

# KEY INFORMATION DOCUMENT

## Lazard Credit 2027

**LAZARD**  
FRÈRES GESTION

### OBJECTIVE

*This document contains key information about the investment product. It is not a sales document. This information is required by law to help you understand the nature and potential risks, costs, gains and losses of this product and to help you compare it to other products.*

### PRODUCT

|                                                     |                                                                                                                                                  |
|-----------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------|
| Product name:                                       | Lazard Credit 2027 - Unit RC H-EUR                                                                                                               |
| ISIN code:                                          | FR001400CC99                                                                                                                                     |
| PRIIPS initiator:                                   | LAZARD FRERES GESTION SAS                                                                                                                        |
| Website:                                            | www.lazardfreresgestion.fr                                                                                                                       |
| Contact:                                            | Call +33 (0)1 44 13 01 79 for more information                                                                                                   |
| Competent authority:                                | The Autorité des marchés financiers (AMF) is responsible for supervising LAZARD FRERES GESTION SAS in relation to this Key Information Document. |
| Country of authorisation and approval:              | LAZARD FRERES GESTION SAS is approved in France under no. GP-04000068 and regulated by the AMF.                                                  |
| Date of production of the Key Information Document: | 01/10/2025                                                                                                                                       |

### WHAT IS THIS PRODUCT?

Type: Organisme de Placement Collectif en Valeurs Mobilières (OPCVM), Fonds Commun de Placement (FCP)

Term: The UCI's term is 99 years from 17/10/2022, except in the event that the Fund is dissolved before the end of the term or extended pursuant to these regulations.

#### Objectives:

The objective is to achieve an annualised performance in excess of 1.70% net of fees on 06.30.2022 over a five-year investment horizon, through exposure to the bond market close to this maturity. This objective is based on the assumption that the Fund's units will be held for the entire recommended investment period and on the achievement of market assumptions determined by the Management Company. It does not constitute a promise of return or performance by the Fund. These market assumptions include the risk of default or downgrading of one or more issuers in the portfolio. If such risks were to materialise at a higher level than anticipated in the financial manager's assumptions, the investment objective may not be achieved. The Fund may invest in bonds and other money market debt securities of private or public issuers and similar, and to which between 0% and 100% of the net assets will be permanently exposed. Investments will take into account environmental, social and governance criteria. The Fund seeks to take advantage of attractive actuarial yields on corporate bonds. 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's investment strategy will mainly entail a carry strategy (purchase of securities to hold them in the portfolio until maturity). Nevertheless, the manager has leeway to actively manage the portfolio by selling and buying securities. The fund's turnover rate will therefore be low. It is estimated at an average of 10% per year.

The Fund's modified duration is between 0 and 5.5.

The investment strategy consists of applying a quantitative filter to isolate the bonds and money market debt securities that correspond to the Fund's investment strategy by their first end maturity or early repayment date (March 31st, 2028) and the issuance currency. To build his portfolio, the portfolio manager conducts his own qualitative analysis of the bonds. It also refers to agency ratings without relying exclusively and mechanically on them.

Up to 100% of the Fund's net assets will be invested in bonds and money market instruments that are unrated or rated investment grade and speculative (High Yield) by the rating agencies or equivalent based on the Management Company's analysis. The securities will be denominated in euros, US dollars or pounds sterling and will be hedged against foreign exchange risk with a residual foreign exchange risk of a maximum of 5% of the Fund's net assets. The Fund may invest up to the amount of the net assets in forward financial instruments traded on French or foreign regulated, organised or over-the-counter markets for the sole purpose of hedging currency risk. Hedging will be discretionary.

These market assumptions include the risk of default or downgrading of one or more issuers in the portfolio as well as currency hedging costs where applicable.

A maximum of 10% of the net assets may be invested in all categories of UCI that meet the four criteria of Article R 214-13 of the French Monetary and Financial Code. This investment may solely concern UCIs that in turn invest less than 10% of their assets in other UCIs. All of these UCIs may be managed by the management company.

The Management Company has introduced a swing pricing mechanism for the valuation of the Fund. For further details, please refer to the Fund prospectus.

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

After November 30th, 2027, if market conditions permit and after approval by the French financial markets authority (Autorité des marchés financiers, AMF), the Fund's strategy will be renewed for another carry period. If this is not the case, the Fund will be dissolved, merged with another UCI, or amended after approval by the AMF. The management company reserves the right, subject to approval by the AMF, to liquidate the Fund early if the expected performance over the remaining period is close to that of the money market over the period.

The subscription period for the unit RC H-EUR will be closed after cut-off on 29/12/2023. From that date, only subscriptions preceded by a redemption received from the same investor on the same day for the same number of units at the same NAV may be executed. The Management Company may decide to extend the subscription period.

