

MORGAN CREEK EXOS SPAC+FUND

MORGAN CREEK
CAPITAL MANAGEMENT

EXOS

MAY 2021 MONTHLY COMMENTARY

For the month of May, we estimate the fund was down -0.80% net of all fees leaving the year to date and life to date gains at +9.08% and +28.76%, respectively. The average price of both the common stock and units in our portfolio fell \$0.06 to \$9.80 and \$9.97 respectively this month, contributing to the small loss. We have continued to add risk to the portfolio, with special emphasis on buying announced deals at a discount to trust to lock in guaranteed return, and the Fund's leverage is now 2.23x, its highest since November 2020. With more than 400 SPAC vehicles currently seeking a business combination, we have continued to focus on bifurcating the market into "premium" and "non-premium" issuers, looking to hold core positions in the former given their higher likelihood of creating "option value" via their deal while buying the latter at a discount to trust value to lock in guaranteed return.

SPAC markets have shown small signs of improvement since the SEC's April announcement regarding warrant recognition that brought new issuances to a near halt. There were 19 IPOs in May, raising a total of \$3.84B, as well as 24 business combinations that would represent a pro-forma enterprise value of roughly \$63 billion. While the vast majority of deals announced traded poorly again in May, there were a number of deals that closed this month that traded well post-closing which makes us optimistic the necessary recycling of capital is getting closer to running its course.

FUND OBJECTIVES AND STRATEGY



INVESTMENT OBJECTIVES

- Seeks to generate return from the embedded equity options in SPACs while protecting downside via their t-bill collateral.
- Seeks to produce an attractive risk profile with potential for upside, with low correlation to corporate credit and equities.
- Seeks to provide a moderate level of liquidity.



INVESTMENT STRATEGY

- Seeks to maximize the value of a portfolio of options inherent in SPAC-related securities in order to drive upside.
- Seeks to add incremental return via a proprietary algorithmic market making strategy.
- Seeks to protect downside via the cash-like collateral held in trust by the underlying SPACs.
- Targets 2x leverage with the ability to increase to 4x when market conditions warrant.



RISK STATISTICS

- Total Exposure = 2.23x fund equity
- Top 10 = 14% of portfolio, Top 25 = 27% of portfolio, Top 50 = 40% of portfolio
- Total Names = 300
- Weighted Average Portfolio Price: Common = \$9.80, Unit = \$9.97



MONTHLY PERFORMANCE														
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	LTD
2020							-0.92%	-0.82%	2.48%	-2.11%	7.76%	11.12%	18.04%	18.04%
2021	8.56%	3.86%	-3.81%	1.39%	-0.80%								9.08%	28.76%

* Past performance is not indicative of future results. Fund performance is shown net of fees.

INVESTMENT TEAM



Dewey Tucker
Portfolio Manager



Michael Bissmeyer
Head of Trading



Philippe Hatstadt
Head of Risk

- Deep connectivity across SPAC ecosystem, with access to primary issuances, block trades and secondary flow.
- We believe our proprietary technology gives Exos an edge in secondary market trading activities.
- The Exos team has a deep understanding of the SPAC product.

FUND TERMS

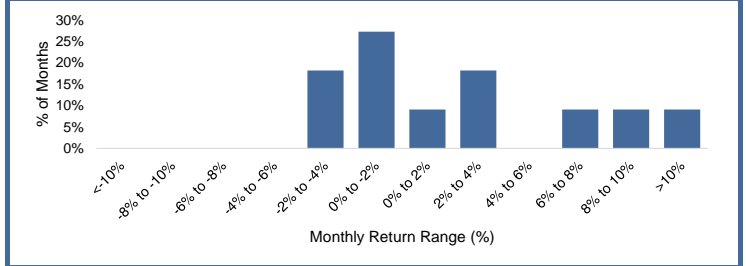
Fund Name	Morgan Creek-Exos SPAC+ Fund
Management Fee	1%
Incentive Fee	20% above Treasury Bill return
Liquidity	Monthly with 30 days notice
Domicile	Delaware LP with Cayman Feeder
Prime Broker	Cantor Fitzgerald
Administrator	SS&C GlobeOp
U.S. Counsel	Thompson Hine LLP
Offshore Counsel	Mourant Ozannes
Auditors	KPMG
Tax	PWC

