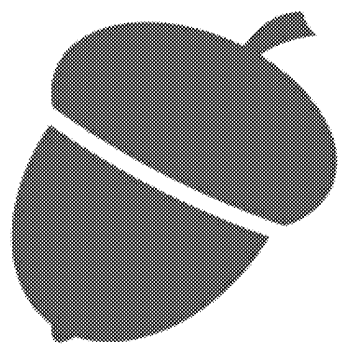


**Ex. 10 – Blueacorn Paycheck Protection Program
Loan Processing Script Containing Guidelines for
Enhanced Due Diligence**

Paycheck Protection Program Loan Processing Script



blue
acorn

Table of Contents

[TOC \h \u \z \n]

Welcome EVers

Welcome to Blueacorn's Paycheck Protection Program project. This project involves processing loan applications submitted to the SBA for the Paycheck Protection Program (PPP), a program passed by the federal government to ensure that businesses can pay their employees and themselves during the Covid-19 pandemic.

This document will serve as a primary resource for processing loans throughout the project. Please review this document carefully and bookmark it for future reference and do not hesitate to seek assistance from your EV Manager if there are any questions or concerns.

Getting Started

In this section, we will walk through accessing Salesforce, setting up Salesforce in the Sales Console View, creating your personal queue, and getting started on loans.

Accessing Salesforce

1. Navigate to the Salesforce Login page using the following URL: [HYPERLINK "https://login.salesforce.com/" \h] The following page should appear.



2. Enter your Blue Acorn username and password, and click the **login** button.

Username

benjamin.church@blueacorn.co

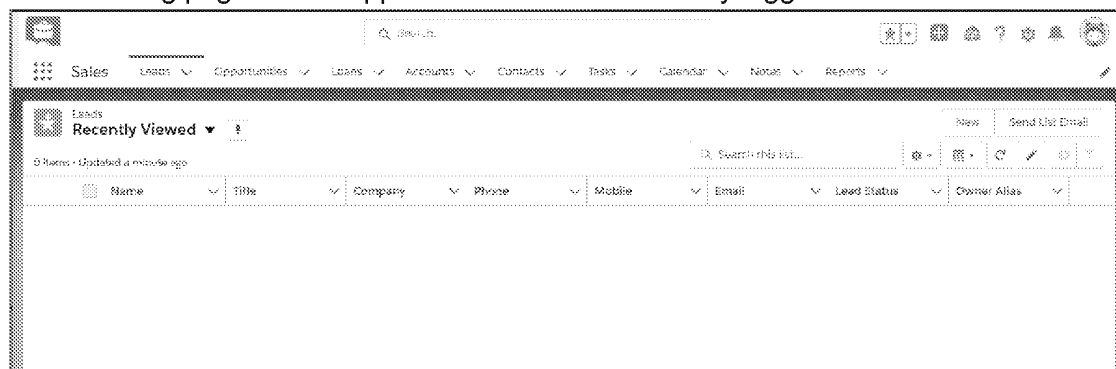
Password

Log In

☐ Remember me

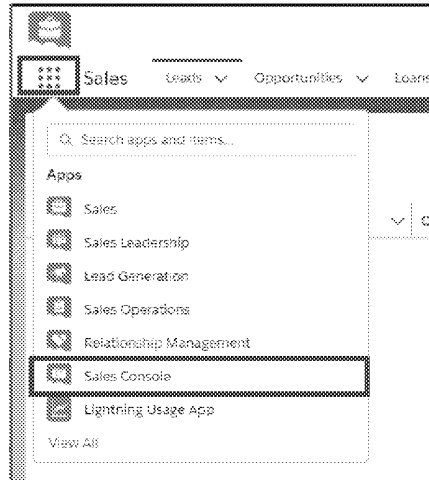
[Forgot Your Password?](#) [Use Custom Domain](#)

3. The following page should appear. You have successfully logged into Salesforce!

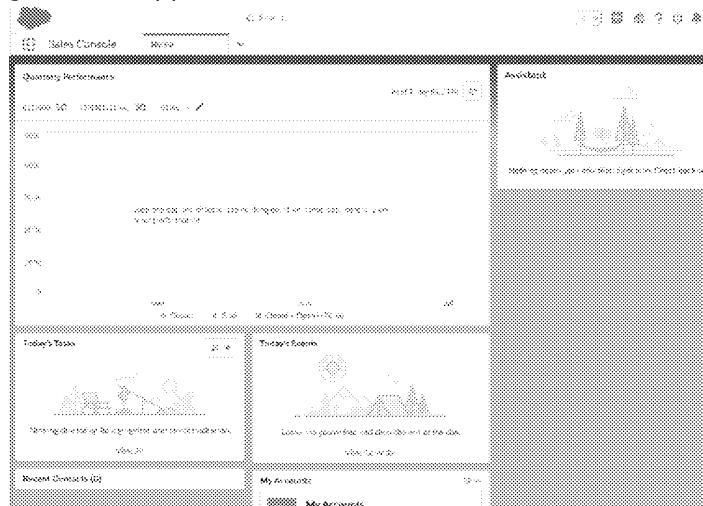


Setting up Salesforce in Sales Console View

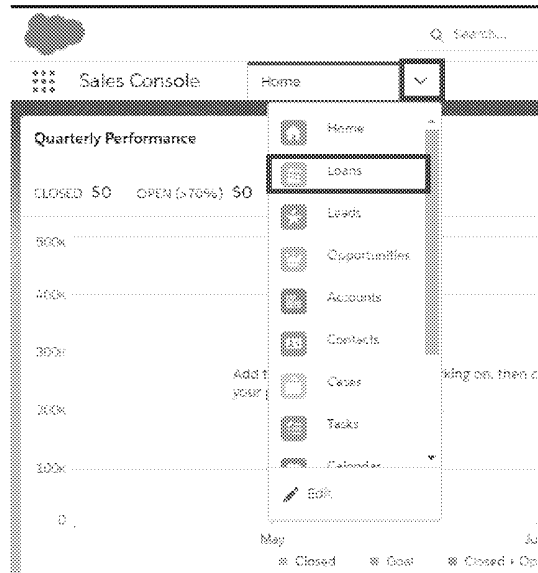
1. Select the **9 Dots** listed in the upper left corner of the window. Select **Sales Console** from the dropdown menu.



