

**French open-end investment
company
(Société d'Investissement à
Capital Variable)**

LAZARD SMALL CAPS EURO

Interim report

at March 31st, 2020

Management company: Lazard Frères Gestion SAS

Custodian: Lazard Frères Banque

Statutory auditor: Deloitte & Associés

• **STATEMENT OF ASSETS IN EUROS**

| Items in the statement of assets | Total at period end * |
|---|-----------------------|
| a) Eligible financial securities stipulated in 1, of Article L. 214-24-55 of the French Monetary and Financial Code | 385 361 457,40 |
| b) Bank balances | 993 566,94 |
| c) Other assets held by the UCI | 24 214 416,10 |
| d) Total assets held by the UCI (lines a+b+c) | 410 569 440,44 |
| e) Liabilities | -1 367 507,39 |
| f) Net asset value (lines d+e = net assets of the UCI) | 409 201 933,05 |

* Amounts signed-off

• **NUMBER OF SHARES IN CIRCULATION AND NET ASSET VALUE PER SHARE**

| Equities | Type | Net assets per share | Number of shares outstanding | Net asset value per share |
|--------------------------|-------|----------------------|------------------------------|---------------------------|
| LAZARD SMALL CAPS EURO I | C/D/R | 365 919 194,10 | 669 642,469 | 546,43 |
| LAZARD SMALL CAPS EURO R | C/D/R | 37 403 133,02 | 36 091,409 | 1 036,34 |
| LAZARD SMALL CAPS EURO T | C/D/R | 5 879 605,93 | 48 917,524 | 120,19 |

• **COMPONENTS OF THE SECURITIES PORTFOLIO**

| Components of the securities portfolio | Percentage of net assets * | Percentage of total assets ** |
|--|----------------------------|-------------------------------|
| <p>A) Eligible financial securities and money market instruments admitted for trading on a regulated market within the meaning of Article L. 422-1 of the French Monetary and Financial Code.</p> <p>And B) Eligible financial securities and money market instruments admitted for trading on another regulated market that operates regularly, is recognised, open to the public, and whose head office is located in a member state of the European Union or in another state that is party to the European Economic Area.</p> <p>C) Eligible financial securities and money market instruments admitted for trading on an official stock exchange of a third country or traded on another market of a third country, that is regulated, operates regularly, is recognised and open to the public, provided that the said stock exchange or market does not feature on an AMF watchlist and the choice of this stock exchange or market is provided for by law or by the regulations or the articles of association of the UCITS.</p> <p>d) Newly issued financial securities as stipulated in paragraph 4, section I of Article R. 214-11 of the French Monetary and Financial Code.</p> | 94,17 | 93,86 |
| e) Other assets | 5,79 | 5,77 |

* Refer to section f) in the statement of assets

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

• **BREAKDOWN BY CURRENCY OF THE A), B), C) AND D) ASSETS OF THE SECURITIES PORTFOLIO**

| Securities | Currency | Amount (€) | Percentage of net assets * | Percentage of total assets ** |
|-------------------|-----------------|-------------------|-----------------------------------|--------------------------------------|
| Euro | EUR | 385 361 457,40 | 94,17 | 93,86 |
| TOTAL | | 385 361 457,40 | 94,17 | 93,86 |

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

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

• **BREAKDOWN OF THE A), B), C) AND D) ASSETS OF THE SECURITIES PORTFOLIO BY ISSUER'S COUNTRY OF RESIDENCE**

| Country | Percentage of net assets * | Percentage of total assets ** |
|-------------|----------------------------|-------------------------------|
| Germany | 30,71 | 30,60 |
| France | 29,98 | 26,89 |
| Italy | 12,09 | 12,05 |
| Austria | 8,70 | 8,68 |
| Portugal | 5,57 | 5,55 |
| Belgium | 4,74 | 4,73 |
| Netherlands | 2,95 | 2,94 |
| Finland | 2,44 | 2,43 |
| Greece | | |
| TOTAL | 94,17 | 93,86 |

* Refer to section f) in the statement of assets

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

• **BREAKDOWN BY TYPE OF THE E) ASSETS OF THE SECURITIES PORTFOLIO**

| 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 in other countries | 5,79 | 5,77 |
| 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 | | |
| TOTAL | 5,79 | 5,77 |

