

### Key Investor Information:

this document contains key information for investors in the UCI. It is not a promotional document. The information contained herein is provided to you in accordance with a legal obligation in order to help you understand the implications of investing in this UCI and the related risks. You are advised to familiarise yourself with this document in order to make a fully-informed investment decision.

# LAZARD CAPITAL FI SRI

### **FCP**

This UCITS is managed by LAZARD FRERES GESTION SAS

FR0013306727 - RVC EUR

#### **Objective and Investment Policy**

Classification of the UCI: International bonds and other debt securities

Investment objective: The investment objective is to achieve, by applying a Socially Responsible Investment (SRI) management approach, over the recommended investment horizon of 5 years, a return (net of charges) above the following benchmark: Barclays Global Contingent Capital Hedged EUR. The benchmark is expressed in [2] an index hedged against foreign exchange risk with the [2] as its base currency. Nets dividends or coupons are reinvested.

Investment policy: To achieve this investment objective, the Fund will be actively managed and mainly invested in subordinated debt (which is of higher risk than senior or secured debt) or any securities not deemed to be ordinary shares issued by financial institutions. The Fund is managed by combining a top-down approach (which first looks at general economic and market trends before deciding in which geographical areas and securities to invest) and a bottom-up approach (which first looks at issuers' creditworthiness and the quality of individual securities), thus incorporating the regulatory conditions applying to this asset class. The Fund's modified duration is between 0 and 8. The Fund is invested only in bonds or securities of issuers the registered offices of which are established in OECD-member countries and/or in securities listed on a financial market of one of these countries. The Fund is invested only in bonds that are traded in euros, US dollars, pounds sterling, or in any OECD currency. To build his portfolio, the manager conducts his own assessment of bonds or securities not deemed to be ordinary shares. He also refers to agency ratings but does not rely on them solely and **Investment policy**: To achieve this investment objective, the Fund will be also refers to agency ratings but does not rely on them solely and mechanically.

The Fund's portfolio comprises:

- up to a maximum of 100% of the net assets in bonds or securities not considered ordinary shares, expressed in euros, US dollars, pounds sterling or in any OECD currency, including contingent convertible bonds ("CoCos"). The Fund could invest up to 100% of the net assets in CoCos. A contingent convertible bonds is a type of debt instrument which, upon certain pre-specified 'trigger events' (for example, when the capital of the issuer falls below a certain level), may be converted into either shares in the issuing company, or may be reduced in value, either in part or in whole. Exchange rate risk will be hedged so that exposure thereto shall not exceed 10% of the Fund's assets, up to a maximum of 10% of its net assets in ordinary shares arising from

- up to a maximum of 10% of its net assets in ordinary shares arising from the exchange or conversion of debt, - up to a maximum of 10% of the net assets in money market UCITS, short-term money market funds or French or European bond funds provided that less than 10% of these funds' assets are invested in other UCIs.

Total exposure to equity risk may not exceed 10% of the Fund's assets. As an exception to the 5%-10%-40% ratios, the management team may invest more than 35% of the UCI's net assets in

securities guaranteed by an EEA Member State or the United States.

The UCI promotes environmental and/or social characteristics within the meaning of Article 8 of Regulation (EU) 2019/2088 (the "SFDR").

SRI selection process: The analyst-manager ensures that an ESG rating is sustainably maintained, above the average of the 80% best ratings in the financial universe of our extra-financial rating partner (universe composed of securities from the Diversified Banks, General Financial Services, Insurance, Retail and Specialised Banks sectors in the "EUR" zone, as well as companies falling into the "Greece" country category of our extra-financial rating partner). He uses an external ESG rating of 0 to 100 corresponding to a weighted average of the absolute E, S and G ratings provided by our partner ESG.

The manager may invest in securities with embedded derivatives comprising up to 100% of the net assets.

comprising up to 100% of the net assets. The Fund may invest up to a maximum of the amount of the net assets in interest-rate and currency futures, interest-rate and currency options, interest-rate and currency swaps, credit derivatives (up to a maximum of 40% of the net assets) and forward foreign-exchange contracts traded on regulated, over-the-counter or organised markets to hedge against or expose the portfolio to interest rate, exchange rate and credit risk. Up to a maximum of 10%, the fund may use equity futures and options.

Benchmark Information: The UCI is actively managed. The management strategy is unconstrained by the securities making up the benchmark

### Allocation of distributable income:

Allocation of net income: Accumulation Allocation of net realised capital gains: Accumulation and/or Distribution and/or Retention

Recommended investment period: This UCI may not be suitable for investors planning to withdraw their contributions within 5 years.

