

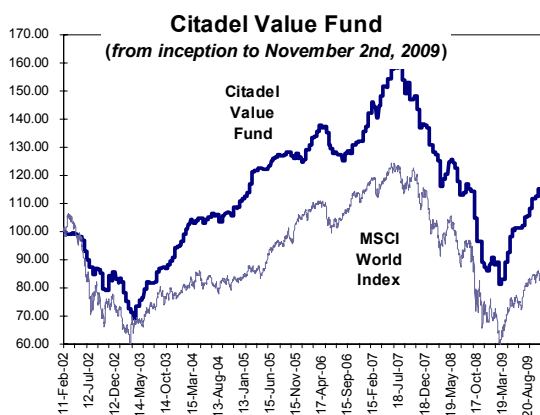


## November 2009 Update

**NAV/share (02/11/09): EUR 112.56**

**ISIN code: LU0141953439**

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



**Citadel Value Fund Performance**  
(as of November 2nd, 2009)

	Since inception (11/02/02)	2009 YTD	2008	2007	2006	2005	2004	2003	2002
<b>Citadel Value Fund</b>	12.6%	28.3%	-35.8%	-0.5%	9.7%	12.0%	17.2%	17.0%	-18.4%
<b>MSCI World Index</b>	-17.8%	16.0%	-37.2%	-1.2%	7.9%	26.8%	6.9%	11.3%	-29.9%
<b>+/- vs. Index</b>	30.4%	12.2%	1.4%	0.7%	1.8%	-14.8%	10.2%	5.7%	11.5%

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, outperformance figures may differ due to rounding  
source: European Fund Administration, MSCI

### Top 10 holdings

Cia Paranaense de Energia, ADR	5.0%
GS Home Shopping	5.0%
Grupo Continental SA	4.7%
SK Telecom, ADR	4.3%
Zwack Unicum	4.3%
Clinton Cards PLC	4.0%
Village Super Market Inc, A	3.6%
Nongshim Co.	3.6%
Bristol-Myers Squibb Co.	3.5%
Signaux Girod SA	3.1%

### COMMENTARY

After months of solid gains markets took a breather in October. Citadel's NAV slipped by 0.2% which brings the YTD performance to +28.3%. The MSCI World Index (EUR) is +16.0% YTD. Since inception the Fund is ahead 12.6% and the Index is down 17.8%.

There were a slew of portfolio companies that reported Q3 results in the past month. Notwithstanding the dire economic climate the vast majority of these firms are performing well, are profitable (only one of the 33 portfolio companies will dip into losses this year), and will emerge from the recession stronger than before. **Toyota Industries**, one of the most cyclical companies in the portfolio, saw profits drop sharply as demand for its fork-lifts and automotive products fell. However its leading market shares remain solid. In a positive surprise it upgraded its forecast for the year. After backing out the 6% stake in Toyota Motor, the company is valued at just more than zero – a strange figure for a firm with EUR 10.5bn in sales. A number of other companies reported remarkably strong results. **Nongshim**, the noodles, water & snacks producer, benefited from higher volumes and prices and lower raw material costs. Q1-Q3 EBIT surged by 36%. It is valued at roughly 4.5X 2009 EBITDA – or almost half the level of food & drink companies in N. America and Europe. 9M EBIT at **GS Home Shopping**, the Korean TV home shopping network, rose by more than 24%. Even after a sharp run-up in the shares this year the valuation is still absurdly low at roughly 2X this year's operating profits. **Clinton Cards** came with its first results since restructuring its loss-making *Birthday's* brand. Same-store sales growth was positive and the company announced it would repay its remaining LT debt ahead of schedule. It trades at between 4-5X normalised EBIT.

**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.**