

Total net assets	614,36M€
NAV	637,27 €

Inception date (unit)	24 juil. 2003
ISIN Code	FR0000174310
Bloomberg Code	LAZOSCE

Country of registration



## MANAGER(S)



Jean-François Cardinet



James Ogilvy



Annabelle Vinatier

## INVESTMENT POLICY

The objective of the fund is to outperform, net of fees and over the minimum recommended investment period of five years, the Eurozone small and mid cap universe as represented by the EMIX Smaller Euroland index calculated on a total return basis.

## FUND MANAGERS COMMENT

European stocks ended the year on a negative note with the Eurostoxx losing 5.8% in December. Small caps fared slightly worse with the Emix Smaller Euroland down 6.3% and the SICAV 7.8%. The portfolio's overweight exposure to French small caps (Emix France -8.8%) weighed on performance as did individual stocks such as Cargotec (-21%), Altran (-20%), Zumtobel (-18%) and Rosenbauer (-17%). Converseley, Van de Velde (+10%), Axway (+8%), Drägerwerk (+6%) and Vossloh (+1%) contributed positively. During the month we increased our position in F.I.L.A. in the capital increase while marginally reducing our weighting in Interpump.

### RISK SCALE\*



Recommended investment period of 5 years

### BENCHMARK INDEX

EMIX SMALLER EUROLAND Net Return EUR

## FEATURES

Legal Form	SICAV
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	24/07/03
Date of share's first NAV calculation	24/07/03
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 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	1,83%
Outperformance fees	Nil
Current expenses	1,93%

\*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	2018	1 Year	3 Years	5 Years	3 Years	5 Years
Fund	-7,84%	-27,31%	-27,31%	-7,56%	24,23%	-2,59%	4,43%
Benchmark index	-6,30%	-17,18%	-17,18%	3,89%	31,56%	1,28%	5,64%
Difference	-1,54%	-10,13%	-10,13%	-11,44%	-7,34%	-3,86%	-1,21%

## ANNUAL PERFORMANCE

	Fund	Benchmark index
2018	-27,31%	-17,18%
2017	14,67%	21,93%
2016	10,91%	2,87%
2015	32,39%	21,86%
2014	1,51%	3,93%
2013	35,49%	33,94%

## RISK RATIOS\*

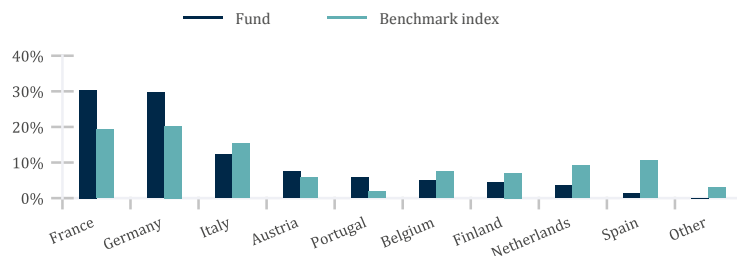
	1 Year	3 Years
<b>Volatility</b>		
Fund	14,85%	13,84%
Benchmark index	13,79%	14,12%
<b>Tracking Error</b>	5,59%	5,52%
<b>Information ratio</b>	-1,82	-0,70
<b>Sharpe ratio</b>	-1,82	-0,14
<b>Alpha</b>	-12,15	-3,62
<b>Beta</b>	1,00	0,90

\* Ratios calculated on a weekly basis

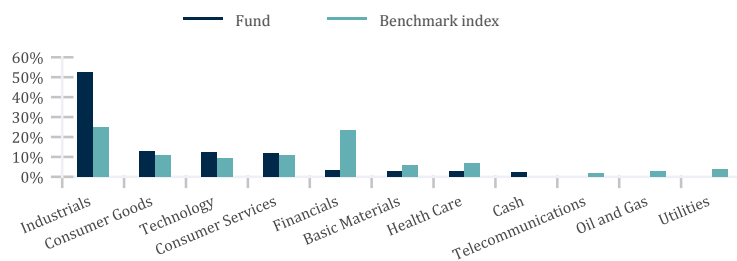
## MAIN HOLDINGS

Holdings	Country	Sector	Weight	
			Fund	Index
TAKKT AG	Germany	Retail	4,5%	0,1%
VOSSLOH AG.	Germany	Industrial Goods & Services	4,1%	0,1%
IPSOS SA	France	Media	3,8%	0,1%
CARGOTEC OYJ -B-	Finland	Industrial Goods & Services	3,8%	0,2%
INTERPUMP GROUP SPA	Italy	Industrial Goods & Services	3,7%	0,3%
ALTRAN TECHNOLOGIES SA	France	Technology	3,6%	0,2%
MANITOU	France	Industrial Goods & Services	3,3%	0,1%
NEXITY	France	Real Estate	3,2%	0,3%
MANUTAN INTERNATIONAL	France	Industrial Goods & Services	3,2%	0,1%
DE LONGHI SPA	Italy	Personal & Household Goods	3,1%	0,4%
Total			36,2%	1,8%

## GEOGRAPHICAL DISTRIBUTION



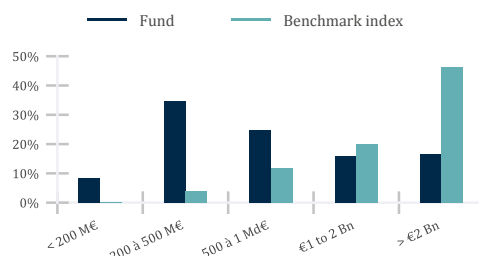
## SECTOR ALLOCATION



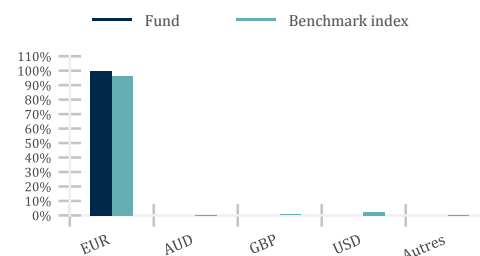
## MAIN TRANSACTIONS

New positions	Positions sold
Positions increased	Positions reduced
F.I.L.A. SPA	INTERPUMP GROUP SPA

## BREAKDOWN BY CAPITALISATION



## BREAKDOWN BY CURRENCY



## OVER- AND UNDEREXPOSURE TO THE BENCHMARK INDEX

Overexposures	Underexposures
TAKKT AG 4,4%	ODET (FINANCIERE DE L') -0,6%
VOSSLOH AG. 4,1%	KONINKLIJKE VOPAK -0,6%
IPSOS SA 3,7%	A2A -0,6%
CARGOTEC OYJ -B- 3,6%	ASR NEDERLAND -0,6%

## RELATIVE CONTRIBUTORS TO PERFORMANCE

First positive contributors			First negative contributors		
	Absolute perf.	Relative contribution (bp)		Absolute perf.	Relative contribution (bp)
MANUTAN INTERNATIONAL	5,7%	33	CARGOTEC OYJ -B-	-21,4%	-64
VOSSLOH AG.	1,1%	27	ALTRAN TECHNOLOGIES SA	-20,1%	-53
DRAEGERWERK AG & CO KGAA (N)	6,2%	27	ZUMTOBEL GROUP AG.	-18,3%	-38
Total		87	Total		-155

## CONTACTS AND ADDITIONAL INFORMATION

Subscription/redemption  
CACEIS Bank / LFB  
01.57.78.14.14

Additional Information:  
+33 1 44 13 01 79

Publications of NAVs:  
[www.lazardfreresgestion.fr](http://www.lazardfreresgestion.fr)

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