



Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

Semi-Annual Management Report of Fund Performance

This interim Management Report of Fund Performance contains financial highlights but does not contain either the interim financial statements or annual financial statements of the investment fund. You may obtain a copy of the interim financial statements or annual financial statements at your request, at no cost, by calling toll-free 1-866-377-4743, by writing to us at 1830 – 1066 West Hastings Street, Vancouver, BC V6E 3X2 or by visiting our website at www.penderfund.com or the SEDAR website at www.sedar.com.

You may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Results of Operations

The net assets of the Pender Small Cap Opportunities Fund (the "Fund") were \$242,591,262 as at June 30, 2022 versus \$324,956,690 as at December 31, 2021. Of this \$82,365,428 decrease, \$13,572,593 is attributable to net unitholder purchases of Fund units and \$95,938,021 is attributable to negative investment performance.

For the six months ended June 30, 2022 (the "period"), Class A units of the Fund generated a total return of -29.1%. Returns for other classes of the Fund will be similar to Class A with any difference in performance being primarily due to the different management fees that are applicable to different classes. Please see the "Past Performance" section for the performance of the Fund's other classes.

The Fund's broad-based benchmark, the S&P/TSX Composite Index ("S&P/TSX"), returned -9.8% during the period. In accordance with National Instrument 81-106, we have included a comparison to this broad-based index to help you understand the Fund's performance relative to the general performance of the market, but we caution that the Fund's mandate may be significantly different from the index. Further, the Fund's returns are reported net of all management fees and expenses for all classes, unlike the returns of the Fund's benchmark, which are based on the performance of an index that does not pay fees or incur expenses.

The following comments and the comments under "Recent Developments" reflect the views of the portfolio management team and are based on information as at the end of the period. Please read the caution regarding forward-looking statements located on the last page of this document.

The Fund's underperformance as compared to its benchmark was mainly due to an overweight allocation to the Information technology sector and an underweight allocation to the Energy sector. We do not actively manage sector weightings in the Fund, rather, our sector weightings are determined by individual stock selection through a bottom-up fundamental investment process. We seek to own stocks where our estimated range for the long-term intrinsic value of the business is higher than the current share price.

Key positive individual contributors to the Fund's performance for the period included Spartan Delta Corp., Sierra Wireless, Inc. and Polaris Infrastructure Inc. Conversely, WeCommerce Holdings Ltd., Sangoma Technologies Corporation and Sylogist Ltd. had the largest adverse impact.

Portfolio transactions during the period were made based on our stock selection process. In general, we increased weightings of individual stocks where we determined the price relative to our estimate of intrinsic value had increased and decreased the weightings of companies that offered a less attractive return profile. We are constantly looking for new investment ideas and examples of new investments during the period included Thinkific Labs Inc., Magnet Forensics Inc. and Copperleaf Technologies Inc. We may liquidate our positions for various reasons, such as when share prices have reached our assessment of fair value, when an acquisition has occurred, or where we have changed our investment thesis. For example, during the period, we sold Fluor Corporation, GoodFood Market Corp. and Freshii Inc., as well as a few other holdings. The market volatility in the first half of 2022 has allowed us to be selective, adding companies to the portfolio that we believe to be high quality and present opportunities to compound for many years.

As at the end of the period, the Fund was 88.1% invested in Canada and 14.2% in the United States and the Fund's cash position had decreased to -2.3%, down from 5.1% as at December 31, 2021. The Fund's investment portfolio is concentrated and not diversified in the conventional sense. The Fund's top 10 holdings account for 38.6% of the Fund's net assets at the end of the period. This concentration may lead to varied results over any given period.

The overall sector exposure of the Fund is determined by stock selection decisions and may shift from time to time. As at June 30, 2022 we were weighted toward holdings in Information technology, Energy, and Consumer discretionary sectors because, currently, those are the sectors where we believe we are finding the best investment opportunities and, equally important, because they contain businesses for which we are best equipped to assess value. These top three sectors accounted for 63.3% of the Fund at the end of the period.

