

Total net assets 1198.00 M€
NAV 1042.13 \$

Inception date Feb 18, 2020
ISIN Code FR0013476041
Bloomberg Code



SFDR Classification : Article 8

Country of registration

MANAGER(S)



François Lavier Alexis Lautrette Sergio Gallo

INVESTMENT POLICY

The fund's investment objective is to outperform the Barclays Global Contingent Capital € Hedged index for units PVC EUR, PVD EUR, RVC EUR, RVD EUR, SC EUR and TVD EUR, Barclays Global Contingent Capital Hedged USD for unit PVC H-USD and Barclays Global Contingent Capital Hedged CHF for PVC H-CHF.

RISK SCALE**



Recommended investment period of 5 years

BENCHMARK INDEX

Barclays Global Contingent Capital since 31/12/15 before JPMorgan Susi Tier 1

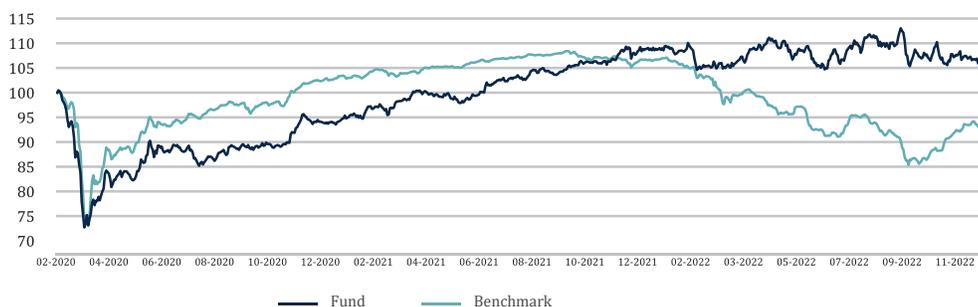
FEATURES

Legal Form	FCP
Legal Domicile	France
UCITS	Yes
AMF Classification	International bonds
Eligibility to PEA (personal equity savings plan)	No
Currency	EURO
Subscribers concerned	
Inception date	18/02/2020
Date of share's first NAV calculation	18/02/2020
Management company	Lazard Frères Gestion SAS
Custodian	CACEIS Fund Admin
Fund administration	CACEIS Fund Admin
Frequency of NAV calculation	Daily
Order execution	On next NAV for orders placed before 12:00 p.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	Nil
Management fees	1.25% max
Performance fees	Nil
Current expenses	1.30%

*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.

(3) Ratios calculated on a weekly basis

HISTORICAL NET ASSET VALUE (5 YEARS OR SINCE INCEPTION)



Past performance is not a guarantee of current or future performance and increases at the end of the recommended investment period.

HISTORICAL PERFORMANCE

	Cumulative			Annualized	
	1 Month	YTD	1 Year	Inception	5 Years
Fund	1.08%	-8.63%	-8.63%	4.23%	
Benchmark	1.37%	-10.59%	-10.59%	-2.21%	
Difference	-0.29%	1.96%	1.96%	6.44%	

PERFORMANCE BY CALENDAR YEAR

	2022	2021
Fund	-8.63%	7.32%
Benchmark	-10.59%	4.87%

TRAILING 1Y PERFORMANCE

	Fund	Benchmark
2022 12 31	-8.63%	-10.59%
2021 12 31	7.32%	4.87%

RISK RATIOS***

	1 Year
Volatility	
Fund	8.42%
Benchmark	9.27%
Tracking Error	2.88%
Information ratio	0.68
Sharpe ratio	-1.03
Alpha	0.64
Beta	0.86

PORTFOLIO CHARACTERISTICS

	Yield to worst	Yield to call	Yield to maturity	Spread vs Govies (bps)	Modified Duration	Credit Sensitivity
Gross (Net hedge FX)	8.4%	9.9%	8.8%	801	2.1	2.2
Net (hedged FX/CDS/Taux)	-	9.4%	-	-	0.9	2.2

Estimates of yields in different currencies, spreads or sensitivities are based on LFG's best judgment for all securities included in the portfolio as of the date mentioned. LFG does not provide any guarantee.

