Prosper Performance Update: March 2017

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Monthly Originations Summary – For Month Ending March 31, 2017*:

Prosper Rating	Dollar %	% 5 Year Loans	Average Loan Size	WA Borrower Rate	WA Eff Yield (estimated) [i]	WA Loss (estimated) [ii]	WA Return (estimated) [iii]	DollarWAFICO
AA	5.70%	5.00%	$ 13,266	6.64%	5.64%	1.59%	4.08%	772
A	12.32%	30.00%	$ 14,025	8.94%	7.94%	3.26%	4.62%	741
B	22.52%	35.00%	$ 13,708	11.76%	10.76%	5.17%	5.46%	717
C	31.30%	36.00%	$ 13,576	16.61%	15.61%	7.56%	7.69%	699
D	17.80%	41.00%	$ 12,875	23.36%	22.36%	10.44%	11.06%	684
E	8.32%	30.00%	$ 9,355	29.17%	28.17%	13.47%	13.18%	674
HR	2.03%	0.00%	$ 6,224	31.87%	30.87%	17.08%	11.64%	666
AA-HR	100.00%	33.08%	$12,730	16.56%	15.56%	7.35%	7.74%	707

Prosper Portfolio Highlights*:

- Estimated return on March 2017 production is 7.74% on gross loss expectations of 7.35%. The higher return expectations in the AA-B rating grades reflect the impact of the pricing increase implemented this March.
- March originations continue the 2017 trend of a total portfolio that has a higher return and loss target.
- The portfolio FICO remains consistent at 707, with intra-grade FICO scores above those seen in 2015 and 2016.
- We are seeing early indicators that Q2 2016 vintages may reach an early delinquency peak when compared to the Q1 2016 and 2015 vintages.

Vintage	DTI	FICO	WA Loss (estimated) [ii]	Coupon [iv]	WA Return (estimated) [iii]	Loss/FICO (Conservatism) 2014=1[v]	Coupon/FICO (Price to Risk) 2014=1[vi]
2013	18.13%	717	6.32%	15.81%	8.49%	1.10	1.18
2014	18.62%	705	5.66%	13.19%	6.82%	1.00	1.00
2015H1	19.17%	702	5.73%	12.24%	6.39%	1.02	0.93
2015H2	18.90%	702	6.10%	12.67%	6.43%	1.08	0.96
2016Q1	18.72%	705	5.98%	12.50%	6.37%	1.06	0.95
2016Q2	19.55%	708	6.01%	13.03%	6.85%	1.06	0.98
2016Q3	20.52%	714	6.22%	13.72%	7.19%	1.09	1.03
2016Q4	19.94%	715	6.03%	13.09%	6.72%	1.05	0.98
201701	17.92%	707	7.61%	15.99%	7.86%	1.34	1.21
201702	17.51%	707	7.44%	15.65%	7.72%	1.31	1.18
201703	17.24%	707	7.35%	15.56%	7.74%	1.30	1.18

- Consistent with prior months, targeted policy changes have led to a significant improvement in early delinquency rates in Q3 2016 and Q4 2016 compared to Q1 2016 and Q2 2016 vintages.
- Early pre-payment rates for the 2017 vintages are closer to those exhibited during the 2009-2012 period when the overall portfolio was targeting a higher risk portfolio mix.
- Early delinquency rates for the 2017 vintages originated under PMI7 are consistent with the shift in rating distribution. While January performance is worse than expected, February is materially stronger than expected. Both vintages are performing meaningfully stronger than the 2009-2012 vintages.

* Information presented is from the time of origination and based on original estimated loss rate.