Recent Developments

In the first six months of the year, significant global macro events materialized and led to increased volatility in financial markets as risk was repriced. In particular, the conflict between Russia and Ukraine, the ongoing COVID-19 global health pandemic and moves by central banks to raise interest rates and taper monetary stimulus to control inflation has caused investors to reassess the growth outlook going forward. With these events as a backdrop, economic growth has slowed and fears of a recession on the horizon sapped investor sentiment in the first half of 2022. This has been a challenging period for stock markets and small-cap as well as technology companies in particular. In the United States, the S&P 500 index (in Canadian dollars) finished the period with a total return of -18.6%. In Canada, a rally in energy prices contributed to the performance of the Canadian stock market and the S&P/TSX Composite index recorded a return of -9.8%.

Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

Stock markets pulled back in the first six months of 2022 and we believe this volatility may continue. We cannot control stock prices or volatility. However, we can and do control our investment process. We believe it is essential to have a long-term perspective and stick to our investment process and philosophy in times of uncertainty. The world is going through many changes – some changes are temporary and some changes are permanent. We continue to try to identify trends that are in sync with how the world is changing and to allocate more of our capital to growing companies that have tailwinds and that we believe are still mispriced by the market. We are constantly reassessing our existing holdings as new facts come in, adding to those that we believe are high quality business models and offer attractive long-term value at compelling prices. We believe these companies will do well in a challenging economic environment, while we are trimming some select positions that have held up well or where more attractive opportunities in high quality compounders have been uncovered.

As we run a concentrated investment portfolio, we only need to hold a relatively small number of great companies acquired at good prices to drive the performance of the Fund. We will continue to look for best ideas, those that we think will benefit from the tailwinds caused by changes in behaviors, that could be potential disruptors or leaders on the other side of the global crisis, and that trade at significant discounts to intrinsic values.

Investment results may be affected by future developments and new information that may emerge regarding geopolitical events; COVID-19, its variants and the pandemic; inflation and the impact of central bank measures, and other global events, factors that are beyond the Fund's control.

Related Party Transactions

The Fund pays management and administration fees to the Manager for management and portfolio advisory services (see "Management Fees"). The Fund also pays the Manager performance fees (see "Performance Fees").

As at the end of the period, parties related to the Manager collectively held 2% of the Fund's units. In addition, the Pender Enhanced Income Fund, Pender Partners Fund and Pender Strategic Growth and Income Fund, funds also managed by the Manager, collectively held 2% of the Fund's outstanding units.

Management Fees

The Fund pays management and administration fees calculated as a percentage of the net asset value of each respective class. The Management Expense Ratio ("MER") before applicable taxes such as GST or HST for each class does not exceed certain levels as set out in the Fund's offering documents. The fees are calculated at the close of business on each valuation day and are paid monthly. In exchange for the administration fee, the Manager pays the operating costs of the Fund.

Management fees are used by the Manager, in part, to pay sales commissions, trailer fees, marketing costs and other associated distribution costs relating to the sale of units of the Fund.

Such expenses represented approximately 24% of the management fees paid by the Fund to the Manager for the period.

Performance Fees

The Manager is also entitled to a performance fee plus applicable taxes such as GST or HST in respect of Class B, Class G and Class M units of the Fund. The performance fee is equal to 20% of the amount by which the total return of the class of units exceeds the total percentage increase or decrease of the Fund's benchmark, for the period since the performance fee was last paid, subject to a high-water mark, which is, equal to the net asset value of the applicable class of units to which it applies as at the most recent determination date on which the performance fee was payable. Performance fees will be calculated and accrued weekly, and such accrued fees will be paid by the Fund at the end of each year. The Manager has reserved the right to change the period for which any performance fee may be paid by a Fund. The Manager, at its discretion, may reduce or waive performance fees.

Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the period and the calendar years indicated.

Fund's Net Assets Per Unit (a)

