

# P2P Global Investments PLC

## AN ALTERNATIVE CREDIT INVESTMENT TRUST



### INVESTMENT MANAGER AND SUB MANAGER:

MW Eaglewood Europe LLP (the "Investment Manager")  
MW Eaglewood Americas LLC (the "Sub Manager" and together with the Investment Manager, "MW Eaglewood")

### COMPANY OVERVIEW

P2P Global Investments PLC (the "Company") is a UK listed investment trust. The Company is focused on producing less volatile returns, investing in small ticket lending opportunities with attractive risk and reward characteristics, especially where there is illiquidity premium to be achieved.

P2P Global Investments PLC completed its initial IPO onto the LSE main market in June 2014, and following subsequent capital raises in January and July 2015, the Company entered the FTSE 250 in September 2015.

The Company specialises in investing in small size private credit assets across SME, consumer (secured and unsecured), real estate and trade finance asset classes through its relationships with low cost disintermediating online companies. These companies encompass marketplace lending platforms, balance sheet lenders and other non-bank loan originators ("Platforms"). The Company invests in the USA, Europe, Australasia, and actively seeks opportunities in other markets.

### INVESTMENT OBJECTIVE

The Company's investment objective is to provide its shareholders with an attractive level of reliable dividend income through exposure to a diverse portfolio of predominantly prime private credit assets. These may include, exposure to consumer, SME, corporate and real estate loans and trade receivables, directly and indirectly originated by Platforms, in Europe<sup>1</sup>, the US and Australasia. The Company targets a dividend of 6-8% annually over the long term. In addition, the Company may also make equity investments in Platforms.

### MARKET OPPORTUNITY

A powerful disintermediation opportunity has emerged, largely as a result of increased regulatory requirements imposed on banks. The banks' subsequent retreat from some traditional lending markets has facilitated the entry of Platforms into the financial landscape. In addition to regulation, data and technology advances are opening up small sized lending markets, previously monopolised by banks, to competition from new alternative entrants. Today's Platforms are able to take advantage of lower distribution costs, specifically in smaller size loans, to offer attractive customer propositions. The Investment Manager believes that these structural changes are leading to exciting investment opportunities in small size private credit assets by working with Platforms to circumnavigate the heavy cost structure of traditional banks. The opportunity initially took hold in unsecured consumer lending and smaller sized SME lending and is now expanding rapidly into secured lending opportunities in property and trade finance.

### Monthly Portfolio Highlights - P2P LN

#### 31 December 2016

Net Assets (Ex Income)	£846,360,195
Net Assets (Cum Income)	£850,741,972
Market Capitalisation	£675,361,166

#### NAV Stats

Monthly Total NAV Return	0.12%
12 Month Rolling NAV Return	4.10%
ITD Total NAV Return <sup>2</sup>	13.50%
NAV per Share (Ex Income)	1001.30p
NAV per Share (Cum Income)	1006.49p

#### Leverage Stats<sup>3</sup>

Maximum Allowable Leverage	150%
Look-through Debt	£974,893,547
Gearing Ratio	115%
Net Debt to Equity Ratio	82%

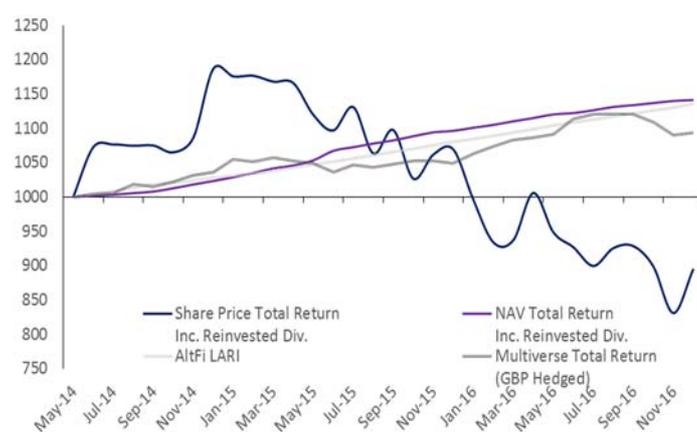
#### Equity Stats

Shares in Issue	84,525,803
Share Price (31 December 2016 Close)	799p
Premium / (Discount) to NAV (Cum Income)	-20.62%

#### Income Stats

12m Trailing Div.	47.2p
12m Trailing Div. Yield on Share Price	5.91%
FTSE All Share 12m Trailing Div. Yield	3.81%

### NAV Performance



Source: MW Eaglewood Europe LLP | Bloomberg Index Services Limited | AltFi Data

The Bloomberg Barclays Multiverse Total Return Index is an unmanaged index of global investment-grade and high yield fixed-rate debt issues with maturities of at least one year. The Liberum AltFi Returns Index is designed to measure the returns generated from UK marketplace lending. The indices cannot be invested in directly and do not reflect fees and expenses. Please refer to the Important Information at the end of this document for further details.

