

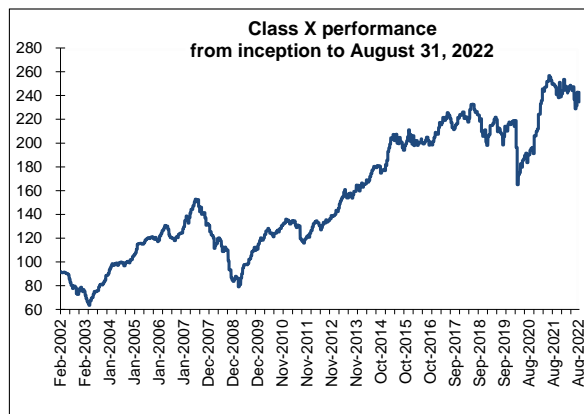


## August 2022 Update – Class X

**NAV/X share (31/8/2022): EUR 234.64**

**ISIN code:** LU0939062922

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



Citadel Value Fund - Performance overview Class X as of Aug 31, 2022	NAV (in €)	Net Return
since inception	234,64	155,4%
2022 YTD	234,64	-3,8%
2021	243,96	15,2%
2020	211,78	-2,9%
2019	218,05	10,1%
2018	198,09	-11,8%
2017	224,56	8,3%
2016	207,40	0,1%
2015	207,17	13,9%
2014	181,92	11,4%
2013	163,37	16,5%
2012	140,25	13,0%
2011	124,11	-6,4%
2010	132,62	13,6%
2009	116,78	36,9%
2008	85,30	-34,7%
2007	130,72	0,8%
2006	129,71	10,2%
2005	117,70	11,9%
2004	105,19	17,6%
2003	89,42	19,3%
2002	74,96	-18,4%

The Fund is actively managed without a benchmark reference. Source: EFA  
X share class inception 4/6/2013. Prior perf. estimated based on class-P

## COMMENTARY

During August, most equity markets around the globe were down 4 to 5%. After the markets rallied in July, sobering language from central bankers pushed the markets into negative territory again. Citadel was down 3.4% in August, and -3.8% year-to-date. The MSCI World index (in €) is -7.0% lower year-to-date. Since inception Citadel's return has been +155.4%.

Citadel's strongest performance contributor in August was **TGS** (seismic data vendor), following a strong set of quarterly results of the company and its broader peer group. **Pronexus** (investor relations and governance services) published solid quarterly results for its seasonally most important quarter. However, without fundamental reasons as far as we can see, a drop of its share price made it the Fund's largest detractor this month.

Citadel's deep value investment strategy is designed to provide peace-of-mind in turbulent times. Obviously, several challenging macro-economic risks are slowly but surely materialising. With the margin-of-safety thought at its core, we believe investors can navigate choppy markets with Citadel's current portfolio of solid, low-risk companies, trading at a very low valuation (10% weighted free cash flow yield).

At the same time, Citadel intends to benefit from the opportunities that these volatile markets provide. This requires a disciplined approach, fully focussed on valuations and long-term company prospects. Due to recent selling of fully valued stakes and new subscriptions, the Fund has cash to strike when opportunities present themselves. This will sow the seeds for future performance.

Top-5 Fund Positions & Valuation		Current Price (in €m)			Current Valuation				
Company name	Geography	Market Cap	Net Cash	Ent. Value	EV/Sales	EV/EBITDA	FCF Yield	Div. Yield	Upside pot.
Vitesco	Germany	1.983	754	1.230	0,1	1,8	6%	0%	231%
National Oilwell Varco	USA	7.106	58	7.048	1,3	30,2	3%	1%	93%
Dewhurst -A-	UK	53	22	31	0,5	2,5	17%	2%	98%
Pronexus	Japan	177	143	34	0,2	1,1	32%	4%	100%
TGS	Norway	1.842	216	1.626	5,3	8,3	8%	4%	35%
<b>Citadel Value Fund "look-through"</b>		<b>100%</b>	<b>52%</b>	<b>48%</b>	<b>0,4</b>	<b>3,7</b>	<b>10%</b>	<b>3%</b>	<b>77%</b>
<b>MSCI World Index</b>		<b>100%</b>	<b>-10%</b>	<b>110%</b>	<b>2,2</b>	<b>11,2</b>	<b>4%</b>	<b>2%</b>	

**Note:** Net Cash includes financial fixed assets. Valuation ratios are based on last reported financial year **Source:** MSCI, Bloomberg, D&F Financial Services

**IMPORTANT:** This newsletter constitutes marketing communication. 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 and KIID before making any investment decisions. 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.