



Forward thinking. Finding value.

FIXED INCOME

May 2022 / CLASS F

Pender Corporate Bond Fund

| NET ASSET VALUE | AS OF May 31/22 |
|---------------------------|-----------------|
| Class F | \$12.15 |
| Current Yield (%) | 5.30 |
| Yield to Maturity (%) | 7.42 |
| Term to Maturity (years) | 3.94 |
| Modified Duration (years) | 3.36 |
| Total Holdings | 181 |
| Total Net Assets of Fund | \$1.39 Billion |

FUND FACTS

| | |
|----------------|-------------------------------|
| Asset Class | Fixed Income Securities |
| Fund Inception | June 2009 |
| Valuations | Daily |
| Eligibility | Canada-wide Registered Plans |
| Distributions | DRIP Monthly Cash Optional |

FUND INFO

| CODES | MER* | US CODES |
|---------|---------------|----------|
| Class A | PGF 500 2.01% | PGF 501 |
| Class F | PGF 510 1.17% | PGF 511 |
| Class H | PGF 540 1.69% | PGF 541 |
| Class I | PGF 550 1.02% | PGF 551 |
| Class U | PGF 518 1.14% | |

*MERs are as at 2021-12-31

MINIMUM INVESTMENT

| | Initial Investment | Subsequent Investment |
|---------|--------------------|-----------------------|
| Class A | \$5,000 | \$100 |
| Class F | \$5,000 | \$100 |
| Class H | \$100,000 | \$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:

Geoff Castle, MBA, Portfolio Manager

Co-Manager:

Parul Garg, MBA, Associate Portfolio Manager

The Pender Corporate Bond Fund is an income fund that is both conservatively managed to preserve capital as well as opportunistic to generate returns. The Fund is focused on key credit characteristics - coverage, seniority and duration. It is driven by bottom up fundamental analysis, and seeks to use its nimble size to invest in opportunities large or index based funds cannot. This advantage could provide investors with an attractive cash yield, while maintaining positions in attractively valued securities that provide a margin-of-safety for investors.

PERFORMANCE (%)

| 1 Mo. | 3 Mo. | 6 Mo. | 1 Yr. | 3 Yr. | 5 Yr. | 10 Yr. | SINCE INCEPTION |
|-------|-------|-------|-------|-------|-------|--------|-----------------|
| -0.7 | -2.6 | -3.5 | -0.9 | 5.1 | 5.5 | 5.7 | 6.6 |

ANNUAL PERFORMANCE (%)

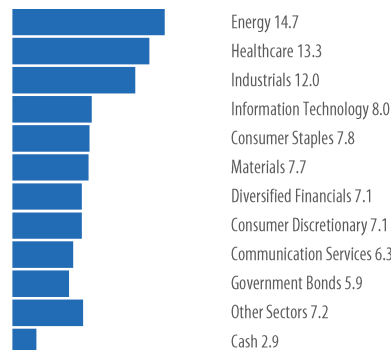
| 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 YTD |
|------|------|------|------|------|------|------|------|----------|
| 1.4 | -8.0 | 23.7 | 7.8 | 6.5 | 5.6 | 7.0 | 10.3 | -4.0 |

DISTRIBUTIONS (\$)

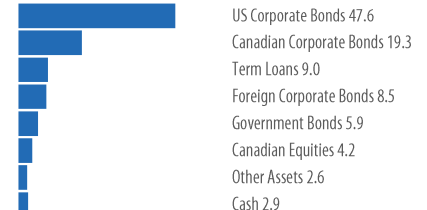
| Nov 21 | Dec 21 | Jan 22 | Feb 22 | Mar 22 | Apr 22 | May 22 | SINCE INCEPTION |
|--------|--------|--------|--------|--------|--------|--------|-----------------|
| 0.05 | 0.78 | 0.06 | 0.03 | 0.04 | 0.05 | 0.05 | 7.51 |

