

# **Pender Alternative Special Situations Fund**

For the year ended December 31, 2025

Annual Management Report of Fund Performance

This annual Management Report of Fund Performance contains financial highlights but does not contain the complete annual financial statements of the investment fund. You may obtain a copy of the annual financial statements at your request, at no cost, by calling toll-free 1-866-377-4743, by writing to us at 1830 - 1066 West Hastings Street, Vancouver, BC V6E 3X2 or by visiting our website at [www.penderfund.com](http://www.penderfund.com) or the SEDAR+ website at [www.sedarplus.ca](http://www.sedarplus.ca).

You may also contact us using one of these methods to request a copy of the investment fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.

# Pender Alternative Special Situations Fund

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## MANAGEMENT DISCUSSION OF FUND PERFORMANCE

### Investment Objective and Strategies

The objective of the Pender Alternative Special Situations Fund (the “Fund”) is to achieve long-term capital appreciation by investing primarily in Canadian and US equities with the ability to also invest in debt and other securities. The Fund seeks to identify investment opportunities that are believed to represent special situations.

PenderFund Capital Management Ltd. (“Pender”) is the Manager and Portfolio Advisor of the Fund.

### Risks

The risks of investing in the Fund are outlined in the Simplified Prospectus dated June 27, 2025. There were no other significant changes to the Fund’s objectives and strategies that affected its overall level of risk during the year.

The nature of the Fund’s investing activities exposes it to various risks, including but not limited to inflation and the impact of central bank measures on the economy, the state of M&A markets, geopolitical and other global events, factors that are beyond the Fund’s control.

Future developments in these challenging areas could impact the Fund’s results and financial condition and the full extent of that impact remains unknown. Developing reliable estimates and applying judgment continue to be substantially complex. Actual results may differ from those estimates and assumptions.

### Results of Operations

The net assets of the Fund were \$5,487,267 as at December 31, 2025 versus \$3,021,996 as at December 31, 2024. Of this \$2,465,271 increase, \$1,210,684 is attributable to positive investment performance and \$1,254,587 is attributable to net unitholder purchases of Fund units.

For the year ended December 31, 2025, Class A units of the Fund generated a total return of 36.8%. Returns for other classes of the Fund will be similar to Class A with any difference in performance being primarily due to the different management fees that are applicable to different classes. Please see the “Past Performance” section for the performance of the Fund’s other classes.

The Fund’s benchmark, the S&P/TSX Composite Index (“S&P/TSX”), returned 31.7% during the year. In accordance with National Instrument 81-106, we have included a comparison to this broad-based index to help you understand the Fund’s performance relative to the general performance of the market, but we caution that the Fund’s mandate may be significantly different from the benchmark. Further, the Fund’s returns are reported net of all management fees and expenses for all classes, unlike the returns of the Fund’s benchmark, which are based on the performance of an index that does not pay fees or incur expenses.

The following comments and the comments under “Recent Developments” reflect the views of the portfolio management team and are based on information as at the end of the year. Please read the caution regarding forward-looking statements located on the last page of this document.

The Fund’s overperformance as compared to its benchmark was mainly due to an overweight allocation to Communication Services sector and an underweight position to the Consumer Staples sector. We do not actively manage sector weightings in the Fund, rather, our sector weightings are determined by individual stock selection through a bottom up fundamental investment process.

Key positive individual contributors to the Fund’s performance for the year included Highlander Silver Corp., Telesat Corp., and 5N Plus Inc. Conversely, Asante Gold Corp., Dye & Durham Ltd., and WELL Health Technologies Corp. had the largest adverse impact.

Portfolio transactions during the year were made based on our stock selection process. In general, we increased weightings of individual stocks where we determined the price relative to our estimate of intrinsic value had increased and decreased the weightings of companies that offered a less attractive return profile. We are constantly looking for new investment ideas and examples of new investments during the year included Coveo Solutions Inc., and MDA Space Ltd. We may liquidate our positions for various reasons, such as when share prices have reached our assessment of fair value, when an acquisition has occurred, or where we have changed our investment thesis. For example, during the year, we sold our position in Omni Lite Industries Canada Inc.

