

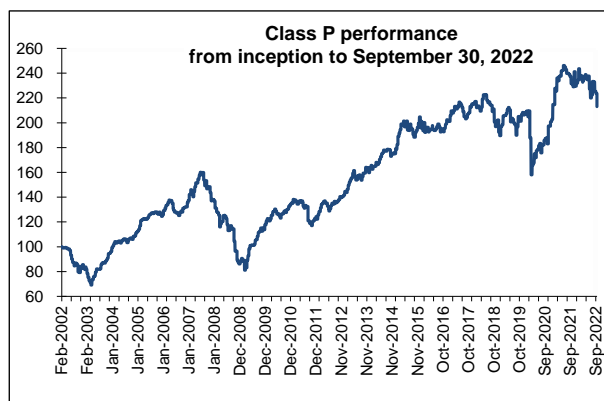


September 2022 Update – Class P

NAV/P share (30/9/2022): EUR 213.05

ISIN code: LU0141953439

Website: www.citadelfund.com



Citadel Value Fund - Performance overview Class P as of Sep 30, 2022	NAV (in €)	Net Return
since inception	213,05	113,1%
2022 YTD	213,05	-9,1%
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

During September, equity markets as well as bond markets were very downbeat. Major equity indices lost 10% during the month. High volatility in foreign exchange rates added to the harsh market environment. Citadel, outperforming markets, was down 5.5% in September, and -9.1% year-to-date. The MSCI World index (in €) ended with a negative year-to-date performance of -13.4%. Since inception Citadel's return has been +113.1%.

Vitesco (electrical drive components) contributed to the Fund's performance, following strong order intake in the 2nd quarter. In October, management will announce a strategy update aimed at solidifying its strong market position in the high-growth electric vehicle markets. **MPAC** (packaging machinery) closed a major deal with Freyr to deliver battery cell assembly machinery, a corporate milestone worthwhile mentioning. In contrast, **TGS** (seismic data) was the month's largest detractor. Despite the quite strong business environment, the stock was pressured by oil price volatility.

As we wrote at earlier occasions, Citadel's deep value investment strategy is designed to provide peace-of-mind in turbulent times. 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). This large margin-of-safety helps preventing permanent capital loss.

Now that the scenario of an economic recession seems to unfold, Citadel intends to benefit from new investment opportunities that these volatile markets provide. Citadel's edge is to remain focussed on long-term company prospects and valuations without getting distracted by short-term turmoil.

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	1.963	754	1.210	0,1	1,8	6%	0%	234%
National Oilwell Varco	USA	6.859	59	6.799	1,2	28,6	3%	1%	104%
Dewhurst -A-	UK	52	22	31	0,5	2,5	17%	2%	98%
Pronexus	Japan	172	141	31	0,2	1,0	36%	4%	104%
Signify	NL	3.369	-959	4.328	0,6	5,2	14%	6%	129%
Citadel Value Fund "look-through"		100%	54%	46%	0,4	3,4	10%	4%	86%
MSCI World Index		100%	-10%	110%	2,2	11,2	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

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.