

# Prosper Performance Update: November 2018

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## Monthly Originations Summary – For Month Ending November 30, 2018\*

| Prosper Rating | Dollar %       | % 5 Year Loans | Average Loan Size | WA Borrower Rate | WA Coupon <sup>i</sup> | Dollar WA FICO |
|----------------|----------------|----------------|-------------------|------------------|------------------------|----------------|
| AA             | 12.45%         | 14.70%         | \$ 14,172         | 7.27%            | 6.27%                  | 770            |
| A              | 22.96%         | 32.07%         | \$ 14,070         | 9.90%            | 8.90%                  | 728            |
| B              | 26.30%         | 36.39%         | \$ 13,891         | 13.00%           | 12.00%                 | 713            |
| C              | 24.28%         | 38.08%         | \$ 13,703         | 18.21%           | 17.21%                 | 700            |
| D              | 10.28%         | 43.22%         | \$ 11,986         | 25.00%           | 24.00%                 | 687            |
| E              | 2.80%          | 34.95%         | \$ 6,886          | 29.83%           | 28.83%                 | 675            |
| HR             | 0.93%          | -              | \$ 5,892          | 31.82%           | 30.82%                 | 668            |
| <b>AA-HR</b>   | <b>100.00%</b> | <b>33.43%</b>  | <b>\$ 13,455</b>  | <b>14.72%</b>    | <b>13.72%</b>          | <b>716</b>     |

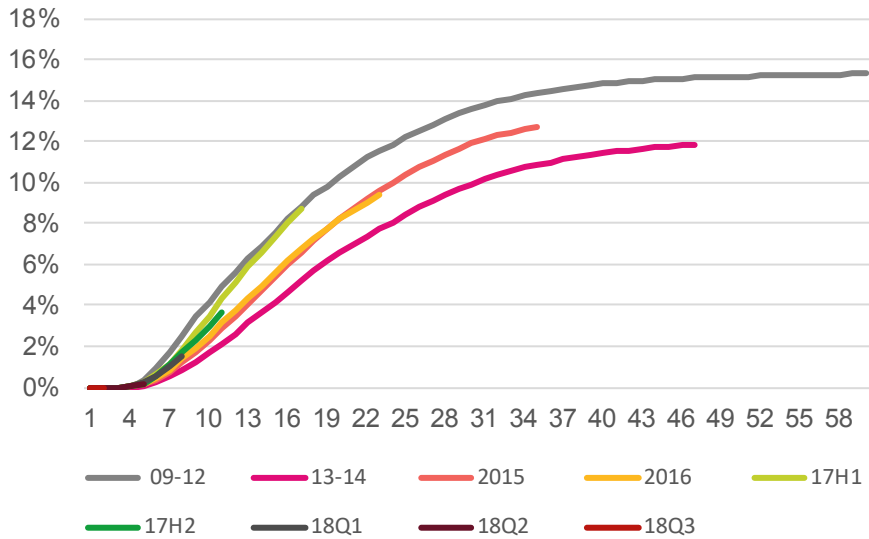
## Prosper Portfolio Highlights (at time of origination)\*

- In November, 62% of originations were rated AA-B and WA FICO was 716, an increase of 10 points since Q3 2017.
- Average loan size on the platform is \$13,455, approximately \$150 lower since 2018H1. This decrease is driven by our continued focus on limiting loan amounts based on a borrower's income and ability to pay.
- WA Borrower Rate for November originations on the platform increased by 38 bps compared to October 2018. This increase was largely mix driven; the weighted average borrower rate would have increased month-over-month by 8 bps without the shift in rating mix.

| Vintage  | Original DTI | Original FICO | Original WA Coupon <sup>i</sup> |
|----------|--------------|---------------|---------------------------------|
| 2013     | 18.28%       | 717           | 15.81%                          |
| 2014     | 18.62%       | 705           | 13.19%                          |
| 2015     | 19.01%       | 703           | 12.50%                          |
| 2016     | 19.41%       | 709           | 12.91%                          |
| 2017     | 18.25%       | 708           | 15.32%                          |
| 2018 YTD | 18.12%       | 715           | 13.50%                          |

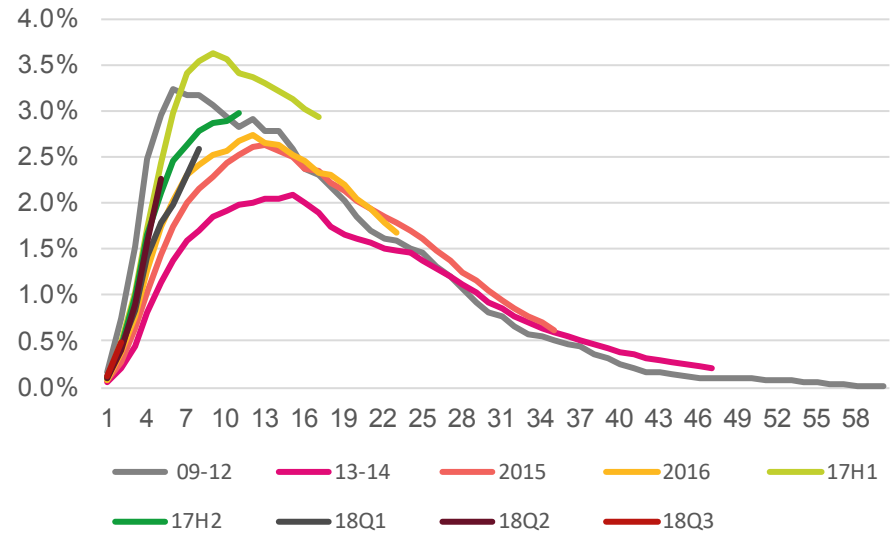
\* Information presented is at the time of origination.