<sup>1</sup>Europe' refers to the United Kingdom, mainland Europe or both. <sup>2</sup>ITD: Inception to Date – Excludes Issue Costs. <sup>3</sup>Leverage multiplies both gains and losses and may increase the risk of loss of investment during a business downturn

# P2P Global Investments PLC

## AN ALTERNATIVE CREDIT INVESTMENT TRUST



### | Review of 2016

2016 was a year of significant historical events globally. These events have had an impact on financial markets in various ways, including the assets of the Company:

- FX: GBP has depreciated 16.3% against USD in 2016 which increased the value of the Company's USD assets, but was fully offset by FX positions held to hedge currency risk.
- Interest rates: A more pronounced divergence of interest rates between GBP and USD has taken place, primarily due to the following events:
  1. Brexit vote and subsequent rate cut by the Bank of England
  2. US Election results
  3. Federal Reserve's rate hikes

These events have contributed to a rise in the cost of USD floating rate debt as well as in the cost of currency hedging (GBP/USD) due to the increased interest rate differential. Currency volatility impacted the Company's cash position, requiring it to hold high cash balances. This resulted in lower loan income than planned. Cash balances peaked at around 20% of NAV in June.

Despite the turbulence in global markets, both fixed income and equity indices posted gains in 2016. Significant to the Company's loan assets, unemployment rates and consumer confidence levels in the UK and US remained relatively firm.

Well publicised problems at some US consumer Platforms had a negative impact on the funding spreads in the first half of the year but tightened towards the year-end. The Company's total cost of borrowing has grown in 2016 as USD Libor has increased steadily during the course of the year.

In the US, the marketplace lending industry witnessed significant changes. Q2 and Q3 saw a drop in origination volume from the major Platforms in the unsecured consumer lending space as they managed significant internal restructuring. Investors demanded more from online Platforms, including increased focus on operations, tighter credit standards, increased rates and improved servicing.

### | Performance Review

#### Review of the Quarter

P2P Global Investments PLC has returned 12bps in December and 67bps for the fourth quarter. Whilst the Investment Manager recognises that this falls short of targets, it has returned a positive performance for its shareholders each month since inception.

The key contributors to performance in this period were:

**Loan seasoning.** The loan portfolio has become more seasoned and is currently at a period of relatively high monthly impairment levels. This has had a negative impact on the monthly returns; however on a cumulative basis, impairments remain within the Investment Manager's expectations given the current portfolio age. As anticipated, the most pronounced delinquency increase during the last quarter was in US consumer loans. Over each vintage's life, US consumer loans are expected to have steeper delinquency curves than other asset classes.

**Cost of funding.** As the year drew to a close, despite earlier challenges, the Company made significant progress establishing new lending channels with both lower cost and scalable sources of leverage. In Q4 the Company secured new leverage facilities in the UK and the US. The spreads of the MOCA transaction which closed in Q3 continued to tighten in the secondary market. This marked a new low in the cost of marketplace lending leverage in the UK, and may bode well for the future.

**Revaluation of equity positions.** These revaluations have resulted in a net total loss to the Company of 11bps in December, but flat for the quarter. Such revaluations are agreed and approved by the Valuation Committee, appointed by the Board of Directors. Valuations are made in accordance with applicable accounting standards.

