



Forward thinking. Finding value.

EQUITY

October 2023 / CLASS B

Pender Small Cap Opportunities Fund

| NET ASSET VALUE | AS OF Oct 31/23 |
|--------------------------|------------------|
| Class B | \$8.04 |
| Fund Beta | 0.87 |
| Active Share (%) | 99.87 |
| Total Holdings | 51 |
| Total Net Assets of Fund | \$211.16 Million |

FUND FACTS

| | |
|----------------|--------------------------------|
| Asset Class | Small Cap Equity |
| Fund Inception | June 2009 |
| Valuations | Weekly |
| Eligibility | Canada-wide Registered Plans |
| Distributions | DRIP Annually Cash Optional |

FUND INFO

| FUND INFO | CODES |
|-----------|---------|
| Class A | PGF 315 |
| Class B | PGF 380 |
| Class F | PGF 320 |
| Class G | PGF 390 |

| FUND INFO | MGMT FEE | MER before performance fee* |
|-----------------|--|-----------------------------|
| Class A | 1.95% | 2.64% |
| Class B | 1.95% | 2.65% |
| Class F | 0.95% | 1.60% |
| Class G | 0.95% | 1.59% |
| Performance Fee | 20% of excess of total return over benchmarks return, subject to a high water mark | |

*MERs as at 2023-06-30.

The Fund is subject to a performance fee. Please refer to penderfund.com for the 'MER including performance fee'.

| MINIMUM INVESTMENT | Initial Investment | Subsequent Investment |
|--------------------|--------------------|-----------------------|
| Class B | \$5,000 | \$100 |
| Class G | \$5,000 | \$100 |

FIRM OVERVIEW

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

Classes B and G of the Pender Small Cap Opportunities Funds are currently open to retail investors.

The Pender Small Cap Opportunities Fund is an opportunistic, concentrated portfolio. The Fund is focused on undervalued small and microcap companies with strong underlying economics, predominantly in Canada. The manager often seeks out special situations, and has a track record of identifying catalysts, where market-leading companies has been acquired. After deep fundamental analysis these businesses are purchased at a discount to our estimate of intrinsic value.

PERFORMANCE (%)

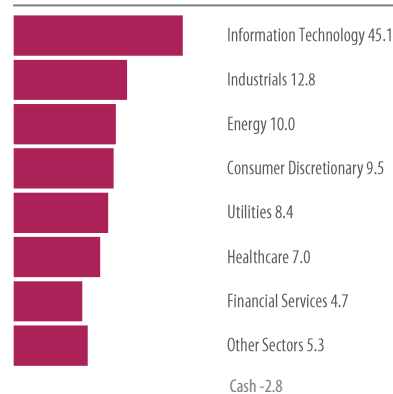
| 1 Mo. | 3 Mo. | 6 Mo. | 1 Yr. | 3 Yr. | 5 Yr. | SINCE INCEPTION |
|-------|-------|-------|-------|-------|-------|-----------------|
| -9.1 | -13.2 | -12.7 | -3.5 | 1.1 | 3.9 | 1.9 |

ANNUAL PERFORMANCE (%)

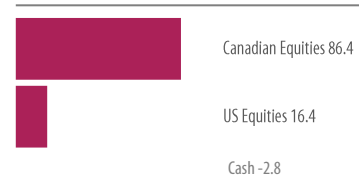
| 2019 | 2020 | 2021 | 2022 | 2023 YTD |
|------|------|------|-------|----------|
| 18.9 | 38.7 | 23.9 | -29.3 | -10.1 |

Since Inception returns are from Jun 2018. All returns greater than a year are annual compounded returns.

