

International bonds and debt securities	Share Classes*	ISIN code	NAV €	Net assets (€ million) :	Total net assets (€ million) :
	PVC EUR unit	FR0010590950	15 677,54	595,23	957,02
	RVC EUR unit	FR0010752543	347,14	64,37	
	PC EUR unit	FR0011844034	1 282,59	107,07	
	PVD EUR unit	FR0012074151	105,40	109,98	
	PD EUR unit	FR0013306743	1 016,54	49,34	
	TC EUR unit	FR0013305935	209,13	28,16	
	RVD EUR unit	FR0013306735	201,07	0,54	
		ISIN code	NAV \$	Net assets (\$ million) :	
	PC H-USD unit	FR0013305935	1 341,92	1,99	
		ISIN code	NAV CHF	Net assets (CHF million) :	
	PC H-CHF unit	FR0013076932	1 122,54	0,59	

* Not all share classes of the relevant sub-fund are registered for marketing in Germany and Austria

MANAGEMENT

INVESTMENT POLICY

The management objective aims to achieve, on a minimum investment horizon of 3 years, a performance net of fees of ICE BofAML Euro Financial Index in Euros for PVC EUR, PVD EUR, RVC EUR, RVD EUR, PC EUR, PD EUR, TC EUR units, ICE BofAML Euro Financial in Franc Swiss 100% hedged for PC H-CHF unit and ICE BofAML Euro Financial 100% hedged in Dollar US for PC H-USD unit. To attain this objective, the strategy will rely on an active management of the portfolio mainly invested in subordinated securities (this type of debt is more risky than Senior Unsecured or Securitized debts), or any securities, not considered as common stocks, issued by European financial institutions. The investment process combine both a Top-down approach (strategic and geographical allocation approach which takes into consideration the macro and sectorial environments) and a Bottom-up approach (stock-picking based on fundamental analysis of the issuer and its securities) and then integrating the regulatory environment in which this asset class evolves. The modified duration will be managed in a 0 to 8 range. The UCIT will only invest into debts or securities issued by companies incorporated in an OECD country and/or in issues or securities listed on a stock exchange of those countries. The UCIT only invests in securities negotiated in Euro, dollar and sterling.

FUND MANAGER'S COMMENT - François Lavier - Alexis Lautrette

The net asset value of Lazard Credit Fi rose by +0,4% over the month (PVC share).

Spreads on financial debt presented a mixed picture. Tier 2 bonds widened by +4 bps to 176 bps and Senior debts widened by +3 bps to 85 bps according to JP Morgan's SUSI indices. AT1s in OAS tightened by -28 bps to 332 bps according to Bloomberg Barclays Global Index.

The German government bond yield curve steepened during the month, with the 10-year yield up +5 bps to -0,4%, the 5-year yieldup +4 bps to -0,6%, while the 2-year yield up +3 bps to -0,6%.

For 2019, Lazard Credit Fi posted a net performance of +10,7% vs +8,8% for the JP Morgan SUSI Lower Tier 2 and +14,9% for the Barclays Global Contingent Capital € Hedged Index.

Lazard Credit Fi has a 260-day volatility of 1,9% vs 1,8% for the SUSI Lower Tier 2 and 3,4% for the Barclays Global Contingent Capital € Hedged Index.

Overall sentiment improved in November, with economic indicators stabilizing and the optimism gaining ground on the China-USA topic. The abundant primary at the beginning of the month had an impact on valuations, before calm returns in the second half of the month and secondary performed again.

Banks' results for third quarter have not revealed any particular surprises, the majority of Italian banks have published beyond expectations while money laundering cases continue to weigh on Nordic banks with SEB and DNB this month, but with a lot of noises for nothing actually. Deutsche Bank continues its transformation with the announcement of the sale of a portfolio of \$ 50 billion of emerging debt. On the insurers' side, S&P maintained the A- rating and positive outlook for La Mondiale and upgraded Uniq'a's to positive outlook.

"Libability Management" operations experienced a clear acceleration this month with tenders from HSBC (bonds issued by its US subsidiary), Erste Bank (in parallel with the issuance of a new Tier 2), Commerzbank and Ageas (Legacy Themes).