#### Events Subsequent to Month End

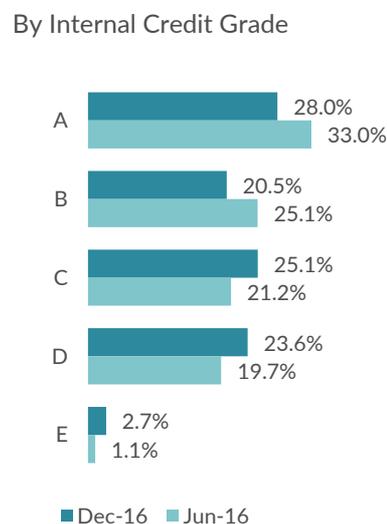
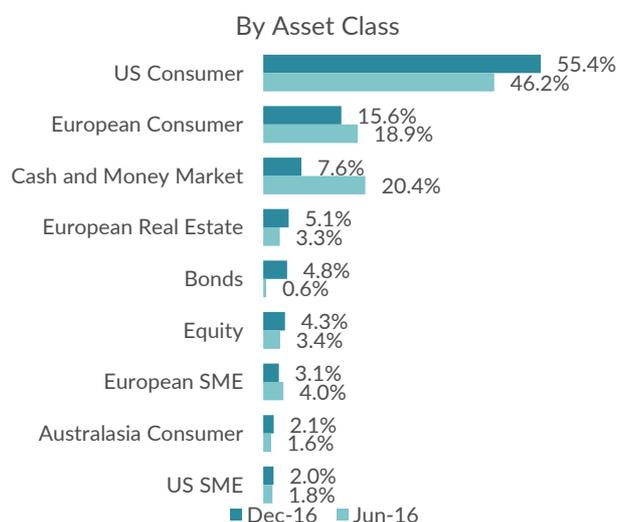
The Board of Directors has declared a dividend of 11p in January 2017. The dividend has not been covered entirely by earnings in this period. Of the 11p, 5.1p will be paid from the Company's revenue reserve and 5.9p from the special distributable reserve. The Investment Manager continues to have confidence in the Company's long-term ability to achieve its return targets, and as such the Board of Directors has opted to maintain the dividend at the previous quarter's level. Should quarterly returns improve in 2017, the Investment Manager expects dividends to increase once the amount paid from the distributable reserve has been covered.

# P2P Global Investments PLC

## AN ALTERNATIVE CREDIT INVESTMENT TRUST



### Manager Commentary on Portfolio Construction



### The Current Portfolio

The Investment Manager has continued to diversify the Company's portfolio into secured lending and transactions where the Company benefits from some form of structural protections (such as credit enhancements and first loss protection). In the last quarter, two new transactions have been concluded with European Platforms, one specialising in trade finance and another in secured lending. The Company continues to work towards reducing the current cost of funding and lowering credit risk. In the last six months, the value of US consumer loans increased as a proportion of the portfolio as a result of USD strength.

### Asset Classes

#### US Consumer – 55.4% of NAV

Selected Metrics – December 2016	
Number of Loans	147,541
Average loan Size	£9,500
Weighted Average Term (months)	40.86
Weighted Average Life (years)	1.34
Weighted Average Coupon	11.79%

#### European Consumer – 15.6% of NAV

Selected Metrics – December 2016	
Number of Loans	57,580
Average loan Size	£6,575
Weighted Average Term (months)	50.51
Weighted Average Life (years)	1.78
Weighted Average Coupon	10.13%

#### Equity – 4.3% of NAV

Selected Metrics – December 2016	
Number of Positions	16
Average Size	£2,423,183

#### European SME – 3.1% of NAV

Selected Metrics – December 2016	
Number of Loans	856
Average loan Size	£65,013
Weighted Average Term (months)	53.39
Weighted Average Life (years)	1.55
Weighted Average Coupon	9.05%

#### European Real Estate – 5.1% of NAV

Selected Metrics – December 2016	
Number of Loans	36
Average loan Size	£2,781,172
Weighted Average Term (months)	15.27
Weighted Average Life (years)	0.69
Weighted Average Coupon	11.21%

# P2P Global Investments PLC

## AN ALTERNATIVE CREDIT INVESTMENT TRUST



### | Quarterly Asset Case Study

Each quarter, the Investment Manager intends to case study a different asset class.

#### US Consumer: LendingClub

On 11<sup>th</sup> January 2017, LendingClub updated their annualised net credit loss projections applicable to prime loans on their website. LendingClub periodically adjusts their scoring and underwriting to balance supply and demand for their loans and for emerging data trends that could lead to more predictable performance.

The table to the right confirms the Investment Manager's current judgement that the more prime grades offer a better risk adjusted return. LendingClub's data shows the average borrower interest rates and projected returns after assuming a 1% servicing fee and a projected loss rate. Perhaps most striking in this table is the disparity between the range of average interest rates, from 7.01% to 30.89% for A and G grades respectively, compared to the expected return differential of 4.35% to 10.51% for the same grade loans. Simply put, they project that a rate increase of almost 24% will result in an incremental return of just over 6%. The Investment Manager believes that the projected difference fails to capture the volatility around that expectation. The Company typically focuses on higher quality LendingClub borrowers with lower average interest rates as history suggests there have been multiple instances where the lower-yielding, higher-quality loans have, in fact, outperformed their higher-yielding, riskier counterparts.

In addition, the Company has worked with leverage providers to enhance returns, and believes that low volatility will attract lower cost of funding in time.

