

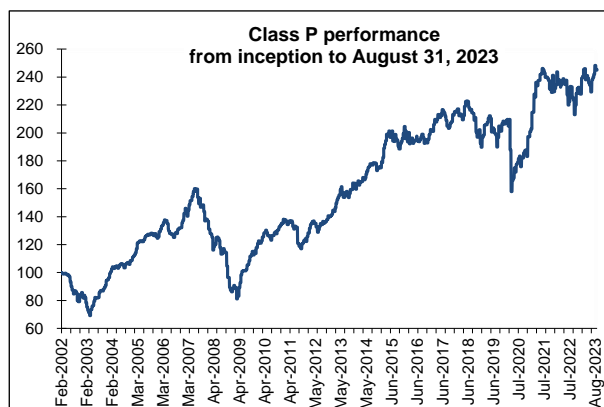


August 2023 Update – Class P

NAV/P share (31/8/2023): EUR 244.89

ISIN code: LU0141953439

Website: www.citadelfund.com



Citadel Value Fund - Performance overview Class P as of Aug 31, 2023	NAV (in €)	Net Return
since inception	244,89	144,9%
2023 YTD	244,89	7,5%
2022	227,83	-2,8%
2021	234,41	15,6%
2020	202,77	-2,9%
2019	208,77	10,1%
2018	189,66	-12,1%
2017	215,83	7,4%
2016	201,03	-0,1%
2015	201,21	12,2%
2014	179,39	10,1%
2013	162,98	15,1%
2012	141,66	12,7%
2011	125,70	-6,9%
2010	134,97	12,9%
2009	119,52	36,2%
2008	87,76	-35,8%
2007	136,76	-0,5%
2006	137,40	9,7%
2005	125,20	12,0%
2004	111,78	17,2%
2003	95,41	17,0%
2002	81,58	-18,4%

The Fund is actively managed without a benchmark reference. Source: EFA

COMMENTARY

Despite a modest end-of-month rally, most global equity markets were down a couple of percent in August. Citadel realized -1.4%, while the MSCI World index in € (including net dividends) was down 0.8%. Since inception Citadel's return has been +145%. In this negative market, the majority of the Fund's holdings realized modest negative performances. With -8.5%, **Signify** was near the bottom of the monthly performance table, suffering from weak second quarter results and a lowering of its full year margin outlook. Fashion retailer **American Eagle Outfitters** partly compensated with a +22.6% monthly return, on positive preliminary results while also catching up with positive signals from the sector.

Most companies have now reported second quarter results, showing widely varying fortunes. Many car manufacturers (including Fund holding **Stellantis**) reported strong results and are continuing to benefit from post-pandemic effects and strong pricing power. Other companies struggle to raise prices enough to compensate for cost-inflation or suffer from negative volume effects induced by higher prices. Hungarian liquor vendor **Zwack Unicum** is a case in point, with volumes down following 2 price hikes totalling some 13% to cover cost inflation. Competent management is taking all necessary action to soften the impact from inflation, but this won't prevent full year profits from declining significantly compared to the record-profit last year.

Food retailer **Ahold Delhaize** is weathering the inflation storm in good shape but performing better in its largest market the US than in Europe, where margins are currently under pressure. Its CEO nevertheless reiterated the full year outlook and expects a medium-term recovery of EU margins.

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	2.934	865	2.069	0,2	2,7	7%	0%	152%
NOV	USA	8.217	-322	8.539	1,3	13,7	2%	1%	80%
Signify	NL	3.338	-1.077	4.415	0,6	5,2	11%	6%	110%
SOL Group	Italy	2.304	-339	2.643	1,9	8,2	4%	1%	14%
Pronexus	Japan	176	101	75	0,4	2,8	11%	3%	65%
Citadel Value Fund "look-through"		100%	48%	52%	0,4	3,9	7%	3%	60%
MSCI World Index		100%	-15%	115%	2,1	10,7	4%	2%	

Note: Net Cash includes financial fixed assets. Valuation ratios are based on last reported financial year **Source:** MSCI, 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 KID before making any investment decisions. The opinions and commentary expressed herein should in no way be construed as personal investment advice. Citadel Value Fund is actively managed without a reference to a benchmark.