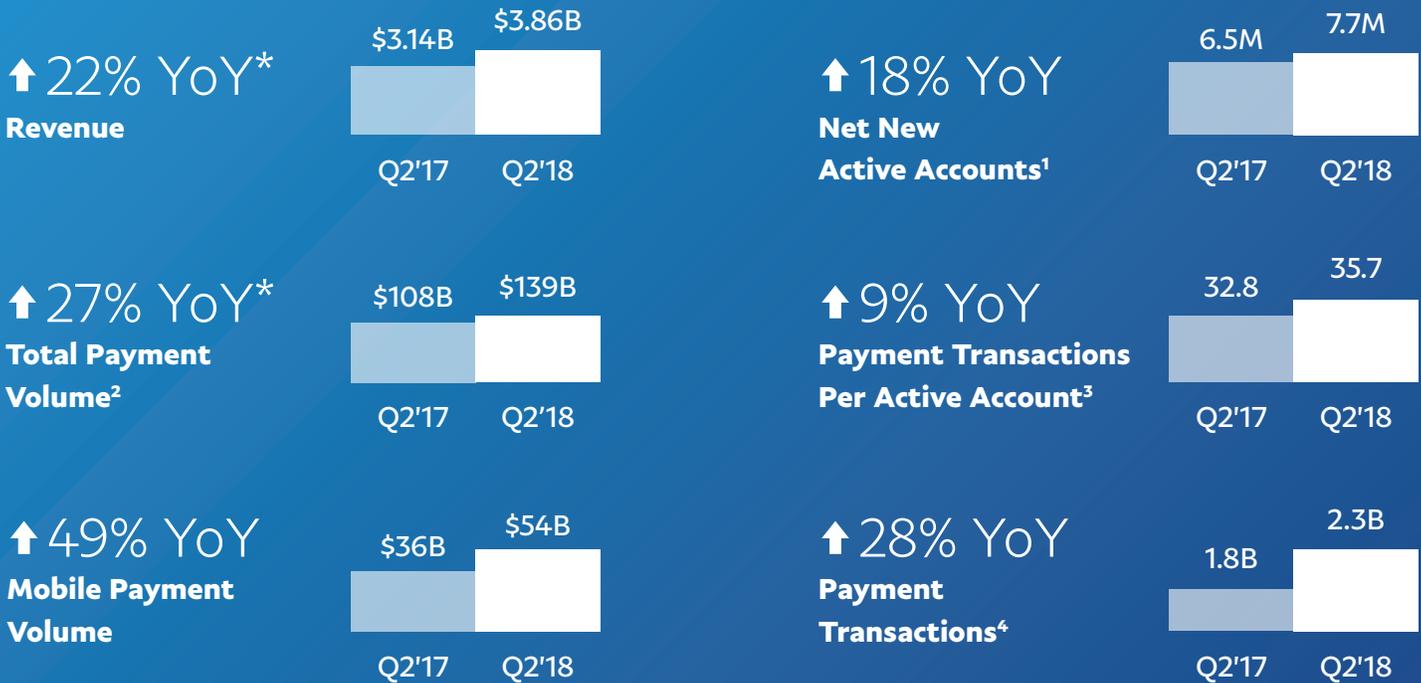


"Our customer choice initiatives, partnership strategy and continued focus on being a customer champion are contributing to our sustained strong performance. We are pleased to have announced four acquisitions in the second quarter that advance our merchant value proposition and geographic reach. Our strategic decision to become an open platform committed to partnerships has increased the value that PayPal can offer our customers, both consumers and merchants."

Dan Schulman, President and CEO of PayPal



Q2 2018 Results



*Calculated on an FX-neutral basis.

Prior period metric results for Active Accounts, Total Payment Volume, Payment Transactions Per Active Account, and Payment Transactions have been revised to reflect the updated definitions of the metrics. For additional details, please see PayPal's Current Report on Form 8-K filed with the Securities and Exchange Commission on April 10, 2018.

¹ **Active Accounts:** An active account is registered directly with PayPal or a platform access partner that has completed a transaction through our Payments Platform, not including gateway-exclusive transactions, within the past 12 months.

² **Total Payment Volume (TPV):** The value of payments, net of reversals, successfully completed through our Payments Platform or enabled by PayPal via a partner payment solution, not including gateway exclusive transactions.

³ **Payment Transactions Per Active Account:** The total number of payment transactions within the previous 12 month period, divided by active accounts at the end of the period.

⁴ **Payment Transactions:** The total number of payments, net of payment reversals, successfully completed through our Payments Platform, not including gateway-exclusive transactions.

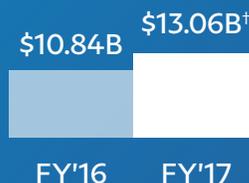
"PayPal had a landmark year in 2017. We brought record numbers of new customer accounts to our platform by democratizing financial services for consumers and commerce capabilities for merchants. We enter 2018 with strong momentum supporting our increasingly powerful and expansive value proposition and a substantial opportunity to shape the future of payments over the next decade."

Dan Schulman, President and CEO of PayPal



2017 Full Year Results

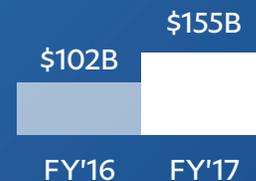
↑ 21% YoY*[†]
Revenue



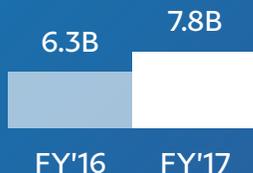
↑ 27% YoY*
Total Payment Volume¹



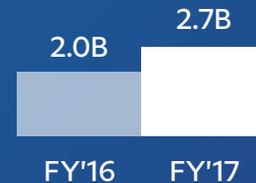
↑ 52% YoY
Mobile Payment Volume



↑ 23% YoY
Payment Transactions²



↑ 39% YoY
Mobile Payment Transactions



*Calculated on an FX-neutral basis.

[†]Non-GAAP: Revenue is presented on a non-GAAP basis. [Click here](#) for a reconciliation of this non-GAAP financial measure to the most directly comparable GAAP financial measure.

Prior period metric results for Total Payment Volume and Payment Transactions have been revised to reflect the updated definitions of the metrics. For additional details, please see PayPal's Current Report on Form 8-K filed with the Securities and Exchange Commission on April 10, 2018.

¹ **Total Payment Volume:** The value of payments, net of reversals, successfully completed through our Payments Platform or enabled by PayPal via a partner payment solution, not including gateway-exclusive transactions. The definition of TPV has been expanded to include PayPal's diversification into new partner payment solutions such as certain tokenized transactions and contextual commerce which expand the Company's opportunities for growth.

² **Payment Transactions:** The total number of payments, net of payment reversals, successfully completed through our Payments Platform, not including gateway-exclusive transactions.