

LAZARD CAPITAL FI
French open-end
investment fund (FCP)
Interim report
at June 28th, 2019

Management company: Lazard Frères Gestion SAS

Custodian: Caceis Bank

Statutory auditor: Mazars

- **STATEMENT OF ASSETS IN EUROS**

Items in the statement of assets	Total at period end*
a) Financial securities Eligible financial securities stipulated in paragraph 1, section I of Article L. 214-20 of the French Monetary and Financial Code	293 818 651,31
b) Bank balances	15 438 658,64
c) Other assets held by the UCI	116 214 007,17
d) Total assets held by the UCI (lines a+b+c)	425 471 317,12
e) Liabilities	-112 493 931,69
f) Net asset value (lines d+e = net assets of the UCI)	312 977 385,43

* Amounts signed off

- **NUMBER OF UNITS IN CIRCULATION AND NET ASSET VALUE BY UNIT**

Units	Unit type	Net assets per unit	Number of units in circulation	Net asset value
LAZARD CAPITAL FI IC in EUR	A	220 988 400,42	125 584,684	1 759,67
LAZARD CAPITAL FI IC USD in USD	A	1 148 132,47	905,363	1 268,14
LAZARD CAPITAL FI RC in EUR	A	111 893,21	1 115,850	100,27
LAZARD CAPITAL FI H-CHF in CHF	A	177 966,53	165,000	1 078,58
LAZARD CAPITAL FI TD in EUR	D	12 442 694,26	132 164,218	94,14
LAZARD CAPITAL FI RD in EUR	D	14 527 749,64	116 801,037	124,38
LAZARD CAPITAL FI ID in EUR	D	32 167 879,55	313,564	102 587,92
LAZARD CAPITAL FI S in EUR	A	31 570 293,68	3 059,130	10 320,02

- **COMPONENTS OF THE SECURITIES**

Components of the securities portfolio	Percentage	
	Net assets *	Total assets **
a) Eligible financial securities and money market instruments admitted for trading on a regulated market pursuant to Article L. 422-1 of the French Monetary and Financial Code.	85,09	62,59
b) Eligible financial securities and money market instruments admitted for trading on another regulated market which is recognised, operates regularly and is open to the public public and whose head office is located in a member state of the European Union or a state that is part of the European Economic Area		
c) Eligible financial securities and money market instruments admitted for official listing on a stock exchange of a third country or traded on another market of a third country that is recognised, regulated, operates regularly, and open to the public, provided that that this stock exchange or market does not feature on a watchlist established by the financial markets authority and the use therein is provided for by the law or regulations and articles of association governing the UCITS.	8,79	6,47
d) Newly issued financial securities as stipulated in paragraph 4, section I of Article R. 214-11 of the French Monetary and Financial Code.		
e) Other assets.	0,85	0,63

* Refer to section f) in the statement of assets

* Refer to section d) in the statement of assets

- **ALLOCATION OF ASSETS OF A), B), C), D) OF THE SECURITIES PORTFOLIO, BY CURRENCY**

Securities	Currency	Amount (€)	Percentage of net assets *	Percentage of total assets **
US Dollars	USD	61 870 927,47	19,77	14,54
Euro	EUR	197 768 207,85	63,19	46,48
Pound sterling	GBP	34 179 515,99	10,92	8,03
SUB-TOTAL		293 818 651,31	93,88	69,06

* Refer to section f) in the statement of assets

* Refer to section d) in the statement of assets

- **ALLOCATION OF ASSETS OF A), B), C), D) OF THE SECURITIES PORTFOLIO, BY COUNTRY OF RESIDENCE OF THE ISSUER**

Country	Percentage of net assets *	Percentage of total assets **
Spain	23,20	17,06
United Kingdom	17,55	12,91
Italy	7,14	5,25
France	7,09	5,21
Denmark	5,67	4,17
Portugal	5,41	3,98
Jersey	4,92	3,62
Belgium	4,66	3,43
Ireland	3,77	2,77
Netherlands	3,25	2,39
Germany	3,06	2,25
Luxembourg	2,79	2,05
Swiss	2,11	1,55
United States of America	1,75	1,29
Austria	1,49	1,10
TOTAL	93,88	69,06

