

PRODUCT PROFILE / 2Q 2010

Global Equity

STRATEGY DESCRIPTION

Lazard Global Equity seeks to generate strong relative returns over a long-term time horizon by investing in companies with strong financial productivity at attractive valuations. The strategy typically invests in 60-100 securities of companies, generally with a market capitalization of \$2 billion or greater, that are domiciled in those countries that comprise the MSCI World Index. A version that also invests in emerging markets securities is also available.

PERFORMANCE (%) — AS OF JUNE 30, 2010

(%; Gross of fees)	3-Month	YTD	1-Year	Annualized Returns		
				3-Year	5-Year	10-Year
Lazard Global Equity	-12.9	-11.1	7.7	-10.9	0.3	-0.1
MSCI World Index	-12.7	-9.8	10.2	-11.5	0.1	-1.0

Performance is preliminary and presented gross of fees. Please refer to the disclosure sections for additional performance information, including net-of-fees results. The performance quoted represents past performance. Past performance is not a reliable indicator of future results.

PORTFOLIO DRIVERS SECOND QUARTER 2010

Helped	+	An underweight position and stock selection in the financials sector
	+	Stock selection in the energy sector
Hurt	-	Stock selection in the consumer staples sector
	-	Stock selection in the materials sector

COMMENTARY¹

Global stocks were volatile in the second quarter, falling sharply from mid-April to late May as European sovereign debt fears intensified. Uncertainty over growth prospects in the United States and China also weighed on stocks. The large European bailout package did little to calm investors' fears, and austerity measures by several European governments led to concerns that the economic recovery could be held back. In the United States, stocks rallied earlier in the quarter on the back of strong corporate earnings announcements, but failed to maintain the positive momentum. A series of recent events, including ongoing financial reform

legislation and the oil spill in the Gulf of Mexico, also hinted at more aggressive governmental influence on business, further hurting investor sentiment.

As uncertainty within the global economy remains, we continue to focus on individual stocks and on leveraging our broad global opportunity set. We seek to identify companies with strong balance sheets and competitive positions that we believe will hold up if the recovery falters, but with a sufficiently large valuation discount to their normalized earnings to rally if the recovery persists.

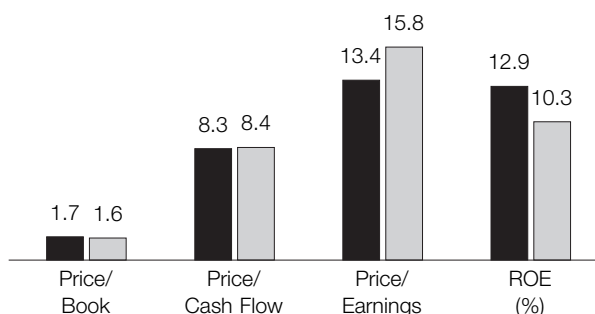
PORTFOLIO PROFILE^{1, 2}

	Lazard	MSCI World Index
Number of Securities	81	1,657
Current Dividend Yield (%)	2.7	2.7
Average Weighted Market Cap (\$ billions)	57.3	51.2
Turnover - Trailing 12 Months (%)	61.9	N/A

Geographic Allocation	Lazard Weighting %	MSCI World Index Weighting %
Continental Europe	17.5	19.2
United Kingdom	13.0	9.5
Middle East	0.0	0.4
Japan	12.1	10.5
Asia-Pacific ex-Japan	3.9	5.7
North America	53.5	54.7

Characteristics

- Lazard
- MSCI World Index



Sector Allocation	Lazard Weighting %	MSCI World Index Weighting %
Financials	17.0	20.5
Information Technology	15.3	11.9
Health Care	13.1	10.2
Consumer Discretionary	12.8	9.9
Industrials	12.6	11.0
Consumer Staples	9.5	10.5
Energy	9.3	10.0
Materials	6.1	7.3
Telecommunication Services	3.5	4.2
Utilities	0.7	4.4

NOTES:

1 The allocations mentioned are based upon a portfolio that represents the proposed investment for a fully discretionary account. Allocations are subject to change.

