tweets ahead of the G7, also by the continued fall in interest rates, which kept on moving to new lows. Yields on the Bund smashed their June 2015 record of -19bp, closing June at -0,33%. 10-year French yields moved into negative territory for the first time ever. Oil, supported by OPEC, attempted a minor rebound. The dollar weakened over the month, losing nearly 2%, on fears that the Fed in turn would return to a highly accommodative monetary policy. Against this backdrop, banks obviously struggled but the market as a whole rose by 5,23%. Negatively affected by its positions in real estate but helped by its exposure to commodities, the fund recorded an outperformance of 5,3%. It was hurt in particular by the weak performances of property companies and developers such as Metrovacesa, Instone and Klepierre. On the other hand, it benefited from the rebound of cyclical stocks, notably Imerys, ArcelorMittal and Aperam in commodities, and Covestro, Kion and Wienerberger in industrials.

RISK SCALE*

← 1 2 3 4 5 6 7 →

Recommended investment period of 5 years

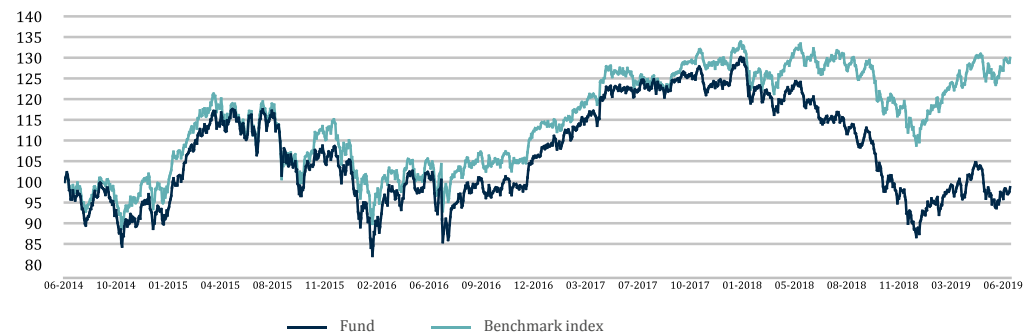
BENCHMARK INDEX
Eurostoxx Net Return EUR

FEATURES

| | |
|---|--|
| Legal Form | FCP |
| Legal Domicile | France |
| UCITS | Yes |
| AMF Classification | Eurozone equities |
| Eligibility to PEA (personal equity savings plan) | Yes |
| Currency | EURO |
| Subscribers concerned | No restriction |
| Inception date | 8/20/13 |
| Date of share's first NAV calculation | 4/29/14 |
| Management company | Lazard Frères Gestion SAS |
| Custodian | Lazard Frères Banque |
| Fund administration | CACEIS Fund Admin |
| Frequency of NAV calculation | Daily |
| Order execution | On next NAV for orders placed before 11:00 a.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 | 1% max |
| Management fees | 1.38% |
| Performance fees | Nil |
| Current expenses | 1.59% |

*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. Risk 1 does not mean a risk-free investment. This indicator may change over time.

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 | 2019 | 1 Year | 3 Years | 5 Years | 3 Years | 5 Years |
| Fund | 5.30% | 11.07% | -14.21% | 10.06% | -1.29% | 3.25% | -0.26% |
| Benchmark index | 5.23% | 16.83% | 2.26% | 31.91% | 29.93% | 9.67% | 5.38% |
| Difference | 0.07% | -5.75% | -16.47% | -21.85% | -31.22% | -6.42% | -5.64% |

CALENDAR PERFORMANCES

| | Fund | Benchmark index |
|------|---------|-----------------|
| 2018 | -27.92% | -12.72% |
| 2017 | 16.01% | 12.55% |
| 2016 | 1.35% | 4.15% |
| 2015 | 12.65% | 10.33% |

TRAILING 1Y PERFORMANCES

| | Fund | Benchmark index |
|------------|---------|-----------------|
| 2019 06 30 | -14.21% | 2.26% |
| 2018 06 30 | -4.60% | 3.50% |
| 2017 06 30 | 34.47% | 24.62% |
| 2016 06 30 | -19.46% | -11.48% |
| 2015 06 30 | 11.36% | 11.27% |

RISK RATIOS**

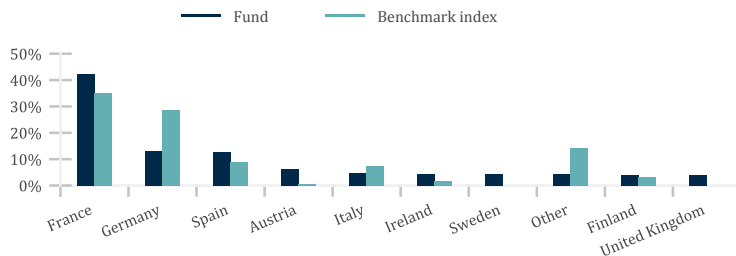
| | 1 Year | 3 Years |
|--------------------------|--------|---------|
| Volatility | | |
| Fund | 17.23% | 14.62% |
| Benchmark index | 13.78% | 12.97% |
| Tracking Error | 5.92% | 5.14% |
| Information ratio | -2.79 | -1.50 |
| Sharpe ratio | -0.81 | 0.21 |
| Alpha | -16.23 | -7.35 |
| Beta | 1.19 | 1.06 |

