

Global Variance Expansion



May 2007

Interthinx® proudly offers a unique and powerful expansion of variances within its proven FraudGUARD® scoring system to provide lenders and investors unmatched risk management results.

“Real-time” analysis of lending risk will be achieved by flagging questionable activity among Borrowers and Third Parties within current “pre-funding” loan files existing in our unparalleled industry database. For the first time, Interthinx will enable the global exchange of various high impact alerts involving participants and their history with (or relationship to) past high risk transactions.

This solution is completely integrated into the current FraudGUARD scoring system for the convenience and protection of our customers.

Enhancement Facts:

- Global (industry wide) variances evaluate the Borrower, Third Party and Subject Property data by leveraging millions of Interthinx loan transactions and exchanging certain critical data sets that fuel Interthinx systems.
- The “expansion” will consist of over 35 new alerts and updates to over 30 existing alerts within FraudGUARD.
- There is no additional charge for this enhancement.
- Release date is July, 2007.

Enhancement Features:

1. Over 35 new **Global Participant History** alerts have been added. These alerts analyze the Borrower and Third Party on each loan submitted to the system. New alerts present the results of their analyses in the body of the alert’s text. For example:

“PARTICIPANT HISTORY ALERT - 200 loan submissions within the Interthinx industry inventory include BROKER 1’S NAME (Bob Broker). Of these, 50 (25%) have the status “Investigate” or “Critical Risk”. This may be a high-risk transaction.”

2. Over 15 existing **Client Participant History** alerts have been updated with more detailed descriptions. For example:

“PARTICIPANT HISTORY ALERT - 50 loan submissions within your company’s inventory include this LOAN OFFICER’S NAME. Of these, 25 (50%) have the status “Investigate” or “Critical Risk”. This may be a high-risk transaction.”

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3. Over 15 existing **Global Ineligible List** alerts have been updated with more detailed descriptions. The new descriptions replace the former description "REVERIFY ALL DOCS". For example:

"INELIGIBLE LIST ALERT - APPRAISER'S NAME matches a name on 2 or more industry INELIGIBLE lists."

4. **Global Scheme Detection** alerts examine relationships among Borrowers, Third Party Participants and the Subject Property. Three of these alerts have been updated with more detailed descriptions. The new descriptions replace the former description "REVERIFY ALL DOCS". For example:

"POTENTIAL OCCUPANCY ISSUE - There are 5 other OWNER OCCUPIED loan submissions in the Interthinx industry inventory for this borrower."

"POTENTIAL STRAW BUYER ISSUE - This subject property has appeared on 5 other OWNER OCCUPIED loan submissions in the Interthinx industry inventory within the last 3 months with a different borrower."

"POTENTIAL OWNERSHIP ISSUE - Borrower has 5 other loan submissions for refinances of investment properties with OTHER LENDERS in the industry AND online data cannot confirm ownership of the subject property."

Enhancement Benefits:

1. Provides lenders and investors greater access to Interthinx's industry-wide view of loan application activity.
2. Provides more precise guidance about the source of potential problems on a loan.
3. Provides more efficient and productive workflow processes via access to more specific information about the nature of transaction issues. New alerts deliver the results of their analyses within the body of the alert text.

Frequently Asked Questions:

Q: What must I do to receive this enhancement?

A: Each client will automatically receive this enhancement UNLESS:

- You have customized the verbiage in your ScoreSet. For a client in this category, the ScoreSet verbiage will not be changed, nor will the new global alerts be turned on unless the client notifies Interthinx that it wants to receive the enhancement.
- You use default verbiage in your ScoreSet, BUT you have turned off one or more alerts. For a client in this category, the new global alerts will NOT be turned on unless the client notifies Interthinx that it wants the new alerts.

Please Note: Data within the Interthinx systems are compared across many Interthinx customers, but raw data or the source of raw data (or Personally Identifiable Information) is not revealed across Interthinx customers.

For more information regarding our Global Variance Expansion, please contact your Sales Representative or Account Manager today.