AVERAGE RATING

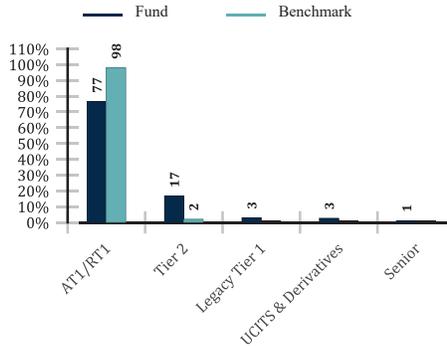
Issues Rating*	Issuers Rating*
B+	BBB-

*Average rating

MAIN HOLDINGS

Holdings	Weight
RAIFFEISEN BANK TV 20-29JY--S	3.5%
BARCLAYS PLC TV COCO17-10AG--T	3.4%
CREDIT SUISSE GRP TV18-12SE--S	2.9%
LEASEPLAN TV 19-29MY--S	2.9%
B.SABADELL TV (COCO)17-23NO--T	2.8%

SUBORDINATION BREAKDOWN (%)

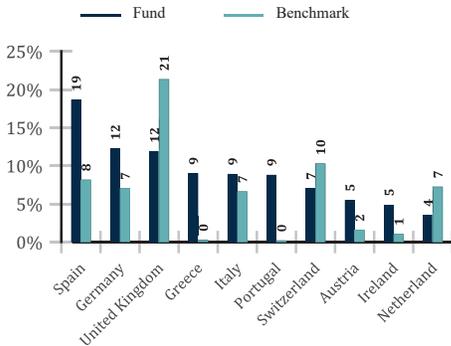


CURRENCY BREAKDOWN (%)

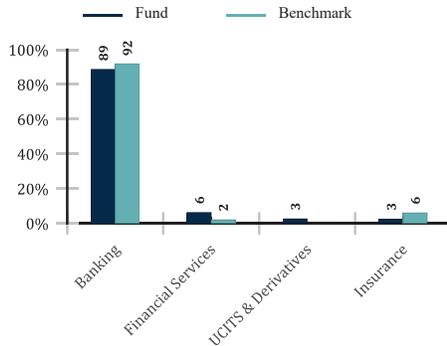
Currencies	Gross weight	Net weight
EUR	73.5%	92.9%
USD	11.4%	6.6%
GBP	11.3%	0.5%

*Net exposure of FX hedges.

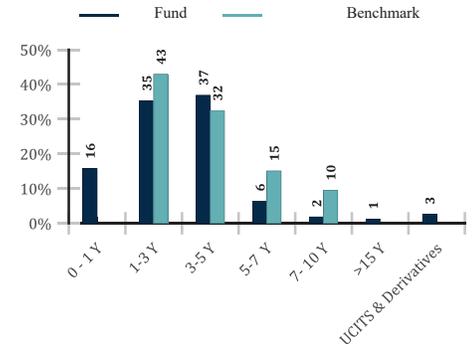
GEOGRAPHICAL BREAKDOWN % (Top Ten)



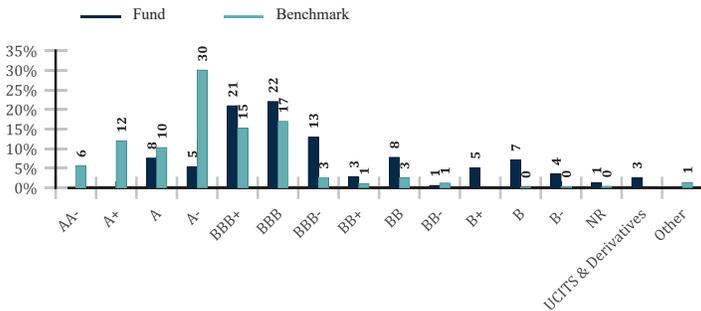
SECTOR BREAKDOWN % (Top Ten)