2. The following page should appear.



3. Select the **dropdown arrow** next to the Home tab. Select **Loans**.

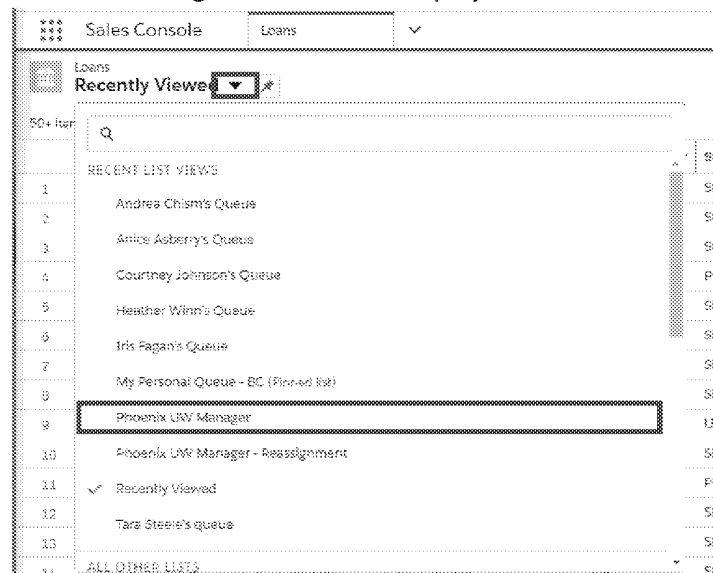


4. The menu bar at the top of the page should match the picture shown below. You have now entered the Sales Console View!



Setting Up Your Personal Loan Queue

1. Once in the Loans tab in Sales Console View, select the dropdown arrow shown below, and select **Phoenix UW Manager** from the list displayed.



2. The following page should appear.

Sales Console Loans

Phoenix UW Manager

50+ Items - Sorted by Created Date - Filtered by All Items - Substatus, IntakeSource - Updated a few seconds ago

Search this list...

	C...	Loan Number	Acc...	Pri...	Int...	Pr...	U...	Par...	Sta...	S...	Loc...	Lab...
1	3/...	BA-20162780	St...	Se...	ph...			pay...	Un...	U...	PP...	4/...
2	3/...	BA-20162789	Lar...	Lar...	ph...		22...	ph...	Un...	U...	PP...	4/...
3	3/...	BA-20162793	Inte...	Inte...	ph...		22...	ph...	Un...	U...	PP...	4/...
4	3/...	BA-20164072	Col...	Col...	ph...		0...	ph...	Un...	U...	PP...	4/...
5	3/...	BA-20165537	BE...	BE...	ph...		U...	pay...	Un...	U...	PP...	4/...
6	3/...	BA-20166709	Joe...	Joe...	ph...		U...	pay...	Un...	U...	PP...	4/...
7	3/...	BA-20169905	Int...	Int...	ph...		5...	ph...	Un...	U...	PP...	4/...
8	3/...	BA-20171161	Elb...	Elb...	ph...		5...	ph...	Un...	U...	PP...	4/...
9	3/...	BA-20171761	La...	La...	ph...		5...	ph...	Un...	U...	PP...	4/...
10	3/...	BA-20176817	Ter...	Ter...	ph...		M...	ph...	Un...	U...	PP...	4/...
11	3/...	BA-20183481	Co...	Co...	ph...		22...	ph...	Un...	U...	PP...	4/...
12	3/...	BA-20187029	Am...	Am...	ph...		22...	pay...	Un...	U...	PP...	4/...
13	3/...	BA-20190127	La...	La...	ph...		22...	ph...	Un...	U...	PP...	4/...
14	3/...	BA-20191432	U...	U...	ph...		U...	ph...	Un...	U...	PP...	4/...
15	3/...	BA-20191936	Int...	Int...	ph...		22...	ph...	Un...	U...	PP...	4/...

3. Select the dropdown arrow next to **The Gear Icon**, and select **clone** from the dropdown menu.

Sales Console Loans

Phoenix UW Manager

50+ Items - Sorted by Created Date - Filtered by All Items - Substatus, IntakeSource - Updated 2 minutes ago

Search this list...

	C...	Loan Number	Acc...	Pri...	Int...	Pr...	U...	Par...	Sta...	S...	Loc...	Lab...
1	3/...	BA-20082789	St...	Se...	ph...			pay...	Un...	U...		
2	3/...	BA-20100793	Lar...	Lar...	ph...		22...	ph...	Un...	U...		
3	3/...	BA-201655780	Jaw...	Jaw...	ph...		22...	ph...	Un...	U...		
4	3/...	BA-20164072	Col...	Col...	ph...		0...	ph...	Un...	U...		
5	3/...	BA-20165537	BE...	BE...	ph...		U...	pay...	Un...	U...		
6	3/...	BA-20166709	Joe...	Joe...	ph...		U...	pay...	Un...	U...		
7	3/...	BA-20169905	Int...	Int...	ph...		5...	ph...	Un...	U...		
8	3/...	BA-20171161	Elb...	Elb...	ph...		5...	ph...	Un...	U...		
9	3/...	BA-20171761	La...	La...	ph...		5...	ph...	Un...	U...		
10	3/...	BA-20176817	Ter...	Ter...	ph...		22...	ph...	Un...	U...		
11	3/...	BA-20183481	Co...	Co...	ph...		22...	ph...	Un...	U...		
12	3/...	BA-20187029	Am...	Am...	ph...		22...	pay...	Un...	U...		

LIST VIEW CONTROLS

- New
- Clone
- Export
- Import
- Settings
- Share this list
- View this list in a new window
- Copy
- Reset Column Widths

4. The *Clone List View* window should appear. In the *List Name* box, enter "My Personal Queue" followed by your initial and click **Save**.

Clone List View

* List Name

My Personal Queue [insert initials here]

Who sees this list view?

