

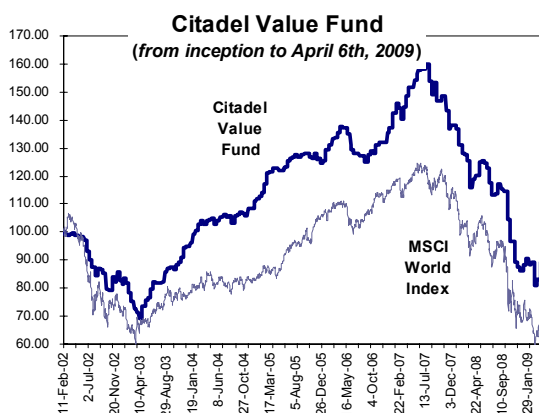


## April 2009 Update

**NAV/share (06/04/09): EUR 89.10**

**ISIN code: LU0141953439**

**website: [www.citadelfund.com](http://www.citadelfund.com)**



**Citadel Value Fund Performance**  
(as of April 6th, 2009)

	Since inception (11/02/02)	2009 YTD	2008	2007	2006	2005	2004	2003	2002
<b>Citadel Value Fund</b>	-10.9%	1.5%	-35.6%	-0.5%	9.7%	12.0%	17.2%	17.0%	-18.4%
<b>MSCI World Index</b>	-31.7%	-3.6%	-37.2%	-1.2%	7.9%	26.8%	6.9%	11.3%	-29.9%

note: MSCI World Index based on total returns (gross dividends) in Euro's  
\* annual returns are based on Citadel's estimated NAV as of Dec. 31st  
source: European Fund Administration, MSCI

### Top 10 holdings

Ozeki Corp. Ltd.	5.7%
SK Telecom, ADR	5.5%
Village Supermarket Inc, A	5.4%
Bristol-Myers Squibb Co.	4.7%
Cia Paranaense de Energia, ADR	4.7%
Grupo Continental SA	4.5%
GS Home Shopping	4.4%
Zwack Unicum	4.3%
Batenburg Beheer NV	4.2%
Nongshim Co.	4.2%

### COMMENTARY

Stocks in March had a wild ride plunging in the first two weeks to levels not seen for a decade or more, and subsequently shooting upwards in the last three weeks. On the 9<sup>th</sup> of March markets had fallen by more than they have in the past 100+ years, with the sole exception of 1929-1932. The S&P 500, for example, was down by some 60% from its peak. As of April 6<sup>th</sup> Citadel was up by 1.5% YTD while the MSCI World Index stood at -3.6%. Since inception the Fund's performance is -10.9% and the Index -31.7%.

While there were several small pockets of good economic news in the past month that spurred the recent equities rally, the overall tone remains negative. That being said most of the companies in the portfolio are performing quite well in the circumstances. One indication of this is that, of the companies that have reported results, almost half were confident enough of their prospects that they actually raised their dividends. Another 20% held them steady. Including the Fund's non-yielding cash holdings the underlying dividend yield of the portfolio is just shy of 5%. Based on the most recent reported results the Fund's valuation is a miserly 4.1X operating earnings. Through some selective pruning of more highly valued stakes and the addition of a couple of very cheap new companies (of which more in later newsletters) the attractiveness of the portfolio has even improved. We have a number of fantastic new ideas and hope that we are able to buy at least a couple of these in the months to come at prices that we think make sense. It may not feel like that to most investors after a decline of historic proportions, but to a long-term investor like Citadel there are incredible opportunities to be had.

**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.**