### Cumulative Gross Loss Per Origination Dollar (%)



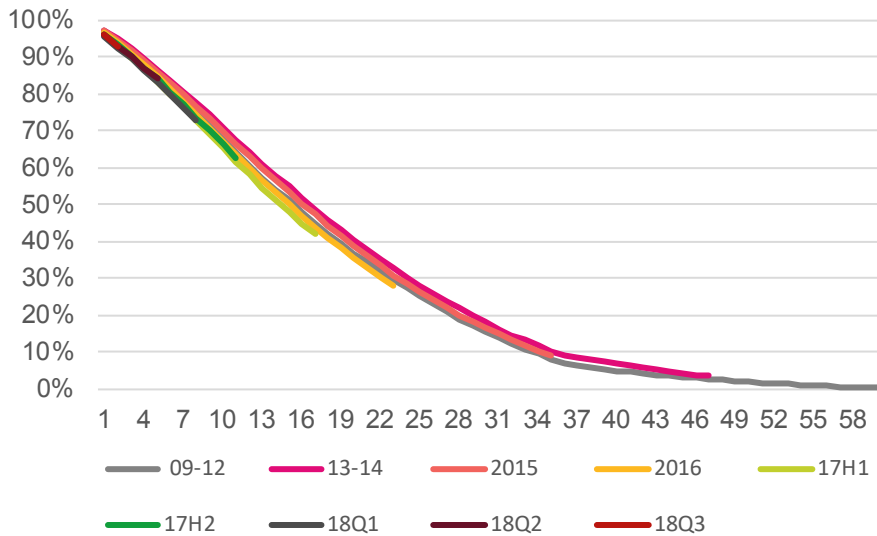
Cumulative Gross Loss Per Origination Dollar measures the cumulative principal charged off for a given vintage divided by the total principal originated in that vintage. "Gross" refers to the fact that curves do not account for the post-chargeoff recovery effort that Prosper conducts on behalf of investors. Currently, investors are receiving 7-8% of chargeoff principal as a result of recovery operations. There can be no guarantee that these recovery rates will remain the same in the future.

### Delinquency Per Origination Trend (%)



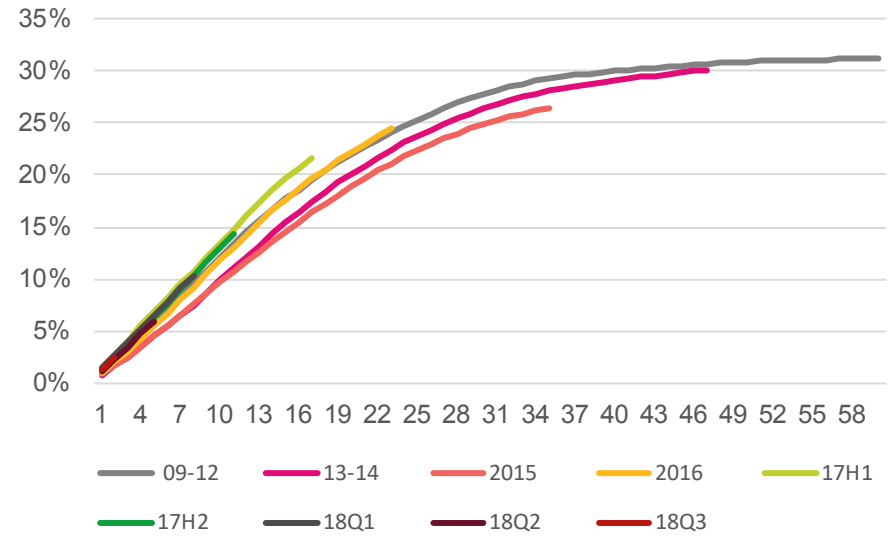
% Delinquency Per Origination Trend measures the cumulative principal dollars that are 16 or more days past due, and that are not charged off in a given month after origination. We believe this measure is useful for discerning emerging delinquency trends and is a leading indicator for the Cumulative Gross Loss Per Origination Dollar measure.

### Remaining Balance by Vintage (%)



Remaining Balance by Vintage measures the cumulative principal dollars remaining in a particular vintage that have not been charged off.

### Cumulative Prepayments by Vintage (%)



Cumulative Prepayment by Vintage measures the cumulative principal dollars associated with accounts that have been prepaid in advance of their scheduled payment schedule. The cumulative prepayment rate is calculated by dividing the cumulative dollar amount prepaid by the total original loan amount funded.

# Notes & Disclaimers

\* All information presented in the Monthly Originations Summary and Prosper Portfolio Highlights is from the time of origination.

i WA Coupon shows the weighted average coupon on a group of loans and is calculated by (a) taking the weighted average contractual amortization rate for such loans, and subtracting (b) Prosper's 1% servicing fee.

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