



PenderFund Capital Management Ltd.
885 West Georgia Street, Suite 2200
Vancouver, BC V6C 3E8

Tel: (604) 688-1511
Toll Free: 1 866 377-4743
Fax: (604) 681-7116
www.penderfund.com

NEWS RELEASE

FOR IMMEDIATE RELEASE

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Pender Growth Fund Invests \$1,000,000 in Restructuring of Radiant Communications

VANCOUVER, BC September 29, 2005 – PenderFund Capital Management Ltd. (“PenderFund Capital”), manager of Pender Growth Fund (VCC) Inc. (the “Fund”), announces that the Fund has invested \$1,000,000 in Radiant Communications Corp. (“Radiant” or the “Company”) (TSX-V: RCX), one of Canada’s largest independent providers of IP-based data communications and Internet services. The Fund participated in Radiant’s private placement of 30,463,455 units at a price of \$0.26 per unit for total gross proceeds of \$7,920,498. Each unit consists of one common share and one-half of one common share purchase warrant, and each full warrant is exercisable to acquire one common share for a period of 36 months at an exercise price of \$0.32 per share for the first 24 months and \$0.40 for the final 12 months. The securities are subject to a four-month hold period expiring January 28, 2006. The fund converted \$1,250,000 of convertible debentures as part of this financing. This restructuring will eliminate all outstanding debentures of Radiant and leave the Company with \$1.8 million of working capital.

“We are pleased to participate in this financing that increases the Fund’s total investment in Radiant to \$2,750,000,” said David Roberts, President and CEO of PenderFund Capital. “Radiant continues to grow revenues and we believe that this major restructuring will significantly improve the company’s profitability.”

“This is a significant and exciting step forward for Radiant, our shareholders and our customers,” said Jim Grey, president and chief executive officer of Radiant. “As a company, we have demonstrated our ability to successfully compete with the large, incumbent providers in the highly valued business connectivity market. Completing this financing provides Radiant with a strong balance sheet and a stable foundation for continued growth and success. I am pleased to see so many of our stakeholders join together to invest in the company’s future.”

Under the private placement, the Fund acquired 3,846,154 units by payment of \$1,000,000 in cash and 4,807,692 units by converting outstanding convertible debentures of Radiant held by the Fund in the aggregate principal amount of \$1,250,000. The 8,653,845 common shares and 4,326,923 warrants to purchase 4,326,923 common shares acquired in the private placement represent 20.5% of the outstanding shares of Radiant, assuming full exercise of the warrants. As a result of the completion of the private placement, the Fund now owns an aggregate of 9,903,845 shares of Radiant and share purchase warrants to acquire up to a further 6,340,812 common shares of Radiant, representing approximately 24.9% the issued and outstanding common shares of Radiant, assuming the full exercise of the warrants. The Fund has acquired these securities for investment purposes only. Although it is not anticipated at this time, the Fund may make further purchases of securities of Radiant for investment purposes only.

About Radiant Communications Corp.

Established in 1996, Radiant Communications Corp. (www.radiant.net) provides a single source for businesses requiring IP data communications services, high-speed Internet connectivity, network security, web hosting, web development and marketing services. The company currently serves over 10,000 business customers primarily in Canada and the United States with a team of 125 employees nationwide. Radiant has offices in Toronto, Montreal, Calgary, Edmonton and Vancouver.

About Pender Growth Fund (VCC) Inc.

Pender Growth Fund (VCC) Inc. is an established, diversified venture capital fund that invests in technology companies within the province of British Columbia with the objective of long-term capital appreciation. Pender Growth Fund is the first fund of its kind in British Columbia to focus specifically on expansion and restructuring opportunities within the technology sector that offer investors the potential for liquidity through either existing public listings or near term liquidity events.

Pender Growth Fund is an investment vehicle with significant tax incentives for retail investors to participate in the recovery and growth of the British Columbia technology sector. The Fund has approximately \$16 million of assets under management.

For further information or a copy of the early warning report filed in respect of this transaction please contact David Roberts at (604) 630-5450 or droberts@penderfund.com. A copy of the early warning report will also be available in Radiant's documents at www.sedar.com.

On behalf of the Board of Directors of
PenderFund Capital Management Ltd.

“David J. Roberts”
David J. Roberts, President & CEO

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of the content of this release.