36-Month & 60-Month Prime Loans (as of 11/1/17)			
Grade	Average Interest Rate	Forecasted Annualised Net Credit Loss	Projected Investor Returns
A	7.01%	1.83%	4.35%
B	10.73%	3.83%	5.90%
C	14.06%	6.27%	6.57%
D	18.08%	9.38%	6.91%
E	24.29%	13.92%	7.86%
F	29.33%	16.98%	9.06%
G	30.89%	16.99%	10.51%

Source: LendingClub

### | The Six Key Drivers of Performance

Each quarter, the Investment Manager will comment on the key drivers of performance, including the shifting importance of each.

#### Gross Yields

Gross yields across the portfolio have remained relatively stable in the 4<sup>th</sup> quarter. Whilst there has been a small increase in US consumer loan gross yields, the prime segment of UK consumer credit has seen slight downward pressure. Spreads in fixed income markets have tightened in Q4 2016, as well as in the first weeks of 2017, making yield opportunities in the fixed income space evermore scarce.

#### Borrowing Margins

During the course of 2016, the overall cost of borrowing for the Company was influenced by the following factors:

- The turbulence in US consumer marketplace lending caused spreads to widen in Q1 and Q2 2016
- A subsequent tightening of credit spreads for borrowing against marketplace loans, driven by banks and other investors returning to the marketplace. A series of securitisations (such as SoFi's student and consumer loan transactions) were placed at tighter spreads, showing that capital markets remain comfortable funding these assets
- The first two UK rated securitisations in the marketplace lending space, in which the Company participated as investor (SBOLT) and sponsor (MOCA)

Overall, and despite short-term turbulence in the first half of 2016, the primary loan collateral held by the Company was financed at a lower cost of funding in the latter part of 2016 compared to late 2015 and early 2016. As older debt transactions pay down and are re-financed or replaced, the Company expects its cost of debt funding to continue to be reduced.

#### Benchmark Rates

The Company does not fully hedge all of its interest rate risk and thus has some exposure to movements in interest rates. Whilst GBP Libor remains close to historic lows after the rate cut in Q3 2016, with a relatively flat forward curve, the 1-month USD Libor has increased to 77bps from 42bps at the beginning of 2016, with further hikes possible in 2017.

