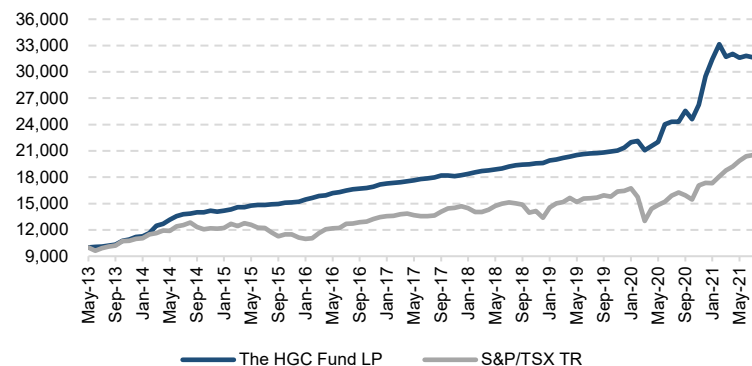
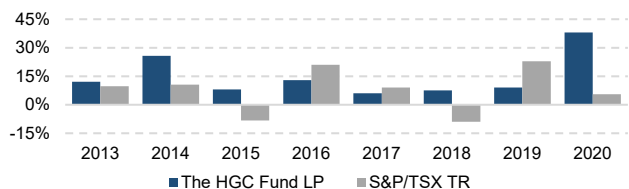


The HGC Fund LP (the “Fund”) is an arbitrage strategy that specializes in the North American small and mid-cap market. Strategies within the Fund include Special Purpose Acquisition Corporations and Traditional Merger Arbitrage. The Fund seeks to provide a low volatility return profile while producing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

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

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2021	6.52%	5.50%	-4.33%	1.02%	-1.34%	0.66%	-0.58%	-0.92%					<b>6.26%</b>
2020	2.88%	0.64%	-4.82%	2.31%	2.22%	9.11%	1.18%	-0.01%	5.13%	-3.71%	6.67%	12.35%	<b>38.04%</b>
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%	<b>9.02%</b>
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%	<b>7.55%</b>
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%	<b>6.09%</b>
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%	<b>12.90%</b>
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%	<b>8.03%</b>
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%	<b>25.66%</b>
2013						0.52%	0.39%	1.09%	1.23%	4.29%	1.19%	2.86%	<b>12.10%</b>
HFRI****	2.17%	3.74%	1.38%	2.12%	1.18%	0.62%	-1.27%	0.96%					<b>11.37%</b>
TSX TR***	-0.32%	4.36%	3.87%	2.39%	3.44%	2.48%	0.80%	1.63%					<b>20.16%</b>



	HGC LP	HFRI	TSX TR	VS. TSX TR
1-YEAR	28.91%	24.76%	28.24%	<b>0.68%</b>
3-YEAR	17.44%	7.72%	11.58%	<b>5.86%</b>
5-YEAR	13.52%	7.54%	10.40%	<b>3.13%</b>
ANNUALIZED	14.85%	5.59%	9.33%	<b>5.53%</b>
CUMULATIVE**	213.48%	56.60%	108.69%	<b>104.78%</b>

The HGC Fund LP Class “F” units returned -0.92% in August vs +1.63% for the TSX Total Return.

August was an interesting month for the SPAC market, with both new issuance and back-end activity quieter than previous months as bankers spent most of their time determining what terms would “clear” for both new issues and PIPEs. After what seemed like several months of waiting for the market to improve, sponsors recognized the need to price IPOs at terms reflecting the current market dynamics. This was a welcome development for the Fund as the pipeline built quite nicely with both overfunded trust transactions and transactions where founders’ economics were available for anchor orders. While most of this new supply is pricing in the coming weeks, the negotiations on terms amongst the larger market participants led to a continued softening in the secondary market with the anticipation of deploying capital into these very attractive structures.

One such example of an enhanced structure that did come to market in August was Kensington Capital Acquisition Corp V (KCGI.U), a repeat sponsor who previously brought QuantumScape Corp (QS) public. KCGI.U priced its IPO with \$10.00 in trust, 3/4<sup>ths</sup> of a warrant, and a 12-month duration with the option to extend by depositing additional cash in trust. For reference, Kensington Capital’s previous SPAC priced in February 2021 with a 24-month duration and 1/4<sup>th</sup> of a warrant. Another IPO with a dramatically enhanced structure that priced in August was Avista Public Acquisition Corp II, with \$10.25 in trust, 1/3<sup>rd</sup> of a warrant, and an 18-month duration. This structure was further strengthened with a \$100mm Forward Purchase Commitment from Avista, providing differentiation in the competitive SPAC market and allowing Avista to provide certainty of funds to their target company. This is Avista’s second SPAC with their first transaction successfully trading above \$15.00 (ORGO).

The Fund has positioned itself to aggressively allocate into the upcoming slate of new issues with enhanced structures. While the near-term pricing pressure has not been pleasant over the last few months, we are excited with the opportunity to deploy capital at the most investor-friendly terms we have seen since the onset of the pandemic with sponsors who have proven their ability to create value. With these current structures, investors are being paid with the assumption that optionality will no longer exist in the SPAC market. While we think this is far too pessimistic of a view, we are excited to take advantage of these terms.

Regards,

Sean Kallir

Performance Statistics			
Ann. Return since Inception	14.85%	Average Monthly Return	1.18%
Positive Months	90%	Highest Monthly Return	12.35%
Negative Months	10%	Lowest Monthly Return	-4.82%
Largest Draw Down	-4.82%	Sharpe Ratio (Annual)	1.74

Portfolio Analytics at Month End	
Down Capture Ratio vs S&P/TSX TR	-32%
SPAC Weighting in Portfolio	99.90%
Leverage (Debt:Equity)	68%
Net Long Exposure	168%

Contact
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\* Performance returns for 2013–2014 are of the lead series of Class A units. Performance returns for 2015–Present 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 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: Even-Driven (Total) Index - Performance is subject to minor variances due to independent Manager trailing reporting

**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.