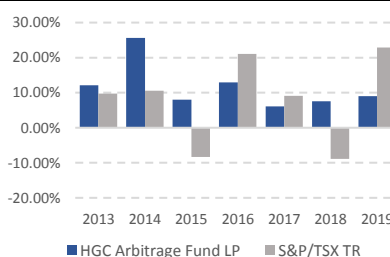
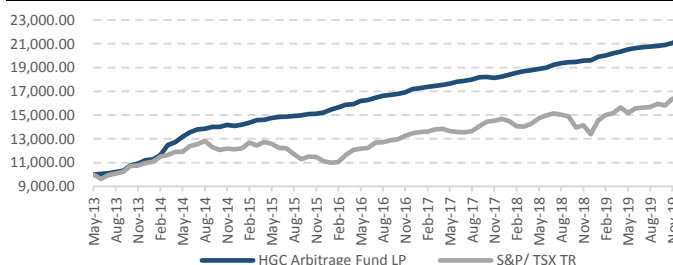


The HGC Arbitrage Fund LP (the “Fund”) is an Arbitrage strategy that specializes in the North American small and mid-cap market. Strategies within the Fund include Traditional Merger Arbitrage, Subscription Receipts, and Special Purpose Acquisition Corporations. The Fund seeks to provide a low volatility return profile while producing superior risk adjusted returns.

Summary of Returns Inception Date: June 12, 2013 – F Class Units Net of All Fees*

	YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD *	INCEP**
HGC LP	2019	1.52%	0.61%	0.90%	0.71%	0.81%	0.56%	0.46%	0.18%	0.35%	0.38%	0.67%	1.52%	9.02%	113.72%
HGC LP	2018	0.90%	0.96%	0.67%	0.50%	0.57%	0.47%	1.28%	0.68%	0.46%	0.21%	0.46%	0.14%	7.55%	
HGC LP	2017	0.56%	0.51%	0.46%	0.51%	0.61%	0.88%	0.49%	0.60%	1.07%	0.12%	-0.42%	0.54%	6.09%	
HGC LP	2016	1.67%	1.19%	1.32%	0.43%	1.56%	0.64%	1.13%	0.96%	0.46%	0.46%	0.88%	1.50%	12.90%	
HGC LP	2015	0.71%	1.14%	1.59%	0.09%	1.14%	0.58%	0.11%	0.47%	0.28%	0.79%	0.26%	0.61%	8.03%	
HGC LP	2014	0.54%	3.19%	7.14%	1.97%	3.68%	2.95%	1.75%	0.30%	1.28%	-0.11%	1.19%	-0.59%	25.66%	
HGC LP	2013						0.52%	0.39%	1.09%	1.23%	4.29%	1.19%	2.86%	12.10%	
HFRI****	2019	1.47%	0.73%	0.32%	0.89%	-0.72%	0.47%	0.62%	0.04%	0.42%	0.44%	0.87%	1.07%	6.80%	28.90%
TSX ***	2019	8.74%	3.15%	1.01%	3.22%	-3.06%	2.53%	0.34%	0.43%	1.69%	-0.86%	3.59%	0.45%	22.88%	64.47%



Portfolio Metrics

Category	% of Portfolio
Deal Type:	
Definitive Merger Arb	100.00%
Hostile Deals	0.00%
Spin Offs	0.00%
Alpha Shorts	0.00%
Pairs	0.00%

Industry Overview:

Basic Materials	0.07%
Communications	0.00%
Consumer, Cyclical	0.00%
Consumer, Non-cyclical	0.00%
Diversified	99.85%
Energy	0.00%
Financial	0.00%
Industrial	0.00%
Technology	0.03%
Utilities	0.00%

Annualized Returns:

Trailing	HGC	TSX	HFRI
1 Year	9.02%	22.88%	6.80%
3 Year	7.55%	6.89%	4.79%
5 Year	8.70%	6.28%	4.26%
Inception	12.23%	7.85%	3.93%

The HGC Arbitrage Fund LP Class “F” units returned +1.52% in December vs +0.45% for the TSX Total Return.

