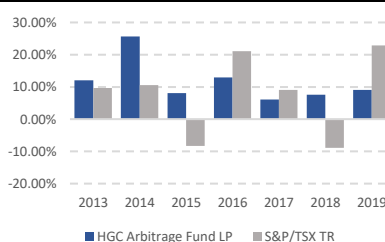
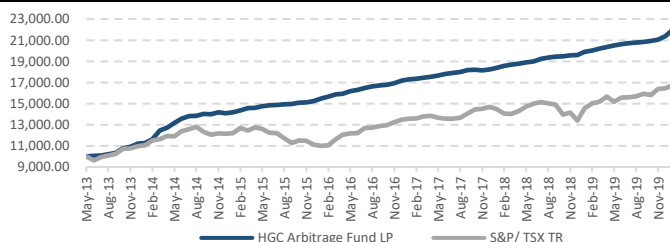


The HGC Arbitrage Fund LP (the “Fund”) is an Arbitrage strategy that specializes in the North American small and mid-cap market. Strategies within the Fund include Special Purpose Acquisition Corporations, Traditional Merger Arbitrage and Subscription Receipts. The Fund seeks to provide a low volatility 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	2020	2.88%												2.88%	119.87%
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%	
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****	2020	-0.21%												-0.21%	28.61%
TSX ***	2020	1.74%												1.74%	67.34%



**Portfolio Metrics**

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

**Industry Overview:**

Basic Materials	1.10%
Communications	0.00%
Consumer, Cyclical	0.00%
Consumer, Non-cyclical	0.00%
Diversified	98.90%
Energy	0.00%
Financial	0.00%
Industrial	0.00%
Technology	0.00%
Utilities	0.00%

**Annualized Returns:**

Trailing	HGC	TSX	HFRI
1 Year	10.49%	14.98%	5.01%
3 Year	8.37%	7.21%	4.77%
5 Year	9.16%	6.53%	4.15%
Inception	12.54%	8.03%	3.85%

The HGC Arbitrage Fund LP Class “F” units returned +2.88% in January vs +1.74% for the TSX Total Return.

The gains for the Fund were broad-based throughout the SPAC portfolio, which we will break down into three sub categories.

The First category was the continuing strong performance of Qualifying Transactions (QT) announced in 2019 that the Fund still maintained positions in. As you may recall, there is typically a 3-4 month timeline in between a SPAC announcing their QT, and the actual closing of those deals. During that time, the security will trade as if it is the pro-forma operating company, however still maintain the key features of the SPAC structure (ability to redeem). The Fund had several large holdings perform well which had previously announced QTs, two of which we spoke about last month, GSAH and DEAC.

The Second source of gains was the continued announcement of quality backend transactions in our portfolio. One such announcement was the business combination of Silver Lake portfolio company Global Blue with Far Point Acquisition Corporation (FPAC.US). FPAC, co-sponsored by Third Point LLC and former NYSE president Tomas W. Farley, raised US\$632,500,000 in a June 2018 IPO looking to pursue a Fintech acquisition, in line with the sponsors expertise. Global Blue fit this criteria nicely as the company is the clear market leader in the tax-free shopping ecosystem worldwide, leading the digitalization of this process across major VAT jurisdictions. Upon announcement of the business combination, the stock traded well above Trust, leading to nice gains for the Fund.

The Third source of gains for the Fund was the appreciation of unannounced SPACs in the portfolio. It is our view that with the recent slew of quality backend transactions trading well above Trust, capital is being redeployed into the other high-quality sponsors who could be “next to announce”. This led to broad gains across the current SPAC portfolio holdings.

Regards,

Sean Kallir

Performance Statistics			
Ann. Return since Inception	12.54%	Average Monthly Return	1.00%
Positive Months	96%	Highest Monthly Return	7.14%
Negative Months	4%	Lowest Monthly Return	-0.59%
Largest Draw Down	-0.59%	Sharpe Ratio (Annual)	2.91

Portfolio Analytics at Month End	
Duration (Average Days to Close – M&A)	25
Percent in Large Cap (+\$1B)	1%
Leverage (Debt:Equity)	54%
Net Long Exposure	153%

Contact
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\* 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.