



Forward thinking. Finding value.

BALANCED

August 2021 / CLASS I

Pender Enhanced Income Fund

| NET ASSET VALUE | AS OF Aug 31/21 |
|--------------------------|-----------------|
| Class I | \$11.15 |
| Current Yield (%) | 3.01 |
| Fund Beta | 0.80 |
| Active Share (%) | 95.96 |
| Total Holdings | 48 |
| Total Net Assets of Fund | \$43.68 Million |

FUND FACTS

| | |
|----------------|-------------------------------|
| Asset Class | Growth and Income Fund |
| Fund Inception | December 2019 |
| Valuations | Daily |
| Eligibility | Canada-wide Registered Plans |
| Distributions | DRIP Monthly Cash Optional |

FUND INFO

| | CODES | MER |
|----------|----------|-------|
| Class A | PGF 1000 | 2.20% |
| Class A1 | PGF 1002 | 2.20% |
| Class F | PGF 1010 | 1.20% |
| Class F1 | PGF 1012 | 1.20% |
| Class I | PGF 1050 | 1.05% |

MINIMUM INVESTMENT

| | Initial Investment | Subsequent Investment |
|----------|--------------------|-----------------------|
| Class A1 | \$5,000 | \$100 |
| Class F1 | \$5,000 | \$100 |
| Class I | \$100,000 | \$100 |

FUND OVERVIEW

| | |
|---------------|--------------------|
| Legal Counsel | Lawson Lundell LLP |
| Fund Admin | CIBC Mellon |
| Auditor | KPMG LLP |

PORTFOLIO MANAGER(S)



PenderFund Capital Management Ltd.

Lead Manager:

Felix Narhi, CFA, Chief Investment Officer & Portfolio Manager

Co-Manager:

Geoff Castle, MBA, Portfolio Manager

The Pender Enhanced Income Fund is a conservatively managed balanced fund. The objective of the Fund is to generate income and long-term growth in value for unitholders. It was formed by the merger of the Vertex Growth Fund and the Vertex Fund, with the former Vertex Enhanced Income Fund and is being transitioned to mirror the investment strategy of the Pender Strategic Growth and Income Fund.

PERFORMANCE (%)

| 1 Mo. | 3 Mo. | 6 Mo. | 1 Yr. | SINCE INCEPTION |
|-------|-------|-------|-------|-----------------|
| -0.2 | 0.7 | 6.8 | 41.1 | 12.3 |

ANNUAL PERFORMANCE (%)

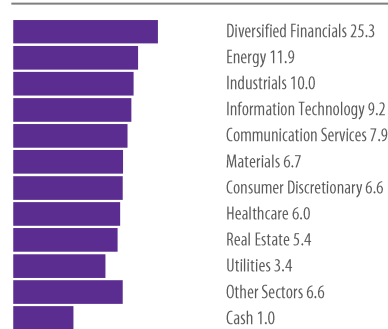
| 2020 | 2021 YTD |
|------|----------|
| 0.7 | 20.5 |

DISTRIBUTION (\$)

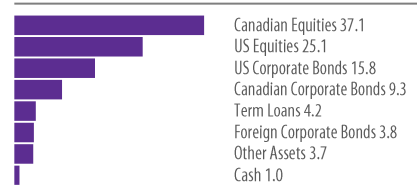
| Feb 21 | Mar 21 | Apr 21 | May 21 | Jun 21 | Jul 21 | Aug 21 | SINCE INCEPTION |
|--------|--------|--------|--------|--------|--------|--------|-----------------|
| 0.04 | 0.05 | 0.05 | 0.04 | 0.05 | 0.05 | 0.05 | 0.79 |

Since Inception returns and distributions are from Dec 2019. All returns greater than a year are annual compounded returns.

SECTOR ALLOCATION (%)



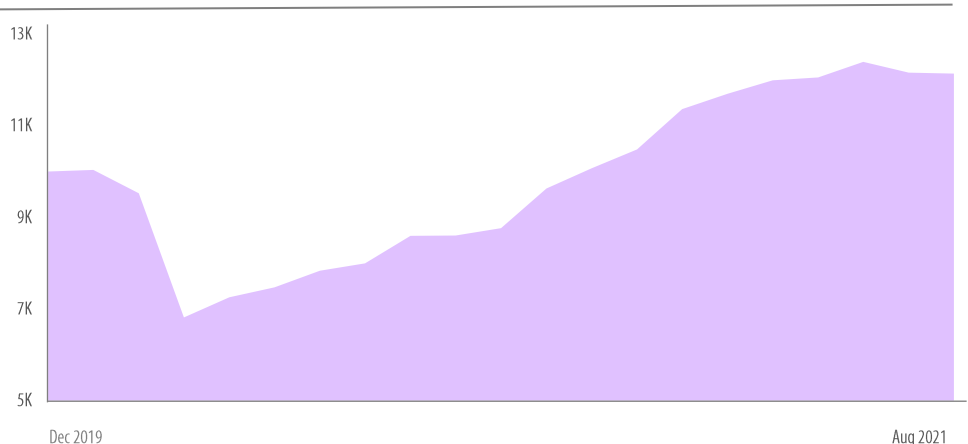
ASSET ALLOCATION (%)