* Refer to section f) in the statement of assets

** Refer to section d) in the statement of assets

- **BREAKDOWN OF OTHER ASSETS BY TYPE ***

Asset type	Percentage of net assets *	Percentage of total assets **
Undertakings for collective investment		
General UCITS and general AIFs aimed at non-professionals and their equivalent	0,85	0,63
Other funds aimed at non-professionals and their equivalent in other countries that are Member States of the EU		
General funds aimed at professional investors and their equivalent in other Member States of the EU and listed securitisation entities		
Other funds aimed at professional investors and their equivalent in other Member States of the EU and unlisted securitisation entities		
Other non-European entities		
Other assests		
Other		
TOTAL	0,85	0,63

* Refer to section f) in the statement of assets

** Refer to section d) in the statement of assets

- **CHANGES IN THE SECURITIES PORTFOLIO DURING THE PERIOD IN EUROS**

Components of the securities portfolio	Changes (in amounts)	
	Acquisitions	Sales
a) Eligible financial securities and money market instruments admitted for trading on a regulated market pursuant to Article L. 422-1 of the French Monetary and Financial Code.	127 520 519,13	98 137 604,21
b) Eligible financial securities and money market instruments admitted for trading on another regulated market which is recognised, operates regularly and is open to the public and whose head office is located in a member state of the European Union or a state that is part of the European Economic Area		
c) Eligible financial securities and money market instruments admitted for official listing on a stock exchange of a third country or traded on another market of a third country that is recognised, regulated, operates regularly, and open to the public, provided that that this stock exchange or market does not feature on a watchlist established by the financial markets authority and the use therein is provided for by the law or regulations and articles of association governing the UCITS.	1 748 939,71	1 822 449,68
d) Newly issued financial securities as stipulated in paragraph 4, section I of Article R. 214-11 of the French Monetary and Financial Code.		
e) Other assets.	24 233 458,00	24 227 945,58

- **DISTRIBUTION DURING THE PERIOD**

	Units	Net amount per unit €	Tax credit (1) €	Gross amount per unit (2) €
Dividends paid				
27/03/2019	LAZARD CAPITAL FI RD	4,76		4,76
27/03/2019	LAZARD CAPITAL FI TD	4,15		4,15
27/03/2019	LAZARD CAPITAL FI ID	4 616,12		4 616,12
Dividends payable				
	LAZARD CAPITAL FI RD			
	LAZARD CAPITAL FI TD			
	LAZARD CAPITAL FI ID			

(1) The tax credit per unit will only be calculated on the distribution date, in accordance with applicable tax regulations.

(2) The gross amount per unit will only be calculated on the distribution date, in accordance with applicable tax regulations.

- **MISCELLANEOUS INFORMATION**

Custodian: *Caceis Bank, 1-3 Place Valhubert, 75013 Paris, France*

The detailed interim statement of assets shall be available within eight weeks of the period-end closure date. It may be sent out by request to the management company:

Lazard Frères Gestion SAS, 25 rue de Courcelles, 75008 Paris, France

- **TRANSPARENCY OF SECURITIES FINANCING TRANSACTIONS AND THE REUSE OF FINANCIAL INSTRUMENTS – SFTR – in the accounting currency of the UCI (€)**

The UCI carried out no transactions during the year in the context of the SFTR.

