

Signatory of:



PENDER FIXED INCOME

PENDER BOND UNIVERSE FUND

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This document contains key information you should know about Pender Bond Universe Fund. You can find more detailed information in the fund's simplified prospectus. Ask your representative for a copy, contact PenderFund Capital Management Ltd. (Pender) at 1-866-377-4743 or info@penderfund.com or visit www.penderfund.com.

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

Quick facts

Fund code:	PGF1410	Fund manager:	PenderFund Capital Management Ltd.
Date class started:	January 17, 2020	Portfolio manager(s):	Geoff Castle, PenderFund Capital Management Ltd.
Total value of the fund on April 30, 2021:	\$28.2 million	Associate portfolio manager:	Emily Wheeler, CFA, PenderFund Capital Management Ltd.
Management expense ratio (MER):	0.00%	Distributions:	Net income monthly; net capital gains annually. Automatically reinvested in additional units; cash upon request.
		Minimum investment:	\$5,000 initial, \$100 additional

What does the fund invest in?

The fund invests primarily in investment grade fixed income securities. This, however, does not preclude the fund from making equity investments when the portfolio advisor deems the risk/reward trade-off to be in the investors' favour.

The charts below give you a snapshot of the fund's investments on April 30, 2021. The fund's investments will change.

Top 10 investments - (April 30, 2021)

1. Pender Corporate Bond Fund	29.9%
2. Verizon Communications Inc., 2.500%, 16-May-30	5.6%
3. Fairfax Financial, 3.950%, 03-Mar-31	5.3%
4. Hydro One Inc., 7.350%, 03-Jun-30	4.9%
5. Brookfield Renewable, 4.250%, 15-Jan-29	4.4%
6. Canadian Pacific, 3.150%, 13-Mar-29	4.2%
7. Province Of British Columbia, 2.550%, 18-Jun-27	4.1%
8. Royal Bank Of Canada, 2.328%, 28-Jan-27	4.0%
9. Province Of Ontario, 1.050%, 08-Sep-27	3.8%
10. Province Of Quebec, 1.900%, 01-Sep-30	3.6%
Total percentage of top 10 Investments	69.8%
Total number of investments	26

Investment mix - (April 30, 2021)

Mutual Funds	29.9%
Government Bonds	12.5%
Communication Services	11.7%
Utilities	9.3%
Banks	8.8%
Industrials	5.5%
Insurance	5.3%
Diversified Financials	3.8%
Energy	3.6%
Consumer Staples	3.0%
Consumer Discretionary	1.7%
Information Technology	1.7%
Cash	1.6%
Real Estate	1.6%

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 Class F of the fund as low.

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 since inception. Returns are after expenses have been deducted. These expenses reduce the fund's returns.

YEAR-BY-YEAR RETURNS

Performance information for this class is not available because it has been in operation for less than one completed calendar year.

BEST and WORST 3-MONTH RETURNS

Performance information for this class is not available because it has been in operation for less than one completed calendar year.

AVERAGE RETURN

Performance information for this class is not available because it has been in operation for less than one completed calendar year.

Who is this fund for?

This fund is suitable for investors who want to maximize the long-term growth potential of their capital. Investors in this fund should have a long-term investment time horizon and a low tolerance for investment risk. This fund is not suitable for those who have a short or medium time horizon for their investment.

A word about tax

In general, you pay income tax on your share of the fund's earnings and on any gains you realize from redeeming your investment. The amount of tax depends on the tax rules and rates that apply to you, and whether you hold the fund in a registered plan, such as an RRSP or TFSA.

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

How much does it cost?

The following tables show 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.

1. SALES CHARGES

There are no sales charges for Class F units of the fund.

2. FUND EXPENSES

You don't pay these expenses directly. They affect you because they reduce the fund's returns. Pender waived some of the fund's expenses. If it had not done so, the MER would have been higher. As of December 31, 2020, the expenses of Class F were 0.02% of the value of this class. This equals \$0.20 for every \$1,000 invested.

