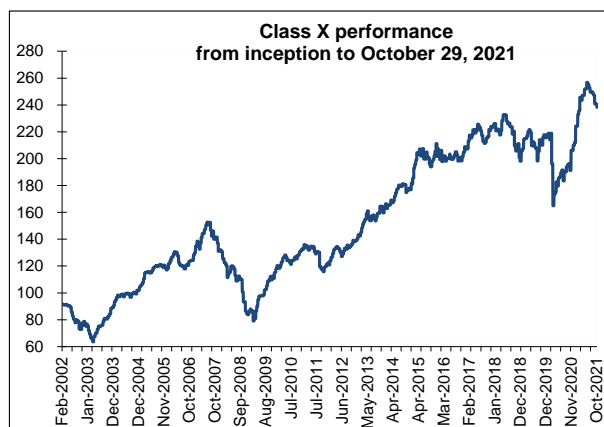


October 2021 Update – Class X

NAV/X share (29/10/2021): EUR 238.27

ISIN code: LU0939062922

Website: www.citadelfund.com



Citadel Value Fund - Performance overview Class X as of Oct 29, 2021	NAV (in €)	Net Return
since inception	238.27	159.3%
2021 YTD	238.27	12.5%
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.
Signify	NL	5.402	-1.035	6.437	1,0	8,6	13%	3%	67%
Pronexus	Japan	219	152	68	0,4	2,0	16%	3%	84%
Dewhurst -A-	UK	53	20	34	0,5	2,9	16%	2%	114%
American Eagle Outfitters	USA	4.252	376	3.876	1,2	5,8	9%	3%	84%
Toyota Industries	Japan	22.544	15.087	7.457	0,4	2,9	14%	2%	34%
Citadel Value Fund "look-through"		100%	35%	65%	0,5	5,4	9%	2%	71%
MSCI World Index		100%	-12%	112%	2,6	14,9	4%	2%	

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

COMMENTARY

October had a sluggish start in many equity markets. Major Asian markets ended the month in negative territory but other markets showed a remarkable recovery during the month. Citadel's performance was -1.1% at month-end, with year-to-date performance at +12.5%. Citadel's return since inception is +129%. The MSCI World index (in €) is up 26.3% year-to-date.

Many companies struggle with unprecedented logistics bottlenecks and cope with increased raw material prices. Some of Citadel's portfolio companies are also impacted but generally, these well-managed companies have been successful in mitigating the effects. Although the majority of the cost impact is just a short term effect as companies adapt their operations and pricing, it has had an outsized impact on share prices in some instances.

Among them was **Signify** (lighting products), the Fund's largest holding. The company's Q3 results showed a negative impact on profits because part of the products ordered in Q3 will shift to Q4 due to supply chain problems. Management still expects to achieve its financial targets for the full year but even so the share price declined by c. 10%. While this is reflected in Citadel's October performance, we expect the issues to be of a temporary nature and the valuation to catch up again.

A range of the Fund's holdings actually reported better than expected results. **Toyota Industries** (forklifts, engines, cars & parts) reported strong profit growth, making its full year forecast looking quite conservative. Also **Samsung Electronics** (semiconductors & electronics) posted excellent Q3 results. All in all we see considerable valuation upside in the Fund's portfolio.

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 and KIID 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.