* 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 (amount) | |
|---|------------------|---------------|
| | Purchases | Sales |
| A) Eligible financial securities and money market instruments admitted for trading on a regulated market within the meaning of Article L. 422-1 of the French Monetary and Financial Code. | 64 820 469,30 | 56 221 005,51 |
| And B) Eligible financial securities and money market instruments admitted for trading on another regulated market that operates regularly, is recognised, open to the public, and whose head office is located in a member state of the European Union or in another state that is party to the European Economic Area. | | |
| C) Eligible financial securities and money market instruments admitted for trading on an official stock exchange of a third country or traded on another market of a third country, that is regulated, operates regularly, is recognised and open to the public, provided that the said stock exchange or market does not feature on an AMF watchlist and the choice of this stock exchange or market is provided for by law or by the regulations or the articles of association of the UCITS. | | |
| d) Newly issued eligible financial securities as stipulated in paragraph 4, section I of Article R. 214-11 of the French Monetary and Financial Code. | | |
| e) Other assets | 79 546 328,09 | 68 093 726,17 |

- DISTRIBUTION DURING THE PERIOD**

| | Equities | Net amount per unit € | Tax credit (1) € | Gross amount per unit (2) € |
|-------------------|--------------------------|--------------------------|---------------------|--------------------------------|
| Dividends paid | | | | |
| | LAZARD SMALL CAPS EURO I | | | |
| | LAZARD SMALL CAPS EURO R | | | |
| | LAZARD SMALL CAPS EURO T | | | |
| Dividends payable | | | | |
| | LAZARD SMALL CAPS EURO I | | | |
| | LAZARD SMALL CAPS EURO R | | | |
| | LAZARD SMALL CAPS EURO T | | | |

- (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: Lazard Frères Banque, 121, Boulevard Haussmann, 75008 Paris, France

The six-monthly statement of assets is available within eight weeks of the period-end. It will be sent out on 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 31/03/2020 IN EUR (CONTD.)

| Description of security | Currency | Quantity No. or nominal | Present value | % Net assets |
|--|----------|----------------------------|-----------------------|-----------------|
| Equities and similar securities | | | | |
| Equities and similar securities traded on a regulated or similar market | | | | |
| GERMANY | | | | |
| AMADEUS AG FUER ZEITARBEIT UND | EUR | 54 060 | 4 200 462,00 | 1,03 |
| CEWE COLOR HOLDING | EUR | 180 000 | 14 400 000,00 | 3,52 |
| DRAGERWERK AG. | EUR | 106 653 | 7 209 742,80 | 1,76 |
| KSB AG PREF | EUR | 63 235 | 12 773 470,00 | 3,12 |
| LPKF LASER ELECTRO | EUR | 1 057 130 | 18 235 492,50 | 4,45 |
| STO AG VORZ. | EUR | 181 450 | 15 060 350,00 | 3,68 |
| SURTECO AG | EUR | 611 585 | 11 620 115,00 | 2,84 |
| TAKKT AG | EUR | 1 633 221 | 11 563 204,68 | 2,83 |
| TECHNOTRANS NOM. | EUR | 413 000 | 4 749 500,00 | 1,16 |
| VOSSLOH AG | EUR | 485 000 | 15 326 000,00 | 3,74 |
| WASH TEC AG | EUR | 290 700 | 10 508 805,00 | 2,57 |
| TOTAL GERMANY | | | 125 647 141,98 | 30,70 |
| AUSTRIA | | | | |
| MAYR-MELNHOF KARTON | EUR | 122 000 | 13 786 000,00 | 3,37 |
| ROSENBAUER INTERNATIONAL | EUR | 420 300 | 11 600 280,00 | 2,83 |
| ZUMTOBEL AG | EUR | 1 705 189 | 10 231 134,00 | 2,50 |
| TOTAL AUSTRIA | | | 35 617 414,00 | 8,70 |
| BELGIUM | | | | |
| DECEUNINCK | EUR | 4 273 336 | 5 918 570,36 | 1,45 |
| JENSENGROUP NV | EUR | 235 919 | 5 308 177,50 | 1,30 |
| VAN DE VELDE | EUR | 397 700 | 8 172 735,00 | 1,99 |
| TOTAL BELGIUM | | | 19 399 482,86 | 4,74 |
| FINLAND | | | | |
| CARGOTECOYJ B | EUR | 588 650 | 9 965 844,50 | 2,44 |
| TOTAL FINLAND | | | 9 965 844,50 | 2,44 |
| FRANCE | | | | |
| ALTEN | EUR | 97 500 | 6 381 375,00 | 1,56 |
| AXWAY SOFTWARE | EUR | 893 000 | 13 841 500,00 | 3,38 |
| EXEL INDUSTRIES | EUR | 193 115 | 6 759 025,00 | 1,65 |
| GROUPE CRIT | EUR | 188 500 | 8 916 050,00 | 2,18 |
| IPSOS | EUR | 874 000 | 16 606 000,00 | 4,06 |
| MANITOU BF | EUR | 605 000 | 8 324 800,00 | 2,03 |
| MANUTAN INTERNATIONAL | EUR | 253 059 | 10 274 195,40 | 2,51 |
| NEXITY | EUR | 400 000 | 11 208 000,00 | 2,74 |
| SOMFY | EUR | 137 876 | 10 616 452,00 | 2,59 |
| SOPRA STERIA | EUR | 175 000 | 17 491 250,00 | 4,28 |
| TOTAL FRANCE | | | 110 418 647,40 | 26,98 |
| GREECE | | | | |
| ELEKTRONIKI ATHENS | EUR | 261 666 | 2 616,66 | |
| TOTAL GREECE | | | 2 616,66 | |
| ITALY | | | | |
| BIESSE | EUR | 660 000 | 5 973 000,00 | 1,46 |
| DE LONGHI SPA | EUR | 920 000 | 14 020 800,00 | 3,42 |
| FILA FABRICA ITALI LAPIS ED AFFI SPA | EUR | 1 540 000 | 10 595 200,00 | 2,59 |
| INTERPUMP GROUP | EUR | 530 000 | 11 649 400,00 | 2,85 |
| PRIMA IND SPA | EUR | 560 000 | 7 224 000,00 | 1,77 |
| TOTAL ITALY | | | 49 462 400,00 | 12,09 |

