

United States House of Representatives
Committee on Financial Services
2129 Rayburn House Office Building
Washington, D.C. 20515

MEMORANDUM

To: Members of the Committee on Financial Services

From: FSC Majority Staff

Date: July 7, 2016

Re: July 12, 2016, Financial Institutions and Consumer Credit Subcommittee Hearing entitled “Examining the Opportunities and Challenges with Financial Technology (“FinTech”): The Development of Online Marketplace Lending”

The Subcommittee on Financial Institutions and Consumer Credit will hold a hearing entitled “Examining the Opportunities and Challenges with Financial Technology (“FinTech”): The Development of Online Marketplace Lending” at 2:00 p.m. on Tuesday, July 12, 2016 in room 2128 of the Rayburn House Office Building. This will be a one-panel hearing with the following witnesses:

- Mr. Parris Sanz, Chief Legal Officer, CAN Capital, on behalf of the Electronic Transactions Association
- Mr. Sachin Adarkar, General Counsel, Prosper Funding
- Mr. Rob Nichols, CEO, American Bankers Association
- Mr. Bimal Patel, Partner, O’Melveny & Myer

Financial technology (“FinTech”) is a segment of the financial services industry that uses technology to provide innovative services and products to consumers and small businesses. Within the FinTech industry, marketplace lenders use online lending platforms and underwriting algorithms to provide affordable and broad access to credit. These firms employ a number of lending models including partnering with banks, originate-to-distribute, and various hybrids. Over the last year, several federal regulatory agencies have turned their attention to this marketplace to better understand the opportunities it presents and examine the existing regulatory structure. This hearing will give Committee members the opportunity to assess the development of the FinTech market,

Members of the Committee

July 7, 2015

Page 2

including how online lenders and banks interact. Further, the hearing will evaluate the current regulatory structure and recent policy developments.

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