☒ Only I can see this list view
☐ All users can see this list view
☐ Share this view with groups of users

Cancel Save

5. The following page should appear. Click on the **Filter** icon on the right side of the page.

Sales Console

Loans Underwriting Activity x

My Personal Queue MB

New Portfolio View

50 Items - Sorted by Created Date - Filtered by All loans - In status, IntakeSource - Updated 5 minutes ago

Q Search this list

C... ↑ ↓	Loan Number	Acc...	Pri...	Inf...	Pr...	U...	Par...	Sta...	S...	Loc...	Lis...
1	BA-201408230	Acr...	Aac...	ph...			Obu...	Un...	U...	PP...	4/...
2	BA-20080080	Ven...	Vid...	pr...		Jc...	pay...	Un...	U...	PP...	4/...
3	BA-201403293	Lar...	Lar...	ph...		Ja...	Obu...	Un...	U...	PP...	4/...
4	BA-20140611	mra...	mra...	ph...		St...	Obu...	Un...	U...	PP...	4/...
5	BA-20153749	jme...	jme...	pr...		Jc...	Obu...	Un...	U...	PP...	4/...
6	BA-201604072	Cal...	Col...	ph...		O...	Obu...	Un...	U...	PP...	4/...
7	BA-20160537	BH...	BE...	pr...		L...	pay...	Un...	U...	PP...	4/...
8	BA-20160905	Jer...	Jer...	ph...		Sy...	Obu...	Un...	U...	PP...	4/...
9	BA-20171101	Eri...	Eri...	ph...		Sy...	Obu...	Un...	U...	PP...	4/...

6. The following page should appear. Select **Add Filter**.

Filters

Filter by Owner

All loans

Matching all of these filters

Substatus

equals Underwriting In Progress,
Underwriting Ready

IntakeSource

equals phoenix

And Filter

Remove All

And Filter Logic

7. The following page should appear. Select the **New Filter** box. For the *Field* box, ensure that **Underwriter** is selected from the dropdown menu. For the *value* box, enter your full first and last name (NOTE: This must be your full name spelled correctly). Select the **Done** button.

[illegible]

8. Select **Save**.

Cancel Save

Filter by Owner
All loans

Matching all of these filters

Substatus
equals Underwriting In Progress,
Underwriting Ready

IntakeSource
equals phoenix

Underwriter*
equals Mary Blibray

Add Filter Remove All

Add Filter Logic

9. Congratulations. You have successfully made your personal queue. (Note: it will likely be empty at first unlike the example here.)

Loans

My Personal Queue MB

4 loans • Sorted by Created Date • Filtered by All loans • Underwriter, Substatus, IntakeSource • Updated a few seconds ago

Search this list...

New Printable View

	C...	Loan Number	Acc...	Pr...	Int...	Pr...	U...	Par...	Sta...	S...	Loc...	Last
1	4/...	BA-20820653	Jan...	Jan...	ph...		M...	sta...	Un...	U...	po...	4/...
2	4/...	BA-20820864	Vic...	Vic...	ph...		M...	pay...	Un...	U...	pp...	4/...
3	4/...	BA-20820996	Enc...	Tali...	ph...		M...	pay...	Un...	U...	pp...	4/...
4	4/...	BA-20820283	Ale...	Ale...	ph...		M...	sta...	Un...	U...	pp...	4/...

Filters

Filter by Owner
All loans

Matching all of these filters

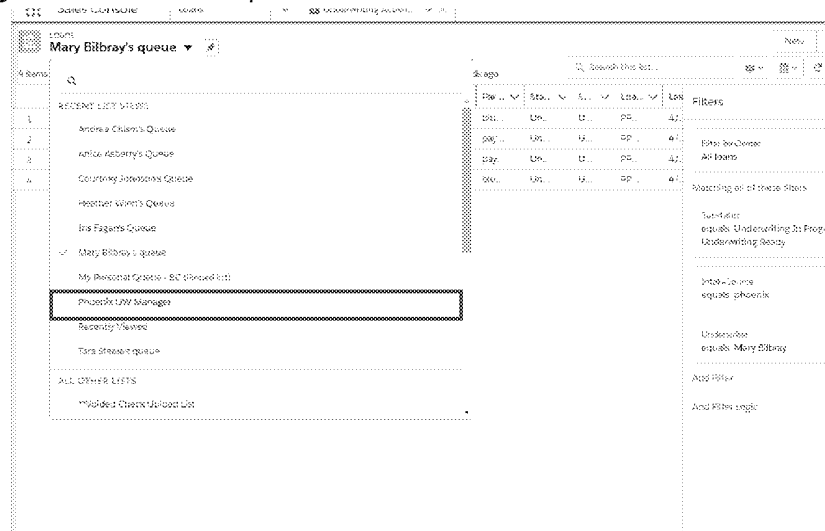
Substatus
equals Underwriting In Progress,
Underwriting Ready

IntakeSource
equals phoenix

Underwriter

Getting Started on Loans

1. Your personal queue should be empty at first. To access loans, first go to the **Phoenix UW Manager** in the Loans dropdown menu.

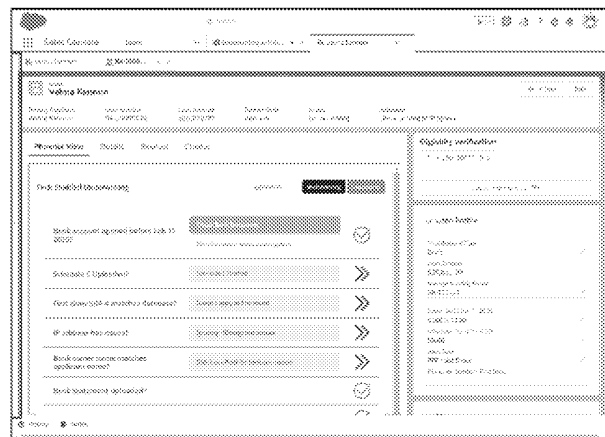


2. Select any **Loan Number** from the Loan Number column.

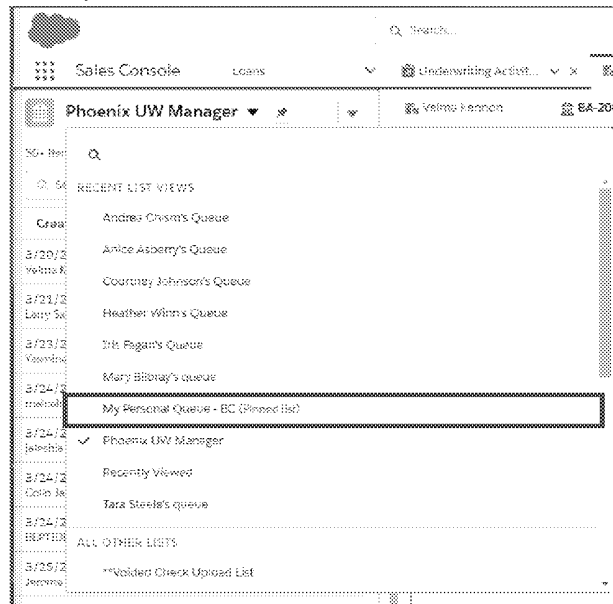
The screenshot shows the 'Phoenix UW Manager' table. The table has columns: 'Loan Number', 'APR...', 'PH...', 'INT...', 'PH...', 'U...', 'PAC...', 'Sta...', 'L...', 'L...'. The first row is highlighted with a red box, showing the loan number '84-20180550'.

