

Country of registration

The resource of this report item is not reachable

Investment policy



The management objective is to obtain, over the recommended investment period of 3 years, a performance net of fees higher than that of the reference indicator Capitalized Ester + margin (from 1.25% to 2.40% depending on the units) for units expressed in Euro, Fed Funds + margin (1.25% to 2% depending on the units) for units expressed in USD and SARON + 2.40% for the unit expressed in CHF.

Benchmark index

€ster capi + 2% depuis le 01/01/2022 ; €ster capi + 1,75% du 02/03/20 au 01/01/22; Auparavant Eonia capi +1,75%

Legal Form	SICAV
Legal Domicile	France
UCITS	Yes
SFDR Classification	Article 8
AMF Classification	International bonds
Eligibility to PEA (personal and / or savings plan)	No
Currency	EURO
Subscribers concerned	Eligible investors
Inception date	28/10/2005
Date of share's first NAV calculation	28/10/2005
Management company	Lazard Frères Gestion SAS
Custodian	CACEIS Bank FR S.A
Fund administration	CACEIS Fund Admin
Frequency of NAV calculation	Daily
Order execution	For orders placed before 12:00 pm subscriptions and redemptions on next NAV
Subscription terms	D (NAV date) + 2 business days
Settlement of redemptions	D (NAV date) + 2 business days
Share decimalisation	No
Minimum investment	1 share
Subscription fees	4% max.
Redemption fees	Nil
Management fees (max)	1.00%
Performance fees (¹)	Nil
Current expenses (PRIIPS KID)	1.08%

(1) Please refer to the Prospectus for more details about the performance fees.

(3) Ratios calculated on a weekly basis

The chart displays the performance of the Fund (blue line) and the Benchmark (grey line) from August 2016 to February 2026. The Fund's performance is characterized by high volatility, with a sharp peak around 2022 followed by a decline and then a recovery. The Benchmark shows a steady, linear increase over the period.

Date	Fund Value (Approx.)	Benchmark Value (Approx.)
08-2016	100.0	100.0
02-2017	102.0	100.0
08-2017	105.0	100.0
03-2018	110.0	100.0
09-2018	105.0	100.0
03-2019	100.0	100.0
10-2019	105.0	100.0
04-2020	100.0	100.0
11-2020	120.0	102.0
05-2021	130.0	105.0
11-2021	130.0	108.0
06-2022	140.0	110.0
12-2022	145.0	115.0
06-2023	130.0	120.0
01-2024	135.0	125.0
07-2024	140.0	130.0
01-2025	145.0	135.0
08-2025	150.0	140.0
02-2026	155.0	145.0

Past performance is no guarantee of future performance and is assessed at the end of the recommended investment period.

Cumulative						Annualized			
	1 Month	YTD	1 Year	3 Years	5 Years	10 Years	3 Years	5 Years	10 Years
Fund	-2.13%	-0.97%	3.48%	14.95%	18.96%	51.34%	4.75%	3.53%	4.23%
Benchmark	0.36%	2.37%	4.10%	15.95%	22.28%	27.58%	5.06%	4.11%	2.47%
Difference	-2.49%	-3.34%	-0.62%	-0.99%	-3.32%	23.76%	-0.30%	-0.57%	1.76%

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Fund	6.61%	5.72%	-0.60%	5.44%	2.76%	13.19%	8.78%	-7.19%	6.50%	6.48%
Benchmark	4.33%	5.94%	5.39%	2.02%	1.21%	1.28%	1.39%	1.41%	-0.36%	-0.32%

	07 2026	07 2025	07 2024	07 2023	07 2022	07 2021	07 2020	07 2019	07 2018	07 2017
Fund	3.48%	4.04%	6.78%	0.97%	2.50%	10.80%	7.68%	-0.09%	-1.46%	8.30%
Benchmark	4.10%	4.97%	6.11%	4.07%	1.34%	1.22%	1.33%	1.42%	0.66%	-0.36%

	1 Year	3 Years
Volatility		
Fund	5.07%	5.08%
Benchmark	0.04%	0.12%
Tracking Error	5.08%	5.08%
Information ratio	-0.03	-0.05
Sharpe ratio	0.38	0.37

Portfolio characteristics

	Estimated yield	Spread vs Govies (bps)	Modified Duration	Credit Spread Sensitivity
Gross (% AUM)	4.7%	172	3.2	3.2
Net (% Expo)	5.4%	172	9.7	3.2

Estimates of these data are based on LFG's best judgement for all securities (bonds, forward foreign exchange, CDS and futures) at the date mentioned. These figures exclude cash. LFG does not provide any guarantee.

