Prosper Systems Financing - Overview

Mission

Serve the (SMBs) in the US and beyond with the myriad Finance Options, thorough Preparation and complete Submittals to well-vetted Financial Sources.

Our Unique Sales Proposition (USP)
We have deep industry *Knowledge*,
so that we identify and anticipate Problems and Opportunities,
as well as properly and creatively Structure *complete* Finance Proposals,
increasing Success Rates, saving preparation and approval time, and **speeding Projects to completion**.

Industries served are Commercial Real Estate (CRE), Technology (generally computer-facilitated tech), Natural Resources (Mining and O&G), and Combinations of some or all.

Market

Small and Medium Sized Businesses (SMBs) are significant drivers of economic growth, job creation and new innovation in the United States (US). There are around 29 million businesses with fewer than 500 employees in the US, representing 99.7% of all US businesses and almost half of total private sector employment. –Deloitte 2017

There are about a projected 972 non-bank lenders sharing about 50% of the Commercial Lending with conventional banks, accounting for $4T in loans. –FDIC 2017

Even a tiny percentage will keep us very busy and profitable. Starting at a *monthly* total of $2M growing to $73M+ over 5 years, we will be very profitable, even after paying 10% to referrers and 50% to various partners and taxes

Then using those profits to pay off 24% debt and invest in stable passive investments at 18% per year, it will yield:

- $256K Cumulative Profit through Year 1, growing 37x through Year 5.
- $272K Net Worth through Year 1, growing 53x through Year 5.

See Financial Projects below in **Money.**

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Management

275 years' experience; 18-59 per Member; average 34; median 31; Financing to us$20mm; Company Sales to us$12mm; Supervision to 200; P&L responsibility to us$220mm



Kenton H Johnson, MS/BS Inter-Disciplinary Systems, Engineering, **Founding Member**, is a 40-year independent businessman and successful 50-year veteran of small to large project development, marketing and sales, with P&L responsibility to $220mm & growing.

Stephen M Strigel, MS Operations Management, BA Business Administration, USAF Instructor Certificate, Owner OWG Enterprises, **Financial and Business Management Advisory Team Member**, has 26 years' experience in business consulting, financial structuring and debt restructuring, with P&L responsibility to multiple $millions.

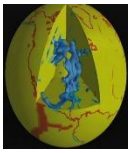




Christopher L Wright, PE, BS Mining, Qualified Person, **Operations Advisory Team Member**, has spent 27 years enabling mining projects, assuring maximum productivity and extraction rates, with P&L responsibility to multiple $millions.

T Goode, BS Commerce and Finance, ND Health, **Life Consultant**, has 59 years' experience as an entrepreneur and veteran of teaching, public speaking, sales and seminar production, and has supervised and motivated business teams of up to 100 professionals.





C Woods, Post-Graduate Paleontology, BS Geology and Paleontology, **Geologic and Environmental Compliance Advisory Team Member**, has 37 years' experience of project management and supervision in hard-rock and oil geology, as well as environmental compliance, with P&L responsibility to multiple $millions.

N Scott Kendall, Independent Mining and Metals Professional, Law Student, **Mining and Electrical Advisory Board Member**, has 35 years' experience in the Mining and Electrical construction businesses, and has had P&L responsibility to multiple $millions.





Richard A Schwartz, Jr, Esq, JD, BBA Finance, **Legal Advisory Board Member**, has 18 years' experience in Business and Law - Corporate, Criminal, Civil, Divorce and Estate Planning - with a strong network for discussing or referring US and state SEC matters, with P&L responsibility to multiple $millions.