	Loan Number	APR...	PH...	INT...	PH...	U...	PAC...	Sta...	L...	L...
1	84-20180550	Yes...	Yes...	ph...	ph...	ph...	ph...	ph...	ph...	ph...
2	84-20180763	Yes...	Yes...	ph...	ph...	ph...	ph...	ph...	ph...	ph...
3	84-20180813	Yes...	Yes...	ph...	ph...	ph...	ph...	ph...	ph...	ph...
4	84-20180860	Yes...	Yes...	ph...	ph...	ph...	ph...	ph...	ph...	ph...
5	84-20180872	Yes...	Yes...	ph...	ph...	ph...	ph...	ph...	ph...	ph...
6	84-20180887	Yes...	Yes...	ph...	ph...	ph...	ph...	ph...	ph...	ph...
7	84-20180905	Yes...	Yes...	ph...	ph...	ph...	ph...	ph...	ph...	ph...
8	84-20181181	Yes...	Yes...	ph...	ph...	ph...	ph...	ph...	ph...	ph...
9	84-20181261	Yes...	Yes...	ph...	ph...	ph...	ph...	ph...	ph...	ph...
10	84-20181287	Yes...	Yes...	ph...	ph...	ph...	ph...	ph...	ph...	ph...
11	84-20181346	Yes...	Yes...	ph...	ph...	ph...	ph...	ph...	ph...	ph...
12	84-20181377	Yes...	Yes...	ph...	ph...	ph...	ph...	ph...	ph...	ph...
13	84-20181401	Yes...	Yes...	ph...	ph...	ph...	ph...	ph...	ph...	ph...

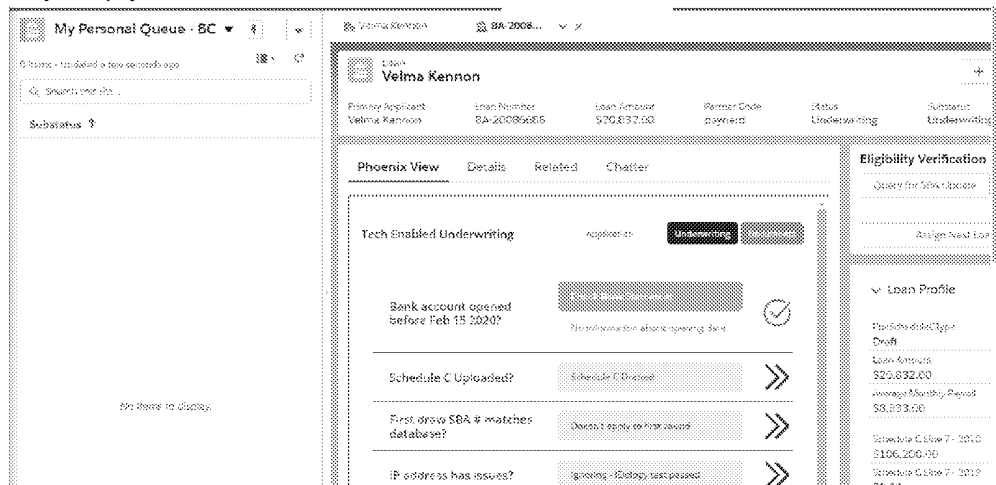
3. A page similar to the following should appear. Select the **arrow** on the left side of the screen to pop out the Loan list.



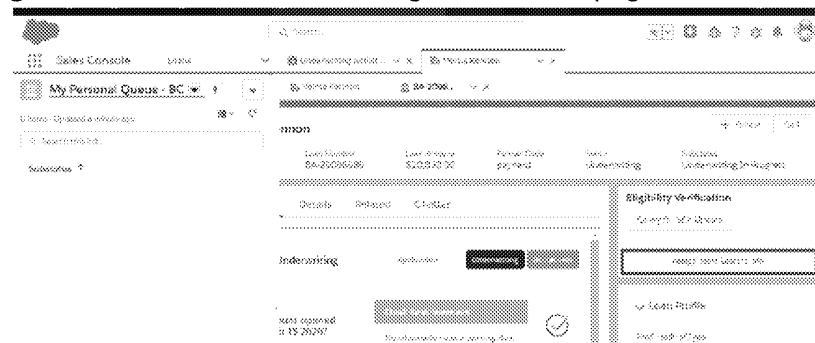
4. A menu similar to the following should appear. Select the personal queue you made earlier from the Loans dropdown menu.



5. The menu on the left side of the page will now show your personal queue. Note how it is currently empty.



6. Select **Assign Next Loan to Me** from the right side of the page.



7. You have now assigned yourself a loan! If you hit the refresh button in the menu displaying your personal queue, you should see the loan populate in your queue. Now you're ready to get to work!

The screenshot shows the 'My Personal Queue - BC' interface. On the left, there's a sidebar with a search bar and a table of items. The main area displays a loan for 'Evangeline Tolentino'. The loan details include: Primary Applicant: Evangeline Tolentino, Loan Number: BA-20705715, Loan Amount: \$5,205.00, Referral Code: payment, and Status: Underwriting. The 'Phoenix View' tab is active, showing 'Tech Enabled Underwriting' with a progress bar. Below this, there are three rows of information: 'Bank account opened before Feb 15 2020?' (No information about opening date), 'First draw SBA # matches database?' (Doesn't apply in first round), and 'Bank Statement' (uploaded). On the right, there's an 'Eligibility Verification' section with a 'Return to Processing' button and an 'Assign Next Loo' button. Below that is an 'Underwriting Errors' section with a 'Bank Statement' button.

Understanding Salesforce

This section will explain the tools presented in Salesforce.