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As at the end of the year, the Fund was 119.9% invested in long positions, -15.4% invested in short positions. The geographic positioning of the Fund remains predominantly tilted towards Canada with 93.3% of net exposure in this jurisdiction. The Fund remains broadly diversified across various industries and skewed to smaller companies. As at December 31, 2025, the Fund had a net exposure of 96.3% invested primarily in small, mid and micro-cap businesses. We feel this smaller market cap size is less exposed to the regulatory risk faced by larger merger deals and leverages the broader equity investment process at the Manager with its extensive research relating to smaller companies.

As at December 31, 2025, the Fund was weighted toward holdings in the Materials, Energy and Information Technology sectors, because those are the sectors where we currently believe we are finding the best investment opportunities and, equally important, because they contain businesses for which we are best equipped to assess value. These top three sectors accounted for 71.7% of the Fund at the end of the year.

## Recent Developments

Equity markets delivered solid performance in 2025, though not without periods of volatility. Early in the year, conditions were challenging. In the first quarter, the Russell 2000 Index declined about 10% following the announcement of a new tariff regime, and that weakness carried through small-cap markets more broadly. The second quarter brought a strong rebound as confidence improved. The third quarter was more challenging, as market leadership skewed toward more speculative areas of the small-cap universe, creating a tougher environment for fundamentally driven strategies.

Over the course of the year enthusiasm surrounding artificial intelligence (“AI”) was a dominant headline. Capital flowed rapidly into the space, narratives grew louder, and market leadership narrowed as investors crowded into a small number of perceived winners. While the transformative potential of AI is undeniable, the speed and concentration of gains inevitably invited comparisons to earlier periods of excess, including the dot-com era.

The current market environment remains well suited for event-driven and special situations investing, with an expanding opportunity set with near-term catalysts. Ongoing tariff uncertainty, an evolving geopolitical landscape, a pronounced valuation gap between small and large-cap equities, and an active M&A backdrop are combining to likely create an attractive setting for catalyst-driven strategies.

The Fund remains well positioned to navigate volatility and capitalize on idiosyncratic opportunities as market conditions continue to evolve.

## Independent Review Committee (“IRC”) Appointments & Resignations

Effective March 12, 2026, Robin Mahood stepped down from the Independent Review Committee and Natascha Kiernan joined the Independent Review Committee.

## Related Party Transactions

The Fund pays management and administration fees to the Manager for management and portfolio advisory services (see “Management and Administration Fees”). The Fund also pays the Manager performance fees (see “Performance Fees”).

As at the end of the year, parties related to the Manager collectively held nil% of the Fund’s units.

## Management and Administration Fees

The Fund pays management and administration fees calculated as a percentage of the net asset value of each respective class. The Management Expense Ratio (“MER”) before applicable taxes such as GST or HST for each class does not exceed certain levels as set out in the Fund’s offering documents. The fees are calculated at the close of business on each valuation day and are paid monthly. In exchange for the administration fee, the Manager pays the operating costs of the Fund. The Manager has waived all management fees, administration fees and custody related transaction costs for the Fund since commencement of operations of the Fund.

Management fees are used by the Manager, in part, to pay sales commissions, trailer fees, marketing costs and other associated distribution costs relating to the sale of units of the Fund. Such expenses represented approximately 17% of the management fees paid by the Fund to the Manager for the year.

On December 5, 2025, changes to Fund classes were implemented in order to consolidate similar classes as well as align management fees and administration fees. Class F was terminated and unless the unitholder elected to redeem their units, such units were merged into Class I. Subsequently, Class I was renamed Class F.

# Pender Alternative Special Situations Fund

For the year ended December 31, 2025

Effective December 5, 2025, the management fees of Class A were increased by 0.15%. Class F (formerly Class I) management fees were increased by 0.30%. On the same day, the administration fees for Class A, Class E and Class F (formerly Class I) were reduced by 0.30% resulting in a net combined fee equal or lower than the original combined fee before applicable GST or HST.

## Performance Fees

The Manager is also entitled to a performance fee plus applicable taxes such as GST or HST on all classes of units of the Fund. For Class O units, the performance fee is or will be separately negotiated and charged directly to Class O Unitholders, as applicable. The performance fee is equal to 15% of the amount by which the total return of the class of units exceeds a 6% hurdle rate, for the period since the performance fee was last paid, subject to accumulation in years where no performance is paid, provided that the total return of the relevant class of units for such period exceeds the previous high-water mark. The high-water mark is the net asset value of the applicable class of units to which it applies as at the most recent determination date on which a performance fee was payable. Performance fees will be calculated and accrued daily, and such accrued fees will be payable by the Fund at the end of each year. The Manager has reserved the right to change the period for which any performance fee may be paid by a Fund. The Manager, at its discretion, may reduce or waive performance fees.

## Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the calendar years indicated.

### Fund's Net Assets Per Unit (a)

	2025 (\$)	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)
<b>Class A</b>					
Net Assets, beginning of year	23.58	18.89	15.47	18.75	14.80
<b>Increase (decrease) from operations:</b>					
Total revenue	0.21	0.20	0.98	0.18	0.21
Total expenses	(0.24)	(0.24)	(0.43)	(0.06)	(0.16)
Realized gains (losses)	1.62	0.75	1.81	(4.11)	4.26
Unrealized gains (losses)	7.19	4.00	1.32	(0.02)	(0.30)
<b>Total increase (decrease) from operations (b)</b>	<b>8.78</b>	<b>4.71</b>	<b>3.68</b>	<b>(4.01)</b>	<b>4.01</b>
<b>Distributions:</b>					
From income (excluding dividends)	-	(0.04)	-	(0.12)	(0.01)
From dividends	(0.02)	(0.03)	(0.43)	(0.07)	(0.08)
From capital gains	-	-	-	-	(1.46)
Return of capital	-	-	-	-	-
<b>Total distributions (b), (c)</b>	<b>(0.02)</b>	<b>(0.07)</b>	<b>(0.43)</b>	<b>(0.19)</b>	<b>(1.55)</b>
<b>Net Assets, end of year</b>	<b>32.25</b>	<b>23.58</b>	<b>18.89</b>	<b>15.47</b>	<b>18.75</b>
<b>Class E</b>					
Net Assets, beginning of year	12.57	10.05	8.25	10.00	10.00
<b>Increase (decrease) from operations:</b>					
Total revenue	0.11	0.11	0.52	0.12	0.09
Total expenses	(0.13)	(0.12)	(0.23)	(0.04)	(0.07)
Realized gains (losses)	0.95	0.47	0.88	(2.44)	1.11
Unrealized gains (losses)	3.96	2.06	0.78	0.44	(0.04)
<b>Total increase (decrease) from operations (b)</b>	<b>4.89</b>	<b>2.52</b>	<b>1.95</b>	<b>(1.92)</b>	<b>1.09</b>
<b>Distributions:</b>					
From income (excluding dividends)	-	(0.02)	-	(0.06)	(0.00)
From dividends	(0.01)	(0.02)	(0.23)	(0.04)	(0.05)
From capital gains	-	-	-	-	(0.78)
Return of capital	-	-	-	-	-
<b>Total distributions (b), (c)</b>	<b>(0.01)</b>	<b>(0.04)</b>	<b>(0.23)</b>	<b>(0.10)</b>	<b>(0.83)</b>
<b>Net Assets, end of year</b>	<b>17.19</b>	<b>12.57</b>	<b>10.05</b>	<b>8.25</b>	<b>10.00</b>