• SECURITIES PORTFOLIO AT 28/06/19 IN EUR

Designation of securities	Currency	Quantity in number or nominal amount	Current value	% Net assets
Bonds and similar securities				
Bonds and similar securities traded on a regulated or similar market				
GERMANY				
DEUT BANK AG 7.125% 31-12-99	GBP	2 000 000	1 974 059,78	0,63
DEUT P CMS10R+0.025% 31-12-99	EUR	2 200 000	1 448 799,00	0,46
DEUTSCHE BANK AG 7.5% PERP	USD	2 000 000	1 636 318,64	0,52
DEUTSCHE BANK 6% 31/12/2099	EUR	5 000 000	4 514 339034	1,45
TOTAL GERMANY			9 573 516,76	3,06
AUSTRIA				
ERST GROU BA 8.875% PERP EMTN	EUR	4 000 000	4 677 575,74	1,49
TOTAL AUSTRIA			4 677 575,74	1,49
BELGIUM				
BELFIUS BANK 3.625% PERP	EUR	2 000 000	1 772 772,73	0,57
FORTIS BK TV07-191272 CV	EUR	13 250 000	9 584 632,34	3,06
KBC GROUPE SA FIX PERP EMTN	EUR	3 000 000	3 233 550,16	1,03
TOTAL BELGIUM			14 590 955,23	4,66
DENMARK				
DANBNK 5 ¼ 10/31/49	EUR	5 000 000	5 194 690,16	1,66
DANSKE BA 5.875% PERP EMTN	EUR	4 500 000	4 823 888,24	1,54
DANSKE BANK AS 6.125% HYB FIX/VAR PERP	USD	8 000 000	6 939 325,99	2,22
JYSKE BANK A/S CMS10R	EUR	179 000	134 083,36	0,04
JYSKE BANK DNK EUAR 10+0.15% PERP	EUR	203 000	150 216,62	0,05
SYDBANK TV PERP	EUR	640 000	497 583,00	0,16
TOTAL DENMARK			17 739 787,37	5,67
SPAIN				
BANCO DE SABADELL SA 6.125% PERP	EUR	8 800 000	8 685 666,96	2,79
BANCO DE SABADELL SA 6.5% PERP	EUR	3 000 000	3 025 105,11	0,97
BANCO SANTANDER SA EUAR 10+0.125% PERP	EUR	700 000	481 957,18	0,15
BANCO SANTANDER SA 1.0% PERP	EUR	5 000 000	4 161 209,78	1,33
BANCO SANTANDER SA 5.25% PERP	EUR	5 000 000	5 100 639,95	1,63
BANKIA SA 6.0% PERP	EUR	7 000 000	7 294 648,46	2,33
BANKINTERSA 8.625% PERP	EUR	6 800 000	7 706 384,75	2,46
BBVA 5.875% PERP	EUR	8 200 000	8 520 842,83	2,72
BBVA 6.0% PERP	EUR	8 000 000	8 431 593,04	2,69
CAIXABANK SA 6.75% PERP	EUR	8 600 000	9 341 965,47	2,99
CAIXABANK 5.25% PERP	EUR	5 800 000	5 470 989,01	1,75
IBERCAJA 7.0% PERP	EUR	4 200 000	4 382 073,23	1,40
TOTAL SPAIN			72 603 075,77	23,21
UNITED STATES OF AMERICA				
DEUT POST CMS10R+0.125% PERP	EUR	1 500 000	998 064,79	0,32
RBS CAPITAL TR II 6.425% PERP	USD	4 000 000	4 491 489,09	1,43
TOTAL UNITED STATES OF AMERICA			5 489 553,88	1,75
FRANCE				
BNP PARIBAS FIX PERP	EUR	5 000 000	5 605 951,23	1,79
CA 6.875%	USD	6 000 000	5 656 408,06	1,81
CASA 6.50% PERP	EUR	5 000 000	5 487 848,37	1,75
SG 6.75% 31/12/2099	EUR	5 000 000	5 430 603,28	1,74
TOTAL FRANCE			22 180 810,94	7,09
IRELAND				
ALLI IRIS BA 7.375% PERP EMTN	EUR	5 000 000	5 434 117,90	1,74
BANK OF IRELAND 7.375% PERP	EUR	6 000 000	6 364 492,60	2,03
TOTAL IRELAND			11 798 610,50	3,77

