

PEAR TREE POLARIS FOREIGN VALUE SMALL CAP FUND

FOR THE QUARTER ENDED MARCH 31 2022, the Pear Tree Polaris Foreign Value Small Cap Fund's Ordinary Shares (the "Fund") outperformed its benchmark, the MSCI ACWI ex USA Small Cap Index (the "Index"). The Fund had a return of (6.25%) at net asset value compared to (6.43%) for the Index.

Market Conditions and Investment Strategies

The Fund's overweight and outperformance in Utilities, Financials and Industrials drove results for the quarter, while consumer sectors eroded gains. These declines were macro-driven on concerns about consumers' spending appetite in the face of rising inflation. On a country level, the Fund benefitted most from holdings in developing countries, like Brazil, Thailand, Greece and Indonesia. European and Scandinavian countries declined, with notable losses in the U.K., Italy and France.

Brazilian multi-utility company, Equatorial Energia, was markedly the top contributor to the Fund's performance. Equatorial announced strong fourth quarter 2021 results, with growth in volumes of distributed energy in select regions. In February 2022, the company raised \$532 million in an oversubscribed share offering, which financed the acquisition of renewable energy generator, Echoenergia. Industrials rose on the back of BizLink Holding, a Taiwanese electronics component supplier, and QinetiQ Group, the British multinational defense technology company. The Russia-Ukraine conflict spurred on European rearmament considerations, boosting defense stocks industry-wide including QinetiQ. The company also announced a deal with the Royal Navy for next generation electric warfare systems. Other contributors were spread throughout the portfolio. In Materials, Dow Chemicals beat analysts' forecasts on the back of environmental management and recycling business; the company raised profit guidance and agreed to pay a special dividend. Among Financials, Thanachart Capital capitalized on a recovering Thai economy, pointing to strength in its key insurance and leasing subsidiaries.

Double-digit returns from Nature Holdings Co and Samson Holding, as well as gains from Jumbo SA, could not offset losses elsewhere in the Consumer Discretionary sector. Inchcape, the British multinational automotive distributor, announced impressive 2021 annual results, highlighting consumer demand and pricing power on vehicle supply shortages. Yet, the stock price dropped with a market wary of ongoing demand metrics given economic uncertainty. Inchcape also committed to exiting its Russian retail business (approximately 5% of profits), which further weighed down the stock. Halfords, the U.K. automotive and cycling retailer, declined after reporting poor cycling division results, unable to replicate the success of the two-wheel transportation mode favored early in the pandemic.

Portfolio Changes

The Fund sold nearly a half dozen stocks this quarter, most of which reached prescribed valuation limits. Several other stocks were sold opportunistically, with an eye to de-risking the portfolio. Overall, the Fund sold Countryside Partnerships, Sankyu Inc., ABG Sundal Collier, Moneta Money Bank and Origin Enterprises. Money is expected to be reallocated to more attractively priced investments in coming quarters.

Outlook

Faced with geopolitical upheaval, COVID-19 waves and supply chain disruptions, worldwide economic volatility will persist. We continue to assess the portfolio, selling richly-valued stocks at a profit while reinvesting in attractively-priced companies, which may do better in an inflationary environment. As a risk measure, we pared down exposure in certain countries that may be tangentially affected by the Russian-Ukraine conflict. We believe all of these efforts will allow us to continue to outperform, as we have done for the past few quarters. ❖

TOTAL EXPENSE RATIOS*

	Gross Expense Ratio*	Net Expense Ratio*
Ordinary Shares	1.53%	1.43%
Institutional Shares	1.28%	1.06%
R6 Shares	1.13%	1.03%

* Per Prospectus dated August 2, 2021, as amended. Reflects all fee waivers currently in effect. Fee waivers may not be amended, rescinded or terminated before July 31, 2022 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.

Small company stocks may trade less frequently and in a limited volume, and their prices may fluctuate more than stocks of other companies. Small company stocks may therefore be more vulnerable to adverse developments than those of larger companies. The Fund is non-diversified, meaning it may concentrate its assets in fewer individual holdings than a diversified fund.

(continued)

Investment Products

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

PEAR TREE POLARIS FOREIGN VALUE SMALL CAP FUND PORTFOLIO HIGHLIGHTS

as of March 31, 2022 (The portfolio is actively managed. Holdings and weightings are subject to change daily.)

Top Ten Holdings

Percentage of total net assets	22.0%
Equatorial Energia S.A.	2.7%
BizLink Holding, Inc.	2.3%
D'leteren S.A.	2.3%
Greencore Group plc	2.2%
Elite Material Co., Limited	2.2%
AEM Holdings Limited	2.1%
Vistry Group plc	2.1%
QinetiQ	2.1%
Thanachart Capital PCL	2.0%
Ringkjoebing Landbobank A/S	2.0%

The companies mentioned in the commentary on page one have the following percentage of total net assets as of 03/31/2022:

Dowa Holdings	2.0%
Jumbo SA	1.8%
Inchcape	1.7%
Nature Holdings Co	1.1%
Halfords	1.0%
Samson Holding	0.3%

PERFORMANCE

as of March 31, 2022

Average Annual Total Returns at Net Asset Value

	Unannualized		Annualized					
	Q1	Calendar YTD	1-Year	3-Year	5-Year	10-Year	Since Inception	Inception Date
Ordinary Shares	(6.25%)	(6.25%)	(2.72%)	8.10%	6.06%	8.22%	6.45%	05/01/08
Institutional Shares	(6.07%)	(6.07%)	(2.29%)	8.49%	6.45%	8.56%	6.75%	05/01/08
R6 Shares	(6.11%)	(6.11%)	(2.23%)	8.54%	6.50%	—	7.58%	02/06/17
MSCI ACWI ex USA Small Cap Index ¹	(6.43%)	(6.43%)	0.44%	10.66%	8.30%	7.68%	5.59%	—

¹The MSCI ACWI ex USA Small Cap Index, captures small cap representation across 22 of 23 Developed Markets (DM) countries (excluding the United States). With 4,391 constituents, the index covers approximately 14% of the free float-adjusted market capitalization in each country. You cannot invest directly in an index. For comparative performance purposes, the beginning date for the Index is 05/01/2008.

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.

A WORD ABOUT RISK (CONTINUED)

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.