# Pender Alternative Special Situations Fund

For the year ended December 31, 2025

## Fund's Net Assets Per Unit (a) (cont'd)

	2025 (\$)	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)
<b>Class F (closed)</b>					
Net Assets, beginning of year	23.58	18.97	15.47	18.75	14.80
<b>Increase (decrease) from operations:</b>					
Total revenue	0.18	0.16	0.95	0.19	0.19
Total expenses	(0.22)	(0.24)	(0.43)	(0.07)	(0.15)
Realized gains (losses)	2.02	0.77	1.91	(3.64)	4.24
Unrealized gains (losses)	5.02	3.49	1.13	0.07	(0.56)
<b>Total increase (decrease) from operations (b)</b>	<b>7.00</b>	<b>4.18</b>	<b>3.56</b>	<b>(3.45)</b>	<b>3.72</b>
<b>Distributions:</b>					
From income (excluding dividends)	-	(0.04)	-	(0.12)	(0.01)
From dividends	-	(0.03)	(0.42)	(0.07)	(0.08)
From capital gains	-	-	-	-	(1.46)
Return of capital	-	-	-	-	-
<b>Total distributions (b), (c)</b>	<b>-</b>	<b>(0.07)</b>	<b>(0.42)</b>	<b>(0.19)</b>	<b>(1.55)</b>
<b>Net Assets, end of year</b>	<b>-</b>	<b>23.58</b>	<b>18.97</b>	<b>15.47</b>	<b>18.75</b>
<b>Class F (formerly Class I)</b>					
Net Assets, beginning of year	12.56	10.01	8.25	10.00	10.00
<b>Increase (decrease) from operations:</b>					
Total revenue	0.13	0.11	0.46	0.09	0.14
Total expenses	(0.14)	(0.13)	(0.23)	(0.03)	(0.11)
Realized gains (losses)	0.37	0.43	0.76	(2.41)	0.68
Unrealized gains (losses)	4.60	1.86	1.11	0.22	(2.97)
<b>Total increase (decrease) from operations (b)</b>	<b>4.96</b>	<b>2.27</b>	<b>2.10</b>	<b>(2.13)</b>	<b>(2.26)</b>
<b>Distributions:</b>					
From income (excluding dividends)	-	(0.02)	-	(0.06)	(0.00)
From dividends	(0.01)	(0.02)	(0.24)	(0.04)	(0.05)
From capital gains	-	-	-	-	(0.78)
Return of capital	-	-	-	-	-
<b>Total distributions (b), (c)</b>	<b>(0.01)</b>	<b>(0.04)</b>	<b>(0.24)</b>	<b>(0.10)</b>	<b>(0.83)</b>
<b>Net Assets, end of year</b>	<b>17.18</b>	<b>12.56</b>	<b>10.01</b>	<b>8.25</b>	<b>10.00</b>

# Pender Alternative Special Situations Fund

For the year ended December 31, 2025

## Fund's Net Assets Per Unit (a) (cont'd)

	2025 (\$)	2024 (\$)	2023 (\$)	2022 (\$)	2021 (\$)
<b>Class O</b>					
Net Assets, beginning of year	12.57	10.04	8.25	10.00	10.00
<b>Increase (decrease) from operations:</b>					
Total revenue	0.11	0.09	0.50	0.11	0.06
Total expenses	(0.13)	(0.13)	(0.23)	(0.04)	(0.05)
Realized gains (losses)	0.91	0.44	0.93	(2.19)	0.78
Unrealized gains (losses)	3.74	2.16	0.83	0.43	0.03
<b>Total increase (decrease) from operations (b)</b>	<b>4.63</b>	<b>2.56</b>	<b>2.03</b>	<b>(1.69)</b>	<b>0.82</b>
<b>Distributions:</b>					
From income (excluding dividends)	-	(0.02)	-	(0.06)	(0.00)
From dividends	(0.01)	(0.02)	(0.23)	(0.04)	(0.05)
From capital gains	-	-	-	-	(0.78)
Return of capital	-	-	-	-	-
<b>Total distributions (b), (c)</b>	<b>(0.01)</b>	<b>(0.04)</b>	<b>(0.23)</b>	<b>(0.10)</b>	<b>(0.83)</b>
<b>Net Assets, end of year</b>	<b>17.19</b>	<b>12.57</b>	<b>10.04</b>	<b>8.25</b>	<b>10.00</b>

(a) This information is derived from the Fund's audited annual financial statements as at December 31 for the year stated, prepared under IFRS Accounting Standards. On December 5, 2025, Class F units were converted into Class I units. Class I was then renamed Class F.

(b) Net assets per unit and distributions per unit are based on the actual number of units for the relevant Fund class outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding during the year.

(c) Distributions were paid in cash and/or reinvested in additional units of the Fund.