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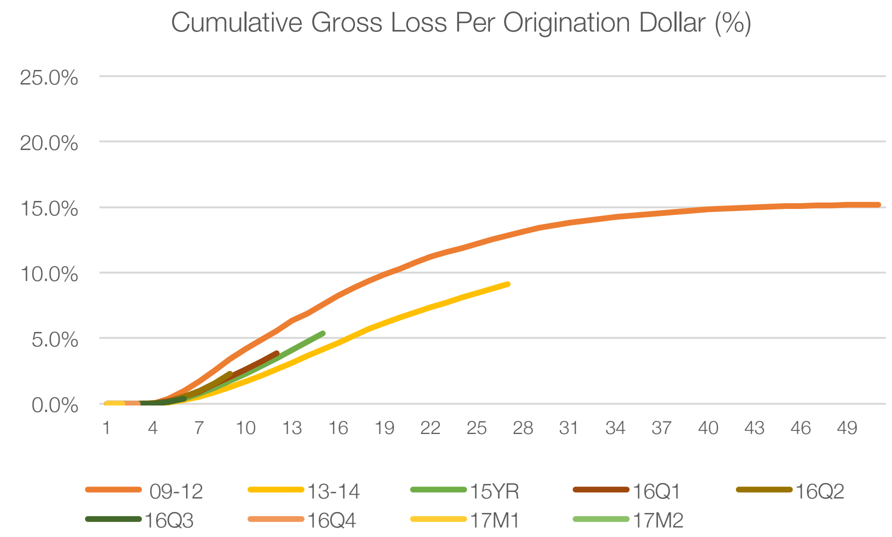
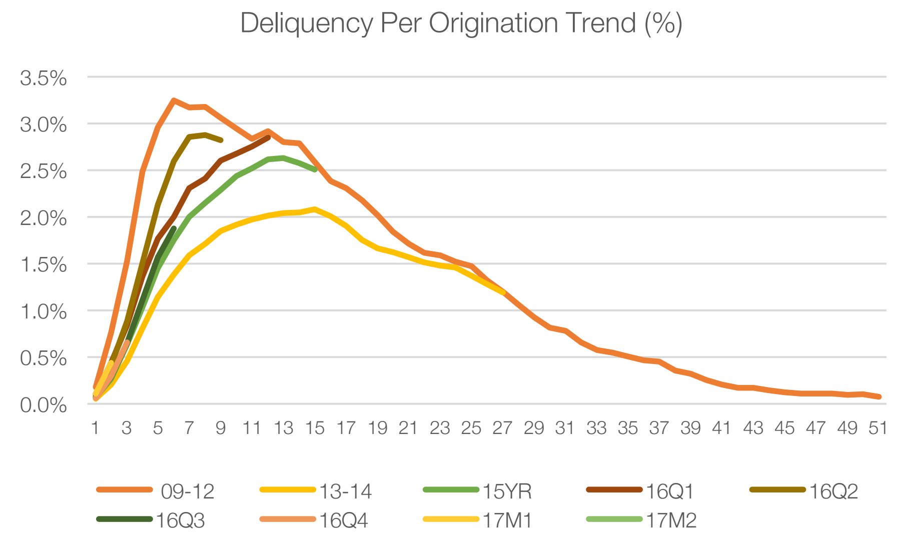
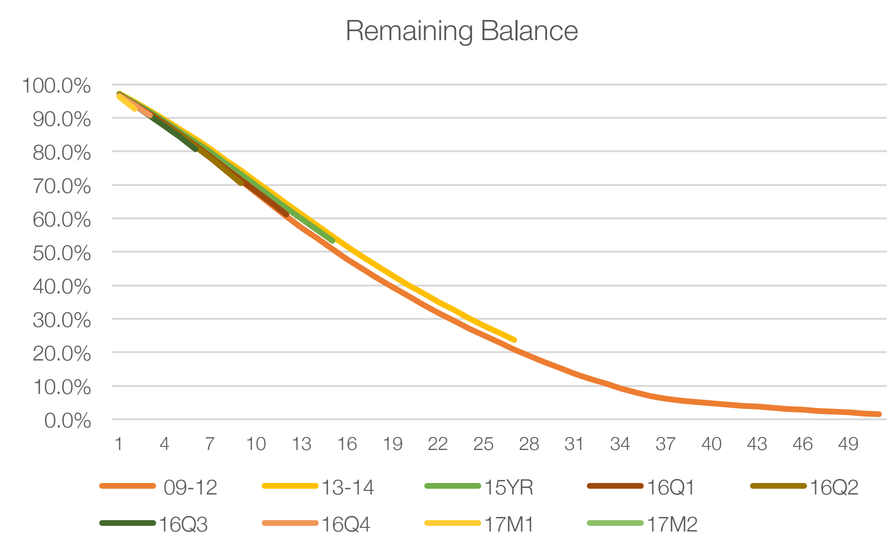


