

FICO® Score 10T for mortgage investors

Strengthen your portfolio with the most powerful FICO® Score ever

- **Model portfolio performance more precisely** by leveraging 24 months of trended data to view consumer behavior over time versus at a single point in time.
- **Enhance portfolio stability and mitigate credit risk** by reducing delinquencies up to 17% at a cutoff of ~680 over the prior FICO® Score version.
- **Unlock dependable cash flows** while enhancing mortgage analysis with advanced insights into prepayments and charge-offs.
- **Promote liquidity, elevating the value and appeal of your portfolio** with a globally recognized scoring standard.

Now Trading: MBS Decisioned with FICO® Score 10T



FICO® Score 10T

Mortgage investment hypothetical portfolio illustration

This example shows \$1,936,778 of potential incremental cash flow and ~18% reduction in delinquency rate using FICO® Score 10T versus Classic FICO® Score, taking into consideration the following assumptions:

- A hypothetical portfolio with a pool volume of \$1 billion with an original amortization of 360 months.
- Delinquency rates are based on a FICO® Score cutoff of 680.
- Principal and interest are calculated based on the hypothetical coupon, delinquency, and prepayment rates.

	Cash flow using Classic FICO® Score	Cash flow using FICO® Score 10T
Pool Balance (hypothetical)	\$1,000,000,000	
Amortization Term (months)	360	
Coupon	6%	
Delinquency Rate (monthly)	0.11%	0.09%
Prepayment Rate (monthly)	0.42%	
Cash flow		
Principal	\$90,857,169	\$92,060,470
Interest	\$40,621,048	\$41,354,524
Total Cash Flow	\$131,478,217	\$133,414,995
Incremental Cash Flow using FICO® Score 10T instead of Classic FICO® Score	\$1,936,778	

Note: These numbers are for illustrative purposes; actual results will vary based on investor’s portfolio.

Optimize your mortgage investment strategy with FICO

Our Mortgage and Capital Markets experts can help you minimize risks and maximize your profitability with our advanced credit risk tools.

Connect with us at ficoscoreinfo@fico.com
or visit fico.com/secondarymarket