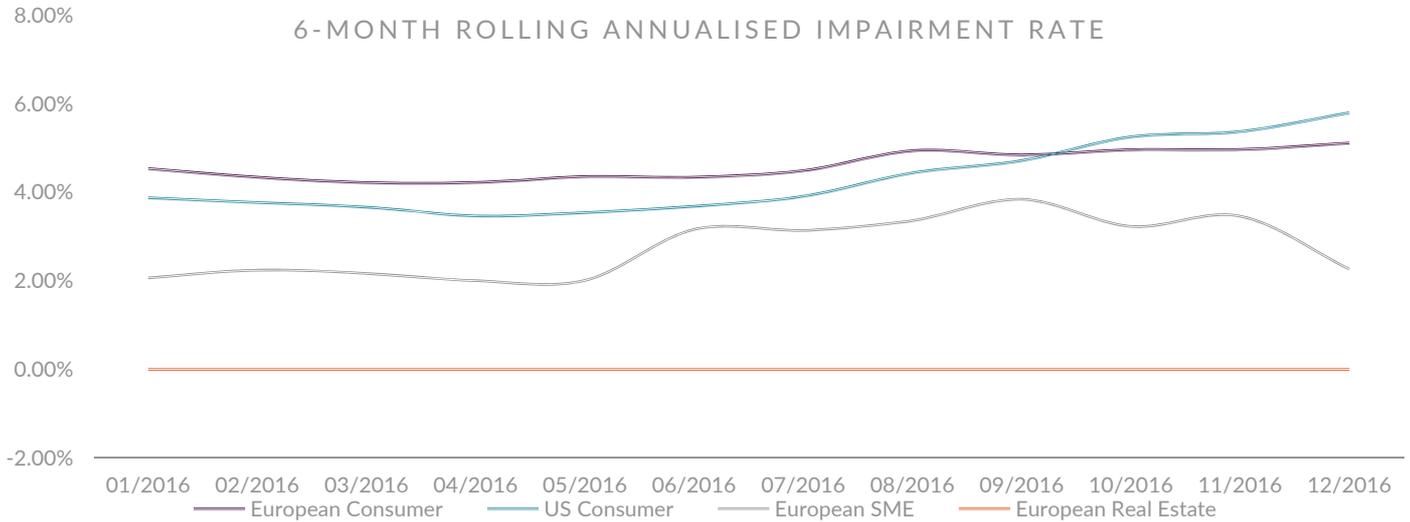
# P2P Global Investments PLC

## AN ALTERNATIVE CREDIT INVESTMENT TRUST



### Credit Performance

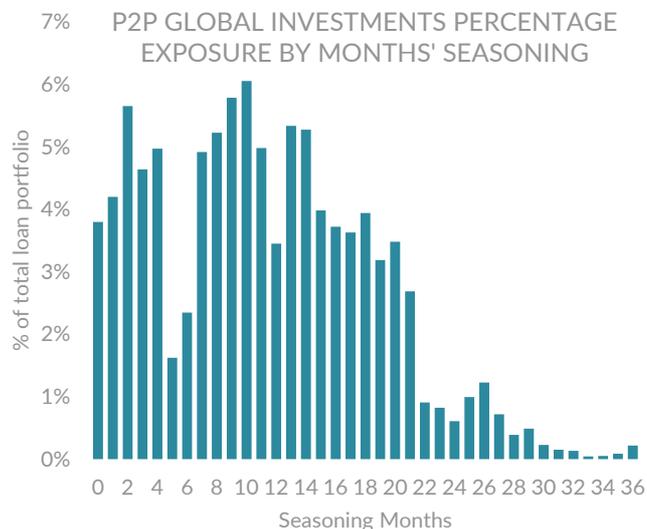
The credit performance of each major asset class in the Company’s portfolio, as well as the effects of seasoning on such portfolio, has had a significant impact on performance.



Source: MW Eaglewood

The Company will impair a loan when it becomes late or delinquent. The level of impairment is based on the probability of default depending on the days past due, using recent historical rates of default on loan portfolios with credit risk characteristics similar to those of the Company. In line with the applicable accounting standards the Company does not hold a general provision for future losses.

- **European Consumer.** Vintage by vintage, loan losses have remained stable and within the Investment Manager’s expectations. There have been gradual improvements in newer vintages of the riskier credit grades, driven by the continued development and implementation of scorecards. At the same time the prime segment has seen yield pressure in the region of 20 to 30bps per annum. This is due to increased competition from traditional lenders.
- **US Consumer.** Loan vintages from late 2015 and early 2016 have marginally underperformed expectations. This was primarily driven by a small number of lower credit quality loans. However, adjustments to the Platforms’ credit scorecards and small increases in interest rates may help newer vintages deliver better total returns.
- **European SME.** The Company’s European SME portfolio performance remains within expectations in relation to delinquencies. For certain older vintages, recoveries are contributing to an improvement in total return expectations.
- **European Real Estate.** The Company’s portfolio in this asset class currently has no delinquent loans. New issuance is attracting similar yields. The Investment Manager intends to increase allocation to this asset class over time.



Source: MW Eaglewood

The chart to the left shows the age profile of the total loan portfolio. As the portfolio becomes more seasoned, monthly delinquencies will naturally increase and subsequently stabilise around average levels. In its early period of operations, the Company added an increasing amount of new loans every month, and consequently it benefitted from lower than average delinquencies. As the percentage of new loans decreases, the monthly impairment levels have predictably increased. The total impairment on the loan portfolio as well as on a vintage by vintage basis since inception, remains within the Investment Manager’s expectations. The Investment Manager believes that the current weighted average seasoning of the portfolio is around the peak level of monthly delinquencies across the loan portfolio’s life cycle. Therefore, based on historical performance data, the Investment Manager expects that monthly delinquency levels will stabilise and potentially improve as parts of the loan portfolio enter the later stages of their life cycle.

# P2P Global Investments PLC

## AN ALTERNATIVE CREDIT INVESTMENT TRUST



### Deployment

The Investment Manager continues to focus on transactions which are expected to achieve risk-adjusted returns for shareholders and may carry cash balances from time to time in anticipation of their execution. At times, FX volatility can also result in higher cash balances and reduced net deployment. The Company also requires cash for working capital, in total it may carry 5-10% of the portfolio in cash at any given time, and higher in times of heightened FX volatility. Whilst cash is held in money market funds where possible, it achieves a return significantly lower than the Company's return target.

### Other

Other key drivers of performance include the performance of equity positions, and mark to market movements in the Company's investment in Eaglewood Income Fund I, L.P. Equity positions currently account for 4.3% of NAV spread across 16 positions.

### | Outlook

The universe of alternative lending opportunities continues to expand globally. The Investment Manager intends to take advantage of this expanding universe by allocating assets to opportunities in other lending sectors, where more attractive risk-adjusted returns may be achieved.