## Ratios and Supplemental Data

	2025 (f)	2024	2023	2022	2021
<b>Class A</b>					
Total net asset value (\$000s) (a)	630	411	314	310	420
Number of units outstanding (a)	19,519	17,409	16,622	20,022	22,408
Management expense ratio before performance fee (b)	0.00%	0.00%	0.00%	0.00%	0.00%
Management expense ratio (b)	0.00%	0.00%	0.00%	0.00%	0.00%
Management expense ratio before absorptions (c)	10.73%	6.51%	5.32%	2.67%	2.62%
Trading expense ratio (d)	0.88%	1.08%	2.51%	0.42%	1.17%
Portfolio turnover rate (e)	89.85%	88.86%	105.63%	85.07%	161.57%
Net asset value per unit (\$) (a)	32.25	23.58	18.89	15.47	18.75
<b>Class E</b>					
Total net asset value (\$000s) (a)	490	301	294	185	120
Number of units outstanding (a)	28,518	23,966	29,267	22,395	12,009
Management expense ratio before performance fee (b)	0.00%	0.00%	0.00%	0.00%	0.00%
Management expense ratio (b)	0.00%	0.00%	0.00%	0.00%	0.00%
Management expense ratio before absorptions (c)	6.15%	3.70%	3.18%	0.61%	0.67%
Trading expense ratio (d)	0.88%	1.08%	2.51%	0.42%	1.17%
Portfolio turnover rate (e)	89.85%	88.86%	105.63%	85.07%	161.57%
Net asset value per unit (\$) (a)	17.19	12.57	10.05	8.25	10.00

# Pender Alternative Special Situations Fund

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## Ratios and Supplemental Data (cont'd)

	2025 (f)	2024	2023	2022	2021
<b>Class F (formerly Class I)</b>					
Total net asset value (\$000s) (a)	4,358	1,016	494	207	384
Number of units outstanding (a)	253,710	80,857	49,308	25,113	38,387
Management expense ratio before performance fee (b)	0.00%	0.00%	0.00%	0.00%	0.00%
Management expense ratio (b)	0.00%	0.00%	0.00%	0.00%	0.00%
Management expense ratio before absorptions (c)	8.49%	5.58%	4.07%	1.45%	1.51%
Trading expense ratio (d)	0.88%	1.08%	2.51%	0.42%	1.17%
Portfolio turnover rate (e)	89.85%	88.86%	105.63%	85.07%	161.57%
Net asset value per unit (\$) (a)	17.18	12.56	10.01	8.25	10.00
<b>Class O</b>					
Total net asset value (\$000s) (a)	10	7	6	5	5
Number of units outstanding (a)	562	562	561	548	541
Management expense ratio before performance fee (b)	0.00%	0.00%	0.00%	0.00%	0.00%
Management expense ratio (b)	0.00%	0.00%	0.00%	0.00%	0.00%
Management expense ratio before absorptions (c)	0.00%	0.00%	0.00%	0.00%	0.00%
Trading expense ratio (d)	0.88%	1.08%	2.51%	0.42%	1.17%
Portfolio turnover rate (e)	89.85%	88.86%	105.63%	85.07%	161.57%
Net asset value per unit (\$) (a)	17.19	12.57	10.04	8.25	10.00

(a) This information is derived from the Fund's audited annual financial statements as at December 31 for the year stated, prepared under IFRS Accounting Standards. On December 5, 2025, Class F units were converted into Class I units. Class I was then renamed Class F.

(b) Management expense ratio ("MER") is based on total expenses (excluding commissions and other portfolio transaction costs) for the year and is expressed as an annualized percentage of daily average net asset value during the year. The MER may vary from one class of units to another because of differences in the applicable management fees and certain fees and expenses may have been absorbed by the Manager which would otherwise be paid by the Fund. Management expense ratio before performance fee is the MER before any performance fees, if applicable, for the stated year.

(c) The Manager of the Fund has agreed to absorb sufficient expenses of the Fund, as necessary, so that the annual MER before applicable taxes such as GST or HST will not exceed certain limits as outlined in the Fund's Simplified Prospectus. The amount of expenses absorbed is at the discretion of the Manager as set out in the Fund's Simplified Prospectus and the Manager may in its sole discretion cease to absorb expenses.

(d) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the year.

(e) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio adviser manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. In general, the higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

(f) Effective December 5, 2025, the management fees of Class A were increased by 0.15%. Class F (formerly Class I) management fees were increased by 0.30%. On the same day, the administration fees for Class A, Class E and Class F (formerly Class I) were reduced by 0.30% resulting in a net combined fee equal or lower than the original combined fee before applicable GST or HST.