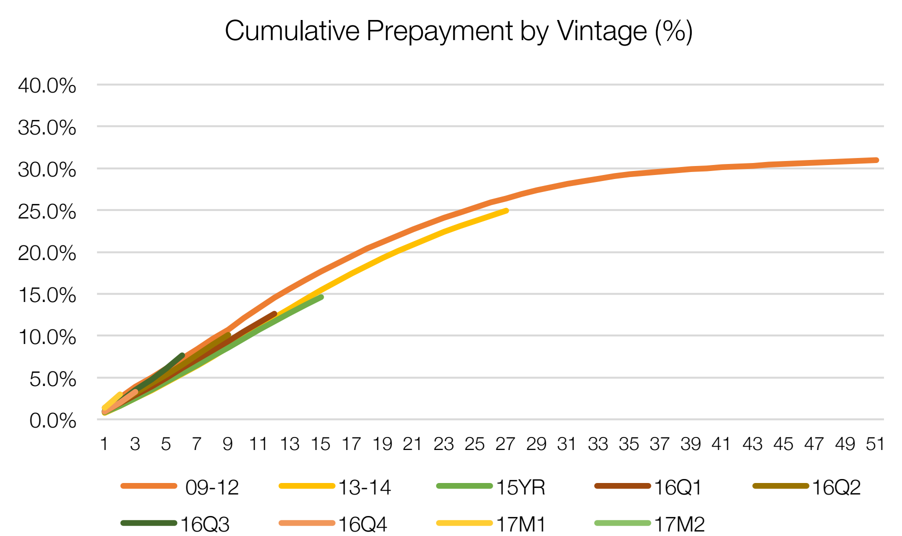
Cumulative Gross Loss Per Origination Dollar measures the cumlative principal charged off for a given vintage divided by the total principal originated in that vintage. "Gross" refers to the fact that curves do not account for the post-chargeoff recovery effort that Prosper conducts on behalf of investors. 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 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.



Cumulative Prepayment by Vintage measures the cumulative principal dollars associated with accounts that 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.



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

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Notes & Disclaimers:

* Information presented in the Monthly Originations Summary and Prosper Portfolio Highlights tables is from the time of origination and based on original estimated loss rate.

i WA Eff. Yield shows the weighted average expected effective yield and is calculated by (i) taking the weighted average borrower interest rate for all loans originated during the period, adding (ii) estimated collected late fees and post charge-off principal recovery, and subtracting (iii) the servicing fee and estimated uncollected interest on charge-offs. Actual performance may differ from estimated performance. All estimates are based on the historical performance of Prosper loans. The WA Eff. Yield calculation requires significant assumptions about the repayment of loans, and investors should make their own judgment with respect to the accuracy of these assumptions.

ii WA Loss (also known as Estimated Loss Rate) shows weighted average expected annualized loss rate on a loan or a group of loans and is calculated by taking estimated principal loss on charge-offs from such loans. WA Loss is provided as an informational tool, primarily to remind investors that it is inevitable that certain loans will charge off and result in a loss of investment capital. WA Loss is not a promise of future results and may not accurately reflect actual loss rates. Actual loss rates experienced may be impacted by, among other things, the size and diversity of the portfolio, exposure to any single Note or loan or borrower or group of Notes or loans or borrowers, as well as macroeconomic conditions. All estimates are based on the historical performance of Prosper loans.

iii WA Return (also known as Estimated IRR) shows the weighted average expected rate of return on a loan or group of loans, and is calculated by taking the WA Eff. Yield and subtracting the WA Loss. Individual results may vary and estimates can change. Actual performance may differ from estimated performance, and the information presented is not intended to be investment advice or a guarantee of the performance of any Note or loan.

iv Coupon is the contractual amortization rate of the loan minus Prosper's 1% servicing fee.

v Loss/FICO is a measure of risk modeling conservatism relative to traditional credit metrics. Higher numbers indicate a more conservative view on risk modeling while lower numbers indicate a less conservative approach. Indexed to 2014.

vi Coupon/FICO is a measure of return relative to traditional credit metrics (FICO). Higher numbers indicate more return per unit FICO. Indexed to 2014.

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