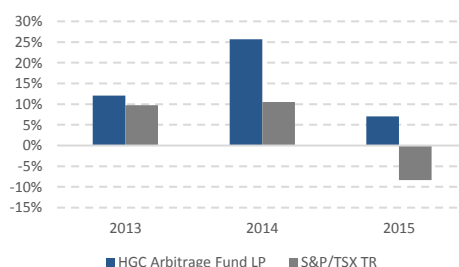
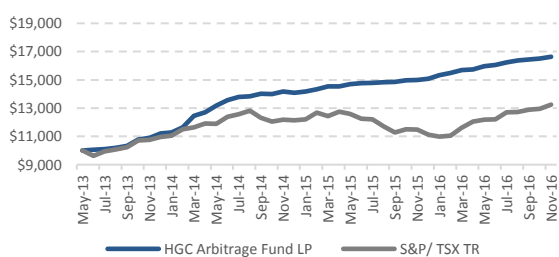


The HGC Arbitrage Fund LP (the "Fund") is a Merger Arbitrage fund which targets over 70% exposure to definitive deals. The Fund specializes in the North American small and mid-cap market. Other primary objectives of the Fund are short duration (quick portfolio turnover) and high liquidity. The Fund seeks to further returns through actively trading deal spreads both long and short.

Summary of Returns Inception Date: June 12, 2013 – Net of all fees

	YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD *	INCEP**
HGC LP	2016	1.59%	1.11%	1.25%	0.36%	1.48%	0.57%	1.06%	0.89%	0.39%	0.38%	0.80%		10.31%	66.35%
HGC LP	2015	0.64%	1.07%	1.51%	0.01%	1.06%	0.51%	0.03%	0.39%	0.20%	0.71%	0.18%	0.54%	7.06%	
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****	2016	-0.18%	0.31%	0.58%	-1.02%	0.72%	-0.29%	0.69%	0.83%	0.41%	-0.42%	1.24%		2.89%	11.27%
TSX ***	2016	-1.17%	0.47%	5.28%	3.68%	1.00%	0.34%	3.91%	0.27%	1.22%	0.62%	2.19%		19.11%	32.47%



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	11.57%
Communications	2.35%
Consumer, Cyclical	3.46%
Consumer, Non-cyclical	10.78%
Diversified	46.12%
Energy	6.67%
Financial	9.87%
Industrial	0.00%
Technology	2.69%
Utilities	6.49%

The Fund returned +0.80% in November vs. +2.19% for the TSX Total Return.

In our August update, we spoke about the Fund's position in various Canadian SPACs. Since that period, we have increased our weighting in this asset class as the timeline for these companies to announce a qualifying transaction became shorter. We saw two of our remaining positions announce transactions in November which moved both quotes higher and led to gains in the month.

Acasta Enterprises Inc. (TSX:AEF) led by Tony Melman, former Managing Director of Onex, kept to his roots as the company announced a private equity play with three separate acquisitions. Acasta was the largest SPAC in the Canadian market as it raised a little over \$400 million in an IPO in July 2015. With an Advisor group that includes Hunter Harrison (CP Rail), Rick Waugh (BNS) and Gord Nixon (RBC), coupled with a strong Board of Directors, investors had high hopes for this groups ability to put together an attractive deal. While earlier in the month, Alignvest Acquisition Corp. (TSX:AQX) announced their respective qualifying transaction with a Telecom deal. This space is familiar territory for this SPACs leadership that includes Nadir Mohamed (Rogers), Anthony Lacavera (Wind Mobile) and Joe Natale (Telus/Rogers).

Liquidity Overview:	
1 Day	80.44%
1 - 5 Day	6.54%
5 - 10 Day	13.02%
10 Day +	0.00%
Private	0.00%

Regards,

Dave Heden & Sean Kallir

Performance Statistics			
Ann. Return since Inception	15.65%	Average Monthly Return	1.23%
Positive Months	95%	Highest Monthly Return	7.14%
Negative Months	5%	Lowest Monthly Return	-0.59%
Largest Draw Down	-0.59%	Sharpe Ratio (Monthly)	0.90

Portfolio Analytics at Month End	
Duration (Average Days to Close)	19.4
Percent in Large Cap (+\$1B)	37.7%
Leverage (debt:equity)	35%
Net Long Exposure	70%

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* Performance returns are of the lead series of Class A 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 – Global index of investment managers that use merger arbitrage as a primary strategy .Performance is subject to minor variances due to independent Manager trailing reporting.

++ Duration & Liquidity is calculated without including SPAC positions

+ Please see disclaimer at end of presentation for further information on performance.

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 domestic 90-day Treasury bill. + The HGC Arbitrage Fund LP was managed by Radian 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.