



H.I.G. WhiteHorse Equity Side-Car, L.P.

Investor Report September 30, 2021

(Unaudited)

Edmond De Rothschild (Suisse) S.A.

Investor Commitment: \$1,700,000

Company	Acquisition Date	Invested Amount ⁽¹⁾	Cash Realized ⁽²⁾	Unrealized Value ⁽²⁾	Total Value	Multiple on Invested Capital ⁽²⁾
Lipari Foods	March 2019	\$ 166,738	\$ -	\$ 236,643	\$ 236,643	1.4x
USALCO, LLC	June 2020	166,738	-	225,296	225,296	1.4x
Supply Source Enterprises, Inc.	June 2020	166,738	-	199,559	199,559	1.2x
St. Croix Hospice	October 2020	166,738	-	192,004	192,004	1.2x
Capstone Logistics, LLC	November 2020	166,738	32,973	180,710	213,683	1.3x
Windows USA, LLC	December 2020	166,738	-	224,127	224,127	1.3x
Continental Battery Company	January 2021	166,738	-	173,639	173,639	1.0x
Soleo Health	February 2021	166,738	-	194,270	194,270	1.2x
SMTC Corporation	April 2021	166,738	-	162,482	162,482	1.0x
Total Investments		<u>\$ 1,500,642</u>	<u>\$ 32,973</u>	<u>\$ 1,788,730</u>	<u>\$ 1,821,703</u>	<u>1.2x</u>
Cash and Other Net Assets ^{(3), (4)}					126,942	
Account Total					<u>\$ 1,948,645</u>	
Unfunded Commitment ⁽⁵⁾					\$ -	

⁽¹⁾ Financed by capital calls from investors and / or borrowings from the Fund's credit facility.

⁽²⁾ Gross of fees, expenses, and carried interest and includes gain / loss on foreign exchange derivatives, if applicable.

⁽³⁾ Net of fees, expenses, and carried interest. ⁽⁴⁾ Excludes undistributed cash, if any, shown in the cash realized column above.

⁽⁵⁾ Amount may not include certain distributions of capital that are recallable in accordance with the Fund's Limited Partnership Agreement.

NOTE: Unrealized valuations are based on General Partner's reasonable estimates. Actual results may vary substantially from estimates shown above.



H.I.G. WhiteHorse Equity Side-Car, L.P.
Statement of Changes in Partner's Capital
Nine Months Ended September 30, 2021
(Unaudited)
Edmond De Rothschild (Suisse) S.A.

Fund Commitment: \$30,586,817

Investor Commitment: \$1,700,000

Partner's capital, January 1, 2021	\$ 1,257,543
Capital contributions	491,677
Capital distributions*	(32,973)
Dividend income	11,401
Interest income	1,849
Management fees	(12,204)
Professional fees and other expenses	(3,003)
Interest expense	(987)
Net change in unrealized value of investments	240,094
Carried interest reallocation	(37,724)
Partner's capital, September 30, 2021	<u><u>\$ 1,915,673</u></u>

*Includes carried interest paid of \$0.



H.I.G. WhiteHorse Equity Side-Car, L.P.
Statement of Assets, Liabilities and Partners' Capital
September 30, 2021
(Unaudited)

ASSETS

Investments, at fair value (cost \$26,611,877)	\$ 32,183,283
Cash and cash equivalents	2,684,779
Interest receivable	57,826
Other assets	421,936
Total assets	<u>\$ 35,347,824</u>

LIABILITIES AND PARTNERS' CAPITAL

Liabilities

Accounts payable and accrued expenses	\$ 14,089
Total liabilities	<u>14,089</u>

Partners' capital	35,333,735
Total liabilities and partners' capital	<u>\$ 35,347,824</u>



H.I.G. WhiteHorse Equity Side-Car, L.P.
Schedule of Investments
September 30, 2021
(Unaudited)

