



## PEAR TREE PANAGORA RISK PARITY EMERGING MARKETS FUND

provides investors with the opportunity to participate in the growth potential of emerging market countries. Over 20 countries located in Europe, Latin America, Africa, the Middle East and Asia are classified as emerging markets.

### FUND FACTS

	Ordinary Shares	Institutional Shares
CUSIP	70472Q831	70472Q849
Nasdaq Symbol	RPEMX	EMPRX
Investments:		
Minimum Initial	\$2,500	\$1 million
Minimum Add'l	None	None
Management Fee	0.60%	0.60%
Total Expense Ratio*	1.49%	1.24%

(Minimum investments are lower for certain categories of investors. See the prospectus for more information.)

\* Per Prospectus dated February 6, 2017.

### ABOUT PEAR TREE FUNDS

For over 25 years, Pear Tree Advisors, Inc. has offered investors access to well-respected institutional investment firms. Pear Tree Advisors has built its reputation as a manager-of-managers for the Pear Tree Funds. The funds are 100% sub-advised and utilize time-tested investment strategies.

Pear Tree Advisors was founded in 1985. The Pear Tree Funds offer six mutual funds:

Fund - Ordinary Shares	Ticker Symbol
Pear Tree Polaris Small Cap	USBX
Pear Tree PanAgora Emerging Markets*	QFFOX
Pear Tree PanAgora Risk Parity Emerging Markets*	RPEMX
Pear Tree Polaris Foreign Value	QFVOX
Pear Tree Polaris Foreign Value Small Cap	QUSOX
Pear Tree Quality	USBOX

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

**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). Before investing, carefully consider the Fund's investment objectives, risks, charges and expenses.

### Investment Approach

The investment approach is centered on the belief that diversification is the key to generating better risk-adjusted returns and that avoiding risk concentration is the best way to achieve true diversification. Portfolios that exhibit concentrated risk exposures are subject to undue risk and larger draw-downs due to their lack of diversification. By avoiding concentration of risk in any individual countries, sectors, and stocks, investors can build portfolios that are expected to generate more stable returns with better downside protection than other more traditional approaches to emerging market equity investing.

### Investment Process

The process of managing the portfolio begins with regularly estimating risk for all securities in the MSCI EM Index. Using proprietary algorithms, the portfolio management team then builds country portfolios for all twenty three countries in the benchmark, while simultaneously balancing risk across sectors and stocks within each country. Step three involves weighting countries such that each country contributes equally to the risk at the aggregate portfolio level. Finally, monitoring and rebalancing the portfolio regularly to keep weights in line with expectations. All other things being equal, countries, sectors, and stocks exhibiting low volatility and low correlation receive higher weights in the portfolio.

### Portfolio Management

The Fund is managed by PanAgora Asset Management, Inc., a Boston, Massachusetts based firm that manages assets for pension plans, endowments, foundations, unions and financial service providers around the globe. The firm also manages partnerships in Europe and Asia.

### PERFORMANCE

as of March 31, 2017

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

	Unannualized		Annualized					Since Inception	Inception Date
	Q1	Calendar YTD	1-Year	3-Year	5-Year	10-Year			
Ordinary Shares	8.87%	8.87%	5.44%	-3.15%	—	—	-1.58%	06/27/13	
Institutional Shares	8.96%	8.96%	5.70%	-2.91%	—	—	-1.26%	06/27/13	
MSCI EM <sup>1</sup>	11.49%	11.49%	17.65%	1.55%	—	—	3.81%	—	

<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 06/27/2013.

**For information about the Pear Tree Funds, call (800) 326-2151 to obtain the funds' prospectus or visit [www.peartreefunds.com](http://www.peartreefunds.com). Before investing carefully consider a Fund's investment objectives, risks, charges and expenses. Please read the prospectus carefully before you invest or send money.**

### 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.

## PEAR TREE PANAGORA RISK PARITY 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	7.2%
Emirates Telecommunications Group Co. P.J.S.C.	0.9%
DP World Ltd.	0.8%
Qatar Electricity & Water Company Q.S.C.	0.8%
Qatar Gas Transport Company Limited (Nakilat) Q.S.C.	0.8%
Jollibee Foods Corporation	0.7%
Universal Robina Corporation	0.7%
Aboitiz Power Corporation	0.7%
Industries Qatar Q.S.C.	0.6%
DXB Entertainments P.J.S.C.	0.6%
PLDT Inc.	0.6%

### Sector Weightings

Percentage of total net assets	100.0%
Financials	16.4%
Industrials	11.3%
Telecommunication Services	11.2%
Consumer Staples	10.8%
Consumer Discretionary	10.6%
Materials	10.0%
Utilities	8.8%
Energy	8.1%
Health Care	4.9%
Information Technology	4.1%
Real Estate	3.3%
Cash and Other Assets (Net)	0.5%

### Top Ten Country Allocations

Percentage of total net assets	64.0%
Thailand	7.9%
Taiwan	7.8%
Philippines	7.4%
South Korea	6.6%
Malaysia	6.5%
Indonesia	6.4%
Mexico	5.9%
India	5.6%
Chile	5.4%
Qatar	4.6%

### Portfolio Characteristics

Assets under Management (Millions)	\$59.5
Number of Companies	416
Price to Earnings	15.6
Price to Book	1.7
Turnover (FYE 3/16)	24%

### Market Capitalization

#### In millions

Weighted Average Market Capitalization	\$12,233
Median Market Capitalization	\$6,080

### Portfolio Allocation

Percentage of portfolio	100.0%
Equity Securities	99.5%
Cash and Other Assets (Net)	0.5%

### Definitions

**Beta** is a measure of the volatility of a fund relative to the overall market.

**Information Ratio** is the measure of portfolio management's performance against risk and return relative to a benchmark or alternative measure.

**R-squared** represents the percentage of the portfolio's movements that can be explained by the general movements of the market.

**Standard Deviation** is a statistical measure of the historic volatility of a portfolio.

**Market Capitalization** is the total market value of a company's stock, achieved by multiplying the market price of a single share by the total shares outstanding.

**Median Market Capitalization** of a fund's equity portfolio provides a measure of the size of the companies in which an equity fund invests.

**Price to Book Ratio** is a ratio used to compare a stock's market value to its book value. It is calculated by dividing the current closing price of the stock by the latest quarter's book value per share.

**Price to Earnings** is the relationship between a company's earnings and the share price and is commonly used to value a company's stock. The P/E ratio is calculated by dividing the current market price per share by the earnings per share. A stock's P/E ratio provides a sense of its value in relation to its earning power.

**Weighted Average Market Cap** is the average of the market capitalizations of the companies in the portfolio weighted by the size of each company's position within the portfolio.