



Forward thinking. Finding value.

# FIXED INCOME

April 2019 / CLASS F

## Pender Corporate Bond Fund

NET ASSET VALUE	AS OF Apr 30/19
Class F	\$12.50
Current Yield (%)	4.70
Yield to Maturity (%)	5.29
Term to Maturity (years)	3.22
Duration (years)	2.41
Total Holdings	138
Total Net Assets of Fund	\$770.16 Million

### FUND FACTS

Asset Class	Corporate Fixed Income
Fund Inception	June 2009
Valuations	Daily
Eligibility	Canada-wide Registered Plans & TFSA's
Distributions	DRIP Monthly Cash Optional

### FUND INFO

	CODES	US CODES	MER*
Class A	PGF 500	PGF 501	1.95%
Class F	PGF 510	PGF 511	1.15%
Class H	PGF 540		1.65%
Class I	PGF 550		1.00%
Class D	PGF 560		1.40%

capped\*

### MINIMUM INVESTMENT

	Initial Investment	Subsequent Investment
Class A	\$5,000	\$500
Class F	\$5,000	\$500
Class H	\$100,000	\$1,000
Class I	\$100,000	\$1,000
Class D	\$5,000	\$500

### FIRM OVERVIEW

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

### PORTFOLIO MANAGER(S)



PenderFund Capital Management Ltd.  
**Lead Manager:**  
 Geoff Castle, MBA, Portfolio Manager  
**Manager Start Date:** September 2015

The Pender Corporate Bond Fund is an income fund that is both conservatively managed to preserve capital as well as opportunistic to generate returns. The Fund is focused on key credit characteristics - coverage, seniority and duration. It is driven by bottom up fundamental analysis, and seeks to use its nimble size to invest in opportunities large or index based funds cannot. This advantage could provide investors with an attractive cash yield, while maintaining positions in attractively valued securities that provide a margin-of-safety for investors.

### PERFORMANCE (%)

1 Mo.	3 Mo.	6 Mo.	1 Yr.	3 Yr.	5 Yr.	SINCE INCEPTION
1.1	2.2	3.2	5.2	10.9	6.0	7.2

### ANNUAL PERFORMANCE (%)

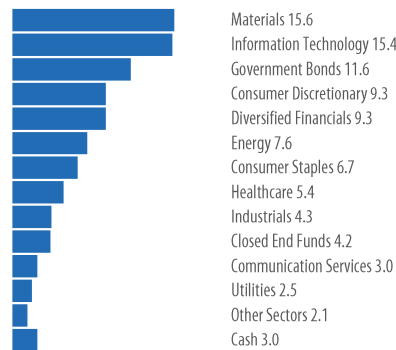
2011	2012	2013	2014	2015	2016	2017	2018	2019 YTD
4.0	8.6	4.4	1.4	-8.0	23.7	7.8	6.5	3.3

### DISTRIBUTIONS (\$)

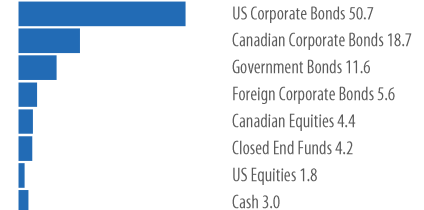
Oct 18	Nov 18	Dec 18	Jan 19	Feb 19	Mar 19	Apr 19	SINCE INCEPTION
0.04	0.03	0.02	0.05	0.03	0.04	0.04	5.27

Since Inception returns and distributions are from Jun 2009. All returns greater than a year are annual compounded returns.

### SECTOR ALLOCATION (%)



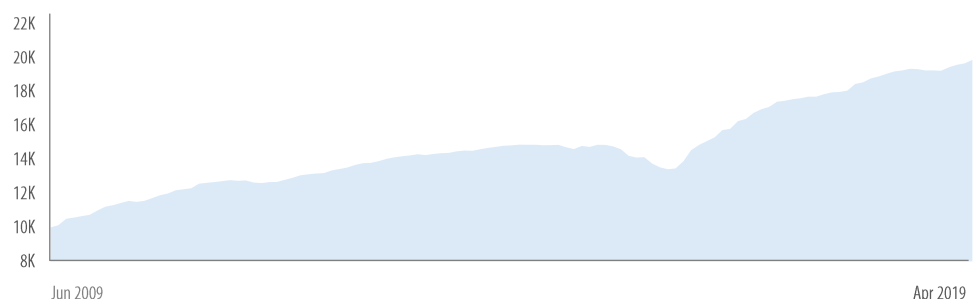
### ASSET ALLOCATION (%)



### CURRENCY ALLOCATION (%)



### GROWTH OF \$10K



## TOP 10 HOLDINGS

Verisign, 4.625%, 01-May-23	VeriSign, Inc. provides domain name registry services and Internet infrastructure in the United States and internationally.
Hj Heinz Co, 4.875%, 15-Feb-25	The Kraft Heinz Foods Company produces and markets food and beverage products worldwide.
Sunpower Corp, 4.000%, 15-Jan-23	SunPower Corporation researches, develops, manufactures, and delivers solar solutions worldwide.
W&T Offshore Inc, 9.750%, 01-Nov-23	W&T Offshore, Inc., an independent oil and natural gas producer, engages in the acquisition, exploration, and development of oil and natural gas properties in the Gulf of Mexico. The company sells crude oil, natural gas liquids, and natural gas.
Louisiana-Pacific, 4.875%, 15-Sep-24	Louisiana-Pacific Corporation, together with its subsidiaries, manufactures building products primarily for use in new home construction, repair and remodeling, and outdoor structure markets.
Osisko Gold Royal, 4.000%, 31-Dec-22	Osisko Gold Royalties Ltd acquires and manages precious metal and other royalties, streams, and similar interests in Canada and internationally.
Mcdonalds Corp, 3.125%, 04-Mar-25	McDonald's Corporation operates and franchises McDonald's restaurants in the United States and internationally.
Aceto Corp, 2.000%, 01-Nov-20	Aceto Corporation engages in the development, marketing, sale, and distribution of finished dosage form generic pharmaceuticals, nutraceutical products, pharmaceutical active ingredients and intermediates, specialty performance chemicals, and agricultural protection products.
U S Treasury Note, 2.875%, 31-Oct-23	United States Department of The Treasury (The Treasury Department) is a government institution that provides monetary circulation, economic planning, and financial policies formulation services to the Government of United States of America.
Century Aluminum, 7.500%, 01-Jun-21	Century Aluminum Company, together with its subsidiaries, produces standard-grade and value-added primary aluminum products in the United States and Iceland.

Source: Capital IQ

## PORTFOLIO MANAGER(S)

**GEOFF CASTLE, MBA**  
Mr. Castle has been managing the Pender Corporate Bond Fund since he joined Pender in September 2015. He began investing in 2000 and is an experienced investor in both public mutual funds and proprietary investment funds for ultra-high net worth individuals, with industry experience in trade credit and general corporate management. As a fixed income manager, his focus is on seeking enhanced yield opportunities in situations where substantial margins of safety exist. Mr. Castle holds a BA 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.

## ABOUT PENDER

Pender is an independent, employee-owned, value-based investment firm located in Vancouver. We have built a team of specialist Portfolio Managers who manage a suite of niche investment funds. Our goal is to create value for our investors by generating superior risk-adjusted returns, while protecting capital and minimizing downside risk. We believe that small and nimble funds, with concentrated portfolios of value-based investments, run by managers who are invested alongside unitholders, best achieve our goal of outperforming the index and peers.

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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. 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. Apr 30/19.