	<u>Cost</u>	<u>Fair Value</u>
<u>EQUITY INVESTMENTS</u>		
<u>North America</u>		
<u>Health Care and Social Assistance</u> - 19.67%*		
Soleo Health	\$ 3,000,000	\$ 3,495,349
St. Croix Hospice	3,000,000	3,454,581
	<hr/> 6,000,000	<hr/> 6,949,930
<u>Manufacturing</u> - 31.16%*		
SMTC Corporation	3,000,000	2,923,415
USALCO, LLC	3,000,000	4,053,579
Windows USA, LLC	3,000,000	4,032,552
	<hr/> 9,000,000	<hr/> 11,009,546
<u>Transportation and Warehousing</u> - 18.04%*		
Capstone Logistics, LLC	2,611,877	3,251,379
Continental Battery Company	3,000,000	3,124,160
	<hr/> 5,611,877	<hr/> 6,375,539
<u>Wholesale Trade</u> - 22.21%*		
Lipari Foods	3,000,000	4,257,745
Supply Source Enterprises, Inc.	3,000,000	3,590,523
	<hr/> 6,000,000	<hr/> 7,848,268
TOTAL EQUITY INVESTMENTS - 91.08%*	<hr/> 26,611,877	<hr/> 32,183,283
TOTAL INVESTMENTS - 91.08%*	<hr/> \$ 26,611,877	<hr/> \$ 32,183,283

*Fair value as a percentage of partners' capital



H.I.G. WhiteHorse Equity Side-Car, L.P.
Statement of Operations
Nine Months Ended September 30, 2021
(Unaudited)

INVESTMENT INCOME

Dividend income	\$ 205,127
Interest income	33,271
Total investment income	238,398

EXPENSES

Management fees	215,991
Professional fees and other expenses	54,036
Interest expense	17,753
Total expenses	287,780

Net investment loss (49,382)

Net change in unrealized value of investments 4,319,830

NET INCREASE IN PARTNERS' CAPITAL FROM OPERATIONS **\$ 4,270,448**



H.I.G. WhiteHorse Equity Side-Car, L.P.
Statement of Changes in Partners' Capital
Nine Months Ended September 30, 2021
(Unaudited)

	General Partner	Limited Partners	Total
Investor Commitment:	\$ 500,000	\$ 30,086,817	\$ 30,586,817
Partners' capital, January 1, 2021	\$ 557,602	\$ 22,256,152	\$ 22,813,754
Capital contributions	144,611	8,701,761	8,846,372
Capital distributions	(13,287)	(583,552)	(596,839)
Dividend income	3,353	201,774	205,127
Interest income	544	32,727	33,271
Management fees	-	(215,991)	(215,991)
Professional fees and other expenses	(883)	(53,153)	(54,036)
Interest expense	(290)	(17,463)	(17,753)
Net change in unrealized value of investments	70,616	4,249,214	4,319,830
Carried interest reallocation	667,648	(667,648)	-
Partners' capital, September 30, 2021	<u><u>\$ 1,429,914</u></u>	<u><u>\$ 33,903,821</u></u>	<u><u>\$ 35,333,735</u></u>



H.I.G. WhiteHorse Equity Side-Car, L.P.
Statement of Cash Flows
Nine Months Ended September 30, 2021
(Unaudited)

CASH FLOWS FROM OPERATING ACTIVITIES

Net increase in partners' capital from operations	\$ 4,270,448
Adjustments to reconcile net increase in partners' capital from operations to net cash used in operating activities:	
Net change in unrealized value of investments	(4,319,830)
Purchase of investments	(9,000,000)
Proceeds from investments	388,123
Changes in assets and liabilities:	
Interest receivable	(33,088)
Accounts payable and accrued expenses	14,090
Due to related parties	(797)
Net cash used in operating activities	<u>(8,681,054)</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Capital contributions	8,846,372
Capital distributions, net of change in distributions payable	(596,839)
Net cash provided by financing activities	<u>8,249,533</u>

NET DECREASE IN CASH AND CASH EQUIVALENTS (431,521)

CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD 3,116,300

CASH AND CASH EQUIVALENTS, END OF PERIOD \$ 2,684,779

SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION

Cash paid during the period for interest	\$ 17,753
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H.I.G. WhiteHorse Equity Side-Car, L.P.