2 Investment characteristics are based upon a portfolio that represents the proposed investment for a fully discretionary account. Source: Lazard, MSCI.

Equity securities will fluctuate in price; the value of your investment will thus fluctuate, and this may result in a loss. Securities in certain non-domestic countries may be less liquid, more volatile, and less subject to governmental supervision than in one's home market. The values of these securities may be affected by changes in currency rates, application of a country's specific tax laws, changes in government administration, and economic and monetary policy.

Certain information included herein is derived by Lazard in part from an MSCI index or indices (the "Index Data"). However, MSCI has not reviewed this product or report, and does not endorse or express any opinion regarding this product or report or any analysis or other information contained herein or the author or source of any such information or analysis. MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any Index Data or data derived therefrom. The MSCI Index Data may not be further redistributed or used as a basis for other indices or any securities or financial products.

ABOUT LAZARD ASSET MANAGEMENT

DIFFERENTIATING FEATURES

- Focus on security selection and portfolio construction
- Accounting validation process
- Internal global research resources
- Risk management
- Team approach to investing

FIRM OVERVIEW

Tracing its history back to 1848, Lazard has long maintained a pre-eminent position in the world's financial marketplace. Lazard Asset Management LLC, an indirect subsidiary of Lazard Ltd., is known for its global perspective on investing and years of experience with global, regional, and domestic portfolios. With more than 235 investment personnel worldwide, we offer investors of all types an array of equity, fixed income, and alternative investment solutions from our network of local offices in ten different countries. Our team-based approach to portfolio management helps us to deliver robust and consistent performance over time, and strong client relationships allow us to understand how to employ our capabilities to our clients' advantage.

INVESTMENT PHILOSOPHY

- **Pick securities, not markets.** Securities are evaluated individually, and capital is allocated to the most attractive. Each investment decision is backed by original research, strict accounting validation, and fundamental analysis.
- **Find relative value.** A careful analysis of valuation is predicated on a long-term view of financial productivity. Understanding that value is determined by the relationship between cost and reward, an emphasis is placed on strong fundamentals.
- **Manage risk.** Although it cannot be avoided, risk can be actively managed through an understanding of the cumulative risk resulting from individual investment decisions.
- **Stick to our discipline.** In the course of a complete market cycle, investment styles will fall in and out of favor. By remaining faithful to our approach, success can be measured with a long-term perspective.

INVESTMENT PROCESS

- **Analytical Framework.** Our analysts screen global databases consisting of thousands of companies, searching for those with a high return on capital and an attractive share price.
- **Accounting Validation.** Analysts use this process to examine a company's stated financial statistics (income statement, cash flow statement, balance sheet, and all related footnotes) to consider how accounting decisions and policies may affect reported financial productivity. They also try to identify and take advantage of pricing anomalies and discover opportunities, including hidden value per share and hidden risks.
- **Fundamental Analysis.** We conduct fundamental analysis to determine the sustainability of returns, to discover hidden value, and to identify a catalyst for price revaluation.
- **Analyst Recommendations and Portfolio Construction.** Analysts propose and defend stock recommendations to the portfolio management teams, thereby identifying a group of undervalued securities that meet the teams' portfolio criteria. The portfolio teams must agree on the merits of the stock in order for a purchase to occur.

ASSETS UNDER MANAGEMENT

As of March 31, 2010

Total Firm Assets:	\$121.8 billion
Total Global Equity Assets:	\$1.8 billion

Assets include those of Lazard Asset Management LLC (New York) and its affiliates, but do not include those of Lazard Frères Gestion (Paris) or other asset management businesses of Lazard Ltd.

SELL DISCIPLINE

Portfolios are reviewed on a daily basis, and an individual security is sold when:

1. its stock price is no longer believed to reflect fair value;
2. substantial changes have occurred in the company's fundamentals; or
3. the investment thesis is no longer valid.