	Annual rate (as a % of the class' value)
Management expense ratio (MER)	0.00%
This is the total of the fund's management fee (including, if applicable, the trailing commission) and administration fee.	
Trading expense ratio (TER)	0.02%
These are the fund's trading costs for this class.	
Fund expenses	0.02%

More about the trailing commission

No trailing commission is paid by Pender to your representative's firm in respect of Class F securities.

3. OTHER FEES

You may have to pay other fees when you buy, hold, sell or switch units of the fund.

Fee	What you pay
Short-term trading fee	You may be charged up to 2.00% of the value of units you sell or switch within 30 days of buying them. This fee goes to the fund.
Switch fee	Your representative's firm may charge you up to 2.00% 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 the securities law in some provinces and territories, you have the right to:

- withdraw from an agreement to buy mutual fund units 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 will also have the right to cancel a purchase, or in some jurisdictions, claim damages, if the simplified prospectus, annual information form, Fund Facts document; 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 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.securities-administrators.ca.



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December 2021 / CLASS F

Pender Bond Universe Fund

FIXED INCOME

NET ASSET VALUE	AS OF Dec 31/21
Class F	\$10.14
Current Yield (%)	3.39
Yield to Maturity (%)	3.05
Term to Maturity (years)	4.63
Duration (years)	4.03
Total Holdings	38
Total Net Assets of Fund	\$84.94 Million

FUND FACTS

Asset Class	Fixed Income Securities
Fund Inception	January 2020
Valuations	Daily
Eligibility	Canada-wide Registered Plans
Distributions	DRIP Monthly Cash Optional

FUND INFO

	CODES	MER
Class A	PGF 1400	1.10%
Class F	PGF 1410	0.60%
Class D	PGF 1460	0.75%

MINIMUM INVESTMENT

	Initial Investment	Subsequent Investment
Class A	\$5,000	\$100
Class F	\$5,000	\$100
Class D	\$5,000	\$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:

Emily Wheeler, CFA, Associate Portfolio Manager

The Pender Bond Universe Fund is an income fund with an investment grade focus. The objective of the Fund is to preserve capital and generate returns through current income and capital appreciation. The Fund invests primarily in investment grade fixed income securities. However this does not preclude the Fund from making equity investments when the Portfolio Advisor deems the risk/reward trade-off to be in the investors' favor.

PERFORMANCE (%)

1 Mo.	3 Mo.	6 Mo.	1 Yr.	SINCE INCEPTION
0.5	0.1	0.6	2.0	4.4

ANNUAL PERFORMANCE (%)

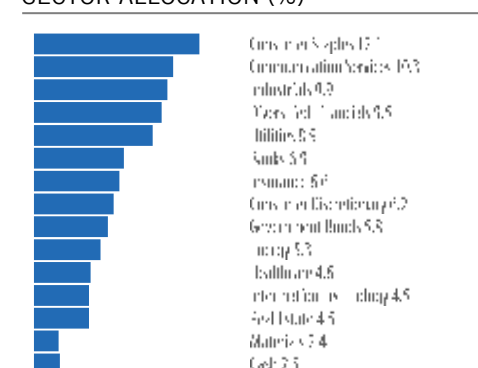
2021	2021 YTD
2.0	2.0

DISTRIBUTIONS (\$)

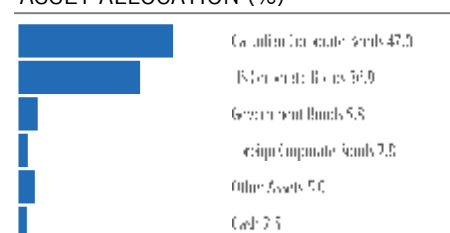
Jun 21	Jul 21	Aug 21	Sep 21	Oct 21	Nov 21	Dec 21	SINCE INCEPTION
0.03	0.03	0.02	0.02	0.02	0.03	0.16	0.70

Since inception returns and distributions are from an IPO. All returns greater than aggregate annual compounded returns.