Investor Report

September 30, 2021

(Unaudited)

Investor Commitment: \$30,586,817

Company	Acquisition Date	Invested Amount (1)	Cash Realized (2)	Unrealized Value (2)	Total Value	Multiple on Invested Capital (2)	IRR (2)
Lipari Foods	March 2019	\$ 3,000,000	\$ -	\$ 4,257,745	\$ 4,257,745	1.4x	17%
USALCO, LLC	June 2020	3,000,000	-	4,053,579	4,053,579	1.4x	27%
Supply Source Enterprises, Inc.	June 2020	3,000,000	-	3,590,523	3,590,523	1.2x	15%
St. Croix Hospice	October 2020	3,000,000	-	3,454,581	3,454,581	1.2x	17%
Capstone Logistics, LLC	November 2020	3,000,000	593,250	3,251,379	3,844,629	1.3x	38%
Windows USA, LLC	December 2020	3,000,000	-	4,032,552	4,032,552	1.3x	48%
Continental Battery Company	January 2021	3,000,000	-	3,124,160	3,124,160	1.0x	6%
Soleo Health	February 2021	3,000,000	-	3,495,349	3,495,349	1.2x	30%
SMTC Corporation	April 2021	3,000,000	-	2,923,415	2,923,415	1.0x	-6%
Total Investments		<u>\$ 27,000,000</u>	<u>\$ 593,250</u>	<u>\$ 32,183,283</u>	<u>\$ 32,776,533</u>	<u>1.2x</u>	<u>21%</u>
Cash and Other Net Assets (3), (4)					3,150,451		
Account Total					<u>\$ 35,926,984</u>		
Unfunded Commitment (5)					\$ -		

(1) Financed by capital calls from investors and / or borrowings from the Fund's credit facility.

(2) Gross of fees, expenses, and carried interest and includes gain / loss on foreign exchange derivatives, if applicable. The internal rate of return (the "IRR"), since inception, is calculated based on the Fund's monthly cash outflows and cash inflows related to investments (beginning of the month convention is used) and the value of investment assets and any related liabilities at the end of the period. The IRR is calculated for the Fund as a whole and is not specific to Limited Partners. The IRR is presented as "NM" (not meaningful) if it is equal to or exceeds 1,000/ (1,000)%, or if it cannot be calculated.

(3) Net of fees, expenses, and carried interest. (4) Excludes undistributed cash, if any, shown in the cash realized column above.

(5) Amount may not include certain distributions of capital that are recallable in accordance with the Fund's Limited Partnership Agreement.

NOTE: Unrealized valuations are based on General Partner's reasonable estimates. Actual results may vary substantially from estimates shown above.



H.I.G. WhiteHorse Equity Side-Car, L.P.

Investment Summary

September 30, 2021

(Unaudited)

ACQUISITION DATE	COMPANY	BUSINESS DESCRIPTION	INVESTED AMOUNT
March 2019	Lipari Foods	Food distributor	\$ 3,000,000
June 2020	USALCO, LLC	Aluminum-based chemical manufacturer	3,000,000
June 2020	Supply Source Enterprises, Inc.	Safety products manufacturer	3,000,000
October 2020	St. Croix Hospice	Home health care services	3,000,000
November 2020	Capstone Logistics, LLC	General freight trucking	3,000,000
December 2020	Windows USA, LLC	Windows retailer and manufacturer	3,000,000
January 2021	Continental Battery Company	Aftermarket batteries distributor	3,000,000
February 2021	Soleo Health	Pharmacy and infusion services	3,000,000
April 2021	SMTC Corporation	Electronic manufacturing services	3,000,000
Total Invested/Committed Investments			\$ 27,000,000



H.I.G. WhiteHorse Equity Side-Car, L.P.

Net LP IRR

September 30, 2021

(Unaudited)

LP Net Contributions/Distributions	\$	(29,503,265)
LP Net Assets		33,903,821
Net LP IRR⁽¹⁾		12.9%

(1) The Limited Partners' internal rate of return (the "LP IRR") is calculated for all Limited Partners taken as a whole. The LP IRR, since inception, is calculated based on the Limited Partners' cash outflows and cash inflows (contributions and distributions) utilizing the actual dates and amounts when capital calls were due and distributions were declared, and the value of the Limited Partners' capital accounts at the end of the period. The LP IRR is presented as "NM" (not meaningful) during the first year of the Fund's operations, or in cases when the percentage is equal to or exceeds 1,000/(1,000)%, or cannot be calculated. The LP IRR is net of fees, expenses and carried interest.