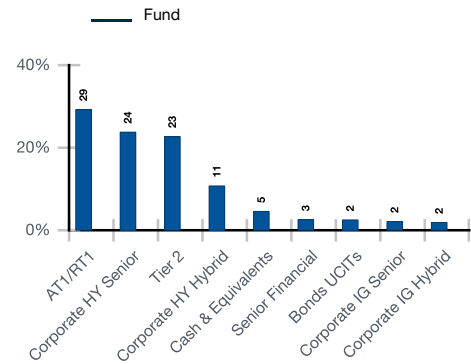
Average rating

Issues Rating*	Issuers Rating*
BB+	BBB
*Average rating (excluding treasury bills and NDS)	

Main holdings

Holdings	Weight
GRAND CITY PROP. TV 26-05MY--A	1.0%
BCO CDT.SOC.TV(REGS)25-13OC37A	0.8%
RAIFFEIS.BK.TV(COCO)24-25NO--S	0.8%
BANCO SANT.TV (COCO)21-21SE--T	0.8%
PIRAEUS BK. TV(EMTN)24-18SE35A	0.8%

Subordination breakdown (%)

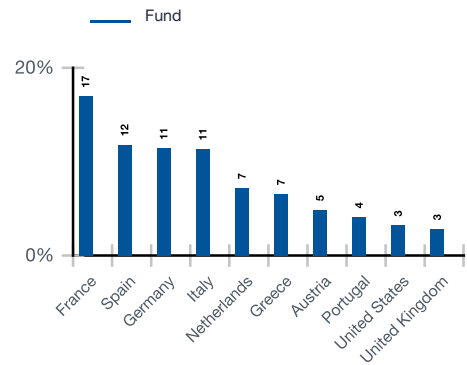


Currency breakdown (%)

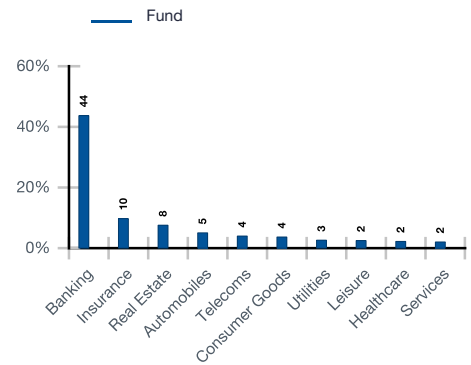
Currencies	Net Weight	Gross Weight
EUR	109.7%	97.7%
USD	-9.6%	1.4%
GBP	-0.2%	0.9%
JPY	0.1%	0.1%

Net exposure excluding automatic hedging

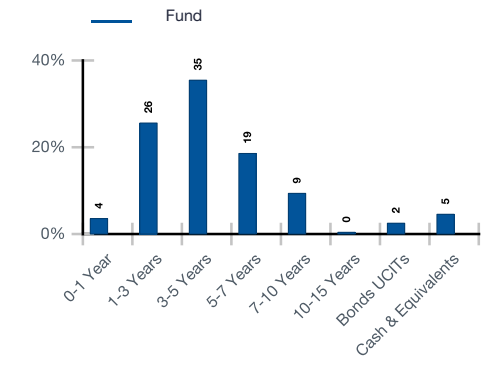
Geographical breakdown % (top ten)