Sales Console Phoenix View: What you will need while working through loans

After setting up your Personalized Salesforce Queue, you should see a populated list:

The screenshot shows the 'Sales Console' interface. On the left, there's a sidebar with a search bar and a table of items. The main area displays a loan for 'Jane Doe'. The loan details include: Primary Applicant: Jane Doe, Loan Number: BA-2022XXXX, Loan Amount: \$20,832.00, Referral Code: 2022XXXX, Status: Underwriting, and Substatus: Underwriting In Progress. The 'Phoenix View' tab is active, showing 'Tech Enabled Underwriting' with a progress bar. Below this, there are four rows of information: 'Bank Statement Uploaded?' (Upload Photo for bank statement), 'First draw SBA # matches database?' (Doesn't apply in first round), 'Photo verified?' (checked), 'Bank account opened before Feb 15 2020?' (checked), 'Driver's License uploaded?' (checked), and 'Schedule C Uploaded?' (checked). On the right, there's an 'SBA Actions' section with a 'Submit RPP Loan Application' button. Below that is a 'Loan Profile' section with a table of information: 'Workweek Type' (checked), 'Document' (checked), 'Loan Amount' (\$20,832.00), 'Average Monthly Payment' (\$8,333.00), 'Schedule C Line 7 - 2020' (\$0.00), 'Schedule C Line 7 - 2019' (\$246,979.00), 'Loan Type' (PPP - 1st Draw), and 'SBA Loan Number - First Draw'.

- From this list you can see your assigned loans on the left.

- On the right you can see your first PPP loan.

Overview of the Fields in the Phoenix View EV Tab

See **Working Through Loans** for further detail on EV process and loan requirements

For the Eligibility Verification process, we will stay strictly in the **Phoenix View** tab.

1. *Bank Statement Uploaded?*

- If applicant's bank account is not Plaid verified, this field will state "Check Bank Statement" and the EV will perform a thorough review of the bank statement
- If cleared by Plaid there will be no flag but EV still checks bank statements for each applicant

2. *Plaid verified?*

- When applying through the initial PPP loan application, the applicant is given the opportunity to log into their bank account through Plaid, a bank account verification system. This system verifies ownership of the bank account and if the bank account was created before February 15, 2020.
- Some applications will be flagged on the Phoenix view for "Bank Account doesn't show transactions before Feb 15, 2020" meaning that Plaid was unable to verify both Bank Account Ownership AND verify the bank account has had transactions before February 15th, 2020.

3. *Driver's license uploaded?*

- Onfido has verified the ID
 - Onfido is an identity verification system that requires the applicant to take a "selfie" of their face which is then digitally compared to the applicant's Driver's License or government issued ID.
- EVER reviews the ID and application name to ensure Onfido functioned correctly

4. *Schedule C Uploaded?*

- Clear picture or Uploaded Schedule C Document
- A Draft schedule C was used - no physical file will be required
- The applicant is missing a file and no draft created so application will need to be returned

5. *Loan amount calculation correct?*

- a. An error here could indicate a \$0 line 7 or a miscalculated loan amount. Consult the training guide for calculations and verify line 7 amount from schedule c.

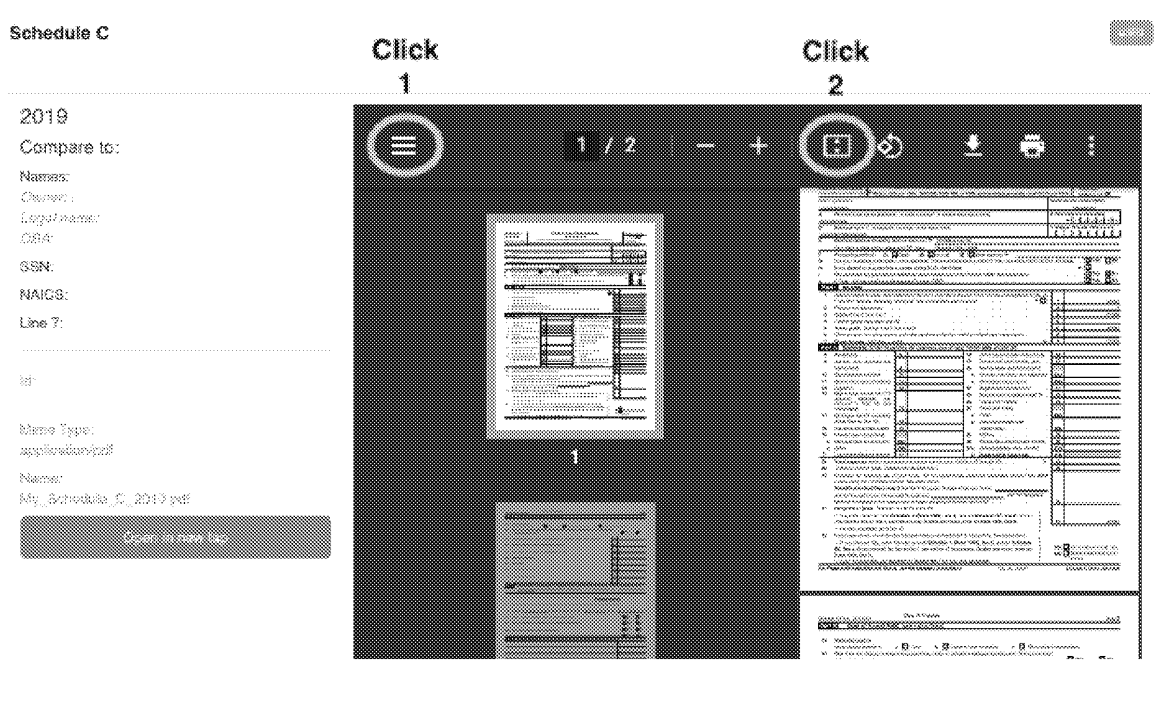
Optimizing Salesforce: Tools to help you use Salesforce more efficiently

When viewing the documents under the **Documents** tab, we see a small version of the document.

To view within the window:

Click 1 (The menu button) Once.

Click 2 (The view size button) Two times.



This will maximize the view of the document within the window of the **Documents** tab.

[illegible]

Sending a Loan Back to Processing

There are a multitude of reasons why a loan does not pass Eligibility Verification (Bank Statement date ranges are not acceptable, the Schedule C is not legible, a document other than a Schedule C is uploaded, etc.). When returning a loan to processing, we need to provide the reason(s) the loan did not successfully pass Eligibility Verification.

