

## PEAR TREE PANAGORA EMERGING MARKETS FUND

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**FOR THE QUARTER ENDED MARCH 31, 2017** the Pear Tree PanAgora Emerging Markets Fund's\* Ordinary Shares (the "Fund"), formerly known as the Pear Tree PanAgora Dynamic Emerging Markets Fund, underperformed its benchmark, the MSCI Emerging Markets Index (the "Index"). During the period, the Fund achieved a return of 9.62% at net asset value compared to 11.49% for the Index.

### Market Conditions and Investment Strategies

On a country basis, the largest detractors were Indonesia (0.38%) and the United Arab Emirates (0.35%). Among holdings in Indonesia, the largest detractor was an overweight position in Telekomunikasi Indonesia, while among holdings in the United Arab Emirates, the largest detractor was an overweight position in Emirates Telecom Group. The largest contributors were South Korea 0.19% and Poland 0.06%. Among holdings in South Korea, the largest contributor was an overweight position in BGF Retail Co. Ltd., while among holdings in Poland, the largest contributor was not holding Orange Polska SA.

On a sector basis, the largest detractors were Information Technology (0.67%) and Consumer Discretionary (0.36). Among holdings in Information Technology, the largest detractor was an underweight position in Samsung Electronics, while among holdings in Consumer Discretionary, the largest detractor was not holding Naspers Ltd. The largest contributors for the quarter were Energy 0.19% and Health Care 0.07%. Among holdings in Energy, the largest contributor was an underweight position in Gazprom PJSC, while among holdings in Health Care, the largest contributor was not holding Celltrion Inc.

### Portfolio Changes

There were no significant portfolio changes during the quarter ending March 31, 2017.

### 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.

## TOTAL EXPENSE RATIOS\*

|                      | Ordinary Shares | Institutional Shares |
|----------------------|-----------------|----------------------|
| Gross Expense Ratio* | 2.06%           | 1.81%                |
| Net Expense Ratio*   | 1.52%           | 1.27%                |

\* Per Prospectus dated February 6, 2017. Reflects all fee waivers currently in effect. Fee waivers may not be amended, rescinded or terminated before July 31, 2018 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

## PEAR TREE PANAGORA EMERGING MARKETS FUND PORTFOLIO HIGHLIGHTS

as of March 31, 2017 (The portfolio is actively managed. Holdings and weightings are subject to change daily.)

### Top Ten Holdings

| Percentage of total net assets                        | 62.2% |
|---|-------|
| Pear Tree PanAgora Risk Parity Emerging Markets Inst. | 51.9% |
| HCL Technologies Ltd.                                 | 1.5%  |
| Fibria Celulose S.A.                                  | 1.2%  |
| GS Retail Co., Ltd.                                   | 1.2%  |
| PT Telekomunikasi Indonesia Persero Tbk               | 1.1%  |
| Pou Chen Corporation                                  | 1.1%  |
| AAC Technologies Holdings Inc.                        | 1.1%  |
| Guangdong Investment Limited                          | 1.1%  |
| LG Uplus Corp.  | 1.0%  |
| NetEase Inc.  | 1.0%  |

The companies mentioned in the commentary on page one have the following percentage of total net assets as of 03/31/2017:

|  |       |
|--|-------|
| BGF Retail Co., Ltd.                           | 0.93% |
| Samsung Electronics Company, Ltd.              | 0.81% |
| Gazprom  | 0.09% |
| Emirates Telecommunications Group Co. P.J.S.C. | 0.00% |

## PERFORMANCE

as of March 31, 2017

### Average Annual Total Returns at Net Asset Value

|                      | Unannualized |              | Annualized |        |        |         |
|----------------------|--------------|--------------|------------|--------|--------|---------|
|                      | Q1           | Calendar YTD | 1-Year     | 3-Year | 5-Year | 10-Year |
| Ordinary Shares      | 9.62%        | 9.62%        | 9.39%      | -1.13% | -0.60% | 0.55%   |
| Institutional Shares | 9.70%        | 9.70%        | 9.68%      | -0.86% | -0.34% | 0.80%   |
| MSCI EM <sup>1</sup> | 11.49%       | 11.49%       | 17.65%     | 1.55%  | 1.17%  | 3.05%   |

<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).