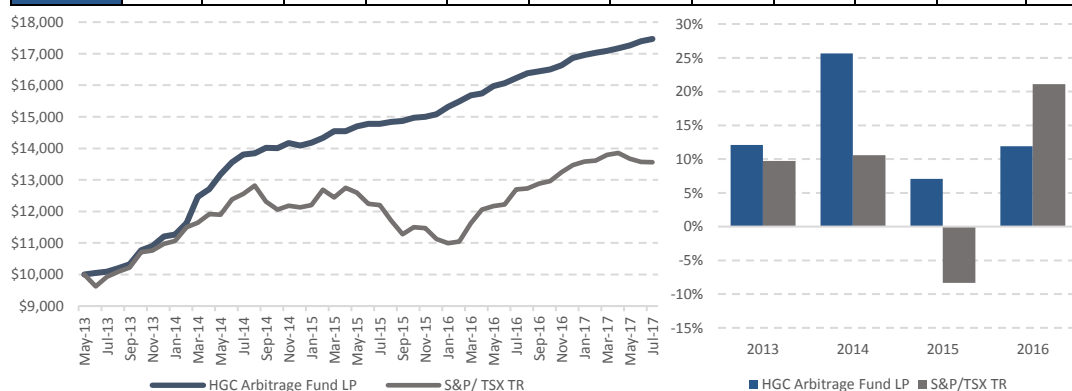


The HGC Arbitrage Fund LP (the "Fund") is a Merger Arbitrage fund which targets over 70% exposure to definitive deals. The Fund specializes in the North American small and mid-cap market. Other primary objectives of the Fund are short duration (quick portfolio turnover) and high liquidity. The Fund seeks 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	2017	0.49%	0.44%	0.38%	0.44%	0.53%	0.80%	0.41%						3.54%	74.68%
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%	1.42%	11.88%	
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****	2017	-0.18%	0.76%	0.29%	1.14%	0.22%	1.17%	0.39%						3.84%	16.38%
TSX ***	2017	0.85%	0.21%	1.34%	0.44%	-1.33%	-0.75%	-0.06%						0.67%	35.58%



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	2.92%
Communications	0.00%
Consumer, Cyclical	2.86%
Consumer, Non-cyclical	5.70%
Diversified	56.80%
Energy	11.22%
Financial	16.57%
Industrial	0.00%
Technology	3.90%
Utilities	0.00%

Liquidity Overview:

1 Day	72.26%
1 - 5 Day	21.75%
5 - 10 Day	5.99%
10 Day +	0.00%
Private	0.00%

The Fund returned +0.41% in July vs. -0.06% for the TSX Total Return.

Another financial services merger closed in the month as PayPal (PYPL US) finalized its purchase of Canadian bill payment processing company TIO Networks Corp. (TNC CN) TIO processed more than \$7 billion USD in consumer bill payments in 2016 making it one of the leading payment processors in North America. The \$304 million CAD all-cash deal represented a 25% premium to TIO's 90-day average stock price and the Fund was able to capture a 6% annualized return.

Two gold deals closed in the period as Sandstrom Gold (SSL.TSX) completed its purchase of Mariana Resources (MARL.AIM) earlier in the month while Goldcorp (G.TSX) and Exeter Resource Corporation (XRC.TSX) finalized their transaction over month-end. The cash and share deal for Mariana was an interesting transaction with part of the consideration being paid in GBP and part paid in SSL common stock. With this small complexity, a deal that we thought was relatively straightforward traded at a very attractive annualized return of 20%+.

Regards,

Dave Heden & Sean Kallir

Performance Statistics				Portfolio Analytics at Month End		Contact
Ann. Return since Inception	14.32%	Average Monthly Return	1.13%	Duration (Average Days to Close)	26	HGC Investment Management Inc. 366 Adelaide St West #601 Toronto, ON Tel: (647) 776.2189 blindros@hgcinvest.com
Positive Months	96%	Highest Monthly Return	7.14%	Percent in Large Cap (+\$1B)	36%	
Negative Months	4%	Lowest Monthly Return	-0.59%	Leverage (debt:equity)	68%	
Largest Draw Down	-0.59%	Sharpe Ratio (Monthly)	0.89	Net Long Exposure	114%	

* 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 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.