With a steeper forward curve in the US and a currently tighter priced consumer loan market, it is likely that the US consumer loan asset class will decrease as a percentage of the overall portfolio. Whilst unsecured consumer loans in the UK enjoy lower funding costs (both through base rate and spread), there is some competitive tension in the most prime grade loans in which the Company typically invests. At the same time, new and better priced opportunities are evolving. Secured and unsecured SME lending in the UK and Europe offers an attractive risk return profile. The small balance property backed lending sector remains underserved. Non-bank trade finance originators are increasing their reach and ability to scale. The Investment Manager expects growth in these areas of the Company's portfolio.

The Investment Manager believes that scale will continue to play an important role in driving down the cost of funding with larger facilities and securitisations achieving lower pricing into the future. Scale is also paramount when gaining access to, and achieving economies with leading platforms. P2P Global Investments PLC is able to offer that scale to shareholders.

In an effort to raise monthly returns, the Investment Manager continues to seek to:

- Increase the Company's average yield by reducing exposure to the tightest priced parts of the market
- Optimise the Company's level of leverage and lower its credit risk
- Further reduce the Company's cost of funding

The global disintermediation of banks continues to drive a structural opportunity, widening the Company's investment universe. Despite a climate of geopolitical uncertainty, the Investment Manager believes that P2P Global Investments PLC is well positioned to deliver a reliable dividend income.

# P2P Global Investments PLC

## AN ALTERNATIVE CREDIT INVESTMENT TRUST



### Performance and Dividend History

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD		Inception to Date*
Total NAV Return	2014	-	-	-	-	-	0.16%	0.17%	0.22%	0.23%	0.48%	0.54%	0.50%	2.32%	■	13.50%
	2015	0.54%	0.59%	0.65%	0.41%	0.71%	0.77%	0.50%	0.49%	0.43%	0.56%	0.52%	0.20%	6.56%	■	
	2016	0.41%	0.38%	0.48%	0.43%	0.48%	0.17%	0.37%	0.43%	0.23%	0.27%	0.27%	0.12%	4.10%	■	
Share Price Performance**	2014	-	-	-	-	-	7.25%	0.37%	-0.19%	0.05%	-0.93%	1.41%	9.26%	18.00%	■	-20.10%
	2015	-0.93%	0.09%	-1.79%	-0.17%	-5.41%	-2.03%	2.07%	-5.99%	3.24%	-6.46%	1.52%	0.70%	-14.66%	■	
	2016	-6.85%	-7.57%	0.35%	6.03%	-5.69%	-2.30%	-2.94%	1.52%	0.30%	-3.21%	-8.79%	7.75%	-20.66%	■	
Dividend Per Share (Pence)	2014	-	-	-	-	-	-	-	-	-	-	6.0	-	6.0	■	111.2
	2015	-	12.5	-	-	16.5	10.5+	-	-	-	-	18.5	-	58.0	■	
	2016	13.7++	-	-	11.5	-	-	11.0	-	-	11.0	-	-	47.2	■	

\* ITD: Inception to Date – Excludes Issue Costs

\*\* Based on issue price of 1000p

+ 8.5p per share was declared to the original C Shareholders prior to conversion.

++The July 2015 C Share was 9.5p

### Quarterly Announcements

- [NAV Update \[December 22 2016\]](#)
- [Monthly Update \[December 22 2016\]](#)
- [Share Buyback Programme \[December 16 2016\]](#)
- [Total Voting Rights \[December 2 2016\]](#)
- [Monthly Update \[November 29 2016\]](#)
- [NAV Update \[November 29 2016\]](#)
- [Appointment of prime broker \[November 11 2016\]](#)
- [FCA Authorisation \[November 7 2016\]](#)
- [Total Voting Rights \[November 7 2016\]](#)
- [Monthly Update \[October 27 2016\]](#)
- [Dividend Announcement \[October 27 2016\]](#)
- [NAV Update \[October 27 2016\]](#)
- [Total Voting Rights \[October 3 2016\]](#)
- [Monthly Update \[September 30 2016\]](#)
- [NAV Update \[September 30 2016\]](#)
- [Securitisation of consumer marketplace loans \[September 27 2016\]](#)

### Fund Management and Service Providers

Investment Manager	MW Eaglewood Europe LLP
Sub Manager	MW Eaglewood Americas LLC
Administrator	Citco Fund Services (Ireland) Limited
Depository	Deutsche Bank Luxembourg S.A.

