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MARKET VIEW: As the economy continues its long march back toward historical GDP growth rates, the Fed announced another federal funds rate increase on June 14 by 25 basis points. This marks the third time the rate has been increased in the last six months. Job gains, household spending, and business fixed investment improved during the first half of 2017 and the broader stock indices expanded from first quarter 2017 gains as well. Despite the rate increases, bond issuance held firm, with investment grade corporate issuance essentially in line with levels experienced in the first half of 2016. This strong supply of paper has led to some spread compression; the average option-adjusted spread of the Bloomberg Barclays Corporate Bond Index now stands at just 1.1%. On the M&A front, while the number of deals across

the market remained relatively flat, prices have increased – most meaningfully during the second quarter’s April closings which were up 10% year-over-year. Specialty finance companies have been particularly active during the second quarter although activity has pulled back from late 2016’s frenetic pace. On the private side within specialty finance, significant dollars have been raised in the small business lending area around commercial finance, factoring, and equipment leasing as borrowers generally still struggle to obtain working capital financing for inventory, equipment, and trade finance. We expect that the trends toward continued strong financing and M&A activity within specialty finance will continue as these businesses reach scale and seek further consolidation opportunity. Furthermore, access to capital in the private securitization and term debt markets will improve profitability and lower their cost of capital.

FIXED INCOME

MARKET OBSERVATIONS:

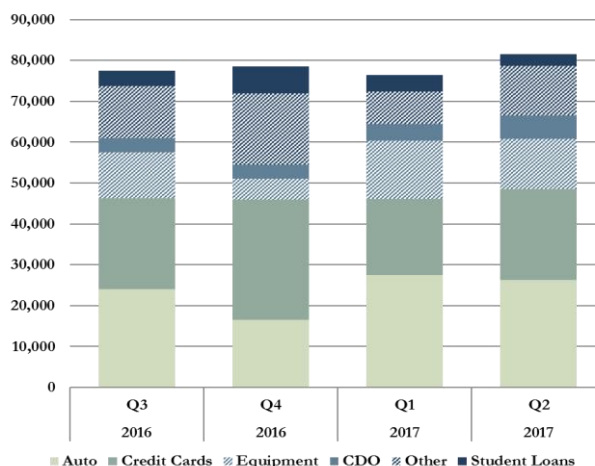
- Corporate fixed income investments had a strong H1 2017 with a total return of 4.3%, but spreads are relatively narrow; the average option-adjusted spread of the Bloomberg Barclays U.S. Corporate Bond Index is now at 1.1%.
- Investment-grade corporate bond issuance increased to \$326.0 billion in Q2 2017 (from \$389.0 billion in Q1 2017), taking year-to-date volume to \$714.0 billion, which is in line with levels recorded in H1 2016.

Fixed Income Overview:

■ Asset-Backed Securities

- Issuance of asset-backed securities increased 6.7%, reaching \$81.5 billion, from Q1 2017 to Q2 2017.
- Auto Sector led total issuance with \$26.3 billion in Q2 2017, followed by Credit Cards: \$22.2 billion; Equipment: \$12.3 billion; Other: \$12.2 billion; CDO: \$5.6 billion; Student Loans: \$2.8 billion.

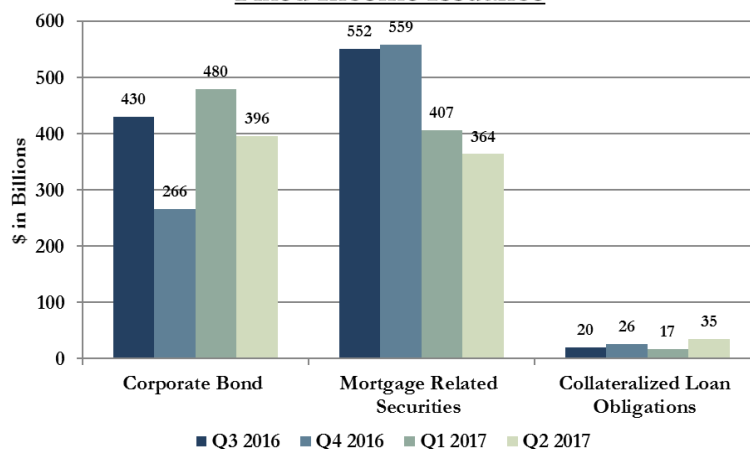
U.S. Asset-Backed Securities Issuance





FIXED INCOME

Fixed Income Issuance



INTEREST RATES

MARKET OBSERVATIONS:

The Federal Open Markets Committee (“the Committee”) met most recently on June 14, 2017 and announced an increase in the federal funds rate by 25 basis points to a 1-1.25% target range. This is the third benchmark interest rate increase in the past six months and the fourth time since 2008. The stance on monetary policy remains accommodative, supporting a sustained return to 2.0% inflation. Job gains have been steady with the unemployment rate declining to 4.4% in June 2017 from 4.9% in June 2016, household spending increasing by 2.8% in the second quarter, and gross private domestic investment continuing its expansion, growing by 1.1% in the second quarter. The Committee will carefully monitor inflation developments and employment levels to determine future adjustments to the federal funds rate.

