



Fund Facts
 Pender Small Cap Opportunities Fund - Class F
 June 23, 2016
 PenderFund Capital Management Ltd.

This document contains key information you should know about the Pender Small Cap Opportunities Fund (the "Fund"), managed by PenderFund Capital Management Ltd. ("Pender"). You can find more detailed information in the Fund's simplified prospectus. Ask your representative for a copy, contact Pender at 1-866-377-4743, email us at info@penderfund.com or visit our website at www.penderfund.com.

Before you invest in any fund, consider how the fund would work with your other investments and your tolerance for risk.

The Fund currently does not accept purchases.

QUICK FACTS			
Date Class Started:	June 1, 2009	Fund Manager:	PenderFund Capital Management Ltd.
Total Value of Fund at April 29, 2016:	\$115,532,535	Portfolio Managers:	David Barr, CFA, PenderFund Capital Management Ltd.
Management Expense Ratio (MER):	1.50%	Distributions:	Net income and net capital gains annually
			Automatically reinvested in additional units; cash upon request
		Minimum Investment:	Initial purchase \$2,500, subsequent \$100

WHAT DOES THE FUND INVEST IN?

The Fund invests primarily in shares of well-managed businesses with strong competitive positions that are currently overlooked by the market but have the potential for significant capital appreciation. These businesses can be in Canada, US or in other foreign jurisdictions with a primary emphasis on companies with a market capitalization of less than \$1 billion.

The charts below give you a snapshot of the Fund's investments on April 29, 2016. The Fund's investment portfolio will change from time-to-time.

Top 10 Investments – April 29, 2016

TIO Networks Corp.	6.1%
QHR Corporation	5.1%
Ebix Inc.	4.9%
Absolute Software Corporation	4.1%
Polaris Infrastructure Inc.	4.1%
Medicure Inc.	3.9%
Sandvine Corporation	3.5%
Espial Group, Inc.	3.3%
Terago Inc.	3.3%
CanWel Building Materials Group Ltd.	3.2%
Total Percentage of Top 10 Investments	41.7%
Total Number of Investments	46

Investment Mix – April 29, 2016

Information Technology	45.3%
Healthcare	14.3%
Utilities	6.7%
Industrials	6.6%
Energy	5.8%
Consumer Discretionary	5.3%
Diversified Financials	5.1%
Telecommunication Services	3.3%
Cash	7.7%

HOW RISKY IS IT?

The value of the Fund can go down as well as up. You could lose money.

One way to gauge risk is to look at how much a fund's returns change over time. This is called "volatility".

In general, funds with higher volatility will have returns that change more over time. They typically have a greater chance of losing money and may have a greater chance of higher returns. Funds with lower volatility tend to have returns that change less over time. They typically have lower returns and may have a lower chance of losing money.

Risk Rating

Pender has rated the volatility of this Fund as **Medium to High**.

This rating is based on how much the Fund's returns have changed from year to year. It doesn't tell you how volatile the Fund will be in the future. The rating can change over time. A fund with a low risk rating can still lose money.

Low	Low to Medium	Medium	Medium to High	High
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For more information about the risk rating and specific risks that can affect the Fund's returns, see the section titled "What is a mutual fund and what are the risks of investing in a mutual fund" in the Fund's simplified prospectus.

No guarantees

Like most mutual funds, this fund doesn't have any guarantees. You may not get back the amount of money you invest.

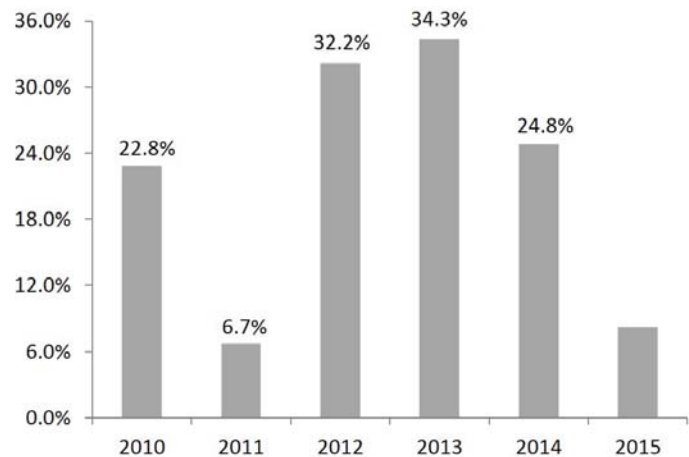
HOW HAS THE FUND PERFORMED?