### MW Eaglewood

MW Eaglewood is part of the Marshall Wace group of affiliated investment managers under common control. MW Eaglewood specialises in private credit strategies with a focus on smaller ticket lending across SME, corporate, consumer, real estate and trade finance markets. Since its inception, MW Eaglewood has made significant investment in its technology, infrastructure and team and established strong relationships with some of the largest Platforms globally. MW Eaglewood was first to complete several milestones in the marketplace lending industry, employs a 25 person team, including six credit professionals, and currently manages over \$2bn of credit assets.

### Buyback Programme

In December 2016, the Company announced that it had appointed Liberum Capital Limited to manage the share buy-back programme and has authorised Liberum to effect on-market purchases of ordinary shares on behalf of the Company. The Programme will be conducted in accordance with the authority received from shareholders at the annual general meeting held on 9 June 2016 until further notice.

Daily buyback announcements are available on the Company's website.

### Dividend Reinvestment Plan

Dividend Reinvestment Plan Terms and Conditions are available upon request via the Capita Helpline on +44 (0) 371 664 0381 (Calls are charged at the standard geographic rate and will vary by provider. Calls outside the United Kingdom will be charged at the applicable international rate. Lines are open 09.00 to 17:30, Monday to Friday excluding public holidays in England and Wales.)

By email: [shares@capita.co.uk](mailto:shares@capita.co.uk) or visit [www.capitashareportal.com](http://www.capitashareportal.com)

# P2P Global Investments PLC

## AN ALTERNATIVE CREDIT INVESTMENT TRUST



### | Glossary

**NAV (Cum Income)** - The value of investments and cash, including current year revenue, less liabilities.

**NAV (Ex Income)** - The value of investments and cash, excluding current year revenue, less liabilities.

**Share price** - Closing mid-market share price at month end (excluding dividends reinvested).

**Discount/premium** - The amount by which the price per share of an investment trust is either lower (at a discount) or higher (at a premium) than the net asset value per share (cum income), expressed as a percentage of the net asset value per share.

**Market capitalisation** - Month end closing mid-market share price multiplied by the number of shares outstanding at month end.

**Total NAV Return** - The theoretical total return on shareholders' funds per share reflecting the change in Net Asset Value (NAV) assuming that dividends paid to shareholders were reinvested at NAV at the time dividend was announced.

**Dividend** - Reflecting the ex-dividend date during the month.

**Gearing Ratio** - The aggregate debt of the Company and any investee entity (on a look-through basis, proportionate to the percentage interest the Company retains in the most junior tranche of such investee entity) shall not exceed 1.5 times Net Asset Value.

**Net Debt to Equity** - The total debt issued directly by the Company and on a pro-rata basis to the Company's investment, the debt issued by entities owned by the Company or by entities managed by the Manager, net of total cash held by the Company, divided by the Company's Net Asset Value

### | Important Information

#### Bloomberg Barclays and Liberum AltFi Benchmarks

The benchmarks for the Company are the Bloomberg Barclays Multiverse Total Return Index (the "Multiverse") and the Liberum AltFi Returns Index ("LARI"), (the "Indices"). While there is no index that reflects the Company's strategy, the Investment Manager has chosen the Multiverse as a broadly accepted benchmark and the LARI as it tracks the NAV performance of the 4 largest Platforms in the UK and includes consumer, SME and trade finance asset classes. Certain of these Platforms may comprise a portion of the Company's portfolio.

*The Multiverse Index provides a broad-based measure of the global fixed-income bond market. The index represents the union of the Global Aggregate Index and the Global High-Yield Index and captures investment grade and high yield securities in all eligible currencies. Bloomberg Index Services Limited ("BISL") is the exclusive administrator of the Bloomberg Barclays family of indices. BISL is a wholly owned subsidiary of Bloomberg L.P. and is a leading provider of benchmark indices and index solutions. BISL operates independently from Barclays Bank PLC and its affiliates.*

*The LARI is designed to measure the returns generated from Marketplace lending. Index values are time-weighted, published as aggregate annualised returns, measuring what an equal time-weighted exposure to every loan made would have returned over a preceding 12 month period. Platforms are eligible for inclusion if they satisfy specific eligibility criteria. Currently, the Index calculations are based on aggregated data from the 4 largest UK Platforms: Zopa, Funding Circle, RateSetter and Market Invoice. At the time of writing these platforms represent 73% market share of the UK marketplace lending sector per the 3 month market share measure of the Liberum AltFi Volume Index. To ensure maximum accuracy and transparency the Index is constructed using the cash flows from every loan made by the eligible platforms. The LARI is maintained by AltFi Data and sponsored by Liberum. The Index is rules based with Index Committee oversight.*