Prosper Systems Financing - Overview

MONEY - Financial Projections

Monthly *(Year 2 Quarterly, then Years 3-5, with Notes - next page)*

Starting Monthly Financing	**$ 2M**	**Monthly**											
Year-1 Goal, Monthly	$ 20M	**1**	**2**	**3**	**4**	**5**	**6**	**7**	**8**	**9**	**10**	**11**	**12**
Income	*Starting*												
Debt points - 0.50	*$10,000*	10,000	12,328	15,199	18,738	23,101	28,480	35,112	43,288	53,367	65,793	81,113	100,000
Debt Fees - 90%	*$2,000*	2,000	2,466	3,040	3,748	4,620	5,696	7,022	8,658	10,673	13,159	16,223	20,000
Equity Fees - 10%	*$2,000*	2,000	2,466	3,040	3,748	4,620	5,696	7,022	8,658	10,673	13,159	16,223	20,000
Total Income		14,000	17,260	21,279	26,233	32,342	39,873	49,157	60,603	74,714	92,111	113,558	140,000
Expenses	*Starting*												
Conferences/Classes	*$280*	(280)	(283)	(286)	(288)	(291)	(294)	(297)	(300)	(303)	(306)	(309)	(312)
Mrktng/Admn - min $500	*$500*	(500)	(505)	(510)	(515)	(520)	(526)	(531)	(536)	(541)	(547)	(552)	(558)
Transport - base $800	*$850*	(850)	(859)	(867)	(876)	(885)	(893)	(902)	(911)	(920)	(930)	(939)	(948)
Apt/Office - min $1400	*$1,400*	(1,400)	(1,414)	(1,428)	(1,442)	(1,457)	(1,471)	(1,486)	(1,501)	(1,516)	(1,531)	(1,546)	(1,562)
CPA	*$140*	(140)	(141)	(143)	(144)	(146)	(147)	(149)	(150)	(152)	(153)	(155)	(156)
Phone	*$150*	(150)	(152)	(153)	(155)	(156)	(158)	(159)	(161)	(162)	(164)	(166)	(167)
Legal	*$60*	(60)	(61)	(61)	(62)	(62)	(63)	(64)	(64)	(65)	(66)	(66)	(67)
Debt Service on	*$50,000*	(1,000)	(3,055)	(3,225)	(4,033)	(4,875)	(5,950)	(7,263)	(8,883)	(10,877)	(8,063)	0	0
Referral Fees on	*$14,000*	(1,400)	(1,726)	(2,128)	(2,623)	(3,234)	(3,987)	(4,916)	(6,060)	(7,471)	(9,211)	(11,356)	(14,000)
Total Costs		(5,780)	(8,195)	(8,801)	(10,139)	(11,626)	(13,489)	(15,767)	(18,567)	(22,009)	(20,970)	(15,089)	(17,771)
GROSS PROFIT		8,220	9,065	12,478	16,095	20,716	26,383	33,390	42,036	52,705	71,140	98,469	122,229
Payouts		(4,110)	(4,533)	(6,239)	(8,047)	(10,358)	(13,192)	(16,695)	(21,018)	(26,353)	(35,570)	(49,234)	(61,115)
NET PROFIT													
	Monthly	4,110	4,533	6,239	8,047	10,358	13,192	16,695	21,018	26,353	35,570	49,234	61,115
	Quarterly			14,881			31,597			64,066			145,919
	Annual												256,463
CUMULATIVE PROFIT		4,110	8,643	14,881	22,929	33,287	46,478	63,173	84,191	110,544	146,114	195,348	256,463
Net Worth Investments at	18%	4,172	8,835	15,300	23,697	34,566	48,474	66,146	88,472	116,547	154,399	206,688	271,819

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MONEY - Financial Projections *(cont'd)*

Year 2 Quarterly, then Years 3-5

	Quarterly - Year 2				Years 3-5		
	Q1	Q2	Q3	Q4	Yr 3	Yr 4	Yr 5
Income							
Debt Points	369,854	455,973	562,145	693,039	3,417,643	4,213,430	5,194,514
Debt Fees	73,971	91,195	112,429	138,608	683,529	842,686	1,038,903
Equity Fees	73,971	91,195	112,429	138,608	683,529	842,686	1,038,903
Total Income	517,796	638,363	787,003	970,254	4,784,700	5,898,802	7,272,319
Expenses							
Con/Classes	(966)	(995)	(1,025)	(1,056)	(4,396)	(4,574)	(4,760)
Mrktng/Admn	(1,724)	(1,776)	(1,830)	(1,886)	(7,849)	(8,168)	(8,500)
Transport	(2,931)	(3,020)	(3,111)	(3,206)	(13,344)	(13,886)	(14,449)
Apt/Office	(4,828)	(4,974)	(5,125)	(5,280)	(21,978)	(22,870)	(23,799)
CPA	(483)	(497)	(512)	(528)	(2,198)	(2,287)	(2,380)
Phone	(517)	(533)	(549)	(566)	(2,355)	(2,450)	(2,550)
Legal	(207)	(213)	(220)	(226)	(942)	(980)	(1,020)
Debt Service	0	0	0	0	0	0	0
Refrrl Fees	(51,780)	(63,836)	(78,700)	(97,025)	(478,470)	(589,880)	(727,232)
Total Costs	(63,435)	(75,845)	(91,073)	(109,773)	(531,531)	(645,096)	(784,689)
GROSS	454,360	562,518	695,930	860,481	4,253,169	5,253,706	6,487,630
Payouts	(227,180)	(281,259)	(347,965)	(430,241)	(2,126,585)	(2,626,853)	(3,243,815)
NET							
Monthly							
Quarterly	227,180	281,259	347,965	430,241			
Annual				1,286,645	2,126,585	2,626,853	3,243,815
CUM PRFT	483,643	764,902	1,112,867	1,543,108	3,669,692	6,296,546	9,540,360
NW Invest	521,793	839,734	1,241,951	1,748,575	4,633,211	8,680,265	14,256,646