	2022 (\$)	2021 (\$)	2020 (\$)	2019 (\$)	2018 (\$)	2017 (\$)
Class A						
Net Assets, beginning of period	34.25	34.51	23.84	22.77	26.88	25.88
Increase (decrease) from operations:						
Total revenue	0.15	0.49	0.49	0.45	0.41	0.37
Total expenses	(0.42)	(1.13)	(0.63)	(0.68)	(0.71)	(0.72)
Realized gains (losses)	(0.33)	10.84	0.85	1.97	2.05	3.19
Unrealized gains (losses)	(8.96)	(1.53)	8.11	2.59	(5.68)	(0.60)
Total increase (decrease) from operations (b)	(9.56)	8.67	8.82	4.33	(3.93)	2.24
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends	-	-	-	-	-	-
From capital gains	-	(8.54)	-	(3.15)	-	(1.18)
Return of capital	-	-	-	-	-	-
Total distributions (b), (c)	-	(8.54)	-	(3.15)	-	(1.18)
Net Assets, end of period	24.31	34.25	34.51	23.84	22.77	26.88
Class B						
Net Assets, beginning of period	12.63	12.02	8.77	8.59	10.00	
Increase (decrease) from operations:						
Total revenue	0.06	0.17	0.18	0.18	0.13	
Total expenses	(0.15)	(0.41)	(0.84)	(0.26)	(0.11)	
Realized gains (losses)	(0.09)	3.64	0.35	0.70	0.64	
Unrealized gains (losses)	(3.46)	(0.84)	3.64	0.67	(1.37)	
Total increase (decrease) from operations (b)	(3.64)	2.56	3.33	1.29	(0.71)	
Distributions:						
From income (excluding dividends)	-	-	-	-	-	
From dividends	-	-	-	-	-	
From capital gains	-	(2.20)	-	(1.41)	-	
Return of capital	-	-	-	-	-	
Total distributions (b), (c)	-	(2.20)	-	(1.41)	-	
Net Assets, end of period	8.97	12.63	12.02	8.77	8.59	

Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

Fund's Net Assets Per Unit (a) (cont'd)

	2022 (\$)	2021 (\$)	2020 (\$)	2019 (\$)	2018 (\$)	2017 (\$)
Class E						
Net Assets, beginning of period	14.52	14.81	10.03	10.00		
Increase (decrease) from operations:						
Total revenue	0.06	0.22	0.21	0.08		
Total expenses	(0.04)	(0.12)	(0.07)	0.03		
Realized gains (losses)	(0.10)	4.64	0.41	0.08		
Unrealized gains (losses)	(4.10)	(0.98)	4.44	1.80		
Total increase (decrease) from operations (b)	(4.18)	3.76	4.99	1.99		
Distributions:						
From income (excluding dividends)	-	-	-	-		
From dividends	-	-	-	-		
From capital gains	-	(4.20)	-	(1.24)		
Return of capital	-	-	-	-		
Total distributions (b), (c)	-	(4.20)	-	(1.24)		
Net Assets, end of period	10.42	14.52	14.81	10.03		
Class F						
Net Assets, beginning of period	35.07	35.17	24.06	22.75	26.53	25.72
Increase (decrease) from operations:						
Total revenue	0.15	0.51	0.50	0.45	0.41	0.37
Total expenses	(0.23)	(0.64)	(0.36)	(0.39)	(0.41)	(0.40)
Realized gains (losses)	(0.24)	11.12	0.85	1.97	2.04	3.19
Unrealized gains (losses)	(9.81)	(1.58)	8.84	2.64	(5.62)	(0.70)
Total increase (decrease) from operations (b)	(10.13)	9.41	9.83	4.67	(3.58)	2.46
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends	-	-	-	-	-	-
From capital gains	-	(8.98)	-	(3.18)	-	(1.61)
Return of capital	-	-	-	-	-	-
Total distributions (b), (c)	-	(8.98)	-	(3.18)	-	(1.61)
Net Assets, end of period	25.02	35.07	35.17	24.06	22.75	26.53
Class G						
Net Assets, beginning of period	12.81	12.54	9.12	8.64	10.00	
Increase (decrease) from operations:						
Total revenue	0.06	0.18	0.19	0.18	0.13	
Total expenses	(0.10)	(0.27)	(0.91)	(0.16)	(0.08)	
Realized gains (losses)	(0.09)	3.74	0.41	0.78	0.64	
Unrealized gains (losses)	(3.54)	(1.23)	4.08	0.48	(3.96)	
Total increase (decrease) from operations (b)	(3.67)	2.42	3.77	1.28	(3.27)	
Distributions:						
From income (excluding dividends)	-	-	-	-	-	
From dividends	-	-	-	-	-	
From capital gains	-	(2.78)	-	(1.22)	-	
Return of capital	-	-	-	-	-	
Total distributions (b), (c)	-	(2.78)	-	(1.22)	-	
Net Assets, end of period	9.13	12.81	12.54	9.12	8.64	

Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

Fund's Net Assets Per Unit (a) (cont'd)

