

Newsletter – September 2015

Company Overview

VPC Specialty Lending Investments PLC (“VSL” or the “Company”) invests in opportunities within the specialty lending market primarily through online lending Platforms. The Company completed its IPO on 17 March 2015 with a premium listing on the Official List of the UK Listing Authority and trading on the Main Market of the London Stock Exchange. The Company’s trading symbol is VSL.

The Company’s investment manager is Victory Park Capital Advisors, LLC (“VPC” or the “Investment Manager”). VPC is an SEC-registered investment adviser and acts as the AIFM of the Company.

Since 2010, the Investment Manager has been actively involved in the specialty lending marketplace and has made more than \$3.7 billion of investments and commitments across various financial technology Platforms, spanning multiple geographies, products and structures, and is continuing to deploy capital into existing Platform capacity at an average monthly rate in excess of \$120 million from VSL as well as VPC’s other investment vehicles.

The Company’s Investment Objective

Increased banking regulation (particularly in Europe and the U.S.) is imposing restrictions on certain types of lending by banks to both consumers and small businesses, leading to a growing market for specialty lending Platforms. The online lending market continues to expand rapidly as both borrowers and investors recognise the advantages relative to the traditional bank lending model.

The Company seeks to generate an attractive total return for shareholders consisting of dividend income and capital growth via investments across a diverse portfolio of various online lending platforms (each a “Platform”), asset classes, geographies (primarily U.S., U.K. and Europe) and credit bands.

The Company generates investment income from exposure to Platform-originated consumer and small business loans, including corporate and trade receivables, in accordance with certain investment limits and restrictions to ensure diversification of the Company’s portfolio is maintained and that concentration risk and credit exposure is mitigated. In addition, the Company may also make direct equity investments, or receive warrants to purchase equity stakes, in such Platforms.

Investment Highlights

- Significant market opportunity with rapid and continued expansion.
- Experienced management team that has been involved in the sector since 2010.
- Access to scalable online lending Platforms utilising VPC’s existing loan and forward flow contractual agreements.
- Substantially fully invested net IPO proceeds well ahead of plan.
- Exposure to geographic, product and structural diversity.
- The yield on the substantially fully invested portfolio is in line with expectations in order to meet the targeted dividend yield of 8%.¹
- On 30 September 2015, the Company announced that it had raised gross proceeds of £183 million following the issue of C shares pursuant to the Share Issuance Programme. The C shares began trading on 20 October 2015.

Performance Summary (As at 30 September 2015)

NAV (Cum Income)	£201,265,369	NAV per Share (Cum Income)	100.63p	Shares in Issue	200,000,000						
NAV (Ex Income)	£197,472,895	NAV per Share (Ex Income)	98.74p	Issue Price	100.00p						
Market Capitalisation	£206,000,000	Share Price (30 September 2015 Close)	103.00p	Premium / (Discount) to NAV (Cum Income)	2.35%						
	Mar-15	Apr-15	May-15	Jun-15	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	ITD ⁴
NAV (Cum Income) Return ²	-0.12%	0.63%	0.33%	0.81%	0.77%	0.51%	0.63%	-	-	-	3.60%
Share Price Performance ³	0.50%	0.25%	1.24%	0.00%	1.96%	-2.88%	1.98%	-	-	-	3.00%
Dividend Per Share	-	-	-	-	-	0.9p	-	-	-	-	0.9p

¹This is a target only and not a profit forecast. There can be no assurance that the target will be met and it should not be taken as an indication of the Company’s expected or future results.

²Net of issue costs.

³Based on issue price of 100p.

⁴ITD: Inception to Date.

