

**Part 2B of Form ADV: *Brochure Supplement***

Item 1 Cover Page

**PROSPER FINANCIAL MANAGEMENT, LLC**

**404 Lynnwood Blvd.  
Nashville, Tennessee 37205**

**423-991-8401 (phone)  
rpearce@prosperfm.com  
www.prosperfm.com**

This brochure (the "Brochure") provides information about key firm personnel, and supplements the Prosper Financial Management, LLC brochure. You should have received a copy of that brochure. If you have not received a copy of Prosper Financial Management, LLC's brochure, or if you have any questions regarding the brochure or this supplement, please contact us at 423-991-8401.

This brochure is dated January 10, 2013

Item 2 Educational Background and Business Experience

Richard G. Pearce, Jr. is the sole Member and Officer of Prosper Financial Management, LLC, with a title of Managing Member. Mr. Pearce has a B.S.B.A. in business management and a M.B.A. degree from Samford University. He has a J.D. degree from Cumberland School of Law. Since graduating from Cumberland School of Law, Mr. Pearce practiced law (tax, transactional work, business litigation, estate planning, white collar criminal defense) for over eight years, over seven of which was on a full-time basis. Mr. Pearce remains an actively practicing attorney on part-time basis. Mr. Pearce was born in 1979.

Item 3 Disciplinary Information

Mr. Pearce does not have any legal or disciplinary information to report.

Item 4 Other Business Activities

Mr. Pearce does not have any other business activities to report.

Item 5 Additional Compensation

Mr. Pearce does not have any additional compensation to report.

Item 6 Supervision

As the sole owner of Prosper Financial Management, LLC, Mr. Pearce is not supervised.

Item 7 Additional Requirements for State-Registered Advisers

Mr. Pearce does not have any additional legal or disciplinary information to report.