	2022 (\$)	2021 (\$)	2020 (\$)	2019 (\$)	2018 (\$)	2017 (\$)
Class I						
Net Assets, beginning of period	16.40	16.61	11.34	10.74	12.51	13.14
Increase (decrease) from operations:						
Total revenue	0.07	0.24	0.24	0.22	0.19	0.12
Total expenses	(0.11)	(0.30)	(0.17)	(0.18)	(0.18)	(0.11)
Realized gains (losses)	(0.12)	5.22	0.45	0.93	0.96	1.03
Unrealized gains (losses)	(4.53)	(0.79)	4.72	1.15	(3.09)	(0.88)
Total increase (decrease) from operations (b)	(4.69)	4.37	5.24	2.12	(2.12)	0.16
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends	-	-	-	-	-	-
From capital gains	-	(4.42)	-	(1.53)	-	(0.77)
Return of capital	-	-	-	-	-	-
Total distributions (b), (c)	-	(4.42)	-	(1.53)	-	(0.77)
Net Assets, end of period	11.71	16.40	16.61	11.34	10.74	12.51
Class M						
Net Assets, beginning of period	7.60	10.00				
Increase (decrease) from operations:						
Total revenue	0.03	0.12				
Total expenses	(0.04)	(0.07)				
Realized gains (losses)	(0.05)	1.16				
Unrealized gains (losses)	(2.11)	(2.69)				
Total increase (decrease) from operations (b)	(2.17)	(1.48)				
Distributions:						
From income (excluding dividends)	-	-				
From dividends	-	-				
From capital gains	-	(2.31)				
Return of capital	-	-				
Total distributions (b), (c)	-	(2.31)				
Net Assets, end of period	5.44	7.60				
Class N						
Net Assets, beginning of period	19.68	15.55	10.58	9.94	11.55	12.15
Increase (decrease) from operations:						
Total revenue	0.08	0.19	0.20	0.20	0.18	0.11
Total expenses	(0.11)	(0.21)	(0.12)	(0.13)	(0.13)	(0.08)
Realized gains (losses)	(0.14)	5.79	(0.42)	0.90	0.89	0.95
Unrealized gains (losses)	(5.37)	6.35	(2.12)	0.88	(2.58)	(0.74)
Total increase (decrease) from operations (b)	(5.54)	12.12	(2.46)	1.85	(1.64)	0.24
Distributions:						
From income (excluding dividends)	-	-	-	-	-	-
From dividends	-	-	-	-	-	-
From capital gains	-	-	-	(1.38)	-	(0.77)
Return of capital	-	-	-	-	-	-
Total distributions (b), (c)	-	-	-	(1.38)	-	(0.77)
Net Assets, end of period	14.08	19.68	15.55	10.58	9.94	11.55

Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

Fund's Net Assets Per Unit (a) (cont'd)

	2022 (\$)	2021 (\$)	2020 (\$)	2019 (\$)	2018 (\$)	2017 (\$)
Class O						
Net Assets, beginning of period	35.27	35.97	24.23	22.60	26.02	25.15
Increase (decrease) from operations:						
Total revenue	0.16	0.53	0.52	0.46	0.40	0.36
Total expenses	(0.02)	(0.07)	(0.05)	(0.05)	(0.04)	(0.03)
Realized gains (losses)	(0.26)	11.06	0.97	2.01	2.01	3.13
Unrealized gains (losses)	(9.78)	(3.52)	10.98	2.50	(5.58)	(0.81)
Total increase (decrease) from operations (b)	(9.90)	8.00	12.42	4.92	(3.21)	2.65
Distributions:						
From income (excluding dividends)	-	-	-	-	-	0.00
From dividends	-	-	-	(0.01)	-	(0.17)
From capital gains	-	(10.45)	-	(3.22)	-	(1.73)
Return of capital	-	-	-	-	-	-
Total distributions (b), (c)	-	(10.45)	-	(3.23)	-	(1.90)
Net Assets, end of period	25.36	35.27	35.97	24.23	22.60	26.02

(a) This information is derived from the Fund's unaudited semi-annual financial statements as at June 30 and audited annual financial statements as at December 31 for the period stated, prepared under International Financial Reporting Standards.

(b) Net assets per unit and distributions per unit are based on the actual number of units for the relevant Fund class outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding during the period.

(c) Distributions were paid in cash and/or reinvested in additional units of the Fund.