Historical U.S. Prime, LIBOR, and Swap Rates



Rate as of 7/28/2017

<u>1 Year</u>	1.46%
<u>5 year</u>	1.92%
<u>10 year</u>	2.27%
<u>30 year</u>	2.58%
<u>LIBOR – 1 month</u>	1.22%
<u>Prime Rate</u>	4.25%

- *Fixed Rate Swaps* occur between two parties exchanging a set of fixed-rate payments and floating-rate payments based on LIBOR as a reference rate. The rate is the percentage over LIBOR that one side agrees to pay.
- *LIBOR* is the most used benchmark for short-term interest rates and is derived from an average of the most creditworthy banks’ interbank deposit rates.
- *Prime Rate* is the rate that creditworthy customers receive from commercial banks and is largely determined by the federal funds rate.

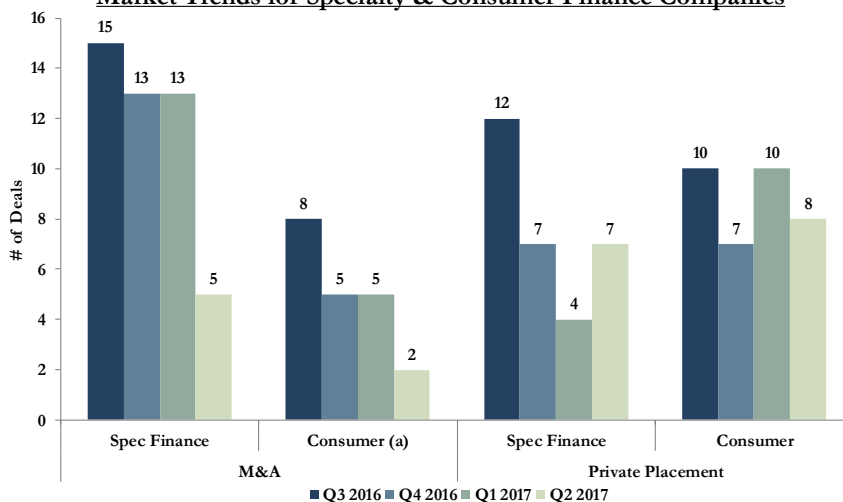
Sources: Federal Reserve, SIFMA, U.S. BLS, U.S. BEA, and ICE

MERGERS AND ACQUISITIONS

OVERALL MARKET OBSERVATIONS:

- U.S. M&A deal activity decreased slightly in May, down 0.7% with 833 announcements compared to 839 in April. Aggregate M&A spending, however, increased by 10.0% from April to May.
- May saw 1,090 deals valued at \$229.8 billion globally, a decrease in both activity and value compared to the 1,574 deals valued at \$240.7 billion in May 2016.
- Over the past three months, the sectors that have had the largest increases in M&A deal volume compared to the same three-month period the year prior were: Distribution Services (4.6%), Transportation (10.3%), Miscellaneous (23.1%), and Government (11.1%).
- Over the past three months, the sectors that have had the largest declines in M&A deal volume compared to the same three-month period the year prior were: Commercial Services (-19.7%), Health Services (-25.6%), Technology Services (-8.8%), Producer Manufacturing (-17.1%), and Process Industries (-20.3%).

Market Trends for Specialty & Consumer Finance Companies



RECENT SPECIALTY FINANCE & CONSUMER M&A TRANSACTIONS:

- *July 18th* – Funds managed by **Fortress Investment Group (NYSE: FIG)** acquired the equity and assets of **Colony American Finance, LLC** and rebranded the company under the name **CoreVest American Finance Lender, LLC**. CoreVest American Finance Lender, LLC provides debt products to residential real estate investors. The company was incorporated in 2013 and is based in Irvine, CA.
- *June 23rd* – **IEG Holdings Corporation** sold its 0.1% stake in **OneMain Holdings, Inc. (NYSE: OMF)** for \$3 million. OneMain Holdings provides consumer finance and insurance products and services. The company was founded in 1920 and is based in Evansville, IN.
- *June 8th* – **Therium Capital Management Limited** acquired **New Chapter Capital, Inc.** New Chapter Capital offers matrimonial litigation finance services. The company was incorporated in 2017 and is based in New York, NY.

(a) Consumer refers to companies which operate consumer loan, personal credit agencies, and offer fund transfers clearance and exchange services.

Sources: Factset, Mergermarket, and CapIQ

MERGERS AND ACQUISITIONS

RECENT SPECIALTY FINANCE & CONSUMER M&A TRANSACTIONS:

- *May 23rd* – **Nxt-ID, Inc. (NasdaqCM: NXTD)** acquired **FitPay, Inc.** for an undisclosed amount. FitPay develops contactless payment platforms based on wearable devices. The company was incorporated in 2014 and is based in San Francisco, CA.
- *May 4th* – **PayLink Payment Plans, LLC** acquired **Omnisure Group, LLC**. The two companies merged to form a new entity called PayLink Direct. Omnisure Group is a payment plan provider for financing automobile and home services products and is headquartered in Chicago, IL.

