

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

LAZARD SMALL CAPS EURO

Interim report

at March 29th, 2019

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	631 986 285,68
b) Bank balances	1 705 905,28
c) Other assets held by the UCI	8 488 198,02
d) Total assets held by the UCI (lines a+b+c)	642 180 388,98
e) Liabilities	-1 247 122,53
f) Net asset value (lines d+e = net assets of the UCI)	640 933 266,45

* 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	569 705 567,87	809 420,344	703,84
LAZARD SMALL CAPS EURO R	C/D/R	62 159 942,06	46 402,534	1 339,58
LAZARD SMALL CAPS EURO T	C/D/R	9 067 756,52	58 807,618	154,19

- **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>	98,60	98,41
e) Other assets	1,15	1,14

* 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	631 986 285,68	98,60	98,41
TOTAL		631 986 285,68	98,60	98,41

* *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	29,83	29,78
France	29,67	29,61
Italy	11,56	11,54
Austria	7,05	7,04
Portugal	5,54	5,53
Belgium	5,22	5,21
Finland	4,63	4,62
Netherlands	3,98	3,97
Spain	1,12	1,12
Greece		
TOTAL	98,60	98,41

* *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	1,15	1,14
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	1,15	1,14

* *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.	14 525 634,01	49 378 600,54
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	62 669 410,40	84 829 037,18

- **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 29/03/2018 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	140 000	14 392 000,00	2,25
BIJOU BRIGITTE MODISCHE ACCES.	EUR	70 323	3 129 373,50	0,49
CEWE COLOR HOLDING	EUR	167 649	12 942 502,80	2,02
DRAGERWERK AG.	EUR	378 000	14 439 600,00	2,25
KSB AG PREF	EUR	67 852	19 066 412,00	2,97
LPKF LASER ELECTRO	EUR	1 189 700	9 719 849,00	1,52
STO AG VORZ.	EUR	230 087	18 683 064,40	2,91
SURTECO AG	EUR	770 000	19 250 000,00	3,00
TAKKT AG	EUR	1 925 000	28 220 500,00	4,39
TECHNOTRANS NOM.	EUR	380 000	10 716 000,00	1,67
VOSSLOH AG	EUR	568 800	23 178 600,00	3,62
WASH TEC AG	EUR	257 000	17 476 000,00	2,73
TOTAL GERMANY			191 213 901,70	29,82
AUSTRIA				
MAYR-MELNHOF KARTON	EUR	143 730	16 069 014,00	2,51
ROSENBAUER INTERNATIONAL	EUR	374 000	14 773 000,00	2,30
ZUMTOBEL AG	EUR	2 390 000	14 340 000,00	2,24
TOTAL AUSTRIA			45 182 014,00	7,05
BELGIUM				
DECEUNINCK	EUR	6 420 000	13 514 100,00	2,11
JENSENGROUP NV	EUR	228 469	7 882 180,50	1,23
VAN DE VELDE	EUR	384 200	12 044 670,00	1,88
TOTAL BELGIUM			33 440 950,50	5,22
SPAIN				
ATRESMEDIA	EUR	1 720	7 186 160,00	1,12
TOTAL SPAIN			7 186 160,00	1,12
FINLAND				
CARGOTEC OYJ B	EUR	819 000	26 912 340,00	4,20
RAPALA VMC OYJ	EUR	920 458	2 733 760,26	0,43
TOTAL FINLAND			29 646 100,26	4,63
FRANCE				
ALTEN	EUR	67 000	6 391 800,00	1,00
ALTRAN TECHNOLOGIES	EUR	2 770 900	27 099 402,00	4,23
AXWAY SOFTWARE	EUR	871 771	10 530 993,68	1,64
EXEL INDUSTRIES	EUR	213 000	13 930 200,00	2,17
GROUPE CRIT	EUR	262 899	15 800 229,90	2,47
IPSOS	EUR	1 040 000	23 212 800,00	3,62
MANITOU BF	EUR	834 730	20 784 777,00	3,24
MANUTAN INTERNATIONAL	EUR	308 000	18 972 800,00	2,96
NEXITY	EUR	418 000	18 183 000,00	2,84
SOMFY	EUR	203 616	16 085 664,00	2,51
SOPRA STERIA	EUR	185 300	19 178 550,00	2,99
TOTAL FRANCE	EUR		190 170 216,58	29,67

GREECE				
ELEKTRONIKI ATHENS	EUR	261 666	2 616,66	
TOTAL GREECE			2 616,66	
ITALY				
BIESSE	EUR	570 000	11 046 600,00	1,72
DE LONGHI SPA	EUR	890 000	21 413 400,00	3,35
FILA FABRICA ITALI LAPIS ED AFFI SPA	EUR	1 032 143	13 170 144,68	2,05
INTERPUMP GROUP	EUR	627 000	18 233 160,00	2,84
PRIMA IND SPA	EUR	518 000	10 246 040,00	1,60
TOTAL ITALY			74 109 344,68	11,56
NETHERLANDS				
BETER BED HOLDING	EUR	1 117 000	10 399 270,00	1,04
LUCAS BOLS NV	EUR	637 000	11 466 000,00	1,15
ORDINA NV	EUR	5 533 800	9 872 299,20	0,99
TOTAL NETHERLANDS			25 499 174,00	3,98
PORTUGAL				
ALTRI SGPS	EUR	2 590 385	18 080 887,30	2,82
CORTICEIRA AMORIM	EUR	1 640 500	17 454 920,00	2,72
TOTAL PORTUGAL			35 535 807,30	5,54
TOTAL equities and similar securities traded on a regulated or equivalent market			631 986 285,68	98,59
TOTAL Equities and similar securities			631 986 285,68	98,59
Undertakings for collective investment				
General UCITS and general AIFs aimed at non-professionals and their equivalent in other countries				
FRANCE				
AMUNDI CASH CORPORTATE IC	EUR	17	3 973 615,44	0,62
LAZARD INVESTISSEMENT PEA-PME	EUR	1	146,94	
LAZARD MID CAPS EUROPE	EUR	24 800	3 378 504,00	0,53
LAZARD MID CAPS EUROPE R	EUR	1	138,84	
TOTAL FRANCE			7 352 405,22	1,15
TOTAL general UCITS and general AIFs aimed at non-professionals and their equivalent in other countries			7 352 405,22	1,15
TOTAL Undertakings for collective investment			7 352 405,22	1,15
Receivables			1 135 792,80	0,18
Liabilities			-1 247 122,53	-0,19
Financial accounts			1 705 905,28	0,27
Net assets			640 933 266,45	100,00