Ratios and Supplemental Data

	2022	2021	2020	2019	2018	2017
Class A						
Total net asset value (\$000s) (a)	22,096	37,416	32,406	28,866	30,867	43,407
Number of units outstanding (a)	908,867	1,092,309	939,040	1,210,774	1,355,612	1,615,045
Management expense ratio (b)	2.64%	2.56%	2.50%	2.50%	2.50%	2.50%
Management expense ratio before absorptions (c)	2.64%	2.56%	2.50%	2.50%	2.50%	2.50%
Trading expense ratio (d)	0.15%	0.19%	0.23%	0.22%	0.20%	0.13%
Portfolio turnover rate (e)	18.05%	61.47%	63.01%	55.99%	53.86%	41.54%
Net asset value per unit (\$) (a)	24.31	34.25	34.51	23.84	22.77	26.88
Class B						
Total net asset value (\$000s) (a)	18,503	26,051	17,135	11,045	735	
Number of units outstanding (a)	2,063,637	2,062,223	1,425,182	1,259,935	85,600	
Management expense ratio (b)	2.63%	2.73%	9.53%	2.50%	2.50%	
Management expense ratio before absorptions (c)	2.63%	2.73%	9.53%	2.50%	2.50%	
Trading expense ratio (d)	0.15%	0.19%	0.23%	0.22%	0.20%	
Portfolio turnover rate (e)	18.05%	61.47%	63.01%	55.99%	53.86%	
Net asset value per unit (\$) (a)	8.97	12.63	12.02	8.77	8.59	

Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

Ratios and Supplemental Data (cont'd)

	2022	2021	2020	2019	2018	2017
Class E						
Total net asset value (\$000s) (a)	2,593	3,513	2,500	1,459		
Number of units outstanding (a)	248,956	241,879	168,853	145,477		
Management expense ratio (b)	0.53%	0.52%	0.50%	0.50%		
Management expense ratio before absorptions (c)	0.53%	0.52%	0.50%	0.50%		
Trading expense ratio (d)	0.15%	0.19%	0.23%	0.22%		
Portfolio turnover rate (e)	18.05%	61.47%	63.01%	55.99%		
Net asset value per unit (\$) (a)	10.42	14.52	14.81	10.03		
Class F						
Total net asset value (\$000s) (a)	71,491	97,457	85,903	72,427	74,395	97,266
Number of units outstanding (a)	2,857,584	2,779,227	2,442,676	3,011,004	3,270,076	3,665,716
Management expense ratio (b)	1.59%	1.54%	1.50%	1.50%	1.50%	1.50%
Management expense ratio before absorptions (c)	1.59%	1.54%	1.50%	1.50%	1.50%	1.50%
Trading expense ratio (d)	0.15%	0.19%	0.23%	0.22%	0.20%	0.13%
Portfolio turnover rate (e)	18.05%	61.47%	63.01%	55.99%	53.86%	41.54%
Net asset value per unit (\$) (a)	25.02	35.07	35.17	24.06	22.75	26.53
Class G						
Total net asset value (\$000s) (a)	83,291	99,607	44,524	24,602	2,351	
Number of units outstanding (a)	9,126,753	7,774,891	3,550,898	2,697,149	272,032	
Management expense ratio (b)	1.57%	1.65%	9.81%	1.50%	1.50%	
Management expense ratio before absorptions (c)	1.57%	1.65%	9.82%	1.50%	1.50%	
Trading expense ratio (d)	0.15%	0.19%	0.23%	0.22%	0.20%	
Portfolio turnover rate (e)	18.05%	61.47%	63.01%	55.99%	53.86%	
Net asset value per unit (\$) (a)	9.13	12.81	12.54	9.12	8.64	
Class I						
Total net asset value (\$000s) (a)	16,461	23,048	19,221	13,327	10,806	5,347
Number of units outstanding (a)	1,405,480	1,405,165	1,157,501	1,174,990	1,006,376	427,391
Management expense ratio (b)	1.43%	1.38%	1.35%	1.35%	1.35%	1.35%
Management expense ratio before absorptions (c)	1.43%	1.38%	1.35%	1.35%	1.35%	1.35%
Trading expense ratio (d)	0.15%	0.19%	0.23%	0.22%	0.20%	0.13%
Portfolio turnover rate (e)	18.05%	61.47%	63.01%	55.99%	53.86%	41.54%
Net asset value per unit (\$) (a)	11.71	16.40	16.61	11.34	10.74	12.51
Class M						
Total net asset value (\$000s) (a)	7,777	9,643				
Number of units outstanding (a)	1,430,292	1,268,907				
Management expense ratio (b)	1.00%	1.00%				
Management expense ratio before absorptions (c)	1.00%	1.00%				
Trading expense ratio (d)	0.15%	0.19%				
Portfolio turnover rate (e)	18.05%	61.47%				
Net asset value per unit (\$) (a)	5.44	7.60				

Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

Ratios and Supplemental Data (cont'd)

	2022	2021	2020	2019	2018	2017
Class N						
Total net asset value (\$000s) (a)	354	613	5,608	40,784	32,722	36,673
Number of units outstanding (a)	25,118	31,166	360,632	3,853,598	3,290,720	3,174,979
Management expense ratio (b)	1.08%	1.01%	1.00%	1.00%	1.00%	1.00%
Management expense ratio before absorptions (c)	1.08%	1.01%	1.00%	1.00%	1.00%	1.00%
Trading expense ratio (d)	0.15%	0.19%	0.23%	0.22%	0.20%	0.13%
Portfolio turnover rate (e)	18.05%	61.47%	63.01%	55.99%	53.86%	41.54%
Net asset value per unit (\$) (a)	14.08	19.68	15.55	10.58	9.94	11.55
Class O						
Total net asset value (\$000s) (a)	20,026	27,608	13,989	8,412	6,518	6,917
Number of units outstanding (a)	789,560	782,730	388,863	347,146	288,379	265,855
Management expense ratio (b)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Management expense ratio before absorptions (c)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Trading expense ratio (d)	0.15%	0.19%	0.23%	0.22%	0.20%	0.13%
Portfolio turnover rate (e)	18.05%	61.47%	63.01%	55.99%	53.86%	41.54%
Net asset value per unit (\$) (a)	25.36	35.27	35.97	24.23	22.60	26.02

(a) This information is derived from the Fund's unaudited semi-annual financial statements as at June 30 and audited annual financial statements as at December 31 for the period stated, prepared under International Financial Reporting Standards.

(b) Management expense ratio ("MER") is based on total expenses (excluding commissions and other portfolio transaction costs) for the period and is expressed as an annualized percentage of average net asset value during the period. The MER may vary from one class of units to another because of differences in the applicable management fees and certain fees and expenses may have been absorbed by the Manager which would otherwise be reflected in the Fund.

(c) The Manager of the Fund has agreed to absorb sufficient expenses of the Fund, as necessary, such that the annual MER before applicable taxes such as GST or HST will not exceed certain limits as outlined in the Fund's Simplified Prospectus. The amount of expenses absorbed is at the discretion of the Manager as set out in the Fund's Simplified Prospectus, and the Manager may in its sole discretion cease to absorb expenses.

(d) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of average net asset value during the period.

(e) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the period. In general, the higher a fund's portfolio turnover rate in a period, the greater the trading costs payable by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the period. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

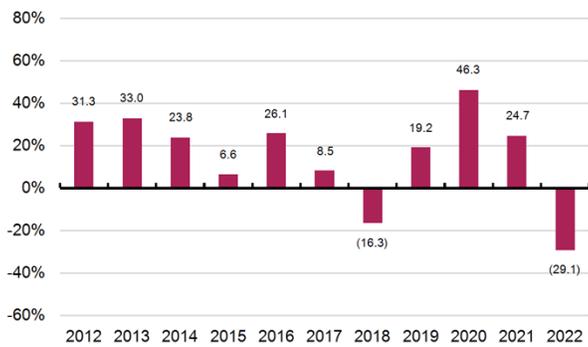
Past Performance

The following charts show the past performance for the units of each class of the Fund and do not necessarily indicate how the Fund will perform in the future. The information shown assumes that any distributions made by the Fund were reinvested in additional units of the Fund. Returns would be different if an investor did not reinvest distributions. In addition, the information does not take into account sales, redemptions, income taxes payable or other charges that would have reduced returns or performance.

