

April 26, 2021

Attention: U.S. Shareholders of H.I.G. Acquisition Corp.

IMPORTANT TAX NOTICE

Re: 2020 PFIC Status

This statement is provided for shareholders who are United States persons for purposes of the U.S. Internal Revenue Code. It is not relevant to other shareholders.

H.I.G. Acquisition Corp. (the “Company”) meets the Internal Revenue Code definition of a passive foreign investment company (“PFIC”) for the taxable year ended December 31, 2020. The Company is hereby making available a PFIC Annual Information Statement for its taxable year beginning on September 2, 2020 and ending on December 31, 2020 pursuant to the requirements of Treasury Regulation Section 1.1295-1(g)(1).

The PFIC Annual Information Statement contains information to enable you, should you choose, to elect to treat the Company as a Qualified Electing Fund (“QEF”).

A U.S. shareholder who makes a QEF election for the Company is required annually to include in income his or her pro rata share of the ordinary earnings and net capital gains of the Company. The QEF election is made by completing and attaching Form 8621 to your federal income tax return filed by the due date of the return, including extensions.

U.S. shareholders are advised to consult with their tax advisors with respect to the 2020 PFIC Annual Information Statement.

THIS INFORMATION IS PROVIDED IN ORDER TO ASSIST SHAREHOLDERS IN MAKING CALCULATIONS AND DOES NOT CONSTITUTE TAX ADVICE. SHAREHOLDERS ARE ADVISED TO CONSULT THEIR OWN TAX ADVISORS CONCERNING THE OVERALL TAX CONSEQUENCES OF THE OWNERSHIP OF H.I.G. ACQUISITION CORP. ARISING IN THEIR OWN PARTICULAR SITUATIONS UNDER THE UNITED STATES FEDERAL, STATE, LOCAL OR FOREIGN LAW.

**Passive Foreign Investment Company (PFIC)
Annual Information Statement**

**H.I.G. Acquisition Corp.
1450 Brickell Avenue 31st Floor
Miami, Florida 33131
EIN: 98-1556204**

- 1) This Information Statement applies to the tax year of the Company for the year beginning on September 2, 2020 and ending on December 31, 2020.
- 2) The per-share, per-day amounts of ordinary earnings and net capital gains for Class A shares for the period specified in paragraph (1) are provided in the below chart.

Share Class	Ordinary Earnings per-day per-share	Net Capital Gains per-day per-share
Class A Shares	US \$0.00	US \$0.00

To determine your pro-rata share of the amounts of ordinary earnings and net capital gains your Class A shares of the Company earned, as noted above, multiply the per-day, per-share amounts indicated by the number of Class A shares that you held and the number of days you held the shares during the period specified in paragraph (1). If the number of shares you held changed during the year, you will be required to make multiple calculations to determine your taxable income.

- 3) The amount of cash and fair market value of other property distributed or deemed distributed by the Company per Class A share during the Company's taxable year specified in paragraph (1):

Cash:	None
Fair Market Value of Other Property:	None

- 4) The Company will, upon receipt of a request, permit you to inspect and copy its permanent books of account, records, and other such documents as may be maintained by the Company that are necessary to establish its ordinary earnings and net capital gains computed in accordance with U.S. income tax principles under IRC Section 1293 and to verify these amounts and your pro-rata share thereof.



Timur Akazhanov, Chief Financial Officer
Date: April 26, 2021