PENDER

Forward thinking. Finding value.

LIQUID ALTERNATIVE

August 31, 2026 / Class F

Pender Alternative Absolute Return Fund

The Pender Alternative Absolute Return Fund is a flexible, high yield focused alternative credit strategy that aims to produce positive absolute returns at all stages of the economic cycle. This low-risk strategy can be used to provide diversification benefits to clients with low correlation to traditional equity and fixed income investments.

NET ASSET VALUE

Class F	
NAV Per Unit	$8.51
Current Yield	5.81%
Yield to Maturity	6.22%
Term to Maturity (years)	4.76
Modified Duration (years)	1.46
Total Holdings	119
Total Net Assets of Fund	$657.28 Million

FUND FACTS

Asset Class	Alternative Absolute Return
Fund Inception	September 2021
Valuations	Daily
Eligibility	Canada-wide, Registered Plans
Distributions	DRIP Monthly, Cash Optional

FUND INFO

MERs at 2026-06-30 before performance fee.

Class	Code	MER	MGMT Fee
A	PGF 2040	2.18%	1.80%
A (USD)	PGF 2041	2.25%	1.80%
F	PGF 2050	1.25%	0.95%
F (USD)	PGF 2051	1.27%	0.95%

PERFORMANCE FEE

15% of the amount by which the total return of the class of units exceeds a 3% hurdle rate, subject to a high water mark.

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

MINIMUM INVESTMENT

Class	Initial Investment	Subsequent Investment
A	$500	$0
A (USD)	$500	$0
F	$500	$0
F (USD)	$500	$0

FUND OVERVIEW

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

PERFORMANCE

1 Mo.	3 Mo.	6 Mo.	1 Yr.	2 Yr.	3 Yr.	5 Yr.	10 Yr.	Since Inception
-0.3%	0.8%	0.2%	2.4%	3.1%	4.4%	5.5%	-	5.5%

ANNUAL PERFORMANCE

2018	2019	2020	2021	2022	2023	2024	2025	YTD
-	-	-	-	6.6%	7.7%	7.3%	2.2%	1.5%

DISTRIBUTIONS

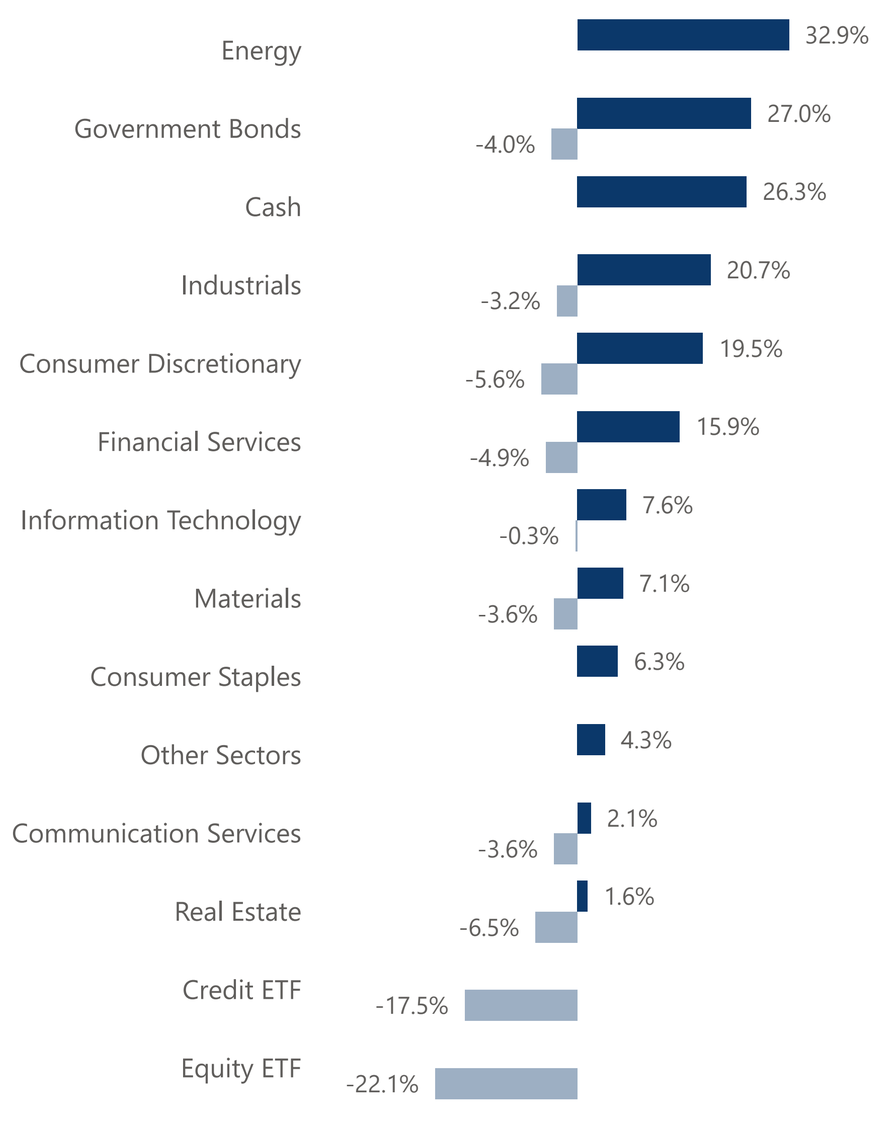
Since Inception	Feb 2026	Mar 2026	Apr 2026	May 2026	Jun 2026	Jul 2026	Aug 2026
$4.10	$0.05	$0.06	$0.06	$0.05	$0.06	$0.05	$0.05