Allocation of distributable income:

- Allocation of net revenue: Accumulation

- Allocation of net realised capital gains: Accumulation

Right of redemption: 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 12H00 (Paris time) | Order executed by the latest on d | Publication of the net asset value                 | Settlement of redemptions                           |

Targeted retail investors: This product may be suitable for retail investors with a limited level of knowledge of financial markets and products who seek international bonds and other debt securities exposure and who accept the risk of losing part of the invested capital.

The UCI may not be offered or sold in the United States. For further information, please refer to section "11. Eligible subscribers and typical investor profile" in the prospectus.

Recommendation: This UCI may not be suitable for investors planning to withdraw their investment within 5 years

Name of custodian: CACEIS BANK

Where/how to obtain information on the UCI :

All other practical information on this product, including the latest unit price, the prospectus, the latest annual and periodic reports, the composition of assets and the standards of LAZARD FRERES GESTION SAS with regard to the exercise of voting rights, as well as the report on the exercise of voting rights, will be sent out within eight working days upon written request to LAZARD FRERES GESTION SAS - 25, rue de Courcelles 75008 Paris France.

## WHAT ARE THE RISKS AND WHAT'S IN IT FOR ME?

Risk indicator:



The risk indicator assumes that you keep the product for 5 years. The actual risk may be very different if you opt to exit before the end of the recommended holding period, and you may get less in return.

Other sizeable risks not taken into account in the indicator:

- Credit Risk
- Risks associated with derivatives
- Liquidity risk

Recommended holding period:  
5 years

The synthetic risk indicator is used to assess the risk level of this product compared with others. It indicates the probability that this product will incur losses in the event of market movements or if we are unable to pay you. We have classified this product in the risk class 2 out of 7, which is a low risk class. This rates the potential losses from future performance at a low level, and poor market conditions are very unlikely to impact the capacity LAZARD FRERES GESTION SAS to pay you.

This product does not include any protection from future market performance so you could lose some or all of your investment.

Performance scenarios:

The figures shown include all costs of the product itself, but not necessarily all fees due to your advisor or distributor. These figures do not take into account your personal tax situation, which may also affect the amounts you will receive.

What you get from this product depends on future market performance. Future market developments are uncertain and cannot be accurately predicted.

The unfavourable, intermediate and favourable scenarios presented represent examples using best and worst case performance, as well as the average performance of the product and of a benchmark index over the past 10 years. The scenarios presented represent examples based on past performance and certain assumptions. Markets could evolve very differently in the future.

| Recommended holding period: 5 years<br>Investment example: 10,000 € |                                                                                       |                          |                           |
|---------------------------------------------------------------------|---------------------------------------------------------------------------------------|--------------------------|---------------------------|
| Scenarios                                                           |                                                                                       | If you exit after 1 year | If you exit after 5 years |
| Minimum                                                             | There is no guaranteed minimum return. You could lose all or part of your investment. |                          |                           |
| Pressure                                                            | What you could get after deducting costs                                              | 7,770 €                  | 7,500 €                   |
|                                                                     | Average annual return                                                                 | -22.3%                   | -5.6%                     |
| Unfavourable                                                        | What you could get after deducting costs                                              | 8,350 €                  | 9,000 €                   |
|                                                                     | Average annual return                                                                 | -16.5%                   | -2.1%                     |
| Intermediary                                                        | What you could get after deducting costs                                              | 10,150 €                 | 9,790 €                   |
|                                                                     | Average annual return                                                                 | 1.5%                     | -0.4%                     |
| Favourable                                                          | What you could get after deducting costs                                              | 10,740 €                 | 11,460 €                  |
|                                                                     | Average annual return                                                                 | 7.4%                     | 2.8%                      |

The stress scenario shows what you could get in extreme market situations.

Unfavourable scenario: This type of scenario occurred for an investment between 30/09/2021 - 30/09/2022

Intermediate scenario: This type of scenario occurred for an investment between 28/02/2017 - 28/02/2018

Favourable scenario: This type of scenario occurred for an investment between 30/12/2022 - 30/12/2023

## WHAT HAPPENS IF LAZARD FRERES GESTION SAS IS UNABLE TO MAKE THE PAYMENTS?

The product is a co-ownership of financial instruments and deposits separate from the portfolio management company. In the event of default by the latter, the assets of the product held by the custodian will not be affected. In the event of default by the custodian, the risk of financial loss to the product is mitigated by the legal segregation of the assets of the custodian from those of the product.

