

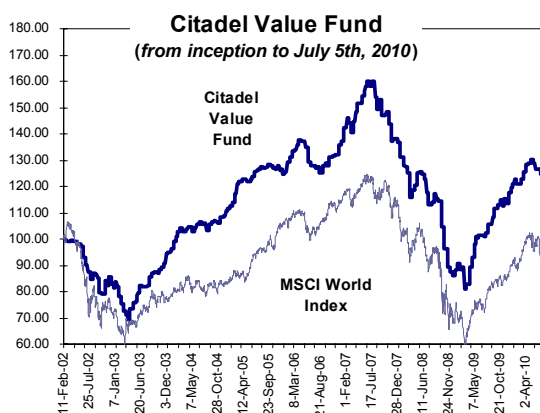


July 2010 Update

NAV/share (05/07/10): EUR 124.86

ISIN code: LU0141953439

website: www.citadelfund.com



Citadel Value Fund Performance
(as of July 5th, 2010)

	Since inception (11/02/02)	2010 YTD	2009	2008	2007	2006	2005	2004	2003	2002
Citadel Value Fund	24.9%	4.5%	36.2%	-35.8%	-0.5%	9.7%	12.0%	17.2%	17.0%	-18.4%
MSCI World Index	-7.7%	2.8%	26.7%	-37.2%	-1.2%	7.9%	26.8%	6.9%	11.3%	-29.9%
+/- vs. Index	32.6%	1.7%	9.5%	1.4%	0.7%	1.8%	-14.8%	10.2%	5.7%	11.5%

note: MSCI World Index based on total returns (gross dividends excl. tax) in Euro's
* annual returns are based on Citadel's estimated NAV as of Dec. 31st, outperformance figures may differ due to rounding
source: European Fund Administration, MSCI

Top 10 holdings

Cia Paranaense de Energia, ADR	6.4%
Grupo Continental SA	5.9%
GS Home Shopping	5.3%
SK Telecom, ADR	5.1%
Zwack Unicum	4.7%
Bristol-Myers Squibb Co.	4.2%
Clinton Cards PLC	3.8%
Nongshim Co.	3.6%
Village Super Market Inc.	3.3%
Dewhurst PLC 'A'	3.2%

COMMENTARY

The Fund's NAV slipped 1.1% since the last monthly update and Year-To-Date the Fund is now ahead by 4.5%. Since inception Citadel's performance is +24.9% and the MSCI World Index is -7.7%.

There was only little news from the companies in the Fund's portfolio over the past month. Price movements in the stock markets remain wild, still largely macro-driven.

Professional publisher **Wolters Kluwer (WK)** had to prematurely reiterate its 2010 and medium term guidance, due to an unintended release of company information. WK sees flat to slightly higher operating margin for 2010 and flat free cash flow, both at constant currency rates. After a modest 3% organic revenue decline in 2009, these numbers stress the resilience of WK's business model to economic cycles. For 2010 the Dollar's relative strength YTD should add to performance.

Copel (Cia Paranaense de Energia), the Brazilian utility, announced that the regulator allowed a net tariff increase of 2.46% for 2009/2010. Together with previously reported strong volume growth, this should translate into rising profits. There is one (political) catch though: the board of directors, in which the state of Parana has a majority, still has to approve this increase. Last year the board kept rates flat, despite rapidly rising energy purchasing costs, significantly denting profits in 2H09 and 1H10. After talking to the company, we believe some hope is justified that at least last year's tariff increase (12.98%) might be allowed, while this year's 2.46% might be skipped. This would lead to improved profitability at Copel's distribution business.

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.