PRIVATE PLACEMENTS

RECENT PRIVATE PLACEMENT TRANSACTIONS:

- *July 26th* – **Marqeta, Inc.** announced that it has received \$25 million in its series D round of funding led by new investor **Visa Inc. (NYSE: V)**. Marqeta Inc. provides multi-merchant prepaid debit cards. The company was founded in 2010 and is based in Oakland, CA.
- *July 17th* – **BondIt, LLC** announced that it has raised an undisclosed amount of funding from new investor **Accord Financial, Inc.** BondIt, LLC provides film and media financing services. The company was founded in 2014 and is based in Santa Monica, CA.
- *July 13th* – **Self Lender, LLC** announced that it will receive \$5,081,913 in a round of funding. The company will issue equity in the transaction to **Silverton Partners, Acumen Venture Partners, Accion International, and Deep Space Ventures**. Self Lender, LLC offers personal financial and technology services in Colorado. The company was founded in 2014 and is based in Denver, CO.
- *July 11th* – **Sungage Financial, Inc.** announced that it has received a round of funding from new investor, **NBT Capital Corp.**, who will take a minority stake in the company. Sungage Financial, Inc. operates a residential solar finance platform that connects homeowners with various financing options. The company was incorporated in 2012 and is based in Boston, MA.
- *June 30th* – **GSCA Capital, LLC** announced that it has received \$1,750,934 in funding from an undisclosed investor. GSCA is an underwriter and program sponsor of collateral, liquidity, and risk transfer products for financial institutions and Financial Market Infrastructure. The company was incorporated in 2011 and is headquartered in New York, NY.
- *June 29th* – **Spruce Finance Inc.** announced that it has received \$25 million in an equity round of funding from new investor, **HPS Investment Partners, LLC**. Spruce Finance provides consumer financing for purchases of residential solar systems, water conservation upgrades, and energy-efficiency home improvements. The company was founded in 2011 and is based in San Francisco, CA.
- *June 21st* – **Pearl Capital Business Funding, LLC** announced that it has received \$15 million in a round of funding from new investor, **Chatham Capital Partners, Inc.** Pearl Capital provides funding solutions for businesses. The company was incorporated in 2015 and is based in New York, NY.
- *June 20th* – **Provider Web Capital Funding, LLC** announced that it has received an equity round of funding from new investor, **Atlanticus Holdings Corporation (NasdaqGS: ATLC)**. Provider Web Capital Funding offers short-term funding to small businesses in the Healthcare Sector. The company was incorporated in 2015 and is based in Marietta, GA.

PRIVATE PLACEMENTS

RECENT PRIVATE PLACEMENT TRANSACTIONS:

- *June 20th* – **Final, Inc.** announced that it has received \$4 million in a round of funding from over ten participants. Final, Inc. is a company that provides a physical card and a mobile application that protects the user’s account from fraud, theft, breaches, and card cancellation. The company was founded in 2014 and is based in Oakland, CA.
- *June 20th* – **Kountable, Inc.** announced that it will receive \$9 million in funding. Kountable develops and operates a technology platform, which connects entrepreneurs needing business financing for trade deals with investors. The company was founded in 2014 and is based in San Francisco, CA.
- *June 14th* – **Landed, Inc.** announced that it has received \$5 million in a round of funding from new investor, **Chan Zuckerberg Initiative**. Landed provides financing services for home buyers. The company was incorporated in 2015 and is based in San Francisco, CA.
- *June 6th* – **DuoLeo Capital, LLC** announced that it will receive \$200,000 in funding and will issue convertible debt in the transaction. DuoLeo Capital, LLC’s business is undisclosed. The company was incorporated in 2017 and is based in Aliso Viejo, CA.
- *June 2nd* – **Greenlight Financial Technology, Inc.** announced that it will receive \$7 million in funding. Greenlight provides debit card services for kids to help parents raise financially smart kids. The company was founded in 2014 and is based in Atlanta, GA.
- *May 31st* – **Applied Data Finance, LLC** announced that it has received \$7 million in a round of funding from new and existing equity investors through issuance of a convertible note and equity. Applied Data Finance provides loans to less-than-prime borrowers in the U.S. The company was incorporated in 2014 and is based in San Diego, CA.
- *May 22nd* – **Respring LLC** announced that it will receive \$6 million in a round of funding through common share issuance. Respring provides debt financing for new construction of cannabis production and cultivation facilities. The company was founded in 2016 and is based in Cleveland, OH.
- *May 11th* – **InterNex Capital, Inc.** announced that it will receive \$3 million in a round of funding through issuance of convertible debt. InterNex Capital provides working capital financing solutions for small businesses and corporate enterprises. The company was incorporated in 2015 and is based in New York, NY.
- *May 8th* – **Transnetwork Corporation** announced that it will receive an undisclosed amount of funding from new investor, **Nexus Capital, S.C.** Transnetwork Corporation owns and operates a B2B electronic domestic and cross-border processing and payment platform. The company was incorporated in 2002 and is based in Houston, TX.
- *April 25th* – **Patch Homes Inc.** announced that it has received \$1 million in a seed round of funding from new investors, **TechStars, LLC, Kima Ventures, Eric DiBenedetto, and Nathan Blecharczyk**. Patch Homes provides debt-free home equity financing with no monthly payments or interest in exchange for sharing in a portion of the future appreciation or depreciation of the home’s value. The company was founded in 2016 and is based in San Francisco, CA.
- *April 20th* – **Purefy Inc.** announced that it will receive \$500,000 in funding through issuance of common shares. Purefy Inc. provides student loan refinancing services. The company was founded in 2014 and is based in Washington, D.C.
- *April 14th* – **Shepherd's Finance, LLC** announced a private placement of Series C preferred units for gross proceeds of \$563,756 from **William Myrick**. Shepherd’s Finance focuses on commercial lending to participants in the residential construction and development industry. The company was founded in 2007 and is based in Jacksonville, FL.