## WHAT WILL THIS INVESTMENT COST ME?

The person who sells you this product or who gives you advice about it may ask you to pay additional costs. If so, this person will inform you about these costs and show you the impact of these costs on your investment.

Costs over time:

The tables show the amounts deducted from your investment to cover the different types of costs. These amounts depend on the amount you invest, how long you hold the product and the performance of the product. The amounts shown here are illustrations based on an example of an investment amount and different possible investment periods.

We have assumed:

- that in the first year you would get back the amount you invested (annual return of 0.0%)
- that for the remaining holding periods, the product evolves as indicated in the intermediate scenario
- that 10,000 EUR are invested

|                            | If you exit after 1 year | If you exit after 5 years |
|----------------------------|--------------------------|---------------------------|
| Total costs                | 239 €                    | 809 €                     |
| Impact of annual costs (*) | 2.4%                     | 1.6% every year           |

(\*) It shows how costs reduce your return annually over the holding period. For example, it shows that if you exit at the end of the recommended holding period, your average return per year is expected to be 1.2% before deduction of costs and -0.4% after that deduction.

Breakdown of costs:

| One-off costs at entry or exit | If you exit after 1 year |
|--------------------------------|--------------------------|
|--------------------------------|--------------------------|

|                                                              |                                                                                                                                                                                                                           |             |
|--------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|
| Entry costs                                                  | 1.00% of the amount invested. This is the maximum amount you could be required to pay. The person selling you the product will inform you of the actual costs.                                                            | Up to 100 € |
| Exit costs                                                   | We do not charge exit costs.                                                                                                                                                                                              | 0 €         |
| Recurring costs incurred each year                           |                                                                                                                                                                                                                           |             |
| Management fees and other administrative and operating costs | 1.30% of the value of your investment per year.<br>This estimate is based on actual costs over the past year.                                                                                                             | 129 €       |
| Transaction costs                                            | 0.11% of the value of your investment per year.<br>This is an estimate of the costs incurred when we buy and sell the investments underlying the product. The actual amount varies depending on how much we buy and sell. | 11 €        |
| Incidental costs incurred under specific conditions          |                                                                                                                                                                                                                           |             |
| Performance-related fees                                     | There are no performance fees for this product.                                                                                                                                                                           | 0 €         |

## HOW LONG DO I HAVE TO HOLD IT AND CAN I WITHDRAW MONEY EARLY?

Recommended holding period: 5 years

This product does not have a minimum holding period requirement. The recommended holding period (5 years) has been calculated to be consistent with the product's investment objective.

You may withdraw your investment before the end of the recommended holding period, without any charges or penalties under the conditions set out in the "Right of redemption" section. The risk profile of the product may be very different if you opt to exit before the end of the recommended holding period.

Your UCI has a redemption gate mechanism. For the UCI, the cap on redemptions may be applied by the management company when the threshold of 10% of net assets is reached. Please refer to section 15 of the prospectus.

## HOW CAN I MAKE A CLAIM?

Any complaints regarding this product can be addressed to the Legal Department of LAZARD FRERES GESTION SAS:

By post: LAZARD FRERES GESTION SAS – 25, rue de Courcelles 75008 Paris France

By e-mail: [lfg.juridique@lazard.fr](mailto:lfg.juridique@lazard.fr)

A description of the complaint handling process is available on our website at [www.lazardfreresgestion.fr](http://www.lazardfreresgestion.fr).

## OTHER RELEVANT INFORMATION

The UCI falls under Article 8 of Regulation (EU) 2019/2088, the Sustainable Finance Disclosure Regulation (SFDR).

Environmental, social and governance (ESG) criteria are integrated into management through an internal analysis and rating model that directly influences management without being a determining factor in decision-making.

Further information on this product can be found on the website LAZARD FRERES GESTION SAS. A hard copy may be obtained free of charge on written request to LAZARD FRERES GESTION SAS - 25, rue de Courcelles 75008 Paris France. You can also find information on the product's performance over the past years and performance scenario calculations at <https://www.lazardfreresgestion.fr>.

Where this product is used as a unit-linked vehicle for a life insurance or capitalisation contract, additional information about this contract, such as the costs of the contract, which are not included in the costs indicated in this document, the contract in the event of a claim and what happens in the event of default of the insurance company, are presented in the key information document of this contract which must be provided by your insurer or broker or any other insurance intermediary in accordance with their legal obligation.

If you disagree with the response to your complaint, you may choose to contact the AMF Ombudsman (Autorité des Marchés Financiers - 17 place de la Bourse, 75082 Paris Cedex 02), once you have exhausted all internal appeal procedures. The form for requesting mediation from the AMF and the mediation charter are available on the website <http://www.amf-france.org>.