There are significant differences between the Company's investments and the Indices. The Multiverse is more liquid and potentially less volatile than the Company's portfolio as it includes certain historically relatively stable investments such as government bonds and U.S. Certificates of Deposit. In addition, securities in the Multiverse are subject to minimum par outstanding criteria for inclusion in contrast with the lower balance loans that dominate the Company's portfolio. As well, the Multiverse excludes defaulted bonds while any defaults in the Company's investments are reflected in its NAV. The LARI represents a subset of Platforms that align with the Company's strategy, however the Company has exposure to more geographic markets, asset classes, opportunities and risks. In addition, LARI's calculation treats each origination quarter as having the same amount of capital allocated to it, irrespective of the actual volume originated. In both cases, the Indices' components may be secured or unsecured, and may have materially different maturities, duration and degrees of amortization and prepayment as compared to the Company's investments. Unlike the Indices, the Company uses leverage which adds both risk and volatility to its loan portfolio. Importantly, the Indices are not managed, are not available through direct investment and are not subject to any of the management fees or expenses incurred by the Company.

The Indices are included for information purposes only. The Company does not necessarily invest in the securities which comprise the aforementioned Indices. Its performance, volatility, diversification and

# P2P Global Investments PLC

## AN ALTERNATIVE CREDIT INVESTMENT TRUST



investment objectives may or may not correlate to the Indices, and it should not be considered a proxy for the Indices.

All data in this newsletter is at or to the final day of the calendar month identified in the heading of the newsletter's front page unless otherwise stated. In addition to this quarterly newsletter, the Investment Manager also produces a monthly factsheet. Issued in the United Kingdom by MW Eaglewood Europe LLP.

For the purposes of this newsletter, Europe refers to the United Kingdom, mainland Europe or both.

Past performance should not be seen as an indication of future performance. The value of investments and any income may fluctuate and investors may not get back the full amount invested. The views expressed are those of MW Eaglewood Europe LLP at the time of writing, are subject to change without notice and do not constitute investment advice. Whilst MW Eaglewood Europe LLP has used all reasonable efforts to ensure the accuracy of the information contained in this newsletter, we cannot guarantee the reliability, completeness or accuracy of the content.

This newsletter is provided for the purpose of information only, and if you are unsure of the suitability of this investment you should take independent advice.

Net Asset Value (NAV) performance is not linked to share price performance and shareholders may realise returns that are lower or higher in performance.

This factsheet is provided for information purposes only and should not be construed as constituting an offer, solicitation, invitation or inducement to buy or sell shares in P2P Global Investments PLC.

This newsletter includes forward-looking statements. These forward-looking statements include all matters that are not historical facts, statements regarding the Company's and/or the Investment Manager's intentions, beliefs or current expectations concerning, among other things, the Company's results of operations, financial condition, liquidity, prospects, growth, strategies and the sector in which the Company operates. By their nature, forward-looking statements involve risks and uncertainties. You are cautioned that forward-looking statements are not guarantees of future performance and that the Company's actual results of operations, financial condition and the development of the sector in which the Company operates may differ materially from those made in or suggested by the forward-looking statements contained in this newsletter. Each of the Company and the Investment Manager expressly disclaims any obligation to update or revise any forward-looking statement contained herein to reflect any change in expectations with regard thereto or any change in events, conditions or circumstances on which any such statement is based unless required to do so by law or any appropriate regulatory authority, including the Financial Services and Markets Act 2000 (as amended), the Prospectus Rules, the Disclosure Guidance and Transparency Rules, the Market Abuse Regulation and the Listing Rules.

This newsletter may not be distributed or transmitted in or into the United States of America, Canada, Australia or Japan, or in any other country outside the United Kingdom where such distribution may lead to a breach of law or regulatory requirements, or transmitted, distributed or sent to or by any national, resident or citizen of such countries. The distribution of this newsletter in certain jurisdictions may be restricted by law and therefore persons into whose possession this document comes should inform themselves about and observe any such restrictions. Any such distribution could result in a violation of the law of such jurisdiction.

MW Eaglewood Europe LLP is authorised and regulated by the Financial Conduct Authority and is registered in England (reg. no. OC388668) with its registered office at George House, 131 Sloane Street, London SW1X 9AT.

© MW Eaglewood Europe LLP 2017

P2P Global Investments PLC  
40 Dukes Place  
London  
EC3A 7NH  
Website: [www.p2pgi.com](http://www.p2pgi.com)

For enquiries please contact:  
Telephone: +44 20 7925 4865  
Email: [ir@p2pgi.com](mailto:ir@p2pgi.com)