Portfolio ideas are generally implemented equally for all fully discretionary portfolios with similar mandates.

PERFORMANCE DISCLOSURE

Reporting Currency:	U.S. Dollars
Reporting Date:	June 30, 2010
Benchmark:	MSCI World Index
Composite Inception Date	October 1, 1986

Annualized	Lazard Return (%; Gross of Fees)	Lazard Return (%; Net of Fees)	Benchmark Return (%)
1-Year	7.7	7.1	10.2
3-Year	-10.9	-11.5	-11.5
5-Year	0.3	-0.4	0.1
10-Year	-0.1	-0.7	-1.0
Since Inception	8.9	8.3	6.6

Calendar Periods	Lazard Return (%; Gross of Fees)	Lazard Return (%; Net of Fees)	Benchmark Return (%)
QTD	-12.9	-13.1	-12.7
YTD	-11.1	-11.4	-9.8
2009	24.7	23.9	30.0
2008	-36.1	-36.6	-40.7
2007	7.4	6.5	9.0
2006	21.4	20.5	20.1
2005	7.9	7.2	9.5
2004	14.1	13.7	14.7
2003	25.6	25.0	33.1
2002	-15.0	-15.2	-19.9
2001	-14.8	-15.1	-16.8
2000	-8.2	-8.7	-13.2

DISCLOSURE NOTES

The composite returns represent the total returns of all fully discretionary, fee-paying portfolios with a Global Equity investment mandate and a minimum of \$5 million in assets under management by Lazard Asset Management.

Lazard's account inclusion policy was a minimum of three months from inception through June 30, 2001, and then the earlier of the first full month or the end of the month in which the account is fully invested from July 1, 2001 to the present. The returns of the individual portfolios within the composite are time-weighted, are based upon monthly portfolio valuations, and include the reinvestment of all earnings as of the payment date. The composite returns are asset-weighted based upon beginning period market value. Additional information regarding policies for calculating and reporting returns is available upon request. Effective January 1, 2003, composite returns include mutual funds. Currency hedging restriction removed January 2004. Composite returns are shown before the deduction of U.S. tax and custody fees (except for mutual funds which includes all fees). The composite and benchmark returns are reported net of foreign withholding taxes on dividends, interest and capital gains. The assumed tax rate for the benchmark is that of a Luxembourg holding company and is based on the actual tax rate of each country. The composite returns presented represent

past performance and is not a reliable indicator of future results which may vary.

Lazard's standard fee schedule for Global Equity accounts is 0.75% of the first \$100 million of assets and 0.50% of the balance. (This fee schedule may be presented in non-U.S. local currency equivalents based on prevailing exchange rates.) A complete list and description of all Lazard composites is available upon request.

The MSCI World Index (Net) is arithmetic, market value-weighted average return net of dividends taxation, which is derived from equities of EAFE Index countries plus equities from Canada and the United States. The Index is compiled by Morgan Stanley Capital International.

Lazard has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS). Lazard Asset Management is the "Firm" to which the GIPS Standards apply (Frankfurt office included in Firm definition as of January 1, 2003). The Firm has been audited by an independent accounting firm through December 31, 2008 and the GIPS verification letter is available upon request. The composite creation date is January 1993.

The table below describes historical composite information:

Calendar Periods	# of Portfolios	Composite Dispersion (Asset Wtd Std. Dev.)	% of Firm Assets	Total Firm Assets (USD billions)
YTD 03/31/10	<5	N/A	< 0.1	121.8
2009	<5	N/A	< 0.1	116.5
2008	<5	0.14	< 0.1	79.8
2007	<5	0.35	< 0.1	126.9
2006	<5	0.30	0.1	97.7
2005	<5	0.38	0.2	77.6
2004	8	0.18	1.1	76.5
2003	11	1.03	0.8	69.1
2002	10	0.91	0.6	51.6
2001	12	1.10	2.1	62.5
2000	5	0.01	1.6	68.6