CURRENCY ALLOCATION (%)



GROWTH OF \$10K



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@penderfund



PenderFund Capital Management



info@penderfund.com

Aug 2021

TOP 10 HOLDINGS

| | |
|--|---|
| Pender Corporate Bond Fund PGF 530 | The Pender Corporate Bond Fund is an income fund that is both conservatively managed to preserve capital, as well as opportunistic to generate returns. |
| Pender Small Cap Opportunities Fund PGF 340 | The Pender Small Cap Opportunities Fund is an opportunistic, concentrated portfolio. The Fund is focused on undervalued small and microcap companies predominantly in Canada. |
| Brookfield Asset Management TSX:BAM.A | Brookfield Asset Management is a leading global alternative asset manager and one of the largest investors in real assets. |
| KKR & Co. Inc. NYSE:KKR | KKR & Co. Inc. is a private equity and real estate investment firm specializing in direct and fund of fund investments. |
| Burford Capital Limited NYSE:BUR | Burford Capital Limited, together with its subsidiaries, provides investment capital, asset management, financing, and risk solutions for the legal sector in Guernsey and internationally. |
| ARC Resources Ltd. TSX:ARX | ARC Resources Ltd. explores, develops, and produces crude oil, natural gas, and natural gas liquids in Canada. |
| Information Services Corporation TSX:ISV | Information Services Corporation, together with its subsidiaries, provides registry and information management services for public data and records in Canada and internationally. |
| Onex Corporation TSX:ONEX | Onex Corporation is a private equity firm specializing in acquisitions and platform acquisitions. |
| Northrop Grumman Corporation NYSE:NOC | Northrop Grumman Corporation operates as an aerospace and defense company worldwide. |
| Spartan Delta Corp. TSXV:SDE | Spartan Delta Corp. engages in the exploration, development, and production of petroleum and natural gas properties in the Western Canada. |

Source: Capital IQ

ABOUT PENDER

Pender was founded in 2003 and is an independent, employee-owned investment firm located in Vancouver, British Columbia. Our goal is to protect and grow wealth for our investors over time. We have a talented investment team of expert analysts, security selectors and independent thinkers who actively manage our suite of differentiated investment funds, exploiting inefficient parts of the investing universe to achieve our goal.

PORTFOLIO MANAGER(S)

FELIX NARHI, CFA

Mr. Narhi is Chief Investment Officer and a Portfolio Manager at PenderFund. He began his investing career in 1999 and advocates a business-like approach to investing. Sound investing is the process of determining the value underlying a security and then buying it at a considerable discount to that value. The greatest challenge is to maintain the necessary balance between patience and discipline to buy only when prices are attractive and to sell when they are dear. Mr. Narhi holds a Bachelor of Commerce degree from the University of British Columbia. He earned his CFA designation in 2003 and is a member of CFA Society Vancouver.

GEOFF CASTLE, MBA

Mr. Castle began his investing career in 2000 and has experience in both public mutual funds and proprietary investment fund management for ultra-high net worth individuals. His background also includes more than five years of industry experience in trade credit and general corporate management. As a fixed income manager, his focus has been on seeking enhanced yield opportunities in situations where substantial margins of safety exist. Mr. Castle holds a Bachelor of Arts degree from UBC and an MBA from the Richard Ivey School of Business at the University of Western Ontario. He is a member of the CFA Institute.

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Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the simplified prospectus before investing. The indicated rates of return are the historical annual compounded total returns including changes in net asset value and assumes reinvestment of all distributions and are net of all management and administrative fees, but do not take into account sales, redemption or optional charges or income taxes payable by any security holder that would have reduced returns. Mutual funds are not guaranteed, their values change frequently and past performance may not be repeated. Where the performance of a particular class of a fund is displayed, other classes are available and fees and performance may differ in those other classes. This commentary is intended for information purposes only and does not constitute an offer to buy or sell our products or services nor is it intended as investment and/or financial advice on any subject matter and is provided for your information only. Every effort has been made to ensure the accuracy of its contents. Aug 31/21.