# Pender Alternative Special Situations Fund

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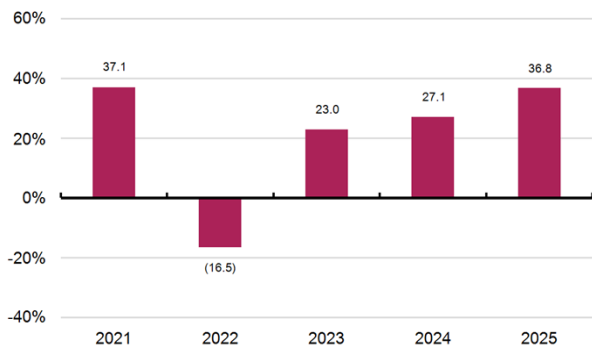
## Past Performance

The following charts show the past performance for the units of each class of the Fund and do not necessarily indicate how the Fund will perform in the future. The information shown assumes that any distributions made by the Fund were reinvested in additional units of the Fund. Returns would be different if an investor did not reinvest distributions. In addition, the information does not take into account sales, redemptions, income taxes payable or other charges that would have reduced returns or performance. Past performance for Class F units of the Fund is not available for disclosure because the class was closed during the year.

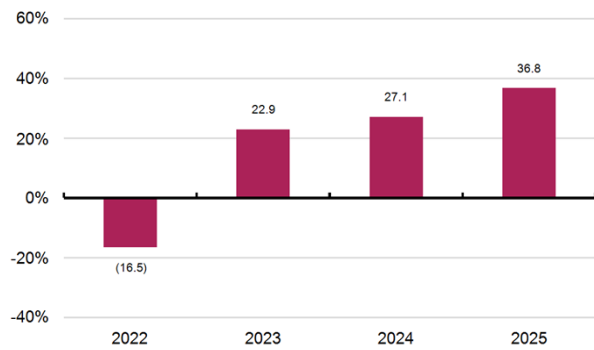
## Year-by-Year Returns

To illustrate how the Fund's performance has varied over time, the following bar charts show the Fund's annual returns for the calendar years indicated. The information is presented starting from the first full financial year of the respective Fund class. In percentage terms, the bar charts show how much an investment held on the first day of the year would have increased or decreased by the last day of the year.

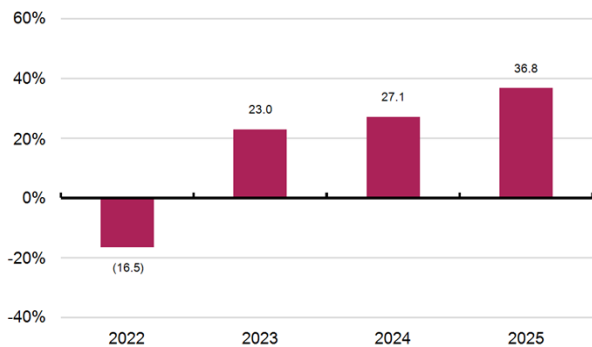
### Class A



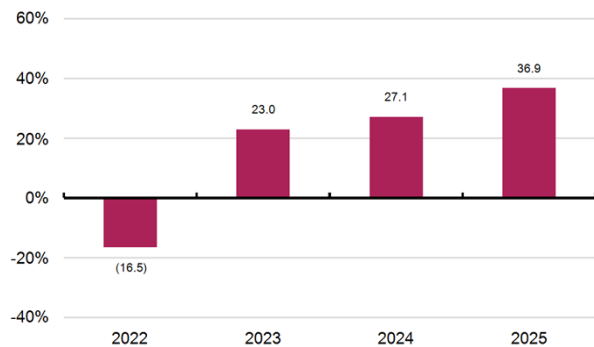
### Class E



### Class F (formerly Class I)



### Class O



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## Annual Compound Returns

The annual compound returns table compares the Fund's performance to one or more benchmarks. Benchmarks are usually an index or a composite of more than one index. An index is generally made up of a group of securities. Since the Fund does not necessarily invest in the same securities as an index or in the same proportion, the Fund's performance is not expected to equal the performance of the index. Fund returns are reported net of all management fees and expenses for all classes unlike the returns of the Fund's benchmark, which are based on the performance of an index that does not pay fees or incur expenses. It may be more helpful to compare the Fund's performance to that of other mutual funds with similar objectives and investment strategies.

The Fund's broad-based benchmark is S&P/TSX Composite Index. The S&P/TSX Composite Index is a capitalization-weighted index designed to measure market activity of stocks listed on the TSX.

A discussion of the performance of the Fund as compared to its benchmarks is found in the "Results of Operations" section of this report.