Specialty Finance Market Update

Analysis of Comparable Publicly Traded Financial Services Companies (as of 7/31/2017)

(US\$ in millions, except per share data)

Company	Ticker	Market Statistics		Operating Metrics							Valuation Metrics						Price/BV ⁽⁶⁾	
		Mkt Cap 7/31/17	Enterprise Value	Sales		EBITDA			Net Income		EV / Sales	EV / EBITDA			P/E			
				LTM	LTM	Margin	2017 E	LTM	2017 E	2018 E	LTM	LTM	2017 E	2018 E	LTM	2017 E		2018 E
Specialty Finance - Other																		
Asta Funding, Inc.	ASFI	\$47.2	\$119.7	\$52.2	\$5.5	10.6%	NA	(\$1.2)	NA	NA	2.3x	NM	NA	NA	NM	NA	NA	0.4x
Encore Capital Group, Inc.	ECPG	\$1,032.1	\$3,781.0	\$1,012.2	\$269.4	26.6%	\$379.7	\$96.9	\$96.0	\$106.1	3.7x	14.0x	10.0x	8.7x	10.7x	10.8x	9.7x	1.7x
GWG Holdings, Inc.	GWGH	\$62.5	\$667.2	\$71.7	NA	NA	NA	(\$1.2)	(\$13.0)	(\$19.1)	9.3x	NA	NA	NA	NM	NM	NM	(3.7x)
Medallion Financial Corp.	MFIN	\$61.7	\$382.0	\$20.6	NA	NA	NA	(\$5.1)	NA	NA	NM	NA	NA	NA	NM	NA	NA	0.2x
On Deck Capital, Inc.	ONDK	\$311.7	\$1,061.8	\$150.2	NA	NA	\$7.8	(\$49.3)	(\$1.8)	\$16.9	7.1x	NA	NM	NM	NM	NM	18.4x	1.2x
PRA Group, Inc.	PRAA	\$1,820.4	\$3,508.4	\$812.3	\$306.0	37.7%	\$250.3	\$122.9	\$95.0	\$126.1	4.3x	11.5x	14.0x	11.4x	14.8x	19.2x	14.4x	2.0x
Mean						25.0%					5.3x	12.8x	12.0x	10.1x	12.7x	15.0x	14.2x	0.3x
Median						26.6%					4.3x	12.8x	12.0x	10.1x	12.7x	15.0x	14.4x	0.8x
Leasing / Rental																		
Chesswood Group Limited	TSX:CHW	\$179.3	\$434.8	\$42.8	NA	NA	\$28.2	\$12.4	\$15.0	\$17.6	NM	NA	15.4x	13.2x	14.4x	11.9x	10.2x	1.6x
Element Fleet Management Corp.	EFN	\$2,937.5	\$13,918.0	\$925.3	NA	NA	NA	\$187.1	\$303.9	\$341.1	NM	NA	NA	NA	15.7x	9.7x	8.6x	1.1x
FLY Leasing Limited	FLY	\$453.4	\$2,391.8	\$340.7	NA	NA	\$312.9	\$39.9	\$50.4	\$65.1	7.0x	NA	7.6x	6.6x	11.4x	9.0x	7.0x	0.8x
Marlin Business Services Corp.	MRLN	\$316.5	\$230.8	\$85.5	NA	NA	NA	\$15.3	\$19.2	\$23.0	2.7x	NA	NA	NA	20.7x	16.5x	13.8x	1.9x
Mobile Mini, Inc.	MINI	\$1,361.0	\$2,284.2	\$509.5	\$175.8	34.5%	\$186.2	\$49.4	\$53.6	\$62.9	4.5x	13.0x	12.3x	11.3x	27.6x	25.4x	21.6x	1.8x
Textainer Group Holdings Limited	TGH	\$920.1	\$3,860.8	\$486.3	\$286.7	59.0%	\$399.3	(\$5.5)	\$12.5	\$43.9	7.9x	13.5x	9.7x	8.2x	NM	NM	20.9x	0.8x
