

## PEAR TREE PANAGORA EMERGING MARKETS FUND

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**FOR THE QUARTER ENDED SEPTEMBER 30, 2018** the Pear Tree PanAgora Emerging Markets Fund's\* Ordinary Shares (the "Fund"), formerly known as the Pear Tree PanAgora Dynamic Emerging Markets Fund, outperformed its benchmark, the MSCI Emerging Markets Index (the "Index"). During the period, the Fund achieved a return of 0.67% at net asset value compared to (0.95%) for the Index.

### Market Conditions and Investment Strategies

On a country basis, the largest contributors were South Africa, up 0.66%, and South Korea, up 0.63%. Among holdings in South Africa, the largest contributor was an underweight position in Naspers Ltd, while among holdings in South Korea, the largest contributor was an overweight position in SK Telecom Company Ltd. The largest detractors were Taiwan returning (0.46%) and Turkey returning (0.31%). Among holdings in Taiwan, the largest detractor was an underweight position in Taiwan Semiconductor Manufacturing Co. Ltd., while among holdings in Turkey, the largest detractor was an overweight position in Ford Otomotiv Sanayi AS.

On a sector basis, the largest contributors were Financials up 0.80% and Communication Services, up 0.71%. Among holdings in Financials, the largest contributor was an overweight position in Sul America SA, while among holdings in Communication Services, the largest contributor was an overweight position in SK Telecom Company Ltd. The largest detractors for the quarter were Materials returning (0.44%) and Utilities returning (0.41%). Among holdings in Materials, the largest detractor was an overweight position in Lotte Chemical Corp, while among holdings in Communication Services, the largest detractor was an underweight position in Advanced Info Service PCL.

### Portfolio Changes

There were no significant portfolio changes during the quarter ending September 30, 2018.

### Outlook

As a quantitative investment firm, we tend not to provide strategy-specific forward looking commentary. We believe that our systematic investment approach ensures that we deliver a portfolio of our highest conviction of ideas to all of our clients. ❖

\* "PanAgora" is a registered trademark of PanAgora Asset Management, Inc.

## PEAR TREE PANAGORA EMERGING MARKETS FUND PORTFOLIO HIGHLIGHTS

as of September 30, 2018 (The portfolio is actively managed. Holdings and weightings are subject to change daily.)

### TOTAL EXPENSE RATIOS\*

|                      | Gross Expense Ratio* | Net Expense Ratio* |
|----------------------|----------------------|--------------------|
| Ordinary Shares      | 1.66%                | 1.44%              |
| Institutional Shares | 1.40%                | 1.06%              |

\* Per Prospectus dated August 1, 2018. Reflects all fee waivers currently in effect. Fee waivers may not be amended, rescinded or terminated before July 31, 2019 without the consent of the Fund's Trustees.

### A WORD ABOUT RISK

Investing in foreign markets, particularly emerging markets, can be more volatile than the U.S. market due to increased risks of adverse issuer, political, regulatory, market or economic developments and can perform differently than the U.S. market.

#### Investment Products

■ Not FDIC insured ■ May lose value ■ No bank guarantee

### Top Ten Holdings

| Percentage of total net assets       | 23.4% |
|--------------------------------------|-------|
| President Chain Store Corp.          | 3.1%  |
| HCL Technologies Ltd.                | 3.0%  |
| SK Telecom Company Ltd.              | 2.8%  |
| Pou Chen Corporation                 | 2.3%  |
| Ruentex Industries Ltd.              | 2.2%  |
| KT&G Corporation                     | 2.2%  |
| Hengan International Group Co., Ltd. | 2.1%  |
| China Mobile Limited                 | 2.1%  |
| LG Corp.                             | 1.8%  |
| Commercial International Bank        | 1.8%  |

### The companies mentioned in the commentary on page one have the following percentage of total net assets as of 09/30/2018:

|  |       |
|--|-------|
| Ford Otomotiv Sanayi A.S.                    | 1.16% |
| Lotte Chemical Corporation                   | 1.02% |
| Sul America S.A.                             | 0.64% |
| Taiwan Semiconductor Manufacturing Co., Ltd. | 0.08% |
| Advanced Info Services PCL                   | 0.00% |
| Naspers Ltd.                                 | 0.00% |

### PERFORMANCE

as of September 30, 2018

#### Average Annual Total Returns at Net Asset Value

|                      | Unannualized |              | Annualized |        |        |         |
|----------------------|--------------|--------------|------------|--------|--------|---------|
|                      | Q3           | Calendar YTD | 1-Year     | 3-Year | 5-Year | 10-Year |
| Ordinary Shares      | 0.67%        | -8.66%       | -2.09%     | 6.44%  | 0.41%  | 2.88%   |
| Institutional Shares | 0.70%        | -8.42%       | -1.75%     | 6.77%  | 0.71%  | 3.16%   |
| MSCI EM <sup>1</sup> | -0.95%       | -7.39%       | -0.44%     | 12.77% | 3.99%  | 5.76%   |

<sup>1</sup>The Morgan Stanley Capital International Emerging Markets ("MSCI EM") Index is an unmanaged index comprised of stocks located in countries other than the United States. It is widely recognized as representative of the general market for emerging markets. Index returns assume the reinvestment of dividends and, unlike Fund returns, do not reflect fees or expenses. You cannot invest directly in an Index. For comparative performance purposes, the beginning date for the Index is 09/30/94.

Performance data quoted represents past performance and is no guarantee of future results. Current performance may be lower or higher than performance data quoted. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than original cost. For the most recent month-end performance, visit the Fund's website at [www.peartreefunds.com](http://www.peartreefunds.com).