To send an application back to Processing due to Errors:

1. Click the **Sent Back to Processing** button, in the **Eligibility Verification** information section.

Eligibility Verification

Submit PPP Loan Application

Return to Processing

Flag for Fraud

Release to Queue

Assign Next Loan to Me

2. This window will appear.

Send Back to Processing

*Underwriting Reject Reason

--None--

Missing

Available

First Draw SBA#
Quarterly Revenue Chart
Drivers License (All Owns...
Voided Check or Screen S...

Chosen

Underwriting Reject Detail

--None--

Underwriting Notes

Cancel

Save

3. Select the reason(s) for returning a loan to Processing, and then click "Save". Once this action is completed, the loan is moved out of your queue and no further action is needed. Proceed to **"Assign Next Loan to Me"**

Walk Through of Correcting Information in the Loan Application and Loan Calculations

When going in to check the documents, there may be errors or missing information in the Salesforce file.

The first example, 0's in the **Loan Profile** Section but we have an uploaded Schedule C document.

Loan Profile	
ProScheduleCType	
Document	
Loan Amount	
\$0.00	
Average Monthly Payroll	
\$0.00	
Schedule C Line 7 - 2020	
\$0.00	
Schedule C Line 7 - 2019	
\$0.00	
Loan Type	
PPP - 1st Draw	
SBA Loan Number - First Draw	

To edit this area, click on the pencil icon to the right of *PhxScheduleCType*. That will bring up the Editing Window.

Loan Profile

PhxScheduleCType

Document

Loan Amount

20832

Average Monthly Payroll

\$8,333.00

Schedule C Line 7 - 2020

\$0.00

Schedule C Line 7 - 2019

\$122,616.00

* Loan Type

PPP - 1st Draw

SBA Loan Number - First Draw

Cross-check this information with the information in the uploaded Schedule C document. You can add the income from multiple Schedule Cs in the same year if the applicant had different sources of income and filed multiple Schedule Cs.

1. Starting with Schedule C Line 7 - 2019
 - This example document has Line 7 listed as \$122,616.00.
 - **Every applicant has an annual gross income cap of \$100,000 that is eligible for forgiveness in the PPP program. This is the figure listed on Line 7 of the Schedule C**

2. Take \$100,000 and divide it by 12 (the number of months in a year).
 - This **Average Monthly Payroll** is \$8,333.00 (do not include decimals).
3. Then multiply the **AMP** by 2.5 (2 ½ months of payroll).
 - This equals \$20,832.00 (do not include decimals and always round down).

Once you have all the correct information filled out, at the bottom of the screen you will see the **SAVE** button.



Working Through Loans

This section will provide more in-depth detail on what you need to be looking for when working on loans:

Identification: Does the name match the Phoenix Data

We can accept any US Government issued ID whether it be temporary or permanent. Expired or not.

All IDs must have:

- 1) Legible name
- 2) Picture

We can accept:

- City Identification cards
- Correction identification cards
- Cards that say "Not for federal identification purposes"
- Driver's Licenses that are expired
- Green cards

Check out [[HYPERLINK \l "_8hz8hslh6ow" \h](#)] for questions about fraudulent IDs

Schedule C: Does the Schedule C data match the Phoenix Data?

We are confirming that the name on the Schedule C provided matches the name or DBA name matches the Phoenix data and identification. Nicknames permitted. (Robert/Rob).

Verify the line 7 amount on the document in Phoenix data. As of May 10th 2021, we are no longer doing any calculations when manually correcting the Schedule C Line 7 amount. We only

have to correct the Line 7 amount to match the applicant's Schedule C and the system will now automatically calculate Average Monthly Payroll and Loan Amount.

If you come across two schedule C's from **two different** businesses, **add the Line 7's together**, process as normal.

- **Every applicant has an annual gross income cap of \$100,000 that is eligible for forgiveness in the PPP program. This is the figure listed on Line 7 of the Schedule C**

Bank Statement: Is there a date within the range of December 1st 2019 to March 31st 2020 on the bank statement? Is the applicant's name or DBA name on the statement? Is the bank name (and Logo for larger banks) on the statement?

Bank Statements must have:

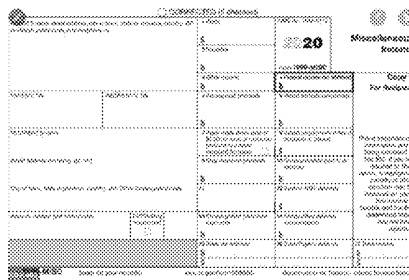
- 1) Matching name or DBA name
- 2) **A date within the range December 1st 2019 - March 31st 2020**
- 3) Bank name/logo

Statements with any November dates cannot be accepted, even if the statement goes into December.

Statements can go into March, but they must have a February date and cannot have an April date.

In place of Bank Statement, we can accept:

- 1099-MISC or 1099-G - Feb 2020. Example:



- Self Employed Book of Record (CPA Certified) - **December 1st 2019 - March 31st 2020**
- State Unemployment Insurance Tax Records - **December 1st 2019 - March 31st 2020**

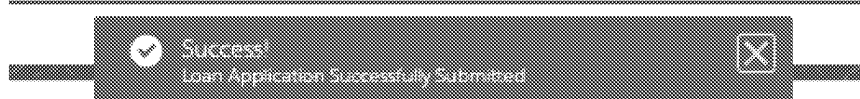
What kind of statements do we not accept?

- Prepaid cards statements, balances screenshots, or transaction statements.
- Cash App, Venmo, or Paypal Statements.
- Transaction statements, invoices, or screenshots of bank transactions.

See [[HYPERLINK \l "_4cwok2c9fyhc" \h](#)] for more information regarding identifying Fraudulent Bank Statement

If all of the above checks have been completed in alignment with all automated fraud checks and all information/documents have been reviewed and verified, it is time to click the **Submit PPP Loan Application** button.

If there are no SalesForce systematic issues we will see **Success!**



No Further action is required at this time, and another loan can be pulled from the queue using the **“Assign Next Loan to Me”** button to continue.

Wrapping up for the day

When you leave for the day, send your loan back to the general queue by clicking “Release to Queue” or finish the loans in your personal queue. Do NOT leave loans in your queue. Log out of SalesForce once these steps are completed.

Appendices

Appendix A: ID Check

This is a link to the website that displays each state’s Identification/Drivers Licenses.

1. [HYPERLINK "https://www.insider.com/what-drivers-license-looks-like-in-every-state" \l "arizonas-drivers-license-shows-a-desert-landscape-in-the-background-the-state-has-four-different-deserts-3" \h]
2. [HYPERLINK "https://dmvnev.com/50_state_dmv_list.html" \h]

Look for computer generated images, white-out names, and other obvious fraud.