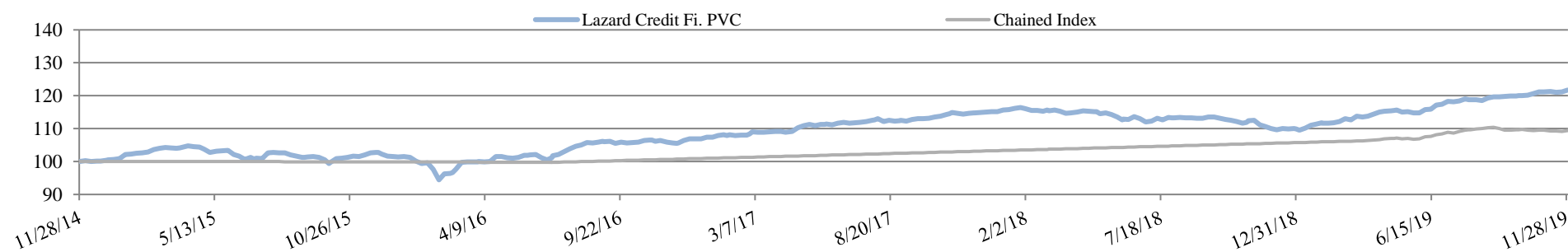
On the AT1 side, issuers continue to refinance the calls expected in 2020 (DNB, BIL, SEB, Lloyds...) but also new ones are appearing on this market as La Banque Postale. The primary has been animated in Tier 2 with Standard Chartered, Danske, AIB, Erste Bank, CNP "green", and still a sustained offer on Non Preferred Senior.

On Credit Fi, the largest contributors to performance are Legacy bonds (+36bps, through BNP and Ageas especially), followed by AT1(+24bps, UK, Spain and Portugal mainly). Senior (-5bps) and Tier 2 bonds (+10bps) are penalized by the rates effect on the month.

The primary market, excluding covered bonds, totaled 29 bn€ in gross issuance according to Barclays, with net bank issuance totaling +15 bn€ over the months. Since the beginning of the year, gross issuance has represented 280 bn€ and net issuance +101 bn€.

PERFORMANCE

HISTORICAL PERFORMANCE



Past performance indications is not a guarantee of current or future performance. The return may increase or decrease as a result of currency fluctuations
The tax treatment depends on the individual circumstances of each investor and may be subject to change in the future

PERFORMANCE

Annualized performance*	2018	2017	2016	2015	2014
Lazard Credit Fi. PVC	-4,55%	7,74%	5,27%	1,14%	6,53%
Chained Index***	2,37%	2,36%	1,03%	-0,11%	0,10%

Cumulative performance*	Month	YTD	1 year	3 years	5 ans
Lazard Credit Fi. PVC	0,43%	10,71%	10,62%	15,27%	21,70%
Chained Index***	-0,20%	3,42%	3,63%	8,58%	9,37%

* The performance quoted represents past performance. Past performance does not guarantee future results.
The performance less than one year is given for illustrative purposes.

*** Since April 1st, ICE BofAML Euro Financial Index, from June 30, 2016 to March 29, 2019 Eonia Capi +2,70% before Eonia Capi.

Modified duration	4,4	Spread duration	4,6
Yield to maturity (Without hedging costs)	3,7%	Average rating (issuer) ¹	BBB+
Yield to call (Without hedging costs)	2,9%	Average rating (issues) ¹	BBB-
Yield to call (With hedging costs)	2,2%	¹ Average rating for each security	
Yield to Worst	2,8%	Spread vs Govt.	282

SCALE RISK**



**Risk scale calculated from the volatility of the UCITS 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

	1 year	3 years
Volatility		
Lazard Credit Fi. PVC	2,57%	3,24%
Chained Index***	1,38%	1,18%
Tracking error	2,25%	2,64%
Information ratio	2,91	0,76