	Inception Date	1 Year (%)	3 Year (%)	5 Year (%)	Since Inception (%)
Class A	10-Jul-20	36.8	28.9	19.6	30.5
S&P/TSX		31.7	21.5	16.2	17.5
Class E	25-Jun-21	36.8	28.8	-	15.7
S&P/TSX		31.7	21.5	-	14.0
Class F (formerly Class I)	25-Jun-21	36.8	28.9	-	15.7
S&P/TSX		31.7	21.5	-	14.0
Class O	25-Jun-21	36.9	28.9	-	15.7
S&P/TSX		31.7	21.5	-	14.0

# Pender Alternative Special Situations Fund

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## Summary of Investment Portfolio

The largest holdings of the Fund as at the end of the year and the major asset classes in which the Fund was invested are indicated below. Where the Fund has less than 25 holdings, the table will show the Fund's entire investment portfolio. The investment portfolio may change due to ongoing portfolio transactions. An update of the Fund's summary of investment portfolio as at the end of each calendar quarter is available from the Manager. Please see the front page of this document for information about how this can be obtained.

### Top 25 Holdings

	% of Net Assets
<b>LONG POSITIONS</b>	
Bitcoin Treasury Corp.	6.1
5N Plus Inc.	5.7
Carrier Connect Data Solutions Inc.	5.6
Telesat Corp., Class 'A'	5.5
NexGen Energy Ltd.	5.0
Kraken Robotics Inc.	4.1
Glass House Brands Inc.	4.0
Xtract One Technologies Inc.	3.7
Logan Energy Corp.	3.2
MDA Space Ltd.	3.2
NGEx Minerals Ltd.	3.1
Partners Value Investments L.P.	3.0
Faraday Copper Corp.	2.8
AdvisorShares Pure US Cannabis ETF	2.7
Asante Gold Corp.	2.7
Highlander Silver Corp.	2.7
Advantage Energy Ltd.	2.6
IsoEnergy Ltd.	2.6
Montage Gold Corp.	2.6
Sitka Gold Corp.	2.4
<b>SHORT POSITIONS</b>	
iShares Bitcoin Trust ETF	(5.0)
iShares Core S&P/TSX Capped Composite Index ETF	(2.8)
iShares Russell 2000 ETF	(2.6)
SPDR S&P 500 ETF Trust	(2.6)
Invesco QQQ Trust, Series '1'	(2.5)

# Pender Alternative Special Situations Fund

For the year ended December 31, 2025

## Composition of the Portfolio

	% of Net Assets
<b>LONG POSITIONS</b>	
Closed end fund	0.9
<b>Equities</b>	
Materials	28.1
Energy	21.9
Information technology	21.7
Financial services	12.8
Industrials	9.2
Communication services	7.0
Health care	5.4
Consumer staples	4.0
Consumer discretionary	2.2
<b>Total equities</b>	<b>112.3</b>
Exchanged-traded fund(s)	3.6
Warrants	3.1
<b>Total long positions</b>	<b>119.9</b>
<b>SHORT POSITIONS</b>	
Exchange-traded fund(s)	(15.4)
<b>Total short positions</b>	<b>(15.4)</b>
<b>Total investments</b>	<b>104.5</b>
Cash (Bank overdraft)	(5.5)
Other assets less liabilities	1.0
<b>Total net assets</b>	<b>100.0</b>

# Pender Alternative Special Situations Fund

For the year ended December 31, 2025

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## **Caution Regarding Forward-Looking Statements**

This report contains forward-looking statements about the Fund, including its strategy, prospects and further actions. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates”, or negative versions thereof and similar expressions.

In addition, any statement made concerning future performance, strategies or prospects, and possible future Fund action is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to risks, uncertainties and assumptions about the Fund and economic factors, among other things.

Forward-looking statements are not a guarantee of future performance, and actual events and results could differ materially from those expressed or implied in any forward-looking statements. Any number of important factors could contribute to these digressions, including, but not limited to: geopolitical events, general economic conditions, political and market factors around the world; interest rates and inflation; fiscal and monetary policy; global equity and capital markets; business competition; technological change; changes in government regulations; unexpected judicial or regulatory proceedings; catastrophic events.

We stress that the above-mentioned list of important factors is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions and we urge you to avoid placing undue reliance on forward-looking statements. Further, except as may be required under applicable law, the Manager has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise, prior to the release of the next Management Report of Fund Performance.



**Pender Alternative Special Situations Fund**

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