When checking ID look for obvious clues:

- Type and size of font
- Lining of Text
- Size and Quality of Picture
 - B&W portrait is a byproduct of our cards being printed on polycarbonate (PC)
- Signature on the ID

If the Government issued ID looks like Fraud please “Flag for Fraud”. We do not click the return to processing tab when flagging for fraud. It is an action on its own to flag for fraud.



Flag for
Fraud

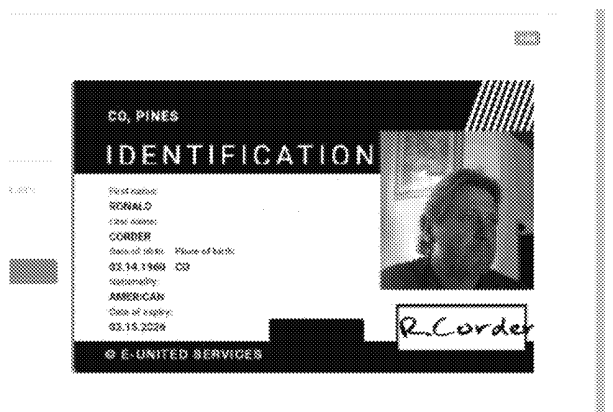
Flagged for Fraud	
* Underwriting Flagged Reason	--None--
Cancel Update	

Flagged for Fraud	
* Underwriting Flagged Reason	Potentially fraudulent government issued ID
Cancel Update	

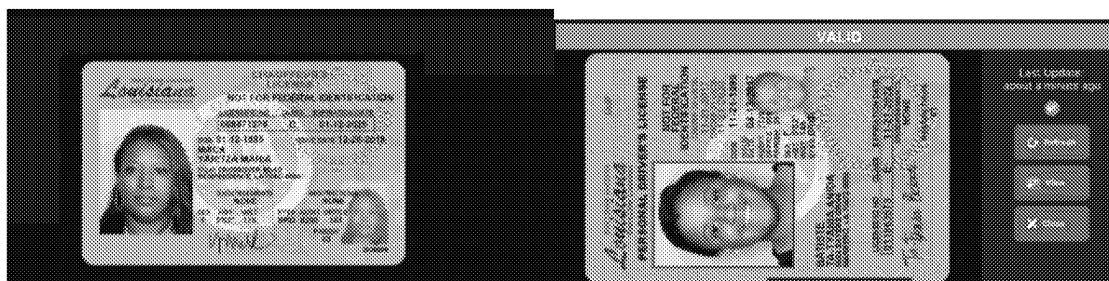
Appendix B: Fraudulent Identification

Our primary goal as EVer is to be accurate and produce a quality product. We should keep an eye out for obvious signs of fraud, and mark them as fraudulent where appropriate.

The following shows examples of Fraudulent Identification. These examples should help highlight what should be considered fraudulent.



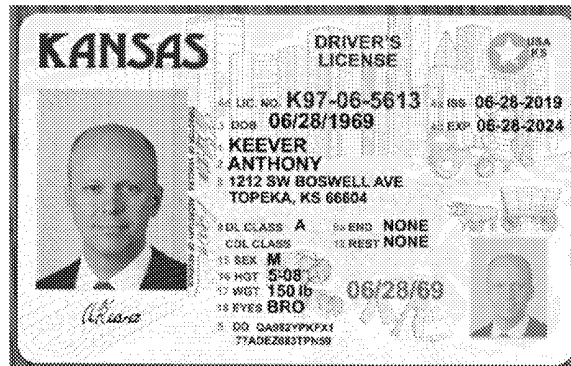
This is a fake ID



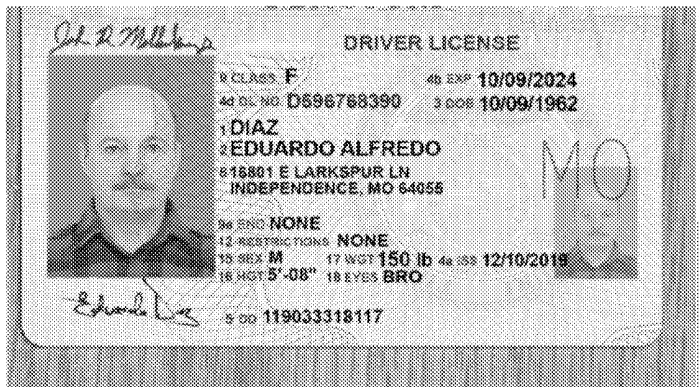
While these may look fraudulent, these are actually real. They are digital IDs that are accepted in Louisiana. But in general computer ID's like this are fraudulent, **except for Louisiana**.



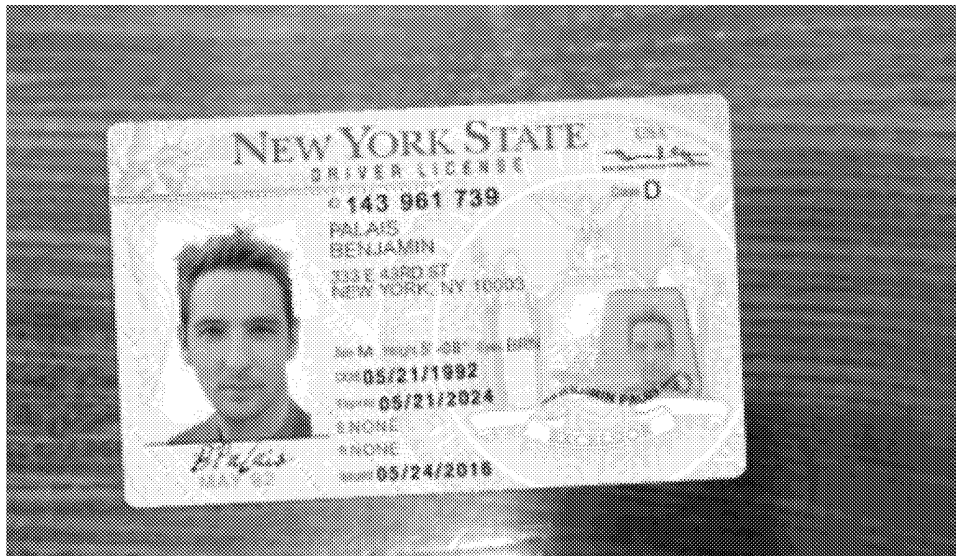
WORK VISAS: This is an example of what work visas look like. As this case is a government-issued ID with a picture AND is Plaid Verified, we would accept that work Visa.