Ratios calculated on a weekly basis over 1 year and monthly over three years

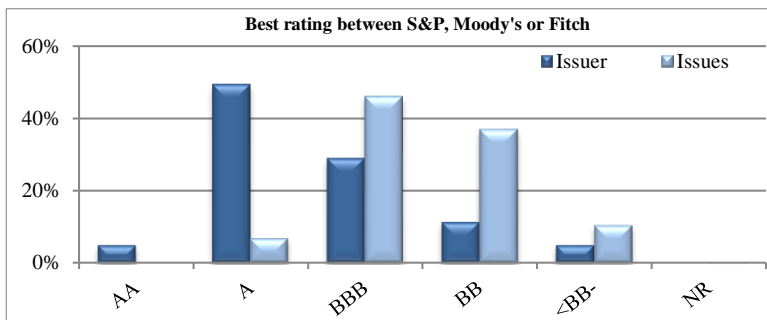
Gross currency exposure: 68% EUR / 21% USD / 11% GBP
Net currency exposure: 100% EUR

MAIN HOLDINGS

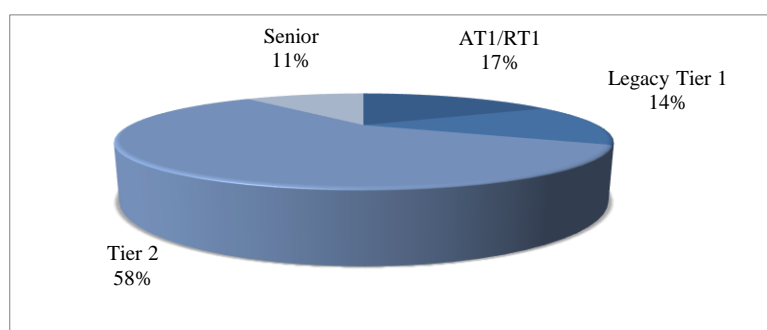
Main holdings

Dresdner Fndg Trust 8,15% 06/2031	Banks Legacy Tier 1	3,2%
BNP Paribas 1,375% 05/2029	Banks Nps	2,1%
Danske Bank 0,5% 08/2025	Banks Nps	2,1%
Unicredit 7,296% 04/2034	Banks Tier 2	2,0%
Fortis Bank 1,60% 12/2049	Banks Legacy Tier 1	1,9%

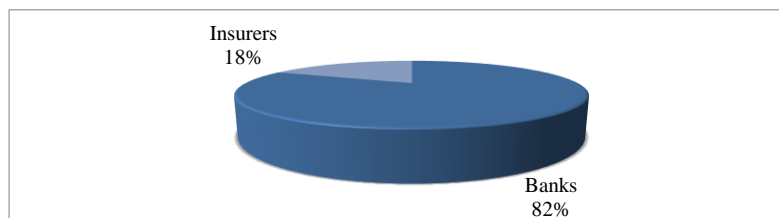
RATING ALLOCATION



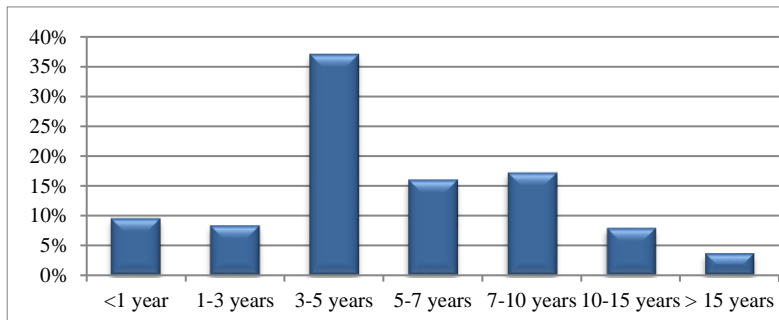
BREAKDOWN BY LEVEL OF SUBORDINATION



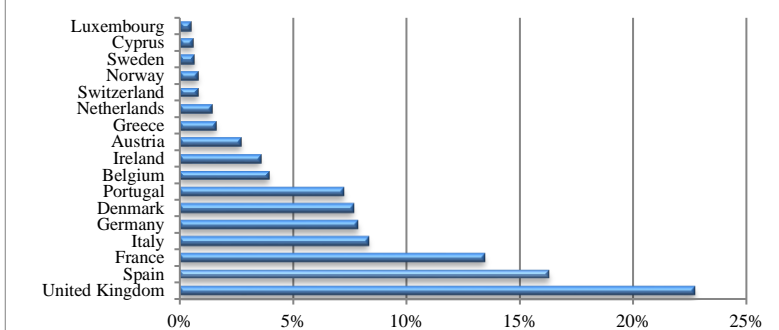
SECTOR ALLOCATION



BREAKDOWN BY MATURITY (AT CALL)



