



CITADEL GROUP OF FUNDS

CITADEL DIVERSIFIED INVESTMENT TRUST 2006 INCOME TAX INFORMATION March 14, 2007

Stock Symbol: CTD.UN, TSX

The following information is intended to assist holders of Units of Citadel Diversified Investment Trust (the "Trust") in the preparation of their 2006 Income Tax Return. This summary table below is directed to a Unitholder who, for the purposes of the Income Tax Act (Canada) is a resident of Canada and holds the Units as capital property.

Record Date	Pay Date	Income	Eligible Dividends	Non-Eligible Dividends	Capital Gain	Return of Capital	Total Distribution
31-Jan-06	15-Feb-06	\$ 0.0497	\$ 0.0033	\$ 0.0003	\$ 0.0097	\$ 0.0220	\$ 0.0850
28-Feb-06	15-Mar-06	\$ 0.0497	\$ 0.0033	\$ 0.0003	\$ 0.0097	\$ 0.0220	\$ 0.0850
31-Mar-06	17-Apr-06	\$ 0.0497	\$ 0.0033	\$ 0.0003	\$ 0.0097	\$ 0.0220	\$ 0.0850
30-Apr-06	15-May-06	\$ 0.0497	\$ 0.0033	\$ 0.0003	\$ 0.0097	\$ 0.0220	\$ 0.0850
31-May-06	15-Jun-06	\$ 0.0497	\$ 0.0033	\$ 0.0003	\$ 0.0097	\$ 0.0220	\$ 0.0850
30-Jun-06	14-Jul-06	\$ 0.0497	\$ 0.0033	\$ 0.0003	\$ 0.0097	\$ 0.0220	\$ 0.0850
31-Jul-06	15-Aug-06	\$ 0.0497	\$ 0.0033	\$ 0.0003	\$ 0.0097	\$ 0.0220	\$ 0.0850
31-Aug-06	15-Sep-06	\$ 0.0497	\$ 0.0033	\$ 0.0003	\$ 0.0097	\$ 0.0220	\$ 0.0850
30-Sep-06	16-Oct-06	\$ 0.0497	\$ 0.0033	\$ 0.0003	\$ 0.0097	\$ 0.0220	\$ 0.0850
31-Oct-06	15-Nov-06	\$ 0.0497	\$ 0.0033	\$ 0.0003	\$ 0.0097	\$ 0.0220	\$ 0.0850
30-Nov-06	15-Dec-06	\$ 0.0497	\$ 0.0033	\$ 0.0003	\$ 0.0097	\$ 0.0220	\$ 0.0850
31-Dec-06	15-Jan-07	\$ 0.0497	\$ 0.0033	\$ 0.0003	\$ 0.0097	\$ 0.0220	\$ 0.0850
		<u>\$ 0.5964</u>	<u>\$ 0.0396</u>	<u>\$ 0.0036</u>	<u>\$ 0.1164</u>	<u>\$ 0.2640</u>	<u>\$ 1.0200</u>

Each Unitholder will receive a T3 supplementary slip for 2006 that will indicate the amount of "Other Income" – Box 26, "Eligible Dividends" – Box 49, "Non-Eligible Dividends" – Box 23, and "Capital Gains" – Box 21 that are to be included in their tax return. The dividends will be subject to the gross-up and federal dividend tax credit rules. The T3 supplementary slips are prepared by Computershare Trust Company of Canada and/or investment dealers. Unitholders are advised to contact their investment dealer directly if they do not receive their T3 supplementary slip.

The return of capital to the Unitholder is a non-taxable amount and will reduce the Adjusted Cost Base of the Unitholder's Units.

If the Units were held within a RRSP, DPSP, or RRIF, then no T3 slip would be received and no amount would be required to be reported on the Unitholder's personal tax return.

For more information, contact Joe MacDonald, Executive Vice President, Sales and Marketing at 1-877-261-9674 or visit our website at www.citadelfunds.com.