On the SPAC side of the portfolio there were multiple back-end announcements that were positive contributors to the Fund, with two standouts highlighted below.

The first announcement came with GS Acquisition Holdings Corp (GSAH.US) a SPAC co-sponsored by Goldman Sachs Asset Management, and David M. Cote former Executive Chairman and CEO of Honeywell (HON.US) combining with Vertiv Holdings LLC, a Platinum Equity Portfolio company. With an initial enterprise value of US\$5.3 billion, a US\$1.239 billion PIPE, along with David Cote assuming the role of Executive Chairman of the pro forma company, this transaction checked most if not all the boxes for a successful SPAC transaction. As such, the stock very quickly traded to a material premium to the redemption value, closing the month at \$10.92 leading to nice gains for the Fund.

The second announcement to highlight was Diamond Eagle Acquisition Corp (DEAC.US), entering into a business combination to bring DraftKings Inc. public along with SBTECH, an international turnkey provider of cutting-edge sports betting and gaming technologies. DraftKings, a very well-known daily fantasy sports and mobile sports betting platform, merging with a SPAC led to a lot of initial interest due to the high-profile nature of the asset (likely 90%+ of anyone who has wagered on sports has heard of or used DraftKings). This initial interest paired with an attractive entry valuation validated by a US\$304 PIPE led by Capital Research and Management Company, Wellington Management Company and Franklin Templeton, again checked many of the boxes for a successful SPAC transaction. The stock immediately traded at a nice premium to redemption value, closing the month at \$10.70 leading to further gains for the Fund.

In the Merger Arb portion of the portfolio, The Fund saw a high-profile Canadian company close its sale transaction as Blackstone Group Inc. completed its C\$6.2 billion acquisition of Dream Global Real Estate Investment Trust (DRG-UN-T.TSX). Originally announced in mid-September, this all-cash deal closed in a tight timeframe and allowed the Fund to return close to 6% annualized.

Regards,

Sean Kallir

Performance Statistics			
Ann. Return since Inception	12.23%	Average Monthly Return	0.97%
Positive Months	96%	Highest Monthly Return	7.14%
Negative Months	4%	Lowest Monthly Return	-0.59%
Largest Draw Down	-0.59%	Sharpe Ratio (Annual)	2.87

Portfolio Analytics at Month End	
Duration (Average Days to Close – M&A)	31
Percent in Large Cap (+\$1B)	1%
Leverage (Debt:Equity)	65%
Net Long Exposure	164%

Contact
HGC Investment Management Inc. 366 Adelaide St West #601 Toronto, ON Tel: (647) 776.2189 blindros@hgcinvest.com

* Performance returns for 2013-2014 are of the lead series of Class A units

++ 2015 – Present. Performance returns are of the lead series of Class F units

** Inception June 12, 2013

*** S&P/TSX Comp Total Return Index - The TSX Total Return Index is a widely-known equity index of Canadian large-cap companies. Investing in US and Canadian equities long and short is the primary strategy for HGC as part of the merger arbitrage strategy but HGC does not invest in all or necessarily any of the securities that compose the market indexes. Reference to the indexes does not imply that HGC will achieve returns similar to the indexes.

**** Hedge Fund Research Inc. : Merger Arbitrage Index - Performance is subject to minor variances due to independent Manager trailing reporting

++ Duration is calculated without including SPAC positions

IMPORTANT: This document is for information purposes only and does not constitute an offering memorandum. All material has been obtained from sources believed to be reliable, but its accuracy is not guaranteed. Performance data is historical, and is not indicative of future performance. Volatility and correlation are calculated from monthly returns. Sharpe ratio is hypothetical and is calculated using monthly standard deviation and Bank of Canada Overnight Lending Rate. + The HGC Arbitrage Fund LP was managed by Radiant Investment Management Ltd. from June 12, 2013 to December 31, 2013 and by HGC Investment Management Ltd. thereafter. The Fund’s investment strategy has remained the same since inception. The HGC Funds are currently open to Canadian investors who meet certain eligibility requirements. Please contact HGC Investment Management to request the offering documents.