This section tells you how Class F units of the Fund have performed over the past six years. Returns are after expenses have been deducted. These expenses reduce the Fund's returns.

Year-by-Year returns

This chart shows how Class F units of the Fund have performed in each of the past six years indicated. The Fund has not dropped in value in any of the six years.

The range of returns and change from year to year can help you assess how risky the Fund has been in the past. It does not tell you how the Fund will perform in the future.



Best and worst 3-month returns

This table shows the best and worst returns for the Fund in a 3-month period over the past six calendar years. The best and worst 3-month returns could be higher or lower in the future. Consider how much of a loss you could afford to take in a short period of time.

	Return	3 months ending	If you invested \$1,000 at the beginning of the period
Best return	19.2%	February 28, 2015	Your investment would rise to \$1,192
Worst return	-10.8%	August 31, 2015	Your investment would drop to \$892

Average return

A person who invested \$1,000 in the Fund's units on the inception date of June 1, 2009 now has units worth \$3,438 on April 29, 2016. This works out to an annual compounded return of 19.5%.

WHO IS THIS FUND FOR?

You should consider investing in the Fund if:

- You are seeking exposure to small cap equities;
- You are seeking capital growth over the long term; and
- You have an investment horizon with at least three years and are willing to accept moderate to high investment risk.

A WORD ABOUT TAX

In general, you will have to pay income tax on any money you make on a fund. How much you pay depends on the tax laws where you live and whether or not you hold the Fund in a registered plan, such as a Registered Retirement Savings Plan or a Tax-Free Savings Account.

Keep in mind that if you hold the Fund in a non-registered account, fund distributions are included in your taxable income, whether you receive them in cash or have them reinvested.

HOW MUCH DOES IT COST?

The following section shows the fees and expenses you could pay to buy, own and sell Class F units of the Fund. The fees and expenses, including any commissions, can vary among classes of a fund and among funds. Higher commissions can influence representatives to recommend one investment over another. Ask about other funds and investments that may be suitable for you at a lower cost.

Sales charges

No sales charges are applicable to Class F units of the Fund.

Fund expenses

You don't pay these expenses directly. They affect you because they reduce the Fund's returns. As of the Management Report of Fund Performance for the period ended December 31, 2015, the Fund's expenses were 1.67% of its value (or \$16.70 for every \$1,000 invested).

	Annual Rate (as a % of the Fund's value)
Management Expense Ratio (MER) This is the total of the Fund's management fee (including the trailing commission) and fixed administration fee.	1.50%
Trading Expense Ratio (TER) These are the Fund's trading costs.	0.17%
Fund Expenses	1.67%

More about the trailing commission

No trailing commissions are applicable to Class F units of the Fund.

Other fees

You may have to pay other fees when you sell or switch units of the Fund:

Fee Type	What You Pay
Short-Term Trading Fee	You may be charged up to 2% of the value of units you sell or switch within 90 days of buying them. This fee goes to the Fund.
Switch Fee	Your representative's firm may charge you up to 2% of the value of units you switch to another class of the Fund or to another fund managed by Pender.
Fee-based Account Fee	You may pay a fee-based account fee, which is negotiated between you and your representative, and paid directly to your representative's firm. Investors who purchase this class of the Fund generally participate in an eligible fee-based program with their representative's firm.

WHAT IF I CHANGE MY MIND?

Under securities law in some provinces and territories, you have the right to:

- withdraw from an agreement to buy mutual funds within two business days after you receive a simplified prospectus or fund facts document; or
- cancel your purchase within 48 hours after you receive confirmation of the purchase.

In some provinces and territories, you also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the simplified prospectus, fund facts, annual information form or financial statements contain a misrepresentation. You must act within the time limit set by the securities law in your province or territory.

For more information, see the securities law of your province or territory or ask a lawyer.

FOR MORE INFORMATION

Contact Pender or your representative for a copy of the Fund's simplified prospectus and other disclosure documents. These documents and the fund facts document make up the Fund's legal documents, which can be found on our website at www.penderfund.com or on the SEDAR website at www.sedar.com.

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To learn more about investing in mutual funds, see the brochure **Understanding Mutual Funds**, which is available on the website of the Canadian Securities Administrators at www.securitiesadministrators.ca.