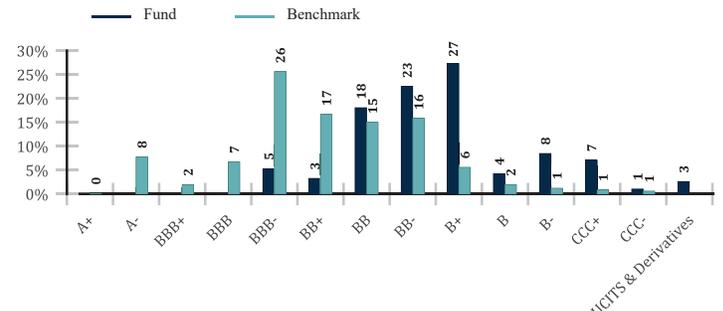
MATURITY BREAKDOWN % (Next call Date)



ISSUER RATING BREAKDOWN (%)



ISSUE RATING BREAKDOWN (%)



FUND MANAGERS COMMENT

December was all about Central Banks with all of them hiking by +50 bps during the month and with hawkish messages sent by the Fed, the ECB and the surprised lift from the BOJ on its yield target to 0,5% from 0,25%.

In that context, Rates rose by +12 to +71 bps whereas spreads tightened a bit by -14 to -32 bps.

Banks repaid an additional 448bn of TLTRO 3 funds in December, accumulating to 808 bn of repayment in advance and cutting to 1 308 bn the outstanding left.

We are achieving a bear market year for Rates more than for spreads with YoY movements of +206 bps (US 30Y) to +369 bps (US 2Y), with many points of the yield curves around +300 bps as an average.

Spreads ended wider by +65 bps for banks' Senior debt to +186 bps for Euros AT1s. Tier 2 ended the year at +128 bps.

European banks have absorbed without any difficulties the geopolitical shock and the sanctions against Russia. 2022 should be the best profitable year in history for many financial institutions.

In Lazard Capital Fi, the most important contributors to the performance have been :

- By subordination, AT1 and RT1 (+0,59%) and banks Tier 2 (+0,16%)
- By country, Switzerland (+0,45%) and Italy (-0,13%)
- By issuer, Credit Suisse Group (+0,45%) and Intesa Sanpaolo (-0,10%)

CONTACTS AND ADDITIONAL INFORMATION

Website: lazardfreresgestion.com

France

Lazard Frères Gestion, S.A.S. 25 rue de Courcelles, 75008 Paris

Telephone : +33 1 44 13 01 79

Belgium and Luxembourg

Lazard Fund Managers (Ireland) Limited, Belgium Branch

326 Avenue Louise, 1050 Brussels, Belgium

Telephone: +32 2 626 15 30/ +32 2 626 15 31

Email: lfm_belgium@lazard.com

Germany and Austria

Lazard Asset Management (Deutschland) GmbH

Neue Mainzer Str. 75, 60311 Frankfurt am Main

Telephone: +49 69 / 50 60 60

Email: fondsinformationen@lazard.com

Italy

Lazard Asset Management (Deutschland) GmbH

Via Dell'Orso 2, 20121 Milan

Telephone: + 39-02-8699-8611

Email: fondi@lazard.com

Spain and Portugal

Lazard Fund Managers (Ireland) Limited, Sucursal en España

Paseo de la Castellana 140, Piso 10º, Letra E, 28046 Madrid

Telephone: + 34 91 419 77 61

Email: contact.es@lazard.com

United Kingdom, Finland, Ireland, Denmark, Norway and Sweden

Lazard Asset Management Limited 50 Stratton Street, London W1J 8LL

Telephone: 0800 374 810

Email: contactuk@lazard.com

Switzerland and Liechtenstein

Lazard Asset Management Schweiz AG Usterstr. 9, CH-8001 Zürich

Telephone: +41 43 / 88 86 480

Email: lfm.ch@lazard.com

United Arab Emirates - Dubai International Financial Center

Lazard Gulf Limited

Gate Village 1, Level 2, Office 206 - DIFC, Dubai, PO Box 506644

Telephone: +971 4 372 8250

Email: dubaimarketing@lazard.com

Non contractual document

Please note that not all share classes are registered for distribution in every jurisdiction. Investment into the portfolio will not be accepted before the appropriate registration is completed in the relevant jurisdiction.

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 and Liechtenstein:

This is an advertising document. Lazard Asset Management Schweiz AG, Uraniastrasse 12, CH-8001 Zurich. The state of the origin of the fund is France. In Switzerland, the representative 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 Geneva. The prospectus, the key information documents or the key investor information documents, the fund regulation (for a FCP) or the articles of association (for a SICAV) as well as the annual and semi-annual reports may be obtained free of charge from the representative. Past performance is no indication of current or future performance. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units.