| | | | | | |
|--|-----|-----------|-----------------------|---------------|--|
| NETHERLANDS | | | | | |
| LUCAS BOLS NV | EUR | 611 000 | 4 704 700,00 | 1,15 | |
| ORDINA NV | EUR | 5 350 000 | 7 350 900,00 | 1,80 | |
| TOTAL NETHERLANDS | | | 12 055 600,00 | 2,95 | |
| PORTUGAL | | | | | |
| ALTRI SGPS | EUR | 2 450 000 | 8 873 900,00 | 2,17 | |
| CORTICEIRA AMORIM | EUR | 1 683 000 | 13 918 410,00 | 3,40 | |
| TOTAL PORTUGAL | | | 22 792 310,00 | 5,57 | |
| TOTAL equities and similar securities traded on a regulated or equivalent market | | | 385 361 457,40 | 94,17 | |
| TOTAL Equities and similar securities | | | 385 361 457,40 | 94,17 | |
| Undertakings for collective investment | | | | | |
| General UCITS and general AIFs aimed at non-professionals and their equivalent in other countries | | | | | |
| FRANCE | | | | | |
| AMUNDI CASH CORPORTATE I C | EUR | 91 | 21 201 574,62 | 5,19 | |
| LAZARD INVESTISSEMENT PEA-PME | EUR | 1 | 108,32 | | |
| LAZARD MID CAPS EUROPE | EUR | 24 800 | 2 471 320,00 | 0,60 | |
| LAZARD MID CAPS EUROPE R | EUR | 1 | 100,55 | | |
| TOTAL FRANCE | | | 23 673 103,49 | 5,79 | |
| TOTAL general UCITS and general AIFs aimed at non-professionals and their equivalent in other countries | | | 23 673 103,49 | 5,79 | |
| TOTAL Undertakings for collective investment | | | 23 673 103,49 | 5,79 | |
| Receivables | | | 541 312,61 | 0,13 | |
| Liabilities | | | -1 367 507,39 | -0,33 | |
| Financial accounts | | | 993 566,94 | 0,24 | |
| Net assets | | | 409 201 933,05 | 100,00 | |