Since Inception returns and distributions are from September 2021. All returns greater than a year are annual compounded returns.

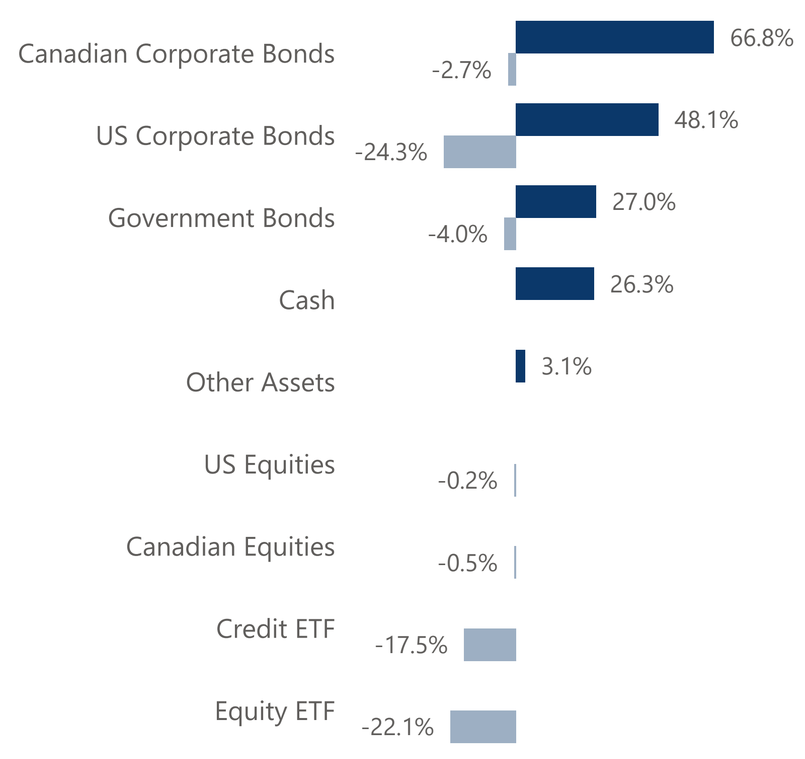
MONTHLY RETURN

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2026	0.36%	0.92%	1.77%	-1.95%	-0.37%	0.26%	0.79%	-0.25%				
2025	-0.06%	0.87%	1.20%	-0.51%	-0.22%	-0.33%	0.28%	0.01%	0.03%	-0.32%	0.75%	0.46%
2024	1.48%	0.33%	0.73%	1.59%	0.06%	0.01%	0.24%	0.22%	0.19%	1.18%	-0.46%	1.52%
2023	1.61%	0.94%	-0.10%	0.83%	0.09%	0.04%	0.64%	1.21%	1.06%	0.55%	0.84%	-0.24%
2022	0.91%	0.10%	0.50%	0.43%	-0.78%	-1.30%	1.59%	1.54%	0.67%	1.22%	0.35%	1.23%
2021									1.09%	0.06%	0.01%	1.11%

