

Pool & Hot Tub Consumer Financing Program Facts & FAQs

APSP has partnered with Prosper to sponsor a consumer financing program to provide financing solutions for APSP member customers' pool, hot tub or home improvement projects.

Prosper was the first online lending marketplace to launch in the United States in 2006 and has helped facilitate over \$5 billion dollars in personal loans to date. Prosper gives borrowers access to fixed rate, unsecured loans from \$2,000 to \$35,000 with loan terms of 3 and 5 years*. Loan APRs range from 5.99% to 36.00%, depending on loan amount and creditworthiness. Your customers can see their rate without affecting their credit score and, if the rate works for their financial situation, accept the rate and complete their loan request, all online.

Key benefits include:

- All APSP members can refer their customers
- No cost to APSP members
- Easy online application
- Fixed loan rates
- Loans are unsecured—no collateral required
- Multiple terms available*
- Easy fixed monthly payments**
- Loan sizes from \$2,000 to \$35,000
- No prepayment penalties
- No out of pocket costs - origination fees are taken from the loan proceeds

Frequently Asked Questions

What is Prosper?

- Prosper is America's first peer-to-peer lending marketplace, and is a market leader with over \$5 billion in funded loans.
- Prosper provides access to a transparent and low-cost alternative to traditional loans – Prosper connects people who need money with investors...so everyone prospers!
- Prosper is headquartered in San Francisco, CA, and was launched in 2006.

What states are open for borrowing on Prosper?

- Prosper is available to borrowers in the following states: Alabama, Alaska, Arizona, Arkansas, California, Colorado, Connecticut, Delaware, District of Columbia, Florida, Georgia, Hawaii, Idaho, Illinois, Indiana, Kansas, Kentucky, Louisiana, Maryland, Massachusetts, Michigan, Minnesota, Mississippi, Missouri, Montana, Nebraska, Nevada, New Hampshire, New Jersey, New Mexico, New York, North Carolina, Ohio, Oklahoma, Oregon, Rhode Island, South Carolina, South Dakota, Tennessee, Texas, Utah, Virginia, Washington, West Virginia, Wisconsin and Wyoming.

How does the application and funding process through Prosper work?

1. Borrowers come to the APSP landing page on the Prosper website (www.prosper.com/APSP), choose their loan amount and fill out an initial application (name, address, birth date, employment status, individual income) to check their eligibility and rate. Checking eligibility and rate does not impact an individual's credit score.
2. They then receive an eligibility decision
3. Qualified applicants receive an offer (e.g., APR, term options and implied monthly payment amount) based on their loan amount and application information.
4. Qualified applicants choosing to proceed forward, select an offer (e.g., APR and term)
5. Qualified applicants are then asked to provide additional information to finalize their application. Prior to loan origination, a hard credit pull will be made.
6. Finalized applications will generate a "listing" - which is a request for a loan. Some borrowers may be subject to additional verification of their application information before their listing is made active.
7. Once the listing is active on Prosper, investors will have the opportunity to commit funds to the applicant's loan. In the unlikely event the applicant's loan is not funded, no loan will be made.
8. If the loan is funded, the funds will be deposited in the applicant's bank account – usually in a few days.

***See important information on reverse side.*

What are the loan amounts and terms available?

- Prosper provides access to fixed rate, unsecured loans from \$2,000 to \$35,000 with loan terms of 3 and 5 years.*
- Loan APRs range from 5.99% to 36.00%, depending on loan amount and creditworthiness.*
- These loans are offered with no penalty for paying off early.

How does a borrower apply for a loan?

Getting a rate is easy and only takes a few minutes. Prosper simply requires the following to check an applicant's rate and eligibility:

- First and last name
- Complete home address
- Employment status
- Individual yearly income
- Date of Birth
- Email address

Once qualified, if a borrower accepts an offer, they will be asked to provide some additional information to move their loan to listing stage:

- Employer and contact information
- Social security number
- A bank account for depositing funds

Who is eligible for a loan through Prosper?

- A new Prosper borrower must at a minimum be:
 - A U.S. citizen and/or legal resident over the age of 18;
 - A credit score of at least 640;
 - No bankruptcies within the last 12 months

What is the verification process?

- Some borrowers may be required to submit additional documentation or proof of income such as a W-2 or 1099 in order for Prosper to verify their income and eligibility.

How soon do borrowers receive their money?

- Loan proceeds should be available 1-3 business days after a borrower's listing is verified and funded.

Are there any fees?

- Yes. Borrowers pay an "origination fee" which is a percentage of the amount borrowed, and varies by creditworthiness. The origination fee is typically between 1% and 5% of the loan amount, and is taken out of the loan proceeds before the loan is funded into a borrower's bank account. If borrowers make any payments with paper checks, manual check fees may apply. Prosper also charges special circumstance fee of \$15 for failed automatic monthly payments, returned checks, and failed bank drafts. Only one of these fees will be charged per monthly payment period. If a monthly payment is late, the borrower may be charged a late fee.

How do the monthly borrower payments work?

- Prosper will make monthly automatic withdrawals via ACH from the borrower's bank account in the amount of the agreed-upon monthly loan payment or, if the borrower elects, the borrower can make manual payments each month, either by check or one-time ACH transfers.

Can a borrower pay extra on a monthly loan payment?

- If the borrower chooses, they may make an optional additional loan payment or pay off their loan early without penalty or fee.

Can borrower's change their payment due date?

- No. Unfortunately, it's not possible to change a payment due date at this time.

Is Prosper a bank?

- Prosper is not a bank. All loans are funded by WebBank, which is a FDIC-Insured, Utah chartered Industrial Bank.

Does Prosper require any collateral for loans?

- All loans through Prosper are unsecured- which means collateral is not required. Our customers don't need to put up their home or car to get a loan. Their credit history is the basis for qualification.

Does checking a rate affect a borrower's credit score?

- No it does not. After entering their basic application information to determine loan eligibility, Prosper conducts a "soft" credit pull to generate an initial offer, which does not affect a borrower's credit score.
- After receiving an offer, if a borrower chooses to accept it and post a loan, at that point Prosper would conduct a hard credit pull which could potentially affect a borrower's credit score.

*Annual percentage rates through Prosper range from 5.99% to 36.00% for first-time borrowers, with the lowest rates for the most creditworthy borrowers. For example, a three year \$10,000 loan with a rate of 5.99% APR would have 36 scheduled monthly payments of \$302. A five year \$10,000 loan with a rate of 9.68% APR would have 60 scheduled monthly payments of \$201. Actual rate depends on credit history, income, and other factors. Eligibility is not guaranteed, and requires that a sufficient number of investors commit funds to the borrowers account and that the borrower meets credit and other conditions. Refer to Borrower Registration Agreement for details. All loans made by WebBank, a Utah-chartered industrial bank, member FDIC.

** The monthly payment amount may be different in the final month of the loan.