• SECURITIES PORTFOLIO AT 28/06/19 IN EUR

Designation of securities	Currency	Quantity in number or nominal amount	Current value	% Net assets
ITALY				
INTESA SANPA 7.7% PERP CV	USD	3 000 000	2 657 714,26	0,85
INTESA SANPAOLO 7.75% PERP	EUR	5 000 000	5 827 366,02	1,86
UNICREDIT SPA 7.5% PERP	EUR	7 000 000	7 443 538,36	2,38
UNICREDIT 5.375% PERP	EUR	7 000 000	6 424 872,16	2,05
TOTAL ITALY			22 353 490,80	7,14
JERSEY				
HBOS STERLING FINANCE JERSEY LP 7.881% PERP	GBP	3 792 000	6 506 662,14	2,08
HSBC CAPIT TF/TV PERP PF *EUR	USD	6 500 000	8 906 480,22	2,84
TOTAL JERSEY			15 413 142,36	4,92
LUXEMBOURG				
AGEASFINLUX SA E3M 12/99 CV	EUR	12 750 000	6 160 049,67	1,97
BANQUE INTERNATIONALE A LUXEMBOURG SA 6.625% PERP	EUR	2 500 000	2 576 545,14	0,82
TOTAL LUXEMBOURG			8 736 594,81	2,79
NETHERLANDS				
ABN AMRO BANK NV 5.75% PERP	EUR	4 000 000	4 280 190,00	1,37
AEGON 5.625% 29-12-49	EUR	1 700 000	1 912 415,00	0,61
LEASEPLAN CORPORATION NV 7.375% PERP	EUR	3 750 000	3 988 064,47	1,27
TOTAL NETHERLANDS			10 180 669,47	3,25
PORTUGAL				
BCP 9.25% PERP	EUR	5 800 000	6 439 250,47	2,06
CAIXA GERAL DE DEPOSITOS 10.75% PERP	EUR	9 000 000	10 492 868,15	3,35
TOTAL PORTUGAL			10 932 118,62	5,41
UNITED KINGDOM				
BANK OF SCOT PLC 7.281% PERP	GBP	3 000 000	4 127 755,92	1,32
BARCLAYS PLC 5.875% PERP	GBP	6 500 000	7 086 830,53	2,27
BARCLAYS 8.0% PERP	USD	6 000 000	5 647 529,57	1,80
COVENTRY BLDG 6.875% PERP	GBP	2 200 000	2 558 716,08	0,82
DIRECT LINE INSURANCE PLC 4.75% PERP	GBP	3 500 000	3 368 161,46	1,08
DRES DR FIN 8.151% 30/06/31*USD	USD	7 065 000	8 386 292,93	2,69
HSBC BANK 5.844% PERP EMTN	GBP	2 000 000	2 980 948,12	0,95
HSBC HOLDINGS PLC 5.25% PERP	EUR	2 000 000	2 192 555,22	0,70
LLOYDS TSB TV PERP SERIE B	GBP	1 000 000	1 999 839,96	0,64
PIRAEUS GROUP FINANCE 9.75% 26-06-29	EUR	2 100 000	2 074 208,56	0,66
PRUDENTIAL PLC 5.25% 03/49	USD	2 310 000	2 016 640,35	0,64
RBS GROUP TF/TV PERP *USD	USD	4 617 000	5 375 330,04	1,72
ROYA BK SCOT GROU TF/TV PERP	USD	3 750 000	3 545 275,18	1,13
SANTANDER UK PLC 7.375% PERP	GBP	3 000 000	3 576 542,00	1,14
TOTAL UNITED KINGDOM			54 936 625,92	17,56
SWITZERLAND				
CRED SUIS GRP 6.25% 31-12-99	USD	4 500 000	4 135 276,17	1,32
USB Group Funding Switzerland Inc 5.0% PERP	USD	3 000 000	2 476 846,97	0,79
TOTAL SWITZERLAND			6 612 123,14	2,11
TOTAL bonds and similar securities traded on a regulated and similar market			293 818 651,31	93,88
TOTAL Bonds and similar securities			293 818 651,31	93,88
Undertakings for collective investment General UCITS and general AIFs aimed at non-professionals and their equivalent in other countries				

- SECURITIES PORTFOLIO AT 28/06/19 IN EUR

Designation of securities	Currency	Quantity in number or nominal amount	Current value	% Net assets
FRANCE				
LAZARD GLOBAL HYBRID BONDS E	EUR	25	2 674 992,00	0,85
TOTAL FRANCE			2 674 992,00	0,85
TOTAL general UCITS and general AIFs aimed at non-professionals and their equivalent in other countries			2 674 992,00	0,85
TOTAL Undertakings for collective investment			2 674 992,00	0,85
Receivables			113 539 015,17	36,28
Liabilities			-112 493 931,69	-35,94
Financial accounts			15 438 658,64	4,93
Net assets			312 977 385,43	100,00