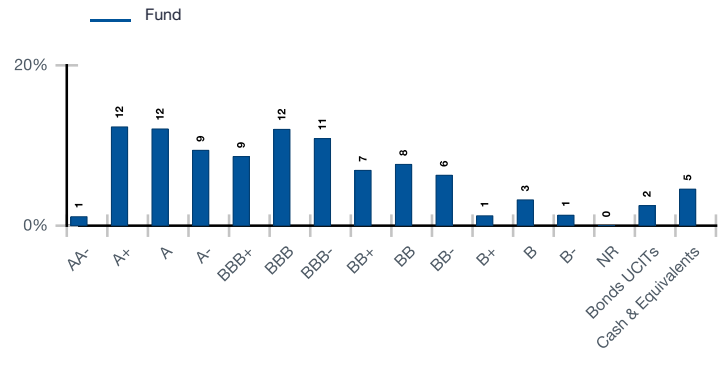
Sector breakdown % (top ten)



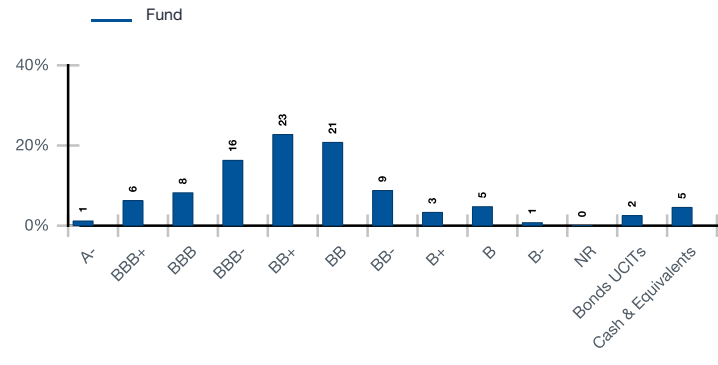
Maturity breakdown % (next call date)



Issuer rating breakdown (%)



Issue rating breakdown (%)



Fund managers comment

July was marked by the resurgence of the US-Iran conflict, driving the price of Brent crude to nearly \$100 per barrel and reigniting fears of inflation. Disagreements persist over the terms of transit through the Strait of Hormuz, with Iran reaffirming its intention to retain control over maritime traffic. In the US, the Federal Reserve kept its key rates unchanged within the [3,50%-3,75%] range. Nine members voted to keep rates unchanged, while three dissented, arguing in favour of a rate hike. To justify the decision to wait before taking any action on key rates, Kevin Warsh highlighted the rise in real and nominal interest rates and the resulting tightening of financing conditions for the economy. Against this backdrop, the yield curve steepened, with 2-year yields rising by 12bp and 10-year yields by 27bp. The ten-year yield ended the month at 4,73%. In the Eurozone, the German two-year yield rose by 29bp to 2,82%; the ten-year yield fell back to 3,21% after a rise of 35bp. The ECB kept its key rates unchanged, but the likelihood of a further 25bp tightening in September has increased significantly following the resurgence of the conflict. The ECB still seems concerned about second-round effects. Preliminary core inflation figures for July came in at 2,5% while second-quarter growth came in higher than expected at 0,4%, compared with the forecast of 0,2%. The OAT-Bund spread remained steady over the month at 79bp, while the 10-year BTP-Bund spread widened by 4bp to 81bp. In the UK, the Bank of England kept its key rate unchanged, and Governor Andrew Bailey stated that the central bank was not moving towards monetary tightening. Despite this status quo, yields rose by 25bp at the short end, and by 29bp for longer maturities, with the 10-year yield ending the month at 5,05%.