Mean						46.7%					5.5x	13.2x	11.2x	9.8x	18.0x	14.5x	13.7x	1.3x
Median						46.7%					5.8x	13.2x	11.0x	9.7x	15.7x	11.9x	12.0x	1.4x
Asset Based Lending																		
Accord Financial Corp.	TSX:ACD	\$58.4	\$116.1	\$18.8	NA	NA	NA	\$3.7	NA	NA	6.2x	NA	NA	NA	15.8x	NA	NA	1.0x
Callidus Capital Corporation	TSX:CBL	\$613.4	\$915.3	\$14.3	NA	NA	NA	\$3.3	\$24.2	\$62.2	NM	NA	NA	NA	NM	25.3x	9.9x	1.9x
CIT Group Inc.	CIT	\$6,450.9	\$11,501.1	\$2,154.7	NA	NA	NA	\$261.9	\$356.2	\$484.3	5.3x	NA	NA	NA	24.6x	18.1x	13.3x	0.9x
NewStar Financial, Inc.	NEWS	\$460.3	\$3,636.6	\$99.5	NA	NA	NA	\$28.2	NA	\$35.3	NM	NA	NA	NA	16.3x	NA	13.0x	0.7x
Mean						NA					5.8x	NA	NA	NA	18.9x	21.7x	12.1x	1.1x
Median						NA					5.8x	NA	NA	NA	16.3x	21.7x	13.0x	1.0x
Consumer Finance																		
Atlanticus Holdings Corporation	ATLC	\$34.5	\$213.1	\$57.8	NA	NA	NA	(\$10.6)	NA	NA	3.7x	NA	NA	NA	NM	NA	NA	4.9x
Enova International, Inc.	ENVA	\$487.7	\$1,080.3	\$712.7	NA	NA	\$150.0	\$39.2	\$43.4	\$58.5	1.5x	NA	7.2x	6.0x	12.4x	11.2x	8.3x	1.8x
EZCORP, Inc.	EZPW	\$423.5	\$569.1	\$750.5	\$67.7	9.0%	\$88.5	\$18.8	\$30.8	\$39.6	0.8x	8.4x	6.4x	5.3x	22.6x	13.8x	10.7x	0.7x
FirstCash, Inc.	FCFS	\$2,808.8	\$3,109.1	\$1,587.4	\$249.5	15.7%	\$277.1	\$110.9	\$128.3	\$151.8	2.0x	12.5x	11.2x	10.1x	25.3x	21.9x	18.5x	1.9x
Green Dot Corporation	GDOT	\$2,002.0	\$1,338.1	\$743.8	\$102.9	13.8%	\$193.6	\$43.6	\$96.8	\$112.4	1.8x	13.0x	6.9x	6.1x	45.9x	20.7x	17.8x	2.9x
LendingClub Corporation	LC	\$2,047.6	\$1,513.1	\$474.3	NA	NA	\$53.0	(\$94.8)	\$13.8	\$85.2	3.2x	NA	NM	11.3x	NM	NM	24.0x	2.1x
Regional Management Corp.	RM	\$278.8	\$736.2	\$239.2	\$67.5	28.2%	NA	\$25.4	\$28.6	\$32.2	3.1x	10.9x	NA	NA	11.0x	9.7x	8.7x	1.3x
The J.G. Wentworth Company	JGWE	\$3.3	\$4,844.1	\$111.4	NA	NA	NA	(\$7.7)	NA	NA	NM	NA	NA	NA	NM	NA	NA	(0.2x)
World Acceptance Corporation	WRLD	\$658.1	\$938.0	\$531.7	\$142.9	26.9%	\$131.2	\$71.2	\$75.6	\$71.2	1.8x	6.6x	7.2x	8.3x	9.2x	8.7x	9.2x	1.4x
Mean						18.7%					2.2x	10.3x	7.8x	7.8x	21.1x	14.3x	13.9x	1.9x
Median						15.7%					1.9x	10.9x	7.2x	7.2x	17.5x	12.5x	10.7x	1.8x