MORGAN CREEK - EXOS SPAC+ FUND

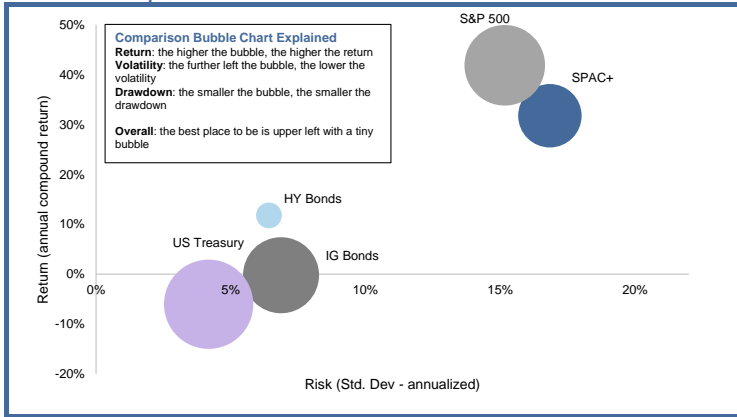
FUND PERFORMANCE STATISTICS

Statistics	SPAC+	S&P 500	IG Bonds	HY Bonds	US Treasury
Cumulative Return (since inception)	28.76%	37.80%	-0.20%	10.74%	-5.55%
Annualized Compound Return	31.76%	41.87%	-0.22%	11.78%	-6.04%
Sharpe Ratio	1.89	2.76	-0.03	1.83	-1.44
Sortino Ratio	6.61	8.69	-0.06	9.30	-1.47
Avg. Monthly Gain	5.86%	5.09%	1.66%	2.10%	0.56%
Avg. Monthly Loss	-1.69%	-2.42%	-1.38%	-0.44%	-1.41%
Max. Drawdown	-3.81%	-6.14%	-5.47%	-0.63%	-7.54%
Annualized Std. Deviation	16.84%	15.17%	6.87%	6.42%	4.18%
% of Winning Months	54.55%	72.73%	45.45%	54.55%	45.45%
Correlation		0.10	0.12	0.08	0.16

