

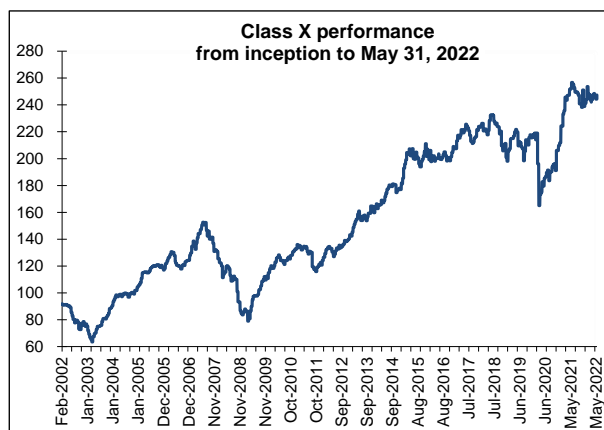


May 2022 Update – Class X

NAV/X share (31/5/2022): EUR 247.37

ISIN code: LU0939062922

Website: www.citadelfund.com



Citadel Value Fund - Performance overview Class X as of May 31, 2022		
	NAV (in €)	Net Return
since inception	247.37	169.2%
2022 YTD	247.37	1.4%
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

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.
Dewhurst -A-	UK	69	20	50	0,8	4,2	11%	2%	62%
National Oilwell Varco	USA	7.736	-7	7.743	1,4	nm	9%	1%	65%
Pronexus	Japan	213	145	68	0,4	2,2	15%	3%	88%
Vitesco	Germany	1.799	754	1.044	0,1	2,6	nm	0%	265%
TGS	Norway	1.899	180	1.719	4,1	5,3	6%	3%	15%
Citadel Value Fund "look-through"		100%	44%	56%	0,5	5,2	7%	3%	67%
MSCI World Index		100%	-9%	109%	2,4	12,1	5%	2%	

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.

COMMENTARY

May turned out to be a very volatile month, with growing evidence that high inflation has started pressuring corporate revenue growth and eating into operating profits. While markets continued their downward trend, Citadel's performance remained positive with a realised monthly return of +0.6%, and +1.4% year-to-date. Meanwhile the MSCI World index (in €) is down -7.6% year-to-date. Since inception Citadel's return has been +169%.

As you would expect, a company's ability to cope with high inflation, and its impact on both revenues and costs, highly depends on the strength of its market positions, the type of industry and of course on management's ability to adapt to a new reality. Generally speaking, we expect most companies to be impacted at least to some extent, proof of which can be found already in many Q1 reports.

Citadel's strongest performance contributors in May were **Vitesco** (automotive electronics and sensors) and **SOL Group** (industrial gases and healthcare services). Vitesco reported solid Q1 results with further improving profitability despite a challenging automotive market. Its record order intake linked to the rapidly growing EV car market was again astonishing and bodes well for long-term value creation. Industrial gases company SOL reported continued strong revenue growth but we expect input costs to rise steeply as well.

American Eagle Outfitters (US apparel retailer) was the largest detractor in May. While its Q1 results were less impacted than those of some other retailers, margins were under pressure relative to the stellar FY21 results. Management is quickly adapting to a lower demand forecast for the remainder of the year.