Redemption option: Orders are executed as indicated in the table below

Business day	Day on which NAV is set (d)	The business day following the valuation day (D+1)	Two business days following the valuation day (D+2)
Daily order reception and Daily centralisation of redemption orders before 12:00 p.m. (Paris time)	Order executed by the latest on d	Publication of the net asset value	Settlement of redemptions

### Risk and reward profile

ower risk Higher risk, Potentially lower return Potentially higher return 2 3

## Explanation of the indicator and its main limitations:

The diversified exposure to interest rate, foreign exchange and credit risk explains the UCI's classification in this category. The historical data used may not provide a reliable indication of the UCI's

We can give no assurance that the category displayed will not change, and the classification may change over time.

The lowest category does not imply a risk-free investment. There is no

capital guarantee.

# Other material risk factors not incorporated into the indicator:

- Credit risk for Cocos: potential risk of a downgrade to the credit rating of an issuer or of a default of that issuer that would cause the share price to fall. Investment in CoCos entails specific risks. Depending on the trigger event, there may be a significant risk of loss for the fund. For instance, when the issuing company's capital ratio falls below a certain threshold, the CoCos may be converted into equities of the issuing company whose value may have fallen. In this way, contingent convertible bonds are subject to specific risks of non-payment of coupons and capital loss in certain circumstances.

  Risks associated with derivatives: Use of complex products such as derivatives may increase losses.
- derivatives may increase losses.

The materialisation of one of these risks may result in a decline in the net asset value of the UCI. The other risks are stipulated in the prospectus.

# **Lazard Capital Fi SRI**

#### Charges

The charges and fees paid are used to cover the UCI's operating expenses, including the costs of marketing and distributing its units. These charges reduce the investments' potential growth.

Incidental costs collected before or after investment		
Front-end load	4.0%	
Back-end load	0%	

The percentage indicated is the maximum percentage that may be applied to your capital before it is invested or before the proceeds of your investment are distributed. Investors may pay less in some cases. Investors may contact their advisor or distributor to find out the effective front-end and back-end load rates.

Charges collected by the UCI over a year	
Ongoing charges	1.75%*

Charges collected by the UCI under certain circumstances

Performance fee 15% of the outperformance relative to benchmark index

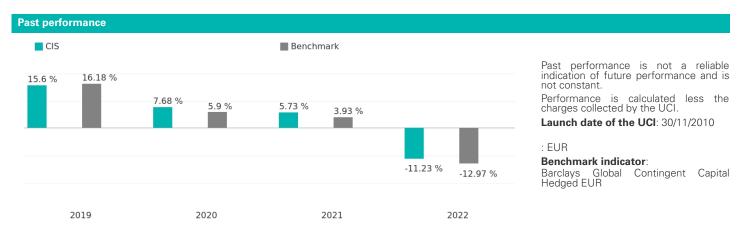
Performance fee invoiced for the last financial year:

0.29%

\* The figure communicated is based on the fees charged for the previous financial year ended 30/12/2022. It may vary from one year to the next. The description includes direct and indirect costs.

For more information on fees, please refer to the charges and fees section of the prospectus for this UCI, available online at www.lazardfreresgestion.fr.

Ongoing charges do not include: performance fees and brokerage fees, except in the case of upfront or exit costs paid by the UCI when buying or selling units or shares in other collective investment vehicles.



### **Practical information**

# Name of the custodian: CACEIS BANK.

Where and how to find out the net asset value: the net asset value is published Daily in the offices of LAZARD FRERES GESTION SAS and on the internet www.lazardfreresgestion.fr.

Where and how to obtain information on the UCI: A full copy of the prospectus and the most recent annual and periodic statements may be obtained within eight business days by sending a request in writing to LAZARD FRERES GESTION SAS, 25, rue de Courcelles 75008 Paris France.

**Taxation:** depending on your tax status, you may be subject to tax on any capital gains and income derived from the ownership of units or shares. Investors are advised to discuss this with their advisor or distributor.

LAZARD FRERES GESTION SAS shall only be held liable for statements made herein that may be misleading, inaccurate or inconsistent with the corresponding sections of the UCI's prospectus.

This UCI is accredited by the French State and regulated by the Autorité des Marchés Financiers. LAZARD FRERES GESTION SAS is accredited by the French State and regulated by the Autorité des Marchés Financiers.

This Key Investor Information Document is accurate and up-to-date as at 03/04/2023.

The remuneration policy is available on the LAZARD FRERES GESTION SAS website www.lazardfreresgestion.fr. A paper copy may be requested free of charge. Requests for additional information must be made to LAZARD FRERES GESTION SAS's UCI's legal department.