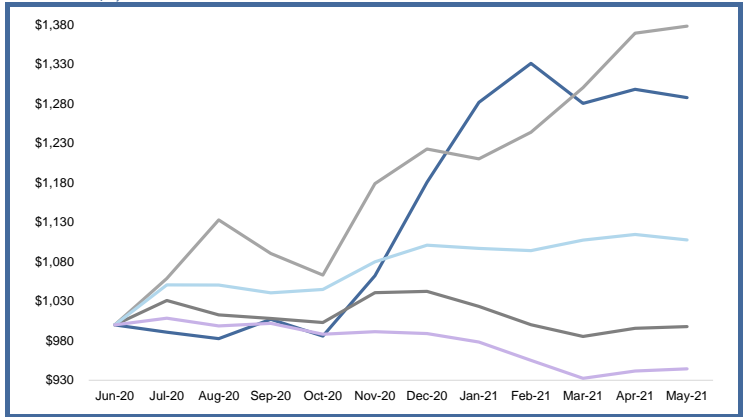
SPAC+ Monthly Performance Distribution



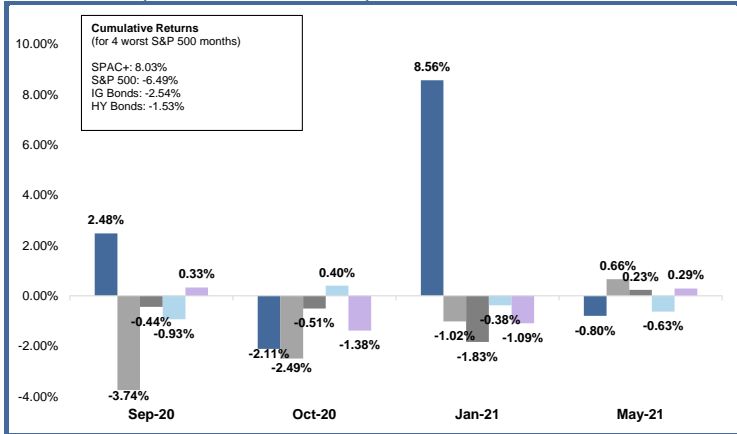
Risk-Return Comparison



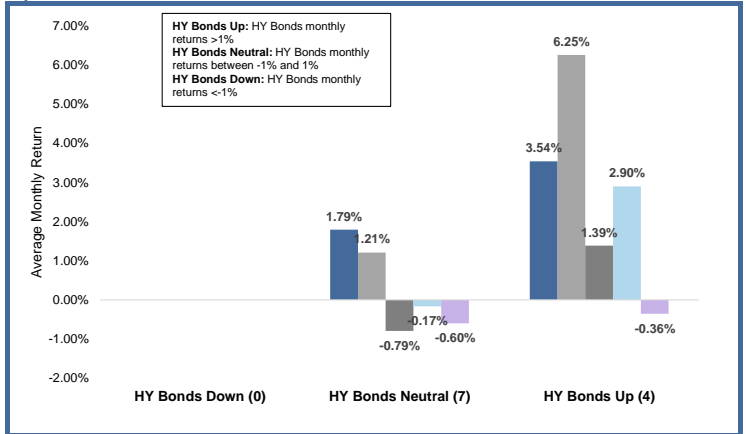
Growth of \$1,000



"4 Worst" Chart (4 worst months of S&P 500)



Up-Neutral-Down Chart



■ SPAC+ ■ S&P 500 ■ IG Bonds ■ HY Bonds ■ US Treasury

Benchmark Definitions

S&P 500: SPY - SPDR S&P 500 ETF
 Investment Grade Bonds: LQD - iShares iBoxx \$ Investment Grade Corporate Bond ETF
 High Yield Bonds: HYG - iShares iBoxx \$ High Yield Corporate Bond ETF
 US Treasury Bonds: IEF - iShares 7-10 Year Treasury Bond ETF

SPAC+ returns are presented net of fees. Past performance is not indicative of future performance. Sharpe Ratio is the difference between the returns of the investment and the risk-free return, divided by the standard deviation of the investment. Risk free rate assumed to be 0%.

Awards and Recognition



MORGAN CREEK EXOS SPAC+FUND

IMPORTANT DISCLOSURES



DISCLOSURES

Fund

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General

Past performance is not indicative of future results. Morgan Creek Capital Management, LLC does not warrant the accuracy, adequacy, completeness, timeliness or availability of any information provided by non-Morgan Creek sources. There can be no assurance that the investment objectives of Morgan Creek-Exos SPAC+ Fund or any company in which Morgan Creek-Exos SPAC+ Fund invested will be achieved. The Morgan Creek-Exos SPAC+ Fund data set forth in this document is not audited and is subject to change upon audit. This is neither an offer to sell nor a solicitation of an offer to buy interests in any investment fund managed by Morgan Creek Capital Management, LLC or its affiliates, nor shall there be any sale of securities in any state or jurisdiction in which such offer or solicitation or sale would be unlawful prior to registration or qualification under the laws of such state or jurisdiction. Any such offering can be made only at the time a qualified offeree receives a Confidential Private Offering Memorandum and other operative documents which contain significant details with respect to risks and should be carefully read. Neither the Securities and Exchange Commission nor any State securities administrator has passed on or endorsed the merits of any such offerings of these securities, nor is it intended that they will. Securities distributed through Morgan Creek Capital Distributors, LLC, Member FINRA/SIPC. This document is for informational purposes only.