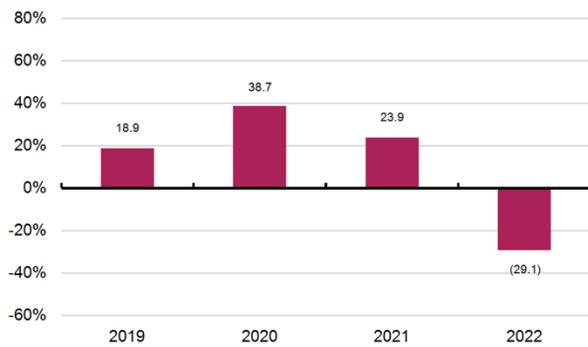
Period-by-Period Returns

To illustrate how the Fund's performance has varied over time, the following bar charts show the Fund's performance for the six-month period ended June 30, 2022 and for each of the previous 12-month periods ended December 31. The information is presented starting from the first full financial year of the respective Fund class. In percentage terms, the bar charts show how much an investment held on the first day of the period would have increased or decreased by the last day of the period.

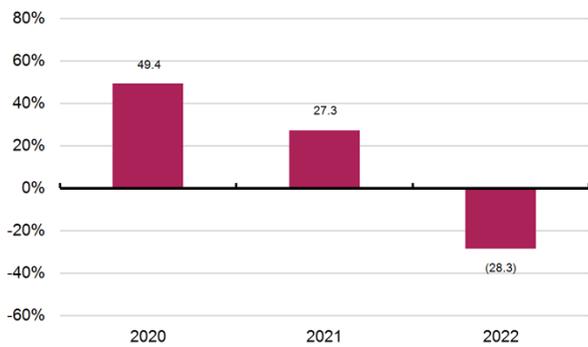
Class A



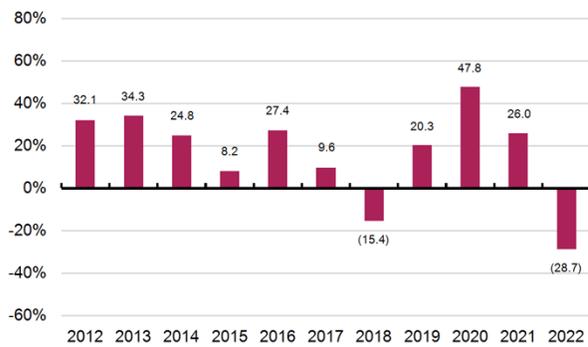
Class B



Class E



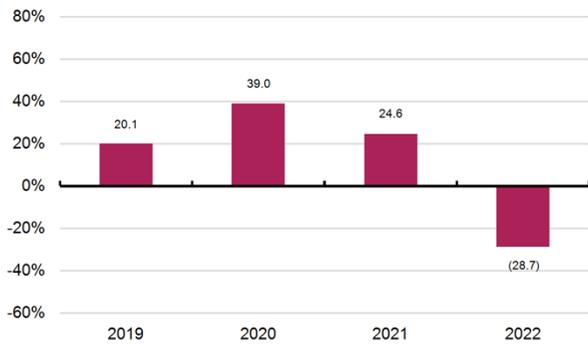
Class F



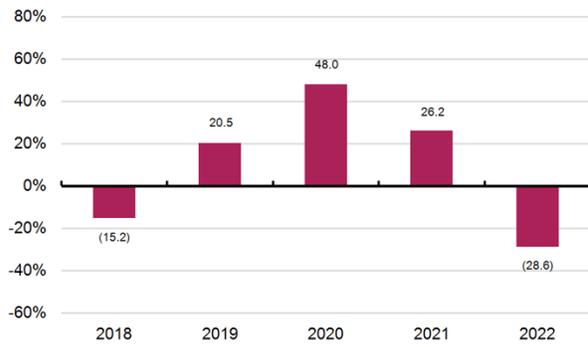
Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

