

NET ASSET VALUE AS OF AUGUST 31/22

Class F	\$10.41
Fund Beta	0.70
Total Net Assets of Fund	\$26.66 M

FUND FACTS

Asset Class	Alternative Merger Arbitrage
Inception Date	September 8, 2021
Valuations / Distributions	Daily / Annually in December
Risk Rating	Low
Performance Fee	15% of the amount by which the total return of the class of units exceeds its high-water mark.

FUND OVERVIEW

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

FUND INFO

CLASS	CODES	MERs*
Class A	PGF 2100	1.97%
Class F	PGF 2110	1.35%
Class H	PGF 2140	1.89%
Class I	PGF 2150	1.11%

*MERs are as of 2022-06-30

FUND INFO

CLASS	US CODES	MGMT FEE	ADMIN
Class A	PGF 2101	1.80%	0.50%
Class F	PGF 2111	0.80%	0.50%
Class H	PGF 2141	1.50%	0.50%
Class I	PGF 2151	0.65%	0.50%

MINIMUM INVESTMENT

	INITIAL	SUBSEQUENT
Class A/F	\$5,000	\$100
Class H/I	\$100,000	\$100

PORTFOLIO MANAGER



PenderFund Capital Management Ltd.

Lead Manager: Amar Pandya, CFA

The **Pender Alternative Arbitrage Fund** aims to produce consistent and low volatility absolute returns by investing primarily in merger arbitrage opportunities. This low-risk strategy can be used to provide diversification benefits to clients with low correlation to traditional equity and fixed income investments.

PERFORMANCE (%)

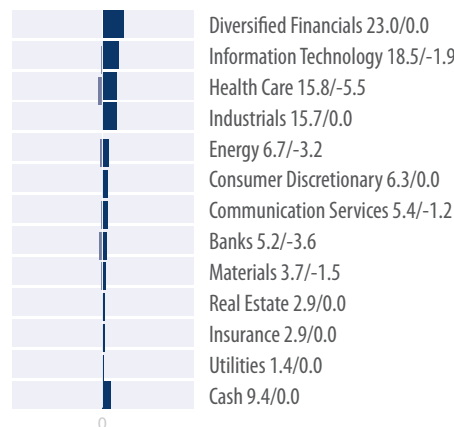
	1 Mo.	3 Mo.	6 Mo	1 Year*	2022 YTD	SINCE INCEPTION
	1.1	1.8	2.2	-	2.2	4.3

*1 year performance is unavailable as the Fund's inception date was September 8, 2021. Please refer to return since inception.

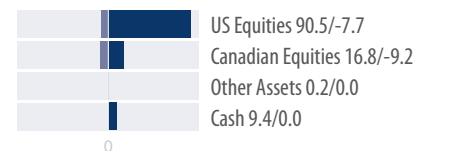
DISTRIBUTIONS (\$)

	2021	SINCE INCEPTION
	0.02	0.02

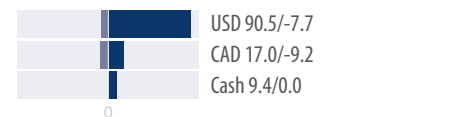
SECTOR ALLOCATION (%) Long/Short



ASSET ALLOCATION (%) Long/Short



CCY ALLOCATION (%) Long/Short



RESTRICTIONS (%)

	ACTUAL	LIMIT (NAV)
Leverage	-16.9	300
Short Sales	-16.9	50

TOP 10 HOLDINGS (%) Long

Alleghany Corporation	2.9
Bluerock Residential Growth REIT, Inc.	2.9
IBI Group Inc.	2.9
Columbia Care Inc.	2.9
Nielsen Holdings plc	2.9
Citrix Systems, Inc.	2.5
StoneMor Inc.	2.5
Sierra Wireless, Inc.	2.5
MoneyGram International, Inc.	2.5
Lifeworks Inc.	2.4

TOP 10 HOLDINGS (%) Short

Cresco Labs Inc.	-3.1
Enerflex Ltd.	-2.5
Verano Holdings Corp.	-2.3
Unity Software Inc.	-1.9
New York Community Bancorp, Inc.	-1.6
Seacoast Banking Corporation of Florida	-1.5
Ginkgo Bioworks Holdings, Inc.	-1.5
TELUS Corporation	-1.2
ProFrac Holding Corp.	-0.7
OceanFirst Financial Corp.	-0.4

PORTFOLIO MANAGER



AMAR PANDYA, CFA

Amar began his investment career in 2011 in the Portfolio Management Training Program at a large global financial services company. He moved to pursue his passion for equities becoming an APM at a large-cap equity value firm before being drawn to Pender and the west coast in 2017. As an advocate of a contrarian value investing approach, Amar has expertise in event driven special situations with a primary focus on M&A and balance sheet driven special situations. He holds a Bachelor of Commerce degree in Finance (Honours) from the University of Manitoba. He earned his Chartered Financial Analyst designation in 2015.

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.

GEOGRAPHY (%)

LOCATION	LONG+CASH	SHORT
United States	90.5	-13.2
Canada	11.9	-3.7
International	5.1	0.0
Cash	9.4	0.0

MARKET CAP (%)

	LONG+CASH	SHORT
Small	53.0	-4.4
Mid	20.9	-9.4
Micro	19.5	0.0
Large	13.4	-3.1
Nano	0.5	0.0
Non Public Equity	0.2	0.0
Cash	9.4	0.0

VALUE PROPOSITION

- A market-neutral strategy aiming for consistent and steady absolute returns.
- Leverages Pender's proven expertise in identifying and analyzing M&A targets.
- Returns are tax efficient, primarily in the form of capital gains as opposed to interest income.

PORTFOLIO FIT

- Designed to be a low-risk strategy maintaining low volatility and drawdowns.
- Merger arbitrage has provided historically low correlation to traditional asset classes such as equities and fixed income.
- An alternative to fixed income and complement to equity allocations.

Alternative to Traditional Allocations

FIXED INCOME EQUITY



PENDER
ALTERNATIVE
ARBITRAGE FUND

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PENDER

Forward thinking. Finding value.

Commissions, trailing commissions, management fees and expenses plus applicable taxes 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.