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This presentation contains certain statements that may include "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. All statements, other than statements of historical fact, included herein are "forward-looking statements." Included among "forward-looking statements" are, among other things, statements about our future outlook on opportunities based upon current market conditions. Although the company believes that the expectations reflected in these forward-looking statements are reasonable, they do involve assumptions, risks and uncertainties, and these expectations may prove to be incorrect. Actual results could differ materially from those anticipated in these forward-looking statements as a result of a variety of factors. One should not place undue reliance on these forward-looking statements, which speak only as of the date of this discussion. Other than as required by law, the company does not assume a duty to update these forward-looking statements.

Risk Summary

Investment objectives are not projections of expected performance or guarantees of anticipated investment results. Actual performance and results may vary substantially from the stated objectives with respect to risks. Investments are speculative and are meant for sophisticated investors only. An investor may lose all or a substantial part of its investment in funds managed by Morgan Creek Capital Management, LLC. There are also substantial restrictions on transfers. Certain of the underlying investment managers in which the funds managed by Morgan Creek Capital Management, LLC invest may employ leverage (certain Morgan Creek funds also employ leverage) or short selling, may purchase or sell options or derivatives and may invest in speculative or illiquid securities. Funds of funds have layers of fees and expenses which may offset profits. This is a brief summary of investment risks. Prospective investors should carefully review the risk disclosures contained in the funds' Confidential Private Offering Memoranda.

SPAC Risks

SPACs are "blank check" companies with no operating history and, at the time that the Partnership invests in a SPAC, the SPAC typically has not conducted any discussions or made any plans, arrangements or understandings with any prospective transaction candidates. Accordingly, there is a limited basis (if any) on which to evaluate the SPAC's ability to achieve its business objective, and the value of its securities is particularly dependent on the ability of the entity's management to identify and complete a profitable acquisition. While certain SPACs are formed to make transactions in specified market sectors, others are complete "blank check" companies, and the management of the SPAC may have limited experience or knowledge of the market sector in which the transaction is made. Accordingly, at the time that the Partnership invests in a SPAC, there may be little or no basis for the Fund to evaluate the possible merits or risks of the particular industry in which the SPAC may ultimately operate or the target business which the SPAC may ultimately acquire. A SPAC will not generate any revenues until, at the earliest, after the consummation of a transaction. While a SPAC is seeking a transaction target, its stock may be thinly traded. There can be no assurance that a market will develop. The proceeds of a SPAC IPO that are placed in trust are subject to risks, including the risk of insolvency of the custodian of the funds, fraud by the trustee, interest rate risk and credit and liquidity risk relating to the securities and money market funds in which the proceeds are invested. SPACs invest their trust assets in U.S. Treasuries or money market funds, which may also be at risk for loss at various times.

Fund Risks

The Sub-Adviser has the ability to lever the Partnership's investment portfolio by a factor of three times and will incur indebtedness to achieve such positions. Leverage increases returns to limited partners if the Partnership earns a greater return on leveraged investments than the Partnership's cost of such leverage. However, the use of a substantial degree of leverage through borrowing exposes the Partnership to additional levels of risk including greater losses from investments than would otherwise have been the case had the Partnership not borrowed to make the investments. Although the Partnership's investment strategy contains certain limitations on portfolio allocations, events may occur which result in the Partnership's investment portfolio being concentrated among a small number of positions. The allocation of a large portion of the Partnerships capital to one or a small number of investments could increase the risk of the investing in the Partnership because of the lack of diversification in the portfolio. Investing in securities domiciled or operating in one or more non-U.S. countries involves considerations and possible risks not typically involved in investing in securities of companies domiciled and operating in the United States. The allocation of a percentage of the Partnership's net profits to the General Partner from the limited partners may create an incentive for the Investment Manager to cause the partnership to make investments that are riskier or more speculative than would be the case if this allocation were not made.