Singapore:

Issued by Lazard Asset Management (Singapore) Pte. Ltd., Unit 15-03 Republic Plaza, 9 Raffles Place, Singapore 048619. Company Registration Number 201135005W, which provides services only to "institutional investors" or "accredited investors" as defined under the Securities and Futures Act, Chapter 289 of Singapore.

"This document is provided for information purposes to unitholders or shareholders in accordance with the regulations in force. It does not constitute investment advice, an invitation or an offer to subscribe for financial instruments. Before making any subscription, investors should read the prospectus carefully."

ESG rating - Lazard Capital Fi SRI
51.28

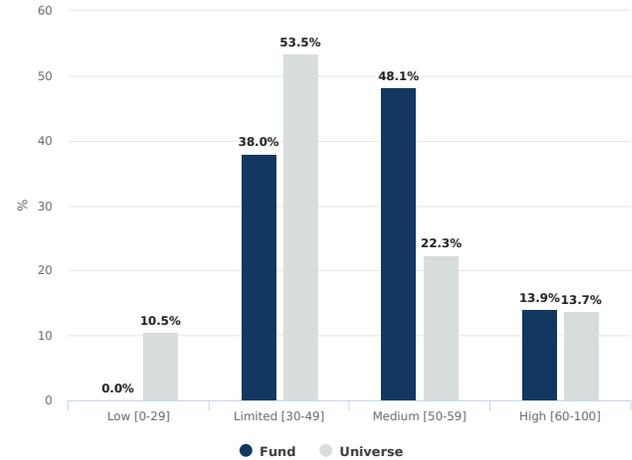
ESG rating Universe*
44.85

Minimum label SRI rating
49.12

Average score on each ESG pillar | Score out of 100



ESG score distribution in %



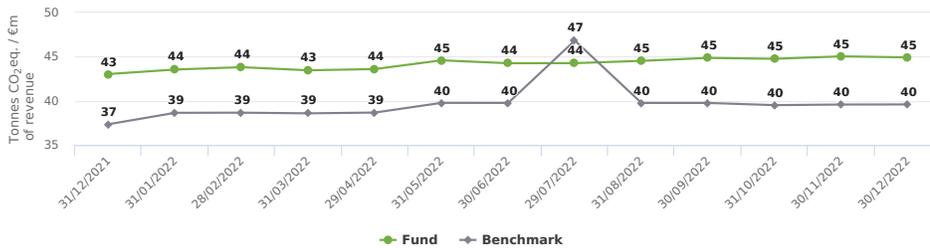
Source: Moody's ESG Solutions. Fund coverage rate: 90.5%. Universe coverage rate: 100.0%
*Universe: financial companies analyzed by Moody's ESG Solutions

ESG performance indicators

Environmental

Carbon intensity

Tonnes CO₂ eq. / €M of revenue



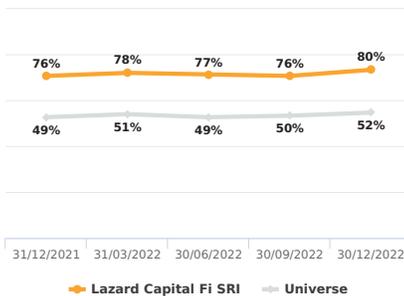
Benchmark: Barclays Global Contingent Capital Hedged EUR
Source: Trucost - scopes 1, 2 and 3. Fund coverage rate: 81.6% ; benchmark: 91.8%

5 main contributions to the carbon intensity of the fund

Companies	Contributions
DEUTSCHE BANK AG	9%
BANK OF CYPRUS HOLDINGS PUBLIC LIMITED COMPANY	8%
PIRAEUS BANK	8%
CREDIT SUISSE GROUP AG	7%
BANCO COMERCIAL PORTUGUES SA	5%