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				LTM	LTM	Margin	2017 E	LTM	2017 E	2018 E	LTM	LTM	2017 E	2018 E	LTM	2017 E		2018 E
<i>Automotive Financing</i>																		
America's Car-Mart, Inc.	CRMT	\$296.6	\$415.3	\$587.8	\$41.8	7.1%	\$46.2	\$20.9	\$22.5	\$25.4	0.7x	9.9x	9.0x	7.9x	14.2x	13.2x	11.7x	1.3x
Consumer Portfolio Services, Inc.	CPSS	\$95.1	\$2,308.6	\$159.5	NA	NA	\$125.9	\$25.5	\$16.0	\$18.1	NM	NA	18.3x	16.9x	3.7x	6.0x	5.3x	0.5x
Credit Acceptance Corporation	CACC	\$4,823.1	\$7,810.3	\$840.3	NA	NA	\$805.1	\$362.1	\$369.6	\$395.4	9.3x	NA	9.7x	8.7x	13.3x	13.0x	12.2x	3.9x
Nicholas Financial, Inc.	NICK	\$67.1	\$277.2	\$44.3	NA	NA	NA	\$5.7	NA	NA	6.3x	NA	NA	NA	11.8x	NA	NA	0.6x
Mean						7.1%					5.4x	9.9x	12.3x	11.2x	10.8x	10.7x	9.7x	1.6x
Median						7.1%					6.3x	9.9x	9.7x	8.7x	12.6x	13.0x	11.7x	0.9x
<i>eFinance</i>																		
GAIN Capital Holdings, Inc.	GCAP	\$322.2	(\$771.8)	\$347.0	NA	NA	\$53.2	\$7.0	\$8.4	\$33.1	(2.2x)	NA	(14.5x)	(9.2x)	45.7x	38.3x	9.7x	1.2x
Intercontinental Exchange, Inc.	ICE	\$39,496.8	\$45,251.8	\$4,509.0	\$2,740.0	60.8%	\$2,990.3	\$1,320.5	\$1,783.2	\$2,017.2	NM	16.5x	15.1x	13.9x	29.9x	22.1x	19.6x	2.5x
Investment Technology Group, Inc.	ITG	\$731.5	\$644.7	\$460.6	NA	NA	NA	(\$16.3)	\$27.4	\$53.5	1.4x	NA	NA	NA	NM	26.7x	13.7x	1.8x
MarketAxess Holdings Inc.	MKTX	\$7,615.9	\$7,413.4	\$385.9	\$219.2	56.8%	\$229.8	\$126.2	\$154.3	\$184.8	NM	NM	NM	NM	NM	49.4x	41.2x	15.2x
Nasdaq, Inc.	NDAQ	\$12,284.3	\$15,180.3	\$3,874.0	\$1,205.0	31.1%	\$1,221.3	\$531.9	\$690.0	\$742.2	3.9x	12.6x	12.4x	11.9x	23.1x	17.8x	16.6x	2.2x
Mean						49.6%					1.0x	14.6x	4.4x	5.5x	32.9x	30.9x	20.2x	4.6x
Median						56.8%					1.4x	14.6x	12.4x	11.9x	29.9x	26.7x	16.6x	2.2x
<i>Fin Tech</i>																		
Broadridge Financial Solutions, Inc.	BR	\$8,919.5	\$9,916.5	\$3,771.3	\$660.0	17.5%	\$781.2	\$285.5	\$391.0	\$430.3	2.6x	15.0x	12.7x	12.1x	31.2x	22.8x	20.7x	9.5x
CoreLogic, Inc.	CLGX	\$3,840.3	\$5,392.5	\$1,912.6	\$404.8	21.2%	\$472.4	\$119.3	\$196.1	\$217.5	2.8x	13.3x	11.4x	10.6x	32.2x	19.6x	17.7x	3.7x
Fiserv, Inc.	FISV	\$27,290.6	\$31,620.6	\$5,568.0	\$1,742.0	31.3%	\$2,050.2	\$833.1	\$1,088.5	\$1,224.4	5.7x	18.2x	15.4x	14.4x	32.8x	25.1x	22.3x	11.3x
MoneyGram International, Inc.	MGI	\$882.0	\$1,668.0	\$1,629.4	\$218.0	13.4%	\$277.8	\$27.3	\$58.5	\$65.9	1.0x	7.7x	6.0x	5.7x	32.3x	15.1x	13.4x	(4.4x)
The Western Union Company	WU	\$9,307.3	\$11,467.5	\$5,427.6	\$1,364.2	25.1%	\$1,290.3	\$608.1	\$787.2	\$830.8	2.1x	8.4x	8.9x	8.6x	15.3x	11.8x	11.2x	12.4x
WEX Inc.	WEX	\$4,664.0	\$6,843.0	\$1,173.8	\$379.7	32.4%	\$468.1	\$88.4	\$226.3	\$263.5	5.8x	18.0x	14.6x	13.0x	NM	20.6x	17.7x	3.0x
Mean						23.5%					3.3x	13.4x	11.5x	10.7x	28.8x	19.2x	17.2x	5.9x
Median						23.1%					2.7x	14.2x	12.1x	11.3x	32.2x	20.1x	17.7x	6.6x