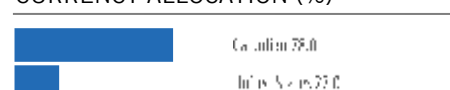
SECTOR ALLOCATION (%)



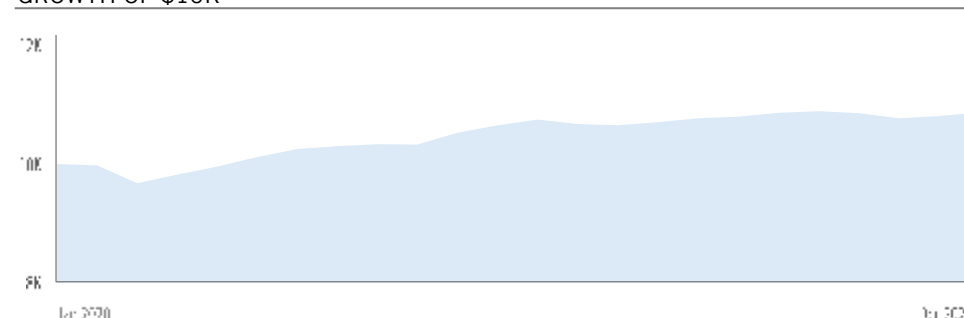
ASSET ALLOCATION (%)



CURRENCY ALLOCATION (%)



GROWTH OF \$10K



penderfund.com



@penderfund



PenderFund Capital Management



info@penderfund.com

TOP 10 HOLDINGS

Pender Corporate Bond Fund	The Pender Corporate Bond Fund is an income fund that is both conservatively managed to preserve capital, as well as opportunistic to generate returns.
McDonald's Corporation, 3.125%, 04-Mar-25	McDonald's Corporation operates and franchises McDonald's restaurants in the United States and internationally.
Brookfield Renewable Partners ULC, 3.630%, 15-Jan-27	Brookfield Renewable Partners ULC is a debt issuing vehicle.
Loblaw Companies Limited, 3.918%, 10-Jun-24	Loblaw Companies Limited, a food and pharmacy company, engages in the grocery, pharmacy, health and beauty, apparel, general merchandise, financial services, and wireless mobile products and services businesses in Canada.
Ontario Power Generation Inc., 2.893%, 08-Apr-25	Ontario Power Generation Inc. generates and sells electricity.
PepsiCo, Inc., 2.150%, 06-May-24	PepsiCo, Inc. operates as a food and beverage company worldwide.
Fairfax Financial Holdings Limited, 4.700%, 16-Dec-26	Fairfax Financial Holdings Limited, through its subsidiaries, provides property and casualty insurance and reinsurance, and investment management services in the United States, Canada, Asia, and internationally.
United Parcel Service, Inc., 2.125%, 21-May-24	United Parcel Service, Inc. provides letter and package delivery, transportation, logistics, and financial services.
Saputo Inc., 3.603%, 14-Aug-25	Saputo Inc., through its subsidiaries, produces, markets, and distributes dairy products in Canada, the United States, Argentina, Australia, and the United Kingdom.
Bell Canada, Inc., 3.550%, 02-Mar-26	Bell Canada, Inc. operates as a communications company.

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.

EMILY WHEELER, CFA

Emily Wheeler joined Pender in October 2019 as a Senior Investment Analyst on Pender's Fixed Income team. She is now the Associate Portfolio Manager for the Pender Bond Universe Fund. Prior to joining Pender, Emily worked for a Vancouver based investment management firm that ran mandates including value, fixed income, growth and several alternative strategies. She began her career there in 2004 and gained experience in many aspects of the firm's business. Emily traded equities, fixed income, options and currency for the firm's growth, value, fixed income and an alternative strategy mandate and most recently held the title of Portfolio Manager working with the firm's value and high yield teams. Emily holds a Bachelor of Arts degree from the University of British Columbia. She obtained her Chartered Financial Analyst (CFA) designation in 2010 and is a CFA charterholder and a member of CFA Society Vancouver.

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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. Dec 31/21.

NAV PER UNIT

Class A	\$10.15
Class F	\$10.14

COUNTRY OF DOMICILE

Canada	51.8%
United States	41.4%
International	4.3%
Cash	2.5%

SUPPLEMENTAL INFORMATION

Alpha	2.22
Beta	0.50
Correlation	0.68
Sharpe	1.01
Standard Deviation	3.62
Up Capture	14
Down Capture	13

Supplemental Information Statistics are calculated based on class A units of the fund since the fund's inception date. The actual results for class F units should be substantially similar to above units.

