

PEAR TREE POLARIS FOREIGN VALUE FUND

FOR THE QUARTER ENDED MARCH 31, 2021 the Pear Tree Polaris Foreign Value Fund's Ordinary Shares (the "Fund") outperformed its benchmark, the MSCI EAFE Index (the "Index"). During that period, the Fund had a return of 8.57% at net asset value compared to 3.60% for the Index.

Market Conditions and Investment Strategies

The Fund's second consecutive quarter of outperformance was attributable to gains in overweight cyclical sectors, including Consumer Discretionary, Financials, Materials and Communications Services. Health Care was the sole absolute negative performer. On a country basis, the United Kingdom, Norway, France and South Korea were top contributors, while single stock holdings in Italy, Austria and Colombia declined.

In Consumer Discretionary, Canadian auto supplier, Magna International, advanced as the company reported fourth quarter 2020 revenues ahead of expectations. Kia Motors reported record quarterly operating profit on the back of higher total vehicle sales, a new slate of SUV models and a dedicated platform of EV offerings. In Materials, Yara International was up more than 25% on bullish outlook reports for global fertilizers due to higher crop prices. Antofagasta PLC, a leading Chilean copper and gold miner, rallied on higher copper prices. Communication Services recovered markedly this quarter, with stock price gains from Cineworld Group, Publicis Groupe, Deutsche Telekom and Ipsos. Cineworld announced a deal with Warner Brothers for an exclusive 45-day movie theater window for new releases. U.S. theaters will re-open with limited capacity in early April, followed by the U.K. in mid-May, with a slate of 2021/2022 blockbusters expected to draw in moviegoers.

Decliners were few and far between, with the majority of portfolio holdings in absolute positive territory this quarter. Bancolombia SA reported a net loss for the fourth quarter of 2020, while most analysts expected a modest profit. Novartis AG stumbled across some governance issues, as the Swiss pharmaceutical company had to correct comments made by Chairman Joerg Reinhardt regarding a kickback scheme. Canada's Methanex declined after experiencing gas supply constraints that hampered methanol production.

Portfolio Changes

During the quarter, we sold U.K.-listed Signature Aviation, which jumped on news of its acquisition by Global Infrastructure Partners; and South African energy and chemical company Sasol, which was sold as it reached Polaris' valuation due to our assumptions on oil prices plus future environmental costs. Capital was redeployed to purchase two Japanese companies, diversified business conglomerate, Marubeni Corp., and construction/real estate firm, Daito Trust Construction Company.

Outlook

2020 was not a crisis of economics, it was a crisis of health. Common sense dictates that once you fix the health concern, the economy should follow. We believe that the rollout of the COVID-19 vaccine will allow people to return to a new normal; we have already seen signs of an economic recovery in countries (China, Japan, Korea) that have controlled the spread of COVID-19. Others should follow suit in the coming months, with the U.S. and U.K. on track with vaccine distribution. In the meantime, a massive amount of stimulus money has been shoveled into global economies to bolster small businesses and aid the unemployed. Some of that money will be funneled into savings, and even more will be spent. Nearly every company in some way could benefit from the influx of consumer spending. The Fund is well positioned to capitalize on this trend. ❖

TOTAL EXPENSE RATIOS*

	Gross Expense Ratio*	Net Expense Ratio*
Ordinary Shares	1.50%	1.40%
Institutional Shares	1.25%	1.03%
R6 Shares	1.10%	0.94%

* Per Prospectus dated August 3, 2020, as amended. Reflects all fee waivers and expense reimbursements currently in effect. Fee waivers and expense reimbursements may not be amended, rescinded or terminated before July 31, 2021 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. The Fund is non-diversified, meaning it may concentrate its assets in fewer individual holdings than a diversified fund. Therefore, the Fund is more exposed to individual stock volatility than diversified funds. As a result, a decline in the value of the securities of one issuer could have a significant negative effect on the Fund. The Fund may have significant investments in one or more specific industry sectors, subjecting it to risks greater than general market risk. For example, adverse news from just one or two companies in a particular industry can hurt the prices of all stocks in that industry.

Investment Products

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

PEAR TREE POLARIS FOREIGN VALUE FUND PORTFOLIO HIGHLIGHTS

as of March 31, 2021 (The portfolio is actively managed. Holdings and weightings are subject to change daily.)

Top Ten Holdings

Percentage of total net assets	22.6%
Magna International Inc.	2.7%
Samsung Electronics Company Limited	2.6%
Publicis Groupe	2.3%
Popular, Inc.	2.2%
Bellway plc	2.2%
Kia Motors Corporation	2.2%
SK Hynix, Inc.	2.2%
Taylor Wimpey plc	2.1%
DNB Bank ASA	2.1%
Mondi plc	2.0%

The companies mentioned in the commentary on page one have the following percentage of total net assets as of 03/31/2021:

Yara International	1.8%
Methanex	1.8%
Antofagasta PLC	1.6%
Deutsche Telekom	1.6%
Novartis AG	1.3%
Marubeni Corporation	1.3%
Cineworld Group	1.2%
Ipsos	0.8%
Bancolombia SA	0.8%
Daito Trust Construction Company	0.4%

PERFORMANCE

as of March 31, 2021

Average Annual Total Returns at Net Asset Value

	Unannualized		Annualized						
	Q1	Calendar YTD	1-Year	3-Year	5-Year	10-Year	15-Year	Since Inception	Inception Date
Ordinary Shares	8.57%	8.57%	66.76%	5.13%	8.56%	6.24%	4.63%	6.60%	05/15/98
Institutional Shares	8.65%	8.65%	67.42%	5.52%	8.94%	6.56%	4.91%	7.87%	12/18/98
R6 Shares	8.65%	8.65%	67.52%	5.59%	—	—	—	8.40%	02/06/17
MSCI EAFE ¹	3.60%	3.60%	45.15%	6.54%	9.38%	6.02%	4.59%	5.11%	—

¹The Morgan Stanley Capital International Europe, Australasia, and Far East ("MSCI EAFE") Index is an unmanaged index comprised of stocks in countries other than the United States. It is widely recognized as representative of the general market for developed foreign markets. Index returns assume the reinvestment of dividends and, unlike Fund returns, do not reflect any fees or expenses. You cannot invest directly in an Index. For comparative performance purposes, the beginning date for the Index is 05/29/98.

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.pearreeffunds.com.

For information about the Pear Tree Polaris Foreign Value Fund, obtain the Fund's prospectus by calling (800) 326-2151 or visiting www.pearreeffunds.com. Before investing carefully consider the Fund's investment objectives, risks, charges and expenses. Please read the prospectus carefully before you invest or send money.