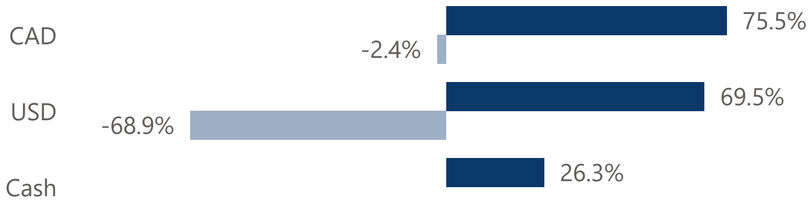
SECTOR ALLOCATION



ASSET ALLOCATION



CURRENCY ALLOCATION



TOP 10 HOLDINGS

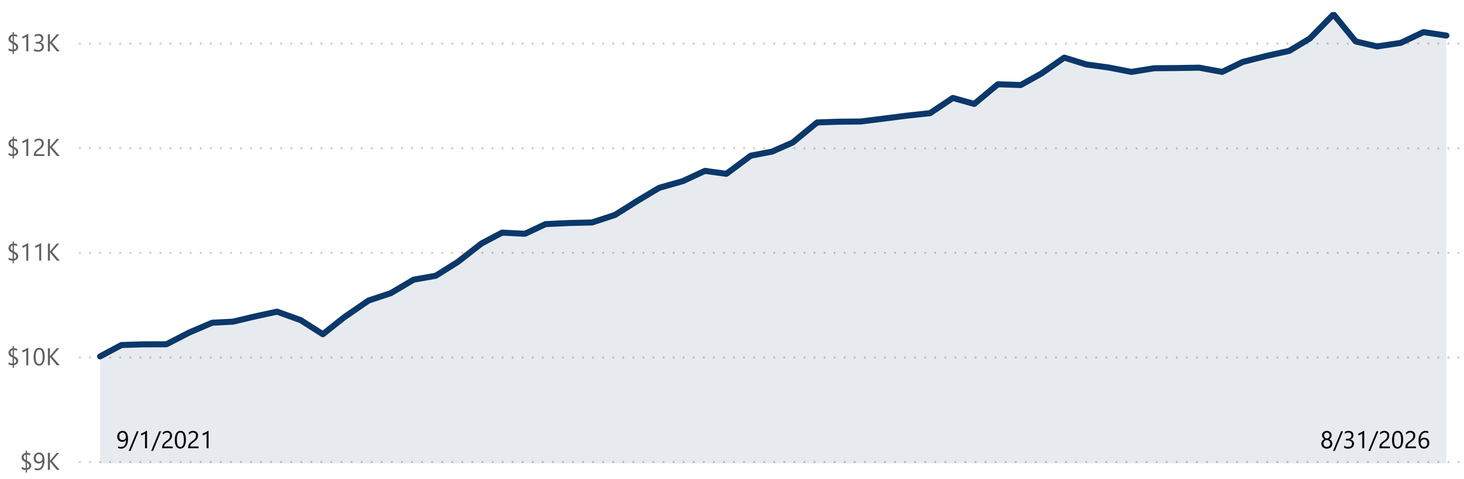
United States Treasury, 0.00%, 03-Nov-26	9.0%
Vanguard S&P 500 ETF	-8.9%
Government of Canada, 2.25%, 01-Feb-28	7.5%
iShares Russell 2000 ETF	-7.1%
Hilton USA Trust, Class 'F', Series '16-HHV', 4.33%, 05-Nov-38	6.4%
iShares Broad USD High Yield Corporate Bond ETF	-6.3%
Invesco QQQ Trust, Series '1'	-6.0%
iShares iBoxx High Yield Corporate Bond ETF	-5.9%
SPDR Bloomberg High Yield Bond ETF	-5.3%
Rivian Holdings, LLC, 10.00%, 15-Jan-31	5.1%

PORTFOLIO MANAGER(S)

Justin Jacobsen, CFA

Justin joined Pender in 2021 and is Portfolio Manager of the Pender Alternative Absolute Return Fund. He began his investing career in 2008 and spent 11 years at a highly regarded Canadian investment firm as a member of the firm's fixed income team, contributing research to the Absolute Return and HY Bond strategies. Most recently Justin worked as a Senior Portfolio Manager at one of Canada's largest pension fund managers, responsible for managing its high-yield focused credit strategy. Justin's investment approach is centered around intelligent security selection across capital structures and markets, supported by active investing. He is focused on uncovering the best risk-adjusted opportunities in every market cycle and dynamically adjusts portfolio positioning to protect and grow capital. He uses strategies such as distressed credit investing, event-driven trading and capital structure arbitrage. Justin holds a BA in Honours History from Western University, an MBA in Finance from Washington State University and earned his Chartered Financial Analyst designation in 2012.

GROWTH OF $10K



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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PENDER
PenderFund Capital Management Ltd.

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 sheet 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. August 31, 2026