BOND RATINGS

BOND RATINGS	% OF FUND	% OF BONDS
AAA	6%	6%
AA	7%	7%
A	19%	20%
BBB	43%	45%
Below BBB-	12%	12%
Unrated	10%	10%
Canadian Equities	2%	
US Equities	1%	
Closed End Funds	0%	
Cash	3%	

TERM TO MATURITY

TERM TO MATURITY	% OF FUND	% OF BONDS
Less than 1 year	1%	1%
1-5 years	57%	60%
5-10 years	37%	39%
10-20 years	0%	0%
More than 20 years	1%	1%
Non fixed income	5%	

TOP 10 HOLDINGS

TOP 10 HOLDINGS	57.9%
Pender Corporate Bond Fund	30.6%
McDonald's Corporation, 3.125%, 04-Mar-25	4.2%
Brookfield Renewable Partners ULC, 3.630%, 15-Jan-27	3.3%
Loblaw Companies Limited, 3.918%, 10-Jun-24	3.1%
Ontario Power Generation Inc., 2.893%, 08-Apr-25	3.1%
PepsiCo, Inc., 2.150%, 06-May-24	2.9%
Fairfax Financial Holdings Limited, 4.700%, 16-Dec-26	2.8%
United Parcel Service, Inc., 2.125%, 21-May-24	2.8%
Saputo Inc., 3.603%, 14-Aug-25	2.6%
Bell Canada, Inc, 3.550%, 02-Mar-26	2.5%

OUR INVESTMENT TEAM



GEOFF CASTLE
Portfolio Manager

Investing since 2000
Public and proprietary portfolio management
Experienced credit analyst
Cross capital structure expertise
Joined Pender in 2015



PARUL GARG, MBA
Associate Portfolio Manager

Investing since 2009
High yield, stressed and distressed credit focus
CFA Level 1
Joined Pender in 2015



EMILY WHEELER, CFA
Associate Portfolio Manager

Investing since 2004
Fixed income focus
Equity and alternative strategies experience
Joined Pender in 2019

Geoff Castle is the Portfolio Manager of the Pender Corporate Bond Fund, a role he assumed in September, 2015. In both 2018 and 2019 the Pender Corporate Bond Fund was recognised with a Lipper Fund Award, which is awarded for superior risk-adjusted returns. Geoff's experience as a professional investor spans two decades, and includes experience in both public mutual funds and proprietary investment fund management for ultra-high net worth individuals. Geoff holds a Bachelor of Arts degree from UBC (1989) and a Master of Business Administration from the Richard Ivey School of Business at the University of Western Ontario (1996).

Full Biography

Parul Garg, MBA, Associate Portfolio Manager: Parul Garg is the Associate Portfolio Manager for the Pender Corporate Bond Fund. She started her career as a Software Engineer, before transitioning to Fixed Income, working as a Derivatives Analyst at a private investment firm and on the Business Development Team for the Fixed Income Markets at the MCX Stock Exchange in India before moving to Vancouver in 2014 to start her MBA. Parul has a Bachelors of Technology in Civil Engineering from NIT Surat in India, a Masters of Business Administration from the Beedie School of Business at Simon Fraser University, and has completed CFA Level 1. She also sits on the Steering Committee for the Vancouver chapter of Women in Capital Markets.

Emily Wheeler is the Associate Portfolio Manager for the Pender Bond Universe Fund. Prior to joining Pender, Emily worked for a Vancouver based investment management firm that ran mandates including value, fixed income, growth and several alternative strategies. She began her career there in 2004 where she traded equities, fixed income, options and currency for the firm's growth, value, fixed income and an alternative strategy mandate and most recently held the title of Portfolio Manager working with the firm's value and high yield teams. Emily holds a Bachelor of Arts degree from the University of British Columbia. She is a CFA charterholder and a member of CFA Society Vancouver.



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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 niche investment funds, exploiting inefficient parts of the investing universe to achieve our goal.

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 assume 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 communication 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. Certain of the statements made may contain forward-looking statements, which involve known and unknown risk, uncertainties and other factors which may cause the actual results, performance or achievements of the Pender Funds or their investee companies, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements.

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