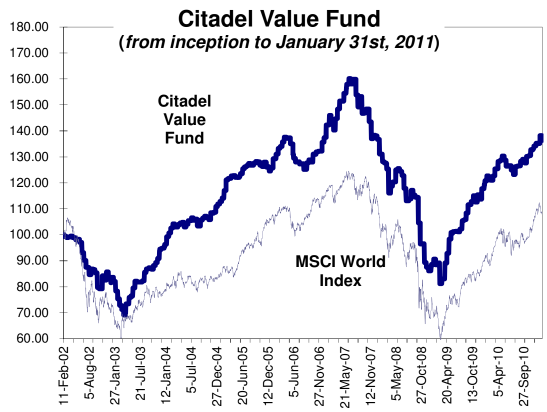
CITADEL
VALUE FUND SICAV

February 2011 Update

NAV/share (31/01/11): EUR 136.30
ISIN code: LU0141953439
website: www.citadelfund.com



Citadel Value Fund Performance
(as of January 31st, 2011)

	Citadel Value Fund	MSCI World Index	+/- vs. index
Since inception	36.3%	7.9%	28.4%
YTD	1.0%	0.1%	0.9%
2010	12.9%	20.1%	-7.2%
2009	36.2%	26.7%	9.5%
2008	-35.8%	-37.2%	1.4%
2007	-0.5%	-1.2%	0.7%
2006	9.7%	7.9%	1.8%
2005	12.0%	26.8%	-14.8%
2004	17.2%	6.9%	10.2%
2003	17.0%	11.3%	5.7%
2002	-18.4%	-29.9%	11.5%

notes: MSCI World Index is in EUR and includes gross (pre-tax) dividends
annual returns based on Citadel's estimated NAV as of Dec. 31st
source: European Fund Administration, MSCI Barra

Top 10 holdings

GS Home Shopping	6.1%
Grupo Continental SA	4.9%
Aeropostale, Inc.	4.3%
SK Telecom, ADR	4.0%
Pronexus	3.9%
Toyota Industries	3.3%
BAE Systems PLC	3.3%
Bristol-Myers Squibb Co.	3.2%
Dewhurst PLC –A-	3.1%
Signaux Girod SA	3.1%

COMMENTARY

A month into the new year and Citadel's NAV is up by a bit (+1.0%). Since inception the Fund is ahead by 36.3% while the MSCI World Index (in EUR incl. pre-tax dividends) rose by 7.9%.

The most interesting news in the past month was the announced merger between the Fund's Mexican *Coca-Cola* bottler **Grupo Continental (Contal)** & a larger competitor. The merger conditions were fair and the new group, Arca Continental, will become the second largest *Coca-Cola* bottler in one of the largest soft drink markets in the world. Importantly the fit between the companies is excellent. The initial estimate of cost synergies exceeds 15% of the group's EBIT and this looks very conservative. Their respective territories in the central west and north-west of the country border each other. This offers huge opportunities to rationalise distribution routes & plants as well as bottling factories in addition to savings from purchasing, administration, marketing and other areas. The product portfolios also offer opportunities to boost sales in the areas of vending machines, snacks and bottled water.

In other news Swiss radiator maker **Zehnder** beat all expectations, including our own, by reporting 9% higher sales and a substantial rise in margins. The company's comfort ventilation systems is doing very well spurred on by new building requirements and a desire for greater energy efficiency. For 2011 the company's outlook is cautious as always but markedly more enthusiastic than it has been for years. **Bristol-Myers** continued its run of solid quarterly results. 2010 sales rose by 4% and EBIT by 8% and its new products are developing well. 2011 will be an important year for the product pipeline ahead of the 2012 patent expiration of *Plavix*.