**Ratios calculated on a weekly basis

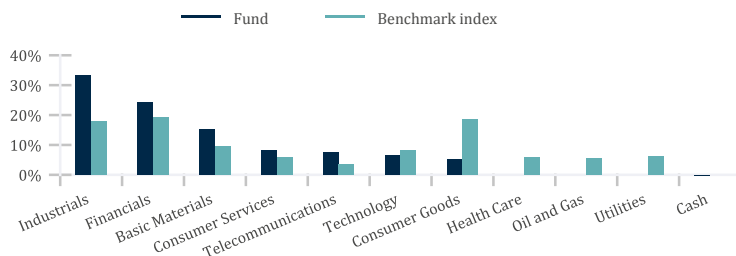
MAIN HOLDINGS

| Holdings | Country | Sector | Weight | |
|-----------------------------|---------|------------------------------|--------------|-------------|
| | | | Fund | Index |
| ATOS SE | France | Technology | 4.3% | 0.2% |
| SIEMENS AG.(N) | Germany | Industrial Goods & Services | 4.0% | 2.0% |
| BANCO SANTANDER S.A. | Spain | Banks | 3.7% | 1.6% |
| BNP PARIBAS | France | Banks | 3.4% | 1.1% |
| VINCI | France | Construction & Materials | 3.3% | 1.2% |
| TELEFONICA SA | Spain | Telecommunications | 2.7% | 0.8% |
| ORANGE | France | Telecommunications | 2.6% | 0.7% |
| SAINT-GOBAIN (CIE DE) | France | Construction & Materials | 2.5% | 0.4% |
| HENKEL AG AND CO KGAA (PFD) | Germany | Consumer Products & Services | 2.5% | 0.4% |
| ARCELORMITTAL SA | France | Basic Resources | 2.4% | 0.2% |
| Total | | | 31.3% | 8.6% |

GEOGRAPHICAL BREAKDOWN



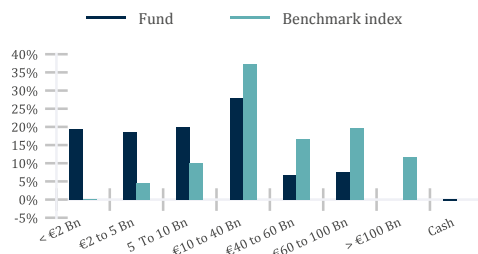
SECTOR BREAKDOWN



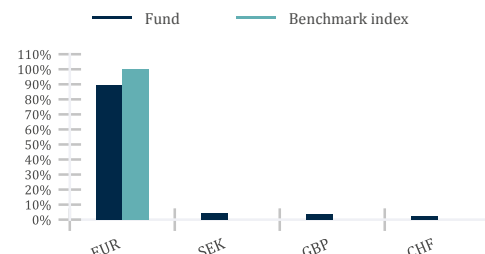
MAIN TRANSACTIONS

| New positions | Positions sold |
|---------------------|-------------------|
| | WORLDLINE SA |
| Positions increased | Positions reduced |
| ATOS SE | TOD'S GROUP |
| | IMERYS |
| | AENA SME SA |

CAPITALIZATION BREAKDOWN



CURRENCY BREAKDOWN



OVER- AND UNDEREXPOSURE TO THE BENCHMARK INDEX

| Overexposures | | Underexposures | |
|-------------------------------|------|--------------------------------|-------|
| ATOS SE | 4.2% | SAP SE | -3.1% |
| BNP PARIBAS | 2.3% | TOTAL | -3.1% |
| HENNES & MAURITZ AB (H&M) -B- | 2.2% | LVMH(MOET HENNESSY L. VUITTON) | -2.4% |
| IMERYS | 2.2% | LINDE PLC | -2.3% |

RELATIVE CONTRIBUTORS TO PERFORMANCE

| First positive contributors | | | First negative contributors | | |
|-------------------------------|----------------|----------------------------|------------------------------|----------------|----------------------------|
| | Absolute perf. | Relative contribution (bp) | | Absolute perf. | Relative contribution (bp) |
| ATOS SE | 12.9% | 32 | METROVACESA SA | -11.5% | -37 |
| IMERYS | 19.6% | 29 | INSTONE REAL ESTATE GROUP AG | -10.1% | -36 |
| HENNES & MAURITZ AB (H&M) -B- | 16.6% | 25 | IPSO SA | -6.0% | -25 |
| Total | | 85 | Total | | -98 |

CONTACTS AND ADDITIONAL INFORMATION

Subscription/redemption
CACEIS Bank / LFB
01.57.78.14.14

Additional Information & datas:
Client servicing
+33 1 44 13 01 79

Publications of NAVs:
www.lazardfreresgestion.fr

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