SECTOR ALLOCATION (%)



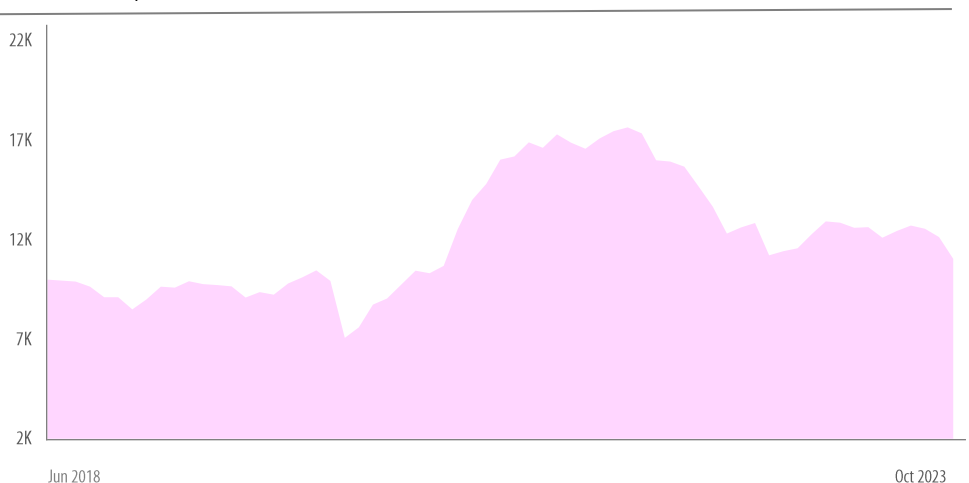
ASSET ALLOCATION (%)



CURRENCY ALLOCATION (%)



GROWTH OF \$10K



TOP 10 HOLDINGS

| | |
|---|--|
| Sylogist Ltd. TSX:SYZ | Sylogist Ltd., a software company, provides SaaS solutions in Canada, the United States, and the United Kingdom. |
| Copperleaf Technologies Inc. TSX:CPLF | CopperLeaf Technologies Inc. provides decision analytics software solutions to companies managing critical infrastructure worldwide. |
| Blackline Safety Corp. TSX:BLN | Blackline Safety Corp. develops, manufactures, and markets worker safety monitoring products and services. |
| TerraVest Industries Inc. TSX:TVK | TerraVest Industries Inc. manufactures and sells goods and services to energy, agriculture, mining, and transportation markets in Canada and the United States. |
| Thinkific Labs Inc. TSX:THNC | Thinkific Labs Inc. engages in the development, marketing, and support management of cloud-based platform in Canada, the United States, and internationally. |
| Dye & Durham Limited TSX:DND | Dye & Durham Limited, together with its subsidiaries, provides cloud-based software and technology solutions for law firms, financial service institutions, sole-practitioner law firms, and government organizations in Canada, Australia, South Africa, Ireland, and the United Kingdom. |
| NFI Group Inc. TSX:NFI | NFI Group Inc., together with its subsidiaries, manufactures and sells buses in North America, the United Kingdom, Europe, and the Asia Pacific. |
| PAR Technology Corporation NYSE:PAR | PAR Technology Corporation, together with its subsidiaries, provides technology solutions to the restaurant and retail industries worldwide. |
| Saturn Oil & Gas Inc. TSX:SOIL | Saturn Oil & Gas Inc. engages in the acquisition, exploration, and development of petroleum and natural gas resource deposits in Canada. |
| Sangoma Technologies Corporation TSX:STC | Sangoma Technologies Corporation develops, manufactures, distributes, and supports voice and data connectivity components for software-based communication applications worldwide. |

Source: Capital IQ

PORTFOLIO MANAGER(S)

DAVID BARR, CFA

Mr. Barr is the CEO of PenderFund. He is also the Portfolio Manager of several of Pender's funds and has been investing since 2000.

Mr. Barr is an advocate of value investing and aims to determine the intrinsic value of a company and to buy shares in that company at a significant discount to that value (margin-of-safety). He looks for value in unloved and unfollowed parts of the market where he can find quality at a discount. Capital preservation and downside protection are a primary concern. Mr. Barr holds a Bachelor of Science degree from the University of British Columbia and an MBA from the Schulich School of Business at York University. He earned his CFA designation in 2003 and is a past President and an active member of the CFA Society Vancouver.

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.

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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. © Copyright PenderFund Capital Management Ltd. All rights reserved. Oct 31/23.