GEOGRAPHICAL DISTRIBUTION



FUND DETAILS

ISIN Code PVC EUR unit: FR0010590950 RVC EUR unit: FR0010752543 PC EUR unit: FR0011844034 PVD EUR unit: FR0012074151 PC H-USD unit: FR0013076932 TC EUR unit: FR0013305935 PC H-CHF Unit: FR0013236791 RVD EUR Unit: FR0013306735 PD EUR Unit: FR0013306743	Custodian CACEIS Bank	Management fees PVC unit: maximum of 0,3% inclusive of taxes RVC unit: maximum of 1% inclusive of taxes RC unit: maximum of 0,7% inclusive of taxes PVD unit: maximum of 0,3% inclusive of taxes PC H-USD unit: maximum of 0,75% inclusive of taxes TC EUR unit: maximum of 0,7% inclusive of taxes PC H-CHF unit: maximum of 0,75% inclusive of taxes RVD EUR unit: maximum of 1% inclusive of taxes PD EUR unit: maximum of 0,7% inclusive of taxes
Management company Lazard Frères Gestion SAS	Fund administration Caceis FA	Subscription fees maximum of 4% inclusive of taxes
Bloomberg Code LFOBJFI/LFOBJFR/ LAZOCFI/LAZOCFG	Taxation Distribution: PVD EUR, RVD EUR, PD EUR units	Redemption fees else units: none
Inception date 03/07/2008	Capitalization 	
Legal form FCP	Subscription terms Each business day by 12 am	Performance fees: PVC EUR, RVC EUR, RVD EUR and PVD units: 30% of the outperformance in excess of ICE BofAML Euro Financial Index. These fees will be limited to 2% PC EUR, PD EUR, TC EUR, PC H-USD and PC H-CHF units: none
UCITS-Compliant Yes	Settlement and value date: 	
AMF classification International bonds	Subscription: J (date of the NAV) + 2 business days Redemption: J + 2 business days	
Currency Euro		
Investment horizon > 3 years		
Valuation Daily	Total expense ratio and transaction fees For more information, please check our prospectus on www.lazardfreresgestion.fr	
Modified duration 0 to 8		

**** Risk scale :** calculated from the historic volatility of the UCITS over a period of 5 years. If the fund is not 5 years old of history, the level of risk is calculated from the target volatility of the strategy. The management company saves itself the possibility of adjusting the level of risk calculated according to the specific risk of the fund. This risk scale supplied as a rough guide and may be modified without advance notice.

Contacts :

Subscription/Redemption
CACEIS Bank
+33 1.57.78.14.14

Additional and data

information:
Commercial service
+33 1.44.13.01.79

Publication of NAVs :

www.lazardfreresgestion.fr

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 and summary 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 Fund Management.

"The prospectus for Switzerland, the KIID, the articles of incorporation, the annual and semi-annual reports, as well as the list of the buying and selling transactions can be obtained free of charge from the representative of the Fund in Switzerland, ACOLIN Fund Services AG, Affolternstrasse 56, 8050 Zürich, Switzerland. The paying agent is Banque Cantonale de Genève, 17 Quai de l'Île, 1204 Geneva, Switzerland."

For investors in the United Kingdom: this document has been issued and approved in the United Kingdom by Lazard Asset Management Limited, 50 Stratton Street, London W1J 8LL. Incorporated in England and Wales, registered number 525667. Lazard Asset Management Limited is authorised and regulated by the Financial Conduct Authority. For Italian investors, fund Paying Agents are Société Générale Securities Services, Via Benigno Crespi, 19, 20159 Milano, and BNP Paribas Securities Services, Piazza Lina Bo Bardi, 3, 20124 Milano.

