



April 2006 Update

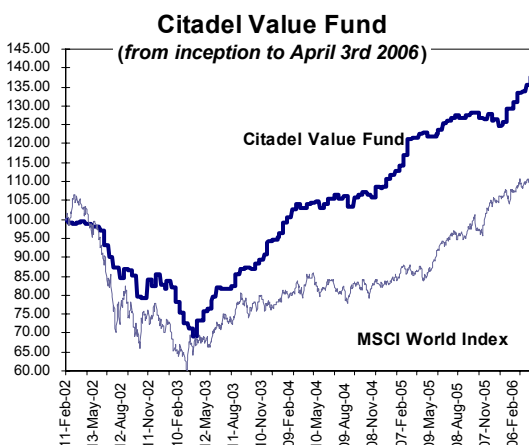
NAV/share (03/04/06): EUR 137.65

ISIN code: LU0141953439

website: www.citadelfund.com

COMMENTARY

During the last month the NAV of the Fund rose by 2.8%. Since inception Citadel is now up by 37.7% which compares to +10.6% for the MSCI World Index.



Citadel Value Fund Performance
(as of April 3rd, 2006)

	Since inception (11/02/02)	3 year	1 year	2006* YTD
Citadel Value Fund	37.7%	99.1%	13.1%	9.9%
MSCI World Index	10.6%	64.7%	28.0%	4.6%

note: MSCI World Index is based on total returns in Euro's

* annual returns are based on estimated NAV as of Dec. 31, 2002/03/04 & 05

source: European Fund Administration, MSCI

Top 10 holdings

Telegraaf Media Groep NV	8.4%
Lambert Howarth PLC	6.8%
Heineken Holding NV	6.3%
Wegener NV	5.3%
Bristol-Myers Squibb Co.	5.2%
Batenburg Beheer NV	5.0%
Nedischroef Holding NV	4.8%
Village Super Market Inc.	4.5%
Wolters Kluwer NV	4.2%
Ultraframe PLC	4.0%

The Fund's NAV developed well in March, but it was simply a fantastic month for many of the portfolio companies. **Bristol-Myers Squibb** settled a key patent suit with a generics company which will likely ensure that its biggest selling drug remains in patent until 2011. This had been a cloud hanging over the company and the stock for months. Amongst Citadel's newspaper holdings, **Tamedia** reported a 51% surge in operating profits in 2005 despite weak Swiss ad spending. **Telegraaf**, on April 4th, announced the sale of one its regional papers for an excellent price, and some 40% more than market expectations. In a tough market, US food retailer **Village Super Market** (we recently added substantially to this stake) continued its superlative performance with a 4.2% rise in same-store sales and a 22% higher EBIT in its most recent quarter. In the Netherlands, fastener's producer **Nedischroef** had stunning results; 7.3% higher sales and 61% higher EBIT. The company's performance has been far better than we had ever expected. As a result its intrinsic value is far higher than we first thought (even though our original estimate was some 3X the then prevailing share price). In fact, - and despite a huge run-up - the share price still undervalues the firm. The other particularly good news came from Dutch industrial distributor **Reesink**. The company's 'embarrassment of riches' was made very clear by its recent results release. In addition to good results, the firm quantified the value of its excess real estate and a claim it is pursuing. These assets could be worth 40-100% of the current share price.

IMPORTANT: An investment in the Fund carries with it a degree of risk. The value of your investment may go down as well as up, and you could lose money on your investment. Past performance provides no guarantee for the future. Investors should read the Fund's prospectus before deciding whether to invest. The opinions and commentary expressed herein should in no way be construed as personal investment advice, they are intended solely to illustrate the Fund's investment strategy and performance.