Monthly Commentary

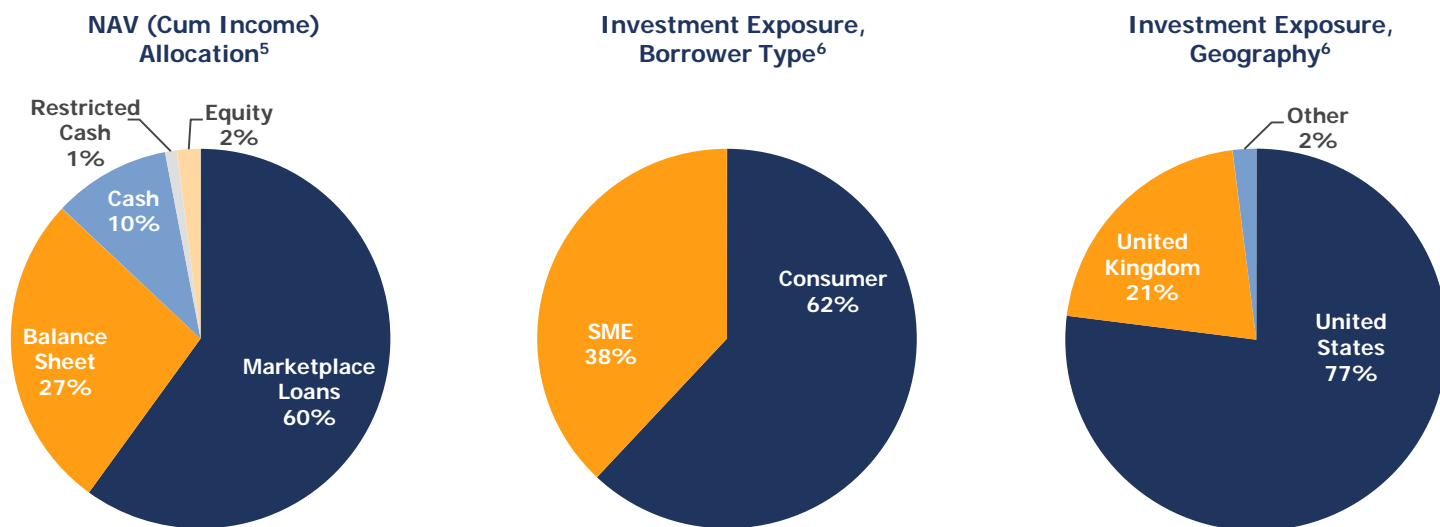
The Company continued to execute on its investment objectives and delivered a NAV return of 0.63% for the month of September. Additionally, the Company announced on 30 September 2015 that it had raised a further £183 million of capital through the issuance of C shares pursuant to the Share Issuance Programme.

The Company's investments are diversified with exposure to 19 Platforms originating consumer and small business loans, in addition to companies supporting the specialty lending market, across the U.S., U.K. and Europe. Furthermore, the Investment Manager continues to see a strong pipeline of investment opportunities within the specialty lending sector, with capacity available from both existing and new platforms.

In September, the Company made initial equity investments in PeerIQ and CommonBond, Inc. Furthermore, the Company continued to draw from the respective non-recourse credit facilities at the special purpose vehicle level to leverage loans originated by Avant, Funding Circle and Prosper. Despite the upfront costs related to these facilities causing a slight drag on the current performance, the Investment Manager believes these facilities will be accretive to the Company's returns going forward.

As at 30 September 2015, consumer exposure accounted for 62% of the invested portfolio, while small business exposure accounted for 38%. Investments in U.S. Platforms accounted for 77% of the invested portfolio, with the remainder being predominantly UK-based loans. As part of these investments, the Company has equity exposure to 11 Platforms through equity securities or convertible notes.

Portfolio Composition (as at 30 September 2015)



Events Subsequent to 30 September 2015

VPC is continuing to deploy capital into existing Platform capacity at an average monthly rate in excess of \$120 million from VSL as well as VPC's other investment vehicles.

In light of TrustBuddy AB's October bankruptcy filing, the Company confirms it does not hold a position in TrustBuddy AB, nor has it ever had any exposure to it.

⁵Restricted Cash reflects cash held in underlying private fund investments that is not available for direct investment by VSL.

⁶Calculations using gross asset exposure and not reduced for gearing. Excludes cash.

Glossary of Terms

Market Capitalisation – Month-end closing share price multiplied by the number of shares outstanding at month end.

NAV (Cum Income) or NAV or Net Asset Value – The value of assets of the Company less liabilities determined in accordance with the accounting principles adopted by the Company.

NAV (Ex Income) – The NAV of the Company, including current year capital returns and excluding current year revenue returns and unadjusted for dividends relating to revenue returns.

NAV per Share (Cum Income) – The NAV (Cum Income) divided by the number of shares in issue.

NAV per Share (Ex Income) – The NAV (Ex Income) divided by the number of shares in issue.

Premium / (Discount) to NAV (Cum Income) – The amount by which the share price of the Company is either higher (at a premium) or lower (at a discount) than the NAV per Share (Cum Income), expressed as a percentage of the NAV per share.

Share Price – Closing share price at month end (excluding dividends reinvested).

NAV (Cum Income) Return – The theoretical total return on shareholders' funds per share reflecting the change in NAV assuming that dividends paid to shareholders were reinvested at NAV at the time dividend was announced.

Important Information

All data in this factsheet is at or to the final day of the calendar month identified in the heading of the factsheet's front page unless otherwise stated. Issued in the UK by VPC.

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VPC is authorised and regulated by the Financial Conduct Authority and is registered in England (registered number 9385218) with its registered office at 40 Dukes Place, London EC3A 7NH.

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