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."

www.lazardfreresgestion.fr

United Kingdom, Finland, Ireland, Denmark, Norway and Sweden: The information is approved, on behalf of Lazard Fund Managers (Ireland) Limited, by Lazard Asset Management Limited, 50 Stratton Street, London W1J 8LL. Incorporated in England and Wales, registered number 525667. Lazard Asset Management Limited is authorised and regulated by the Financial Conduct Authority.

Germany and Austria: Lazard Asset Management (Deutschland) GmbH, Neue Mainzer Strasse 75, 60311 Frankfurt am Main is authorized and regulated in Germany by the BaFin. The Paying Agent in Germany is Landesbank Baden-Württemberg, Am Hauptbahnhof 2, 70173 Stuttgart, the Paying Agent in Austria is UniCredit Bank Austria AG, Rothschildplatz 1, 1020 Vienna.

Belgium and Luxembourg: This information is provided by the Belgian Branch of Lazard Fund Managers Ireland Limited, at Blue Tower Louise, Avenue Louise 326, Brussels, 1050 Belgium. The Paying Agent and the Representative in Belgium for the registration and the receipt of requests for issuance or repurchase of units or for switching sub-funds is Societe Generale Private Banking NV, Kortrijksesteenweg 302, 9000 Gent, Belgium.

France: Any person requiring information in relation to the Fund mentioned in this document is required to consult the KIID which is available on request from Lazard Frères Gestion SAS. The information contained in this document has not been independently verified or audited by the statutory auditors of the UCITS(s) concerned

Italy: This information is provided by the Italian branch of Lazard Asset Management (Deutschland) GmbH. Lazard Asset Management (Deutschland) GmbH Milano Office, Via Dell'Orso 2 - 20121 Milan is authorized and regulated in Germany by the BaFin. Not all share classes of the relevant sub-fund are registered for marketing in Italy and target institutional investors only. Subscriptions may only be based on the current prospectus.

Netherlands: This information is provided by the Dutch Branch of Lazard Fund Managers (Ireland) Limited, which is registered in the Dutch register held with the Dutch Authority for the Financial Markets (Autoriteit Financiële Markten).

Spain and Portugal: This information is provided by the Spanish Branch of Lazard Fund Managers Ireland Limited, at Paseo de la Castellana 140, Piso 100, Letra E, 28046 Madrid and registered with the National Securities Market Commission (Comisión Nacional del Mercado de Valores or CNMV) under registration number 18. The [Fund Name] is a Foreign Collective Investment Scheme registered with the CNMV under registration number 18.

Andorra: For Andorran licensed financial entities only. This information is provided by the Spanish Branch of Lazard Fund Managers Ireland Limited, at Paseo de la Castellana 140, Piso 100, Letra E, 28046 Madrid and registered with the National Securities Market Commission (Comisión Nacional del Mercado de Valores or CNMV) under registration number 18. This information is approved by Lazard Asset Management Limited (LAML). LAML and the Fund are not regulated or authorised by or registered in the official registers of the Andorran regulator (AFA) and thus the Shares of the Fund may not be offered or sold in Andorra through active marketing activities. Any orders transmitted by an Andorran licensed financial entity for the acquisition of Shares of the Fund and/or any marketing materials related to the Fund are provided in response to an unsolicited approach from the investor.

Switzerland: The domicile of the Fund is Ireland and/or France, the representative in Switzerland is ACOLIN Fund Services AG, Leutschenbachstrasse 50, CH-8050 Zurich, whilst the paying agent is Banque Cantonale de Genève, 17, quai de l'Île, CH-1204 Genve. Information is available from our website, the Swiss Representative or from www.fundinfo.com. The Prospectus, the Articles of Association (SICAV) or the Fund Regulations (FCP), the Key Investor Information Document (KIID) as well as the semi-annual and annual reports may be obtained free of charge at the registered office of the Swiss Representative. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units. The current document is intended for information purposes only and shall not to be used as an offer to buy and/or sell shares.