Specialty Finance Market Update

Analysis of Comparable Publicly Traded Financial Services Companies (as of 7/31/2017)

(US\$ in millions, except per share data)

Company	Ticker	Market Statistics		Operating Metrics							Valuation Metrics						Price/BV ^(a)		
		Mkt Cap 7/31/17	Enterprise Value	Sales		EBITDA			Net Income		EV / Sales		EV / EBITDA			P/E			
				LTM	LTM	Margin	2017 E	LTM	2017 E	2018 E	LTM	LTM	2017 E	2018 E	LTM	2017 E		2018 E	
<i>SBA Lending/ BDC</i>																			
Ares Capital Corporation	ARCC	\$6,987.0	\$11,325.0	\$1,039.0	\$725.1	69.8%	NA	\$326.3	\$621.9	\$705.2	NM	15.6x	NA	NA	21.4x	11.2x	9.9x	1.0x	
FS Investment Corporation	FSIC	\$2,230.9	\$4,006.5	\$425.8	NA	NA	NA	\$136.4	\$199.4	\$201.8	9.4x	NA	NA	NA	16.4x	11.2x	11.1x	1.0x	
Garrison Capital Inc.	GARS	\$131.0	\$314.6	\$40.9	NA	NA	NA	\$12.0	\$17.7	\$16.2	7.7x	NA	NA	NA	10.9x	7.4x	8.1x	0.7x	
Hercules Capital, Inc.	HTGC	\$1,104.3	\$1,718.0	\$182.5	\$136.6	74.9%	NA	\$59.3	\$104.4	\$115.6	9.4x	12.6x	NA	NA	18.6x	10.6x	9.6x	1.4x	
KCAP Financial, Inc.	KCAP	\$125.8	\$296.5	\$34.5	NA	NA	NA	\$10.6	\$13.4	\$14.6	8.6x	NA	NA	NA	11.9x	9.4x	8.6x	0.7x	
Main Street Capital Corporation	MAIN	\$2,167.0	\$2,926.4	\$184.2	NA	NA	NA	\$74.9	\$125.0	\$128.7	NM	NA	NA	NA	28.9x	17.3x	16.8x	1.7x	
Medley Management Inc.	MDLY	\$36.1	\$85.7	\$72.5	\$23.6	32.6%	\$39.6	(\$3.0)	\$3.3	\$3.6	1.2x	3.6x	2.2x	1.7x	NM	10.9x	10.0x	(16.9x)	
Monroe Capital Corporation	MRCC	\$295.8	\$483.4	\$45.5	NA	NA	NA	\$14.6	\$28.6	\$30.9	NM	NA	NA	NA	20.3x	10.3x	9.6x	1.2x	
Newtek Business Services Corp.	NEWT	\$296.3	\$464.8	\$33.2	(\$0.1)	(0.4%)	NA	(\$7.8)	\$30.2	\$31.4	NM	NM	NA	NA	NM	9.8x	9.4x	1.2x	
Oaktree Capital Group, LLC	OAK	\$3,107.3	\$4,391.5	\$1,512.2	\$494.4	32.7%	\$603.0	(\$50.6)	\$249.6	\$248.3	2.9x	8.9x	7.3x	7.0x	NM	12.4x	12.5x	3.4x	
Och-Ziff Capital Management Group LLC	OZM	\$557.2	\$1,275.0	\$721.1	(\$110.2)	(15.3%)	\$228.0	(\$0.9)	\$74.1	\$59.8	1.8x	NM	5.6x	6.0x	NM	7.5x	9.3x	(1.1x)	
PennantPark Investment Corporation	PNNT	\$530.1	\$1,073.0	\$133.3	NA	NA	NA	\$41.1	\$59.8	\$55.5	8.1x	NA	NA	NA	12.9x	8.9x	9.6x	0.8x	
Prospect Capital Corporation	PSEC	\$2,940.7	\$5,468.8	\$727.4	NA	NA	NA	\$204.5	\$307.0	\$333.8	7.5x	NA	NA	NA	14.4x	9.6x	8.8x	0.9x	
Solar Capital Ltd.	SLRC	\$923.4	\$871.6	\$152.2	NA	NA	NA	\$44.1	\$70.3	\$76.9	5.7x	NA	NA	NA	21.0x	13.1x	12.0x	1.0x	
TICC Capital Corp.	TICC	\$336.2	\$466.2	\$70.5	NA	NA	NA	\$16.9	\$31.0	\$28.8	6.6x	NA	NA	NA	19.9x	10.8x	11.7x	0.9x	
Triangle Capital Corporation	TCAP	\$825.4	\$1,234.4	\$117.2	\$95.8	81.7%	NA	\$43.2	\$83.4	\$90.4	NM	12.9x	NA	NA	19.1x	9.9x	9.1x	1.1x	
Mean						39.4%					6.3x	10.7x	5.0x	4.9x	18.0x	10.7x	10.4x	(0.1x)	
Median						32.7%					7.5x	12.6x	5.6x	6.0x	18.9x	10.5x	9.6x	1.0x	
<i>Real Estate Financing</i>																			
ARMOUR Residential REIT, Inc.	ARR	\$1,041.7	\$7,112.6	\$331.0	NA	NA	\$122.9	\$185.1	\$108.3	\$99.9	NM	NA	NM	NM	5.6x	9.6x	10.4x	1.0x	
Fidelity National Financial, Inc.	FNF	\$13,321.9	\$11,426.9	\$10,137.0	\$1,816.0	17.9%	\$1,537.0	\$787.0	\$702.9	\$744.3	1.1x	6.3x	7.4x	6.9x	16.9x	19.0x	17.9x	2.2x	
First Acceptance Corporation	FAC	\$36.2	\$3.1	\$379.5	(\$26.5)	(7.0%)	NA	(\$21.4)	NA	NA	0.0x	NM	NA	NA	NM	NA	NA	0.5x	
Meta Financial Group, Inc.	CASH	\$666.7	\$970.7	\$238.9	NA	NA	NA	\$38.6	\$59.8	\$69.0	4.1x	NA	NA	NA	17.3x	11.1x	9.7x	1.5x	
MFA Financial, Inc.	MFA	\$3,364.8	\$11,177.0	\$371.0	NA	NA	NA	\$195.4	\$287.3	\$296.6	NM	NA	NA	NA	17.2x	11.7x	11.3x	1.1x	
Nationstar Mortgage Holdings Inc.	NSM	\$1,743.3	\$17,086.3	\$1,393.0	NA	NA	\$617.0	\$212.6	\$119.3	\$169.1	NM	NA	NM	NM	8.2x	14.6x	10.3x	1.0x	
PHH Corporation	PHH	\$738.8	\$901.8	\$725.0	NA	NA	NA	(\$175.6)	(\$260.8)	(\$82.3)	1.2x	NA	NA	NA	NM	NM	NM	0.7x	
Walker & Dunlop, Inc.	WD	\$1,570.2	\$3,088.7	\$630.1	NA	NA	\$175.9	\$136.9	\$138.0	\$136.6	4.9x	NA	17.6x	16.5x	11.5x	11.4x	11.5x	2.4x	
Mean						5.5%					2.3x	6.3x	12.5x	11.7x	12.8x	12.9x	11.9x	1.3x	
Median						5.5%					1.2x	6.3x	12.5x	11.7x	14.2x	11.5x	10.9x	1.1x	

