

Peer-to-Peer Business Finance - UK - November 2019

Report Price: £995.00 | \$1343.55 | €1119.77

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“The ongoing stagnation in bank lending to SMEs is in direct contrast to the continued expansion in SME activity. This lack of financial support from mainstream providers has resulted in more looking towards non-bank options such as P2P when seeking finance.”
- Lewis Cone, Senior B2B Analyst

This report looks at the following areas:

- **New FCA rules come into effect from December but not all platforms are ready**
- **SME funding gap continues to provide opportunities**

Market Business Development believes that the value of the peer-to-peer business lending market has risen by 486% over the last five years – from £1.16 billion in 2015 to £6.78 billion in 2019.

The sector achieved significant growth in each year, with estimated annual growth ranging between 28% (in 2015) and 99% (in 2017).

Growth in P2P business lending is starting to slow with loss rates beginning to rise. However, investment returns remain strong when compared to other fixed-income options.

With the industry starting to mature, it is becoming more scrutinised, especially in terms of lending standards and platforms' ability to get investor's money back and deliver consistent returns.

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DID YOU KNOW?

This report is part of a series of reports, produced to provide you with a more holistic view of this market

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Business lending to rise by 98% to 2024

Figure 8: P2P business lending forecast, 2020-24, by market value, (£ million)

Lower availability of business funding could see P2P account for over a third of all lending by 2030

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The Small Business, Enterprise and Employment Act

The Financial Services and Markets Act 2000 (Carrying on Regulated Activities by Way of Business) Order 2001

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FCA changes

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P2P loans now available within a SIPP

Institutional funding becoming a key financing source for several lenders

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P2P loans now available within a SIPP

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Institutional funding becoming a key financing source for several lenders

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Trade associations

Association of Short Term Lenders

Financial Intermediary & Broker Association (FIBA)

National Association of Commercial Finance Brokers

Peer-2-Peer Finance Association (P2PFA)

Trade magazines

Bridging & Commercial

Business Matters

Commercial Reporter

Loans Insider

Peer2Peer Finance News

Trade events

AltFi London Summit 2020

Financial Services Expo London 2020

NACFB Commercial Finance Expo 2020

The Finance Professional Show

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