Since Inception returns and distributions are from Jun 2009. All returns greater than a year are annual compounded returns

SECTOR ALLOCATION (%)



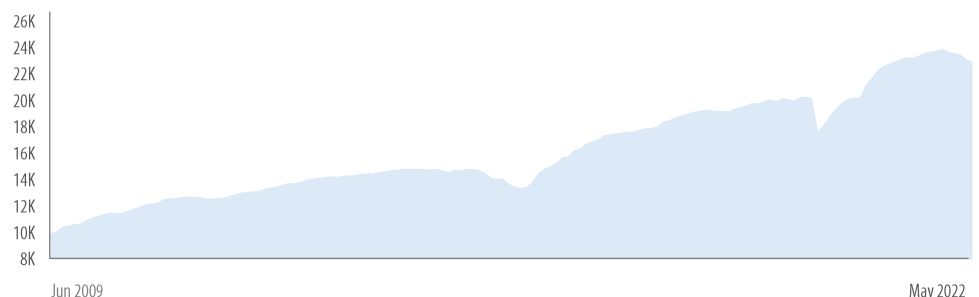
ASSET ALLOCATION (%)



CURRENCY ALLOCATION (%)



GROWTH OF \$10K



TOP 10 HOLDINGS

| | |
|------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| W&T Offshore, Inc., 9.750%, 01-Nov-23 | W&T Offshore, Inc., an independent oil and natural gas producer, engages in the acquisition, exploration, and development of oil and natural gas properties in the Gulf of Mexico. The company sells crude oil, natural gas liquids, and natural gas. |
| Pepsico, Inc., 2.150%, 06-May-24 | PepsiCo, Inc. manufactures, markets, distributes, and sells various beverages and convenient foods worldwide. |
| Verisign, Inc., 4.750%, 15-Jul-27 | VeriSign, Inc., together with its subsidiaries, provides domain name registry services and internet infrastructure that enables internet navigation for various recognized domain names worldwide. |
| Exterran Energy Solutions, L.P., 8.125%, 01-May-25 | Exterran Energy Solutions, L.P. engages in the rental and sales of natural gas compression equipment to the oil and gas companies. |
| McDonald's Corporation, 3.125%, 04-Mar-25 | McDonald's Corporation operates and franchises McDonald's restaurants in the United States and internationally. |
| Osisko Gold Royalties Ltd., 4.000%, 31-Dec-22 | Osisko Gold Royalties Ltd. acquires and manages precious metal and other royalties, streams, and offtake and other interests in Canada and internationally. |
| Tronox Incorporated 144A, 4.625%, 15-Mar-29 | Tronox Incorporated produces and markets titanium dioxide, and electrolytic and specialty chemicals. |
| Team Health Holdings, Inc., 1/17 Tlb, Term Loan, 06-Feb-24 | Team Health Holdings, Inc. provides outsourced healthcare professional staffing and administrative services to hospitals and other healthcare providers in the United States. |
| Precigen, Inc., 3.500%, 01-Jul-23 | Precigen, Inc. discovers and develops the next generation of gene and cellular therapies in the United States. |
| Esperion Therapeutics, Inc., 4.000%, 15-Nov-25 | Esperion Therapeutics, Inc., a pharmaceutical company, develops and commercializes medicines for the treatment of patients with elevated low density lipoprotein cholesterol. |

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)

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.

PARUL GARG, MBA

Ms. Garg has been investing since 2009. She started her career as a Software Engineer, focusing on projects in the financial domain before working as a Fixed Income Derivative Analyst for two years at a private investment firm in India. She also worked in Product Development with the Business Development Team for Fixed Income Markets at the MCX Stock Exchange in India. She has a Bachelors of Technology in Civil Engineering from NIT Surat in India, an MBA from the Beedie School of Business at Simon Fraser University, and has completed CFA Level 1.

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PENDER

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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. May 31/22.