Source: Cap IQ

(a) Price as of July 31, 2017 divided by the last reported book value

MERGERS & ACQUISITIONS

CAPITAL RAISING

ADVISORY

VALUATION

SELECTED SPECIALTY FINANCE TRANSACTIONS

EXECUTIVES & PRINCIPALS

Joel Magerman
Managing Partner

Volfi Mizrahi
Managing Director

Dan Avnir
Managing Director

Matt Pennino
Managing Director

Raymond Kane
Managing Director

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 <p>DIVIDEND SOLAR, INC. has agreed to merge with FIGTREE FINANCING and secured financing commitment of up to \$200,000,000 from affiliates of LL Funds Bryant Park Capital LLC initiated and acted as exclusive financial advisor to Dividend Solar, Inc. in connection with this transaction.</p>	<p>\$15,000,000</p>  <p>DIVIDEND SOLAR, INC. Senior Secured SPV Debt and Senior Secured Debt Bryant Park Capital LLC acted as exclusive financial advisor to Dividend Solar, Inc. in connection with this transaction.</p>	 <p>DIVIDEND SOLAR, INC. Senior Secured SPV Debt and Preferred Stock Bryant Park Capital LLC acted as exclusive financial advisor to Dividend Solar, Inc. in connection with this transaction.</p>	<p>\$100,000,000</p>  <p>GOLDEN PEAR FUNDING, LLC Structured Portfolio Sale and Forward Flow Agreement Bryant Park Capital LLC acted as exclusive financial advisor to Golden Pear Funding, LLC in connection with this transaction.</p>
<p>\$150,000,000</p>  <p>GOLDEN PEAR FUNDING, LLC \$100,000,000 Senior Secured Credit Facility \$50,000,000 Additional Commitment Bryant Park Capital LLC acted as exclusive financial advisor to Golden Pear Funding, LLC in connection with this transaction.</p>	 <p>NORTHERN LEASING SYSTEMS, INC. Senior Secured Credit Facility Bryant Park Capital LLC acted as financial advisor to and as placement agent for Northern Leasing Systems, Inc. in connection with this transaction.</p>	<p>\$40,000,000</p>  <p>PEACHTREE SETTLEMENT FUNDING, LLC d/b/a PEACHTREE has completed a Private Placement of Preferred Equity Bryant Park Capital, Inc. initiated this transaction.</p>	<p>\$123 LUMP \$UM</p>  <p>123 LUMP SUM HOLDINGS, LLC Private Placement of Preferred Stock with GCP Capital Partners Bryant Park Capital Securities, Inc. acted as exclusive financial advisor and sole private placement agent to 123 Lump Sum Holdings, LLC in connection with this transaction.</p>
<p>\$240,000,000</p>  <p>J.G. WENTWORTH MANAGEMENT COMPANY, INC. has sold a majority stake in the company through a leveraged buyout transaction to JLL PARTNERS Bryant Park Capital initiated the transaction and acted as financial advisor to J.G. Wentworth Management Company, Inc.</p>	<p>RAPID CASH FUNDING has been acquired by JGWPT HOLDINGS, LLC Bryant Park Capital Securities, Inc. acted as exclusive financial advisor to Rapid Cash Funding in connection with the transaction.</p>	 <p>FAIRFIELD FUNDING d/b/a APIS MANAGEMENT LLC d/b/a FAIRFIELD FUNDING Advisory Services for the Sale of Structured Settlement Assets Bryant Park Capital Securities, Inc. acted as financial advisor to Fairfield Funding in the sale of certain assets.</p>	<p>\$25,200,000</p>  <p>THE MONEY PORTAL PLC Convertible Cumulative Redeemable Preference Shares Bryant Park Capital acted as financial advisor to The Money Portal PLC in connection with this transaction.</p>
 <p>CBC SETTLEMENT FUNDING has been acquired by ASTA FUNDING, INC. Bryant Park Capital Securities, Inc. acted as exclusive financial advisor to CBC Settlement Funding, LLC in connection with this transaction.</p>	<p>\$15,000,000</p>  <p>SETTLEMENT FUNDING, LLC d/b/a PEACHTREE FINANCIAL SOLUTIONS a wholly-owned subsidiary of PEACH HOLDINGS, INC. Lottery Financing Facility Bryant Park Capital, Inc. initiated and acted as financial advisor to Peach Holdings, Inc. in connection with this transaction.</p>	<p>\$123 LUMP \$UM</p>  <p>123 LUMP SUM HOLDINGS, LLC Senior Secured Credit Facility Bryant Park Capital LLC initiated this transaction and acted as placement agent for 123 Lump Sum Holdings, LLC.</p>	<p>\$50,000,000</p>  <p>CASHREADY LLC Portfolio Purchase Credit Facility Bryant Park Capital, Inc. acted as the exclusive financial advisor to CashReady LLC in this transaction.</p>
<p>\$150,000,000</p>  <p>MoneyLion, Inc. Senior Secured Credit Facility Bryant Park Capital LLC acted as exclusive financial advisor to MoneyLion, Inc. in connection with this transaction.</p>	 <p>PRINCIPIS CAPITAL LLC Senior Secured Credit Facility Bryant Park Capital LLC acted as exclusive financial advisor to Principis Capital LLC in connection with this transaction.</p>	<p>\$40,000,000</p>  <p>SETTLEMENT FUNDING, LLC d/b/a PEACHTREE FINANCIAL SOLUTIONS a wholly-owned subsidiary of PEACH HOLDINGS, INC. Credit Facility Bryant Park Capital, Inc. acted as financial advisor to Peach Holdings, Inc. in connection with this transaction.</p>	<p>\$25,000,000</p>  <p>LEISURE CONCEPTS MANAGEMENT AND CONTEXT RV CONVERSION FUND I, L.P. Acquisition Line of Credit and Consumer Finance Line of Credit Bryant Park Capital, Inc. acted as financial advisor to Leisure Concepts Management in connection with this transaction.</p>
<p>\$60,000,000</p>  <p>GOLDEN PEAR FUNDING, LLC \$30,000,000 Junior Secured Credit Facility \$30,000,000 Additional Commitment Bryant Park Capital LLC acted as exclusive financial advisor to Golden Pear Funding, LLC in connection with this transaction.</p>	 <p>NORTHERN LEASING SYSTEMS, INC. Senior Secured Credit Facility Bryant Park Capital LLC acted as financial advisor to and as placement agent for Northern Leasing Systems, Inc. in connection with this transaction.</p>	 <p>JGWPT HOLDINGS, LLC Valuation Services Bryant Park Capital Valuation Services LLC provided valuation services to JGWPT Holdings, LLC.</p>	 <p>GOLDEN PEAR FUNDING, LLC Portfolio Sale of Assets Bryant Park Capital LLC acted as exclusive financial advisor to Golden Pear Funding, LLC in connection with this transaction.</p>

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