

## Loan Fraud Zero Tolerance

All approved Correspondents Lenders must be aware that the licensed correspondent bears the responsibility for all actions of the correspondent’s employees, agents or licenses. The correspondent/broker is fully responsible for the content and quality of each application taken and each loan submitted to NHSA JPS LLC.

THE SUBMISSION OF A LOAN APPLICATION CONTAINING FALSE INFORMATION IS A CRIME!

### Representative Examples of Types of Loan Fraud

1. Submission of inaccurate information, including false statements on loan application(s) and falsification of documents purporting to substantiate credit, employment, deposit and asset information, personal information including identity, ownership/non-ownership of real property, etc.
2. Forgery of partially or predominately accurate information.
3. Incorrect statements regarding current occupancy or intent to maintain continuing occupancy as stated in the security agreement.
4. Lack of due diligence by Correspondent, including failure to obtain all information required by the application and failure to request further information as dictated by Borrower’s response to other questions.
5. Unquestioned acceptance of information or documentation that is known or should be suspected to be inaccurate.
  - a. Simultaneous or consecutive processing of multiple owner-occupied loans from one applicant supplying different information on each application.
  - b. Allowing applicant or interested third party to “assist with the processing of the loan.”
6. Correspondent non-disclosure of relevant information.

I have read the foregoing and understand NHSA JPS LLC’s position on “Loan Fraud.”

Correspondent Lender Name: \_\_\_\_\_ Date: \_\_\_\_\_

\_\_\_\_\_  
Signature of Correspondent of Record

\_\_\_\_\_  
Signature of Principal Officer

\_\_\_\_\_  
Print Name

\_\_\_\_\_  
Print Name