Human rights

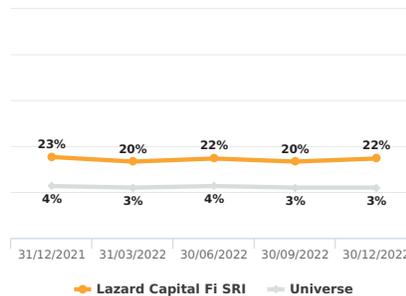
% of companies signatories of United Nation Global Compact



Source: Moody's ESG Solutions
Fund coverage rate: 90.3%
Universe coverage rate: 99.2%

Social

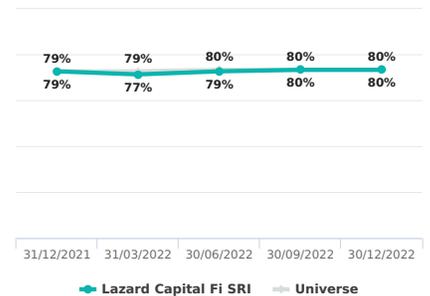
% of companies with high or critical HR controversies



Source: Moody's ESG Solutions
Fund coverage rate: 90.3%
Universe coverage rate: 100.0%

Governance

% of independent administrators on the Board



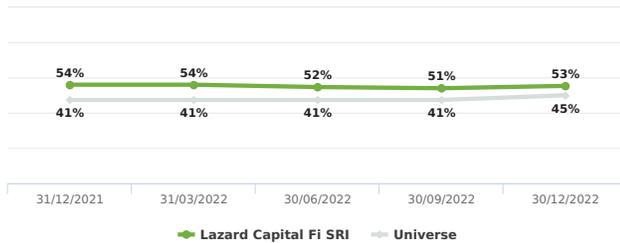
Source: MSCI
Fund coverage rate: 93.0%
Universe coverage rate: 86.3%

Evolution of additional ESG indicators, source Moody's ESG Solutions

Development of green products and services	Responsible customer relations	Prevention of discrimination and promotion of diversity	Audit and internal controls
Goals			
Rates companies based on sustainable products and companies offered to customers customers, as well as their "research & development" achievements.	Analyses companies' best practices with respect to their customers.	Reviews company policies aimed at preventing discrimination at work and promoting and developing diversity in the workplace.	Rates companies on the quality of their internal controls and risks covered.

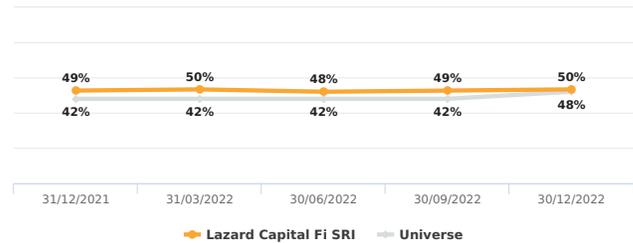
Factors Analysed			
<ul style="list-style-type: none"> Commitment in terms of sustainable products and services (definition of precise objectives, etc) Resources allocated to achieve this commitment (R&D budget, dedicated structures) Share of the company's activity concerned by this policy (segments concerned, number of products) Company performance on sustainable products and services compared to the sector 	<ul style="list-style-type: none"> Prevention of abusive practices and establishing mutually beneficial relationships Compliance with contractual clauses Setting up appeal systems and due process 	<ul style="list-style-type: none"> Commitment on discrimination and diversity Measures implemented by the company to achieve this objective Controversies affecting the company in this area 	<ul style="list-style-type: none"> Internal company audit committee CSR risk management and its inclusion in reporting Controversies involving the company in this area (severity, frequency, responsiveness)

Development of green products and services



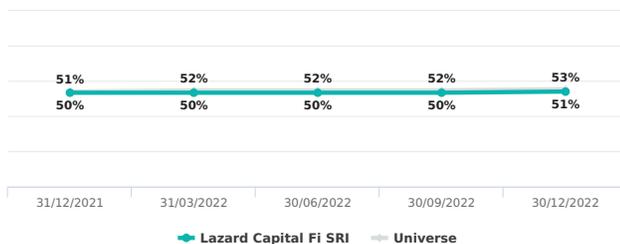
Source: Moody's ESG Solutions
Fund coverage rate: 87.1%
Universe coverage rate: 100.0%