In financials, spreads were unchanged for Senior bank bonds; Tier 2s tightened by -1bp, while AT1s tightened by -4bp (€AT1 -10bp). In the insurance sector, Senior spreads ended the month at -1bp, while Subordinated spreads remained unchanged. Performance was negative for the month: Senior bank bonds posted -0,7%; Tier 2 bank bonds -0,6%; and AT1s -0,2% (€AT1 -0,3%). In the insurance sector, Senior bonds ended at -0,8% and Subordinated bonds at -0,9%. The primary market was quiet, with around €1.2 billion issued in the Subordinated segment. The 2026 first-half earnings season got off to a very positive start, driven by Nordic and US banks before extending to the sector as a whole. In IG corporate credit, credit margins ended the month slightly tighter (senior -2bp, hybrids -1bp), following a tightening in the first half of the month and then a slight widening as the earnings season progressed. The interest rate environment remained challenging (Middle East tensions, central bank meetings). The performance came in at -1,10%, mainly due to the interest rate component, which was not offset by carry and spreads. Most sectors tightened, with very limited dispersion. Energy outperformed (-4bp), ahead of the automotive, capital goods and consumption sectors (-3bp each). Telecoms (+4bp) and media (+3bp) underperformed, dragged down by concerns about capex funding, and real estate (+1bp) also underperformed amid rising interest rates. Primary market activity fell to around €17 billion, affected by the earnings season, geopolitical volatility and the upcoming summer break.

High Yield corporate credit fell by 27bp in July. The asset class was hit by rising yields (+35bp on the 5-year German Bund), driven by the deteriorating situation in the Strait of Hormuz, which put pressure on oil prices. The 8bp spread tightening (driven by fairly encouraging second-quarter earnings, with the outlook for 2026 confirmed in most cases) and carry were not sufficient to offset the negative impact of interest rates. There were few differences between BB- and B-rated credit, but CCC-rated credit underperformed. Energy (Consolidated Energy, Ithaca), services (House of HR, PCC, Rekeep) and retail (Maxeda, Cesar, Bertrand) posted slightly positive performance, while telecoms (Virgin Media, Coreweave, Ziggo), media (Discovery) and transport (Air France, Abertis) ended the month down. The primary market was more subdued than usual, with issuance totalling €6 billion, mainly for refinancing purposes, with the exception of Loxam, which returned to the markets to finance an acquisition in Brazil.

The portfolio's performance was negative over the month, with the PVC share down -2,09%. Performance was largely impacted by the rise in interest rates during the month. As risk premiums tightened, the credit effect was positive but did not offset the interest rate effect. The credit contribution came mainly from risky assets (HY corporate and subordinated financial bonds). Credit sensitivity remained unchanged month-on-month at 3,2. Modified duration continues to be tactically managed between 7 and 10.

Contacts and additional information

Glossary :

Alpha represents the return of a portfolio that is attributable to the manager's investment decisions.
Beta measures a fund's sensitivity to movements in the overall market.
Information ratio represents the value added by the manager (excess return) divided by the tracking error.
Sharpe ratio measures return in excess of the risk free rate for every unit of risk taken.
Tracking error measures the volatility of the difference between a portfolio's performance and the benchmark.
Volatility is a measure of the fund's returns in relation to its historic average.
Yield to Maturity indicates the rate of return generated if a security is held to its maturity date.
Coupon Yield is the annual coupon value divided by the price of the bond.
Average Credit Spread is the credit spread of a bond over LIBOR, taking into account the value of the embedded option.

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

Average Rating is the weighted average credit rating of bonds held by the Fund.

Modified Duration is the percentage change in the value of a bond resulting from a 1% interest rate change.

Average Maturity is the average time to maturity of all bonds held by the Fund.

Spread Duration is the sensitivity of a bond price to a change in spreads.

Yield is the internal rate of return of a bond if held to maturity, but not accounting for conversion features of a convertible bond.

Delta represents the sensitivity of convertible bonds held by the Fund to a change in the underlying security price.

Spain, Andorra and Portugal
Lazard Fund Managers (Ireland) Limited, Sucursal en España
Paseo de la Castellana 140, Piso 10°, 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, 20 Manchester Square, London, W1U 3PZ
Telephone : 0800 374 810
Email: contactuk@lazard.com

Switzerland and Liechtenstein
Lazard Asset Management Schweiz AG Uraniast. 12, CH-8001 Zürich
Telephone : +41 43 / 888 64 80
Email: lfm.ch@lazard.com

Netherlands
Lazard Fund Managers (Ireland) Limited.
Amstelplein 54, 26th floor 1096BC Amsterdam
Telephone: +31 / 20 709 3651
Email: contact.NL@lazard.com

Non-contractual document: This is a marketing communication. This document is provided for the information of unitholders or shareholders in accordance with applicable regulations. It does not constitute investment advice, an invitation or an offer to subscribe to financial instruments. Investors should read the prospectus carefully before subscribing. Please note that not all share classes are authorised for distribution in all jurisdictions. No investment in the portfolio will be accepted until it has been properly registered in the relevant jurisdiction.