This is an example of a digitally altered license. Note how it pops off the page unlike what may be seen in a real ID. It almost looks too perfect



A digitally altered license



A digitally altered license



A digitally altered license

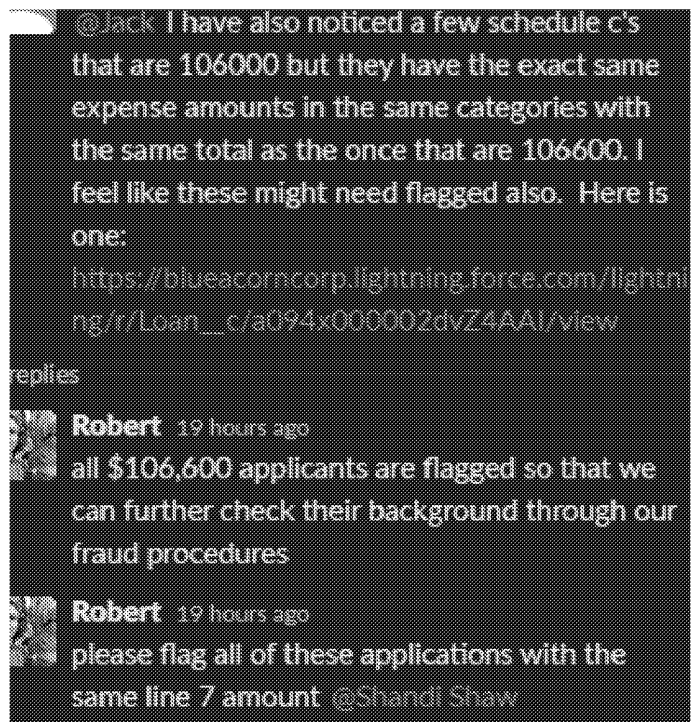


Keep an eye out for fraudulent passports like this.

Appendix C: Fraudulent Schedule Cs

Things to look out for with Schedule Cs:

1. Is the font consistent throughout the document?
 - a. Discuss with your EV Manager if you are not sure or have doubts
2. Is the Line 7 amount \$106,600? **Flag for fraud**



Appendix D: Fraudulent Bank Statements or not a bank statement

Many different types of bank statements exist. Below are some examples of ones we do not accept as bank statements.

INDIVIDUAL LIABILITY INFORMATION	MONTHLY AMOUNT
Mortgage on Home	\$1,500.00
Home Equity Loan	40.00
Other Mortgage	\$1,800.00
Credit Cards	25.00
Auto Loans	200.00
Student Loans	\$15,000.00
Other Liabilities	\$1,000.00
INDIVIDUAL TOTAL LIABILITIES:	\$23,000.00

DETAILED SUMMARY LIST OF MONTHLY INCOME ASSET	
INDIVIDUAL MONTHLY INCOME	MONTHLY AMOUNT
Two Child Prepaid Salary, Twin State Health Insurance	\$15,000.00
Monthly Salary of Mother	250.00
Investment Account	25.00
Dividend	50.00
Child Support	15.00
Other Income Sources	50.00
INDIVIDUAL TOTAL MONTHLY INCOME ASSET:	\$15,400.00

DETAILED SUMMARY LIST OF MONTHLY EXPENSE LIABILITY	
INDIVIDUAL MONTHLY EXPENSE	MONTHLY AMOUNT
Child Support	\$15,000.00
Child Care Cost	50.00
Child Health Insurance	25.00
Insurance	50.00
Two Months of Mortgage	1,550.00
Mortgage on Home	\$1,000.00
Other Mortgage Loans	\$1,800.00
Auto Loans	200.00
Student Loans	2,000.00
Investment Account	25.00
Dividend	50.00
Other Expenses	50.00

Not a bank statement

Prepared for Marguerite L. Pierre on 03/03/2020	
NAME:	Marguerite L. Pierre
ADDRESS:	517 NW 25th Ct Fort Lauderdale, Florida 33313
HOME PHONE:	7542424105
CELL PHONE:	
SSN:	
BIRTHDATE:	03/29/1984

DETAILED SUMMARY LISTING OF ASSETS	AMOUNT
INDIVIDUAL ASSET INFORMATION	
Accounts Receivable:	
Accounts:	
Boats:	
Bonds:	\$2,450.00
Business Property and Real Estate:	
Certificate of Deposit:	
Checking Accounts:	\$26,000.00
Household Furnishings:	\$500.00
Jewelry:	
Life Insurance:	
Mutual Funds:	
Notes Receivable:	
Other Assets:	
Other Real Estate:	
Personal Residence Real Estate:	\$1,700.00
Prepaid Insurance:	
Retirement Plans:	
Savings Accounts:	\$11,000.00
Stocks:	
Tools:	
Utilities:	\$1,000.00
INDIVIDUAL TOTAL ASSET VALUE:	\$44,750.00

Not a bank statement

Both of these Varo bank statements below are acceptable and **NOT** fraudulent. The one on the left is a screenshot from the app, while the one on the right is the PDF download.

This is a great example of two **authentic** documents having a reason for being different. Do not expect all licenses or statements to look exactly the same just because you are familiar with one format!

Metro by T-Mob... LTE 10:45 AM 68%

< February >

Varo

Thank you for withdrawing from your Varo Bank account. Please note, Varo is here and #136. We're always here to help with all transactions. Description is your monthly statement. Please refer to our app for the full transaction description.

Varo Bank Account Statement
02/01/2021 - 02/28/2021

Customer Support
1-877-877-8006
support@varobank.com
Route 129 2000000

Account Information:
12345 Main St Apt 104
Houston, TX 77001

Summary for Bank Account 27502297

	Amount
Beginning Balance on 02/01/2021	\$0.00
Deposits and other credits	\$0.00
Withdrawals and other debits	\$0.00
Fees	\$0.00
Ending Balance on 02/28/2021	\$0.00

Account Activity

Date	Description	Amount	Balance

Varo
Bank Account Statement
Period: 1/1/2020 - 1/31/2020
Statement generated on 1/31/2020

Varo Bank
5501 Clearmont Dