

LAZARD GLOBAL TOTAL RETURN & INCOME FUND INC

Form N-30B-2

June 14, 2007

LAZARD ASSET MANAGEMENT

Lazard Global Total
Return & Income
Fund, Inc.

First Quarter
Report

MARCH 31, 2007

Lazard Global Total Return & Income Fund, Inc.

Investment Overview

Dear Shareholder,

We are pleased to present the First Quarter Report for Lazard Global Total Return & Income Fund, Inc. (LGI or the Fund), for the period ended March 31, 2007. The Fund is a diversified, closed-end management investment company that began trading on the New York Stock Exchange (NYSE) on April 28, 2004. Its ticker symbol is LGI.

The Fund has been in operation for almost three years, and we are pleased with LGI's performance since its inception. We believe that the Fund has provided investors with an attractive yield and diversification, backed by the extensive experience, commitment, and professional management of Lazard Asset Management LLC (the Investment Manager or Lazard).

Portfolio Update (as of March 31, 2007)

For the first quarter of 2007, the Fund's Net Asset Value (NAV) performance increased 0.3%, underperforming the Morgan Stanley Capital International (MSCI®) World® Index (the Index) return of 2.5%. For the twelve months ended March 31, 2007, the Fund's NAV return of 15.4% was in line with the Index's return of 15.4%. In addition, the Fund's since-inception annualized NAV return of 15.2% compares favorably with the Index return of 14.8%. Shares of LGI ended the first quarter of 2007 with a market price of \$22.19, representing a 5.6% discount to the Fund's NAV of \$23.51. The Fund's net assets were \$225.8 million as of March 31, 2007, with total leveraged assets of \$305.5 million, representing 26.1% leverage.

We believe that LGI's investment thesis remains sound, as demonstrated by the Fund's favorable NAV performance since inception. However, the Fund's first quarter performance within the equity portfolio did lag, as it was affected by a lack of exposure to mining companies and by stock selection within the health care sector. On the other hand, returns for the smaller, short-duration¹ emerging market currency and debt portion of the Fund were moderately negative in January but strong for the rest of the first quarter and have been a meaningful positive contributor to performance for the year-to-date and since inception.

As of March 31, 2007, 66.0% of the Fund's total leveraged assets consisted of global equities and 33.2% consisted of emerging markets currency and debt instruments, while the remaining 0.8% consisted of cash and other assets.

Declaration of Dividends

Pursuant to LGI's managed distribution policy, the Fund's Board of Directors has declared a monthly dividend distribution of \$0.1042 per share on the Fund's outstanding stock each month since inception. The Fund continues to maintain this distribution level. In addition, in September and December of 2006, the Fund also made additional, required distributions of accumulated income and net realized capital gains. The cumulative distributions for the last 12 months ended March 31, 2007 totaled \$2.339 per share. There was no return of capital in 2006 and the Fund has not returned capital to investors since its inception. The \$2.339 distribution represents a market yield of 10.5% (including capital gains), based on the share price of \$22.19 at the close of NYSE trading on March 31, 2007.

Additional Information

Please note that available on www.LazardNet.com, are frequent updates on the Fund's performance, press releases, and a monthly fact sheet that provides information about the Fund's major holdings, sector weightings, regional exposures, and other characteristics. You may also reach Lazard by phone at 1-800-828-5548.

On behalf of Lazard, we thank you for your investment in Lazard Global Total Return & Income Fund, Inc. and look forward to continuing to serve your investment needs in the future.

Lazard Global Total Return & Income Fund, Inc.

Investment Overview (continued)

Message from the Portfolio Managers

Global Equity Portfolio

(66.0% of total leveraged assets)

The Fund's global equity portfolio is invested primarily in equity securities of large, well-known global companies with strong financial productivity at attractive valuations. Examples include GlaxoSmithKline, a global research-based pharmaceutical company based in the United Kingdom; Bank of America, a holding company that provides banking and non-banking financial services and products in the United States and internationally; Nokia Corp., the Finnish manufacturer of mobile telephones; and Total SA, the French-based energy supplier that explores for, produces, refines, transports, and markets oil and natural gas.

Companies held in the global equity portfolio are all based in developed-market regions around the world. As of March 31, 2007, 45.2% of these stocks were based in North America, 24.2% were based in Continental Europe (not including the U.K.), 19.2% were from the United Kingdom, and 11.4% were from Japan. The global equity portfolio is similarly well diversified across a number of industry sectors. The top two sectors, by weight, at March 31, 2007, were financials (30.3%), which includes banks, insurance companies, and financial services companies, and information technology (18.9%), a sector that encompasses industries involved in the design, development, installation, and implementation of information systems and applications, including hardware, software, IT services, and media-related companies. Other sectors in the portfolio include consumer discretionary, consumer staples, energy, health care, industrials, and telecommunications services. The average dividend yield on the global equity portfolio was approximately 2.3% as of March 31, 2007.

Global Equity Market Review

The multiyear bull market that began in 2003 continued through the first quarter of 2007. In February, stocks rose modestly, fueled by the combination of moderating economic growth, solid corporate profits, and strong mergers and acquisitions activity. Then, a sharp selloff began two days before the end of February, driving indices to modest losses. While there was no obvious trigger for the selloff, some analysts pointed to a sharp decline in Chinese shares. Others blamed the recent rally in the Japanese yen, which implied that speculators were reversing the "carry trade," following the recent decision by the Bank of Japan to raise interest rates. The weakening U.S. housing market and rising subprime loan defaults may have also weighed on the market. However, the market recovered much of these losses, as comments from the U.S. Federal Reserve led investors to believe that the next move in interest rates could be lower. From a sector perspective, many of the sectors that did well last year, such as materials and industrials, continued to do well in the first quarter, dramatically outperforming the broader market. The consumer staples sector continued to be supported by potential merger activity and pressure from activist shareholders. Conversely, sectors that underperformed last year, such as technology, continued to lag during the first quarter. Energy stocks were also weak, falling sharply early in the quarter along with crude oil prices and never fully recovering, even as oil prices rose late in the quarter due to rising geopolitical risks involving Iran.

Regionally, European and Japanese markets performed roughly in line with the global index. In the United States, concerns about U.S. housing weakness weighed on stocks, particularly financials.

What Helped and What Hurt LGI

Performance benefited from solid stock selection in consumer staples, as the portfolio was positively impacted by private equity interest in the strong cash generation of certain holdings, most notably Cadbury. Companies that were taking steps to improve profitability and enhance shareholder value, often under pressure from restive shareholders, were particularly good performers. A lack of exposure to mining companies detracted from performance, as these stocks continued

Lazard Global Total Return & Income Fund, Inc.

Investment Overview (continued)

to perform well amid firm commodity prices. However, we feel that valuations in this group are unattractive, as they discount an extended period of margins that are well above historical norms. Stock selection in health care also hurt returns, as the portfolio's holdings, including Sanofi-Aventis, experienced setbacks related to regulatory approval for new products as well as patent litigation on existing products, notably Johnson & Johnson. However, we believe that valuations are currently attractive for these very financially productive, diversified businesses, the earnings of which should prove resilient if global economies weaken.

**Emerging Market Currency and Debt Portfolio
(33.2% of total leveraged assets)**

The Fund also seeks enhanced income through investing in high-yielding, short-duration (typically, under one year) emerging market forward currency contracts and local currency debt instruments. As of March 31, 2007, this portfolio consisted primarily of forward currency contracts (77.3%), and a smaller allocation to sovereign debt obligations (16.5%) and structured notes (6.2%) . The average duration of the emerging market currency and debt portfolio was approximately 5.9 months, as of March 31, 2007, with an average yield of 7.7%.

As of March 31, 2007, the Fund's emerging market currency and debt holdings were highly diversified across 27 countries within Asia (22.0%), Latin America (21.1%), Africa (20.3%), the Commonwealth of Independent States and Baltic countries (12.9%), Eastern Europe (10.2%), and the Middle East (11.5%) .

Emerging Market Currency and Debt Market Review

Across all regions, the Fund's exposure to emerging market currency and local debt markets materially outperformed London Interbank Offered Rate (LIBOR). January's flat performance was followed by strength in February and March, despite the mid-quarter global market jitters. Emerging money market yields have eased slightly during the first quarter. However, emerging market central banks are increasing their tolerance for local currency appreciation, as balance of payments flows dictate a strengthening emerging market currency bias, or in the face of upward inflationary pressure in lieu of (or in complement to) interest rate hikes. In aggregate, the Fund's positions are earning an attractive risk premium while benefiting additionally from emerging market currency gains.

The outlook for emerging local markets continues to be constructive. We expect positive attribution for the coming year from both interest rate carry (currently over 7.5% annualized) and currency appreciation in certain regions. Most of these economies benefit from strong balance of payments, economic growth and continued pursuit of orthodox monetary and fiscal policy. With a healthy yield cushion, we are optimistic on the return outlook for the Fund's currency and local debt investments.

What Helped and Hurt LGI

Across all regions, the portfolio's positions materially outperformed, with nearly all countries owned in the portfolio contributing to performance, and only five markets detracting. January performance was flat, while February and March posted solid gains despite the mid-quarter global market jitters precipitated by the Chinese equity market's sharp fall. Security selection added value, as all local debt holdings generated excess returns, over and above the short-term money market results in each country. Once again, LGI's large exposure to Brazilian currency and local debt, a top-performing local market, added significant value. The Fund's ongoing avoidance of Chinese, Taiwanese, and Hong Kong local markets also served it well, as they all underperformed LIBOR during the quarter.

The Fund's Emerging Market Currency and Debt Market portfolio ended the quarter invested in the currency and local debt markets of 27 emerging countries. LGI's overall duration edged higher, to six months by quarter-end, due to accumulation of local bonds in Turkey, Mexico, and Hungary. Over 85% of all holdings mature within 12 months with the duration of the remaining positions falling within the one to six year range.

Lazard Global Total Return & Income Fund, Inc.

Investment Overview (continued)

Notes to Investment Overview:

- ¹ A measure of the average cash weighted term-to-maturity of the investment holdings. Duration is a measure of the price sensitivity of a bond to interest rate movements. Duration for a forward currency contract is equal to its term-to-maturity.
- ² The quoted yield does not account for the implicit cost of borrowing on the forward currency contracts, which would reduce the yield shown.

All returns reflect reinvestment of all dividends and distributions. Past performance is not indicative, nor a guarantee, of future results.

The performance data of the Index and other market data have been prepared from sources and data that the Investment Manager believes to be reliable, but no representation is made as to their accuracy. The Index is unmanaged, has no fees or costs and is not available for investment.

The views of the Fund's management and the portfolio holdings described in this report are as of March 31, 2007; these views and portfolio holdings may have changed subsequent to this date. Nothing herein should be construed as a recommendation to buy, sell, or hold a particular investment. There is no assurance that the portfolio holdings discussed herein will remain in the Fund at the time you receive this report, or that portfolio holdings sold will have not been repurchased. The specific portfolio holdings discussed may in aggregate represent only a small percentage of the Fund's holdings. It should not be assumed that investments identified and discussed were, or will be, profitable, or that the investment decisions we make in the future will be profitable, or equal the performance of the investments discussed herein.

The views and opinions expressed are provided for general information only, and do not constitute specific tax, legal, or investment advice to, or recommendations for, any person. There can be no guarantee as to the accuracy of the outlooks for markets, sectors and securities as discussed herein. You should read the Fund's prospectus for a more detailed discussion of the Fund's investment objective, strategies, risks and fees.

Please consider the Fund's investment objective, risks, charges and expenses carefully before investing. For more complete information about the Fund, you may obtain the prospectus by calling 800-828-5548, or online, at www.LazardNet.com. Read the prospectus carefully before you invest. The prospectus contains investment objective, risks, charges, expenses and other information about the Fund, which may not be detailed in this report.

Lazard Global Total Return & Income Fund, Inc.

Investment Overview (continued)

**Comparison of Changes in Value of \$10,000 Investment in
LGI and MSCI World Index* (unaudited)**

LGI at Market Price	\$13,877
LGI at Net Asset Value	15,141
MSCI World Index	14,976

**Average Annual Total Returns*
Periods Ended March 31, 2007
(unaudited)**

	One Year	Since Inception**
Market Price	26.37%	11.85%
Net Asset Value	15.36	15.23
MSCI World Index	15.44	14.80

* All returns reflect reinvestment of all dividends and distributions. The performance quoted represents past performance. Current performance may be lower or higher than the performance quoted. Past performance is not indicative, nor a guarantee, of future results; the investment return, market price and net asset value of the Fund will fluctuate, so that an investor's shares in the Fund, when sold, may be worth more or less than their original cost. The returns do not reflect the deduction of taxes that a stockholder would pay on the Fund's distributions or on the sale of Fund shares.

The performance data of the Index has been prepared from sources and data that the Investment Manager believes to be reliable, but no representation is made as to its accuracy. The Index represents market value-weighted average returns of selected securities listed on the stock exchanges of Europe, Australasia and the Far East, New Zealand, Canada, and the United States. The Index is unmanaged, has no fees or costs and is not available for investment.

** The Fund's inception date was April 28, 2004.

Lazard Global Total Return & Income Fund, Inc.

Investment Overview (concluded)

Ten Largest Equity Holdings

March 31, 2007 (unaudited)

Security	Value	Percentage of Net Assets
Microsoft Corp.	\$9,096,768	4.03%
Diageo PLC Sponsored ADR	8,184,045	3.62
Exxon Mobil Corp.	7,929,795	3.51
International Business Machines Corp.	7,606,782	3.37
Oracle Corp.	7,246,561	3.21
JPMorgan Chase & Co.	7,203,589	3.19
Bank of America Corp.	7,050,964	3.12
Nomura Holdings, Inc. ADR	6,894,798	3.05
HSBC Holdings PLC Sponsored ADR	6,699,903	2.97
Johnson & Johnson	6,285,118	2.78

Lazard Global Total Return & Income Fund, Inc.

Portfolio of Investments**March 31, 2007 (unaudited)**

Description	Shares	Value
Common Stocks 89.3%		
Finland 2.0%		
Nokia Oyj Sponsored ADR (c)	192,800	\$ 4,418,976
France 5.1%		
Sanofi-Aventis ADR (d)	105,200	4,577,252
Societe Generale Sponsored ADR	72,000	2,498,400
Total SA Sponsored ADR (c)	64,000	4,465,920
Total France		11,541,572
Italy 1.0%		
Eni SpA Sponsored ADR (c)	36,350	2,356,571
Japan 10.2%		
Canon, Inc. Sponsored ADR	44,700	2,399,496
Hoya Corp. Sponsored ADR	54,300	1,797,330
Mitsubishi UFJ Financial Group, Inc. ADR (c)	323,100	3,638,106
Mitsui Sumitomo Insurance Co., Ltd. ADR (d)	17,600	2,204,565
Nissan Motor Co., Ltd. Sponsored ADR (d)	192,200	4,113,080
Nomura Holdings, Inc. ADR (d)	332,600	6,894,798
Sumitomo Mitsui Financial Group, Inc. ADR	209,100	1,902,810
Total Japan		22,950,185
Netherlands 2.6%		
Heineken NV ADR	225,600	5,899,440
Singapore 2.1%		
Singapore Telecommunications, Ltd. ADR (d)	217,400	4,706,710
Sweden 1.0%		
Telefonaktiebolaget LM Ericsson Sponsored ADR	61,900	2,295,871
Switzerland 9.9%		
Credit Suisse Group Sponsored ADR	73,400	5,272,322
Nestle SA Sponsored ADR	34,400	3,341,960
Novartis AG ADR	78,900	4,310,307
Swiss Reinsurance Co. Sponsored ADR	24,900	2,279,346

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UBS AG (c)	75,900	4,510,737
Zurich Financial Services AG		
ADR	92,500	2,668,625
Total Switzerland		22,383,297
United Kingdom 17.1%		
Barclays PLC Sponsored ADR (d)	67,800	3,860,532
BP PLC Sponsored ADR (c)	69,600	4,506,600
Cadbury Schweppes PLC Sponsored		
ADR (c)	112,700	5,789,399
Diageo PLC Sponsored ADR	101,100	8,184,045
GlaxoSmithKline PLC Sponsored		
ADR (c), (d)	80,200	4,431,852
HSBC Holdings PLC Sponsored		
ADR (d)	76,300	6,699,903
Vodafone Group PLC Sponsored		
ADR	191,712	5,149,384
Total United Kingdom		38,621,715
United States 38.3%		
Bank of America Corp. (c)	138,200	7,050,964
Bristol-Myers Squibb Co. (c)	92,600	2,570,576
Cisco Systems, Inc. (a)	220,400	5,626,812
ConocoPhillips	32,900	2,248,715
Dell, Inc. (a)	92,900	2,156,209
Exxon Mobil Corp. (c)	105,100	7,929,795
First Data Corp. (c)	84,300	2,267,670
General Electric Co.	116,300	4,112,368
International Business Machines		
Corp.	80,700	7,606,782
Johnson & Johnson (c)	104,300	6,285,118
JPMorgan Chase & Co. (c)	148,896	7,203,589
Mellon Financial Corp. (d)	103,600	4,469,304
Microsoft Corp. (c)	326,400	9,096,768
Oracle Corp. (a), (c)	399,700	7,246,561
The Home Depot, Inc.	165,500	6,080,470
United Technologies Corp.	68,900	4,478,500
Total United States		86,430,201
Total Common Stocks		
(Identified cost \$164,251,207)		201,604,538

See Notes to Portfolio of Investments.

Lazard Global Total Return & Income Fund, Inc.

Portfolio of Investments (continued)

March 31, 2007 (unaudited)

Description	Principal Amount (000) (e)	Value
Foreign Government		
Obligations 8.5%		
Costa Rica 1.6%		
Costa Rican Bono de Estabilizacion Monetaria, 0.00%, 10/10/07	639,500	\$ 1,190,811
Costa Rican Titulos de Propiedad: 0.00%, 04/11/07	626,200	1,204,687
0.00%, 10/10/07	660,000	1,228,984
Total Costa Rica		3,624,482
Egypt 3.6%		
Central Bank of Egypt Certificates of Deposit: 0.00%, 04/26/07	14,000	2,442,200
0.00%, 05/23/07	4,000	693,375
0.00%, 07/04/07	7,000	1,201,020
Egypt Treasury Bills: 0.00%, 04/17/07	7,125	1,245,607
0.00%, 04/24/07	11,825	2,063,907
0.00%, 05/01/07	3,250	566,329
Total Egypt		8,212,438
Hungary 1.0%		
Hungarian Government Bonds: 9.50%, 02/12/09	200,510	1,117,258
6.50%, 08/12/09	205,770	1,083,054
Total Hungary		2,200,312
Mexico 1.2%		
Mexican Bonos: 8.00%, 12/24/08	12,370	1,135,166
9.00%, 12/20/12	15,450	1,501,014
Total Mexico		2,636,180
Turkey 1.1%		
Turkish Government Bonds: 0.00%, 08/13/08	2,400	1,346,127
14.00%, 01/19/11	1,782	1,171,946
Total Turkey		2,518,073
Total Foreign Government Obligations		
(Identified cost \$18,858,897)		19,191,485
Structured Notes 1.7%		
Brazil 1.5%		
Citibank Brazil Inflation-Linked Bond NTN-B:		

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7.90%, 05/18/09 (f)	927	1,062,257
7.70%, 08/17/10 (f)	1,029	1,166,218
7.35%, 05/18/15 (f)	989	1,126,636
Total Brazil		3,355,111
Colombia 0.2%		
Citibank Colombia TES Credit Linked Unsecured Note, 9.88%, 04/27/12 (f)	397	496,664
Total Structured Notes (Identified cost \$3,318,598)		3,851,775
Description	Shares	Value
Collateral For Securities on Loan 13.5%		
State Street Navigator Securities Lending Prime Portfolio, 5.33% (g), (h) (Identified cost \$30,543,178)	30,543,178	30,543,178
Total Investments 113.0% (Identified cost \$216,971,880) (b)		\$ 255,190,976
Liabilities in Excess of Cash and Other Assets (13.0)%		(29,423,917)
Net Assets 100.0%		\$ 225,767,059

See Notes to Portfolio of Investments.

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Lazard Global Total Return & Income Fund, Inc.

Portfolio of Investments (continued)

March 31, 2007 (unaudited)

Forward Currency Purchase Contracts open at March 31, 2007:

Forward Currency Purchase Contracts	Expiration Date	Foreign Currency	U.S. \$ Cost on Origination Date	U.S. \$ Current Value	Unrealized Appreciation	Unrealized Depreciation
ARS	04/09/07	397,312	\$ 128,000	\$ 128,156	\$ 156	\$ □
ARS	04/25/07	1,549,500	500,000	500,108	108	□
ARS	05/02/07	1,863,000	600,000	601,370	1,370	□
ARS	05/02/07	2,983,680	960,000	963,121	3,121	□
BRL	09/20/07	2,352,609	1,047,000	1,121,497	74,497	□
BRL	09/20/07	5,583,770	2,483,000	2,661,804	178,804	□
BRL	10/05/07	993,450	444,000	472,492	28,492	□
BRL	10/30/07	1,305,901	586,000	618,777	32,777	□
BWP	04/11/07	4,917,929	779,000	785,220	6,220	□
BWP	04/20/07	6,430,619	1,028,000	1,025,133	□	2,867
BWP	04/23/07	2,539,783	399,000	404,666	5,666	□
COP	04/02/07	611,955,000	270,000	277,767	7,767	□
COP	04/02/07	1,875,600,000	863,536	851,336	□	12,200
COP	04/02/07	1,875,600,000	863,536	851,336	□	12,200
COP	04/23/07	4,952,392,000	2,272,000	2,245,754	□	26,246
COP	04/25/07	880,696,000	389,000	399,332	10,332	□
COP	04/26/07	1,042,820,000	460,000	472,822	12,822	□
EUR	04/12/07	1,356,944	1,809,145	1,807,164	□	1,981
EUR	05/02/07	970,000	1,279,590	1,292,873	13,283	□
GHC	05/24/07	6,539,400,000	692,000	700,062	8,062	□
GHC	06/18/07	2,103,450,000	222,000	224,256	2,256	□
GHC	07/16/07	3,393,000,000	360,000	359,695	□	305
GHC	07/24/07	5,426,964,580	573,130	574,289	1,159	□
GHC	08/27/07	9,923,540,000	1,049,000	1,042,206	□	6,794
GHC	09/13/07	5,521,023,000	584,854	577,661	□	7,193
IDR	04/12/07	3,708,720,000	408,000	406,435	□	1,565
IDR	04/12/07	5,667,431,000	623,000	621,088	□	1,912
IDR	04/20/07	5,154,087,500	557,500	564,832	7,332	□
IDR	05/15/07	25,373,040,000	2,746,000	2,780,607	34,607	□
IDR	06/20/07	5,170,812,500	557,500	566,664	9,164	□
ILS	04/10/07	4,324,590	1,026,000	1,040,611	14,611	□
ILS	04/19/07	4,837,979	1,149,000	1,164,445	15,445	□
INR	04/05/07	37,220,400	840,000	855,461	15,461	□
INR	04/05/07	27,984,210	629,000	643,180	14,180	□
INR	04/05/07	5,136,510	119,094	118,056	□	1,038
INR	04/16/07	54,091,380	1,218,000	1,240,448	22,448	□
INR	04/23/07					