France: Any person requiring information in relation to the Fund mentioned in this document is required to consult the prospectus and the PRIIPS KID which are 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. This information is provided by Lazard Frères Gestion SAS, 25, rue de Courcelles 75 008 Paris.

Switzerland and Liechtenstein: Lazard Asset Management Schweiz AG, Uraniastrasse 12, CH-8001 Zurich. The representative in Switzerland is ACOLIN Fund Services AG, Leutschenbachstrasse 50, CH-8050 Zurich, the Paying Agent is Banque Cantonale de Genève, 17, quai de l'Île, CH-1204 Geneva. For further information please visit our website, contact the Swiss representative or visit www.fundinfo.com. The paying agent in Liechtenstein is LGT Bank AG, Herrengasse 12, FL-9490 Vaduz. Not all share classes of the respective sub-fund are registered for distribution in Liechtenstein and are aimed exclusively at institutional investors. Subscriptions may only be made on the basis of the current prospectus. The performance shown does not take account of any commissions and costs charged when subscribing to and redeeming shares.

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, 20 Manchester Square, London, W1U 3PZ. Company registered in England and Wales under number 525667. Lazard Asset Management Limited is authorised and regulated by the United Kingdom's Financial Conduct Authority (FCA).

Germany and Austria: Lazard Asset Management (Deutschland) GmbH, Neue Mainzer Strasse 75, 60311 Frankfurt am Main is authorised and regulated in Germany by the Federal Financial Supervisory Authority (BaFin). The Paying Agent in Germany is Landesbank BadenWürttemberg, 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, 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 for French funds is RBC Investor Services Bank S.A : 14, Porte de France, L-4360 Esch-sur-Alzette-Grand Duché de Luxembourg

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 authorised and regulated in Germany by BaFin. Not all the share classes of the relevant sub-fund are registered for marketing in Italy and they are intended exclusively for institutional investors. Subscriptions may only be made on the basis of the current prospectus. The Paying Agent for the French funds are Société Générale Securities Services, Via Benigno Crespi, 19, 20159 Milano, and BNP Paribas Securities Services, Piazza Lina Bo Bardi, 3, 20124 Milano.

Netherlands: This information is provided by the Dutch branch of Lazard Fund Managers (Ireland) Limited, which is registered 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, 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 number 18.

Andorra: Only for financial entities authorised in Andorra. This information is provided by the Spanish branch of Lazard Fund Managers Ireland Limited, 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 number 18. This information is approved by Lazard Asset Management Limited (LAML). LAML and the Fund are not regulated or authorised or registered in the official registers of the Andorran regulator (AFA) and, accordingly, Shares in the Fund may not be offered or sold in Andorra through active marketing activities. Any order transmitted by an authorised Andorran financial entity for the purpose of acquiring Units in the Fund and/or any commercial document relating to the Fund shall be communicated in response to an unsolicited contact from the investor.

Hong Kong: provided by Lazard Asset Management (Hong Kong) Limited (AQZ743), Suite 1101, Level 11, Chater House, 8 Connaught Road Central, Central, Hong Kong. Lazard Asset Management (Hong Kong) Limited is a corporation licensed by the Hong Kong Securities and Futures Commission to conduct Type 1 (dealing in securities) and Type 4 (advising on securities) regulated activities only on behalf of "professional investors" as defined under the Hong Kong Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) and its subsidiary legislation.

Singapore: provided 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.

For any complaint, please contact the LAM or LFG office in your country. You will find the contact details above.