Responsible customer relations



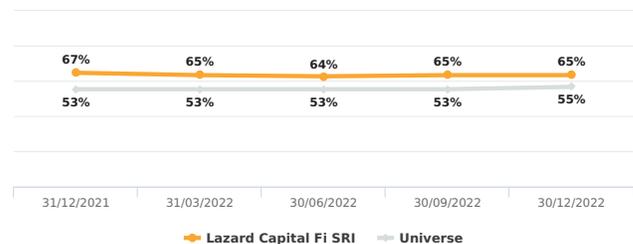
Source: Moody's ESG Solutions
Fund coverage rate: 87.1%
Universe coverage rate: 100.0%

Audit and internal controls



Source: Moody's ESG Solutions
Fund coverage rate: 90.3%
Universe coverage rate: 100.0%

Prevention of discrimination and promotion of diversity



Source: Moody's ESG Solutions
Fund coverage rate: 90.3%
Universe coverage rate: 100.0%

Carbon footprint methodology (environmental impact)

- Lazard Frères Gestion decided to establish a partnership with TRUCOST in 2016, in order to receive carbon footprint data.
- Lazard Frères Gestion uses the carbon intensity indicator, which is expressed in CO₂ equivalent tons per €m of revenue.
- The carbon footprint assessment takes into account scope 1, 2 and 3 greenhouse gas (GHG) emissions:
 - Scope 1: all direct emissions related to the combustion of fossil fuels required to manufacture the product.
 - Scope 2: indirect emissions linked to the production of electricity, heat or steam consumed by the activities of the company.
 - Scope 3: other indirect emissions, all other indirect emissions related to the activity of the company considered.
- These measurements are made only on securities held directly.
- In the case of a listed company for which we do not have carbon data, its weighting is then proportionally distributed over the weight of other companies in the same sector, in order to preserve the initial sectoral weightings.
- The weight of each security in the portfolio is rebased so that the total weight is 100%.
- The method used to calculate the carbon intensity of a portfolio is a weighted average of GHGs divided by the revenue of each position. This gives us the following formula:

$$\text{Carbon intensity of the Portfolio} = \sum \left[\left(\frac{\text{Carbon emissions (scope 1 + 2 + 3)}}{\text{Revenue}} \right) \text{ of each security} \times \text{security weight} \right]$$

- The level of CO₂ emissions of a company is highly dependent on its field of activity. Some sectors are structurally more "emitting" than others.

This document is not pre-contractual or contractual in nature. It is provided for information purposes.

It presents analyses and descriptions prepared by Lazard Freres Gestion SAS on the basis of general information and statistics obtained from public sources. There is no guarantee that this information will remain accurate after the publication date.

The interpretation of these analyses or descriptions may vary according to the methods used. Moreover, the instruments and securities referred to in this document are subject to market fluctuations, and therefore no guarantee can be given as regards their performances and evolutions in the future. The analyses and descriptions contained in this document shall not be interpreted as being advice or recommendations on the part of Lazard Freres Gestion SAS. This document does not constitute an offer or invitation to purchase or sell, nor an encouragement to invest in any of the instruments or securities referred to herein.

It is therefore the responsibility of each individual to assess the risks associated with these services and/or investments independently before making any investment. Investors should refer to the terms and conditions of Lazard Freres Gestion SAS in relation to the services and/or investments mentioned in this document.

Moreover, any person wanting to invest in the undertaking(s) for collective investment in transferable securities (UCITS) mentioned in this document is required to consult the KIID approved by the French AMF ("Autorite des Marchés Financiers") that is provided to all subscribers and which is available on simple request from Lazard Freres Gestion SAS. The information contained in this document has not been independently verified or audited by the statutory auditors of the UCITS(s) concerned.

The legal and tax information provided are general in nature and do not constitute consultation in this regard. The reader is advised to consult an appropriate and competent legal and tax expert before proceeding with any investment.

The prospectus, KIID and financial reports of the fund are available free of charge on the Lazard Freres Gestion website and from our local distributors. Performances are calculated after deduction of management fees but do not include taxes or subscription and redemption fees, which are borne by the subscriber. Past performance is no guarantee of future results. The instruments and securities referred to in this document are subject to market fluctuations, and therefore no guarantee can be given as regards their performances and evolutions in the future.