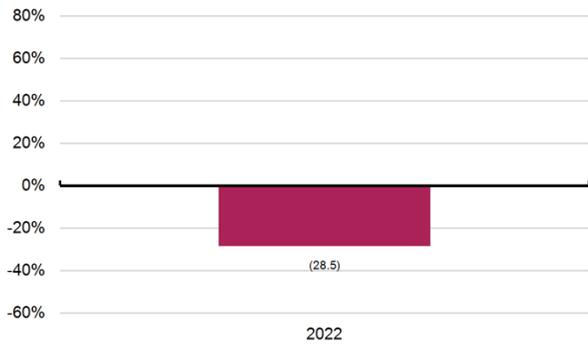
Class G



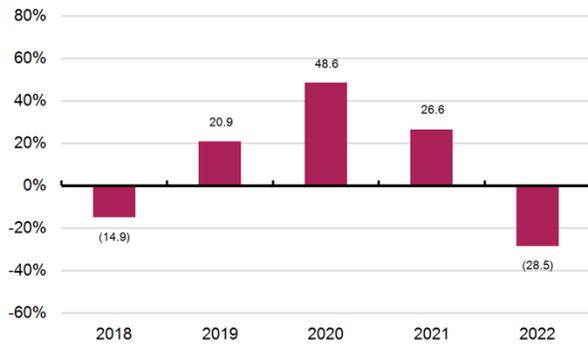
Class I



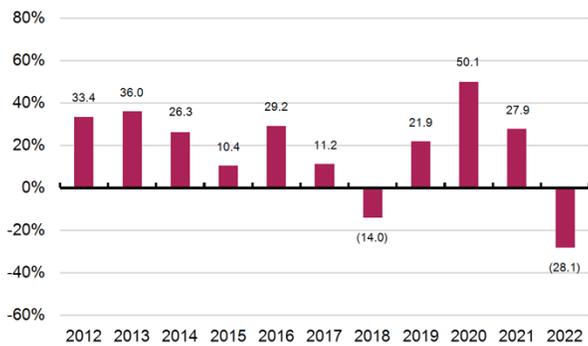
Class M



Class N



Class O



Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

Summary of Investment Portfolio

The largest holdings of the Fund as at the end of the period and the major asset classes in which the Fund was invested, are indicated below. Where the Fund has less than 25 holdings, the table will show the Fund's entire investment portfolio. The investment portfolio may change due to ongoing portfolio transactions. An update of the Fund's summary of investment portfolio as at the end of each calendar quarter is available from the Manager. Please see the front page of this document for information about how this can be obtained.

Top 25 Holdings

	% of Net Assets
PAR Technology Corporation	5.1
Spartan Delta Corp.	4.7
Saturn Oil & Gas Inc., Subscription Receipts	4.1
Maxar Technologies Inc.	4.0
Sylogist Ltd.	4.0
Sangoma Technologies Corporation	3.9
ATD New Holdings, Inc.	3.3
Aviat Networks, Inc.	3.2
Thinkific Labs Inc.	3.2
Altius Renewable Royalties Corp.	3.1
Fiera Capital Corporation, Class 'A'	2.9
Sierra Wireless, Inc.	2.9
Aritzia Inc.	2.8
Polaris Infrastructure Inc.	2.8
Anterix Inc.	2.7
Chesswood Group Limited	2.7
Dream Unlimited Corp., Class 'A'	2.7
TerraVest Industries Inc.	2.7
Magnet Forensics Inc.	2.6
Mullen Group Ltd.	2.6
WELL Health Technologies Corp.	2.6
Corus Entertainment Inc., Class 'B'	2.5
Blackline Safety Corp.	2.3
WeCommerce Holdings Ltd.	2.2
ProntoForms Corporation	2.0

Composition of the Portfolio

	% of Net Assets
Equities	
Information technology	40.8
Energy	11.5
Consumer discretionary	11.0
Industrials	10.5
Utilities	7.7
Communication services	6.1
Diversified financials	5.6
Real estate	4.2
Health care	3.3
Consumer staples	1.2
Total equities	101.9
Warrants	0.0
Total investments	101.9

Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

Composition of the Portfolio (cont'd)

	% of Net Assets
Cash	(2.3)
Other assets less liabilities	0.4
Total net assets	100.0

Pender Small Cap Opportunities Fund

Six months ended June 30, 2022

Caution Regarding Forward-Looking Statements

This report contains forward-looking statements about the Fund, including its strategy, prospects and further actions. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates”, or negative versions thereof and similar expressions.

In addition, any statement made concerning future performance, strategies or prospects, and possible future Fund action is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to risks, uncertainties and assumptions about the Fund and economic factors, among other things.

Forward-looking statements are not guarantees of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements. Any number of important factors could contribute to these digressions, including, but not limited to: geopolitical events, general economic, political and market factors in North America and internationally; interest and foreign exchange rates and the measures taken by central banks to manage inflation; global equity and capital markets; business competition; technological change; changes in government regulations; unexpected judicial or regulatory proceedings; pandemics and catastrophic events.

We stress that the above-mentioned list of important factors is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions and we urge you to avoid placing undue reliance on forward-looking statements. Further, except as may be required under applicable law, the Manager has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.



Pender Small Cap Opportunities Fund

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