

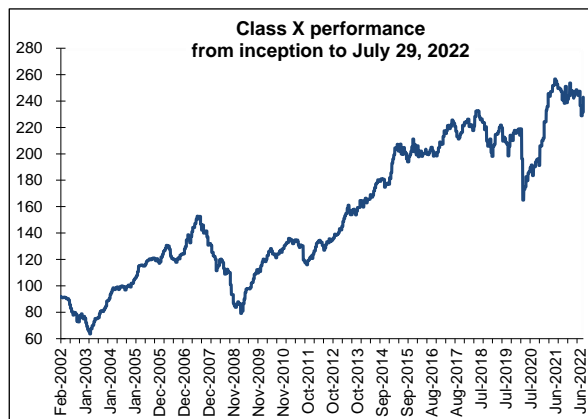


## July 2022 Update – Class X

**NAV/X share (29/7/2022): EUR 242.88**

**ISIN code:** LU0939062922

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



Citadel Value Fund - Performance overview Class X as of Jul 29, 2022	NAV (in €)	Net Return
since inception	242.88	164.3%
2022 YTD	242.88	-0.4%
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 July, financial markets recovered quite significantly after having fallen sharply in the first half of the year. While macro economic news has not become any better, the market seems to assume that central banks will ultimately remain accommodative with their monetary policies. Given the persistently high inflation numbers, we'd rather remain cautious and stick to analysing developments at company level.

Citadel's performance was very strong in July, posting a +6.1% monthly return and almost stable (-0.4%) year-to-date. The MSCI World index (in €) is -4.3% lower year-to-date. Since inception Citadel's return has been +164%.

Citadel's strongest performance contributor in July was **Vitesco** (electrical drive and other automotive components), the share price of which showed a sharp recovery. Its results announcement has yet to come, but in any event we believe the company offers tremendous upside for the years to come.

**NOV** (oil & gas equipment) posted Q2 results that beat expectations; evidence of an ongoing recovery in its core businesses. Slowly but surely the supply chain challenges are easing, resulting in higher growth, rising profitability and a promising outlook.

**MPAC** (packaging machinery) was the only detractor in the Fund's portfolio in July, after the company issued a disappointing half-year trading update. Management indicated that despite continued sales and order intake growth, profit will be impacted by component shortages causing operational inefficiencies and delayed deliveries. The impact seems to be temporary and we believe that the current valuation is highly attractive.

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	2.095	754	1.342	0,2	2,0	6%	0%	213%
Pronexus	Japan	219	148	71	0,4	2,1	16%	3%	68%
National Oilwell Varco	USA	7.567	57	7.510	1,4	33,0	2%	1%	77%
Dewhurst -A-	UK	53	23	31	0,5	2,4	18%	2%	102%
Boskalis	NL	4.152	661	3.491	1,2	7,9	nm	2%	12%
<b>Citadel Value Fund "look-through"</b>		<b>100%</b>	<b>47%</b>	<b>53%</b>	<b>0,4</b>	<b>4,0</b>	<b>8%</b>	<b>3%</b>	<b>70%</b>
<b>MSCI World Index</b>		<b>100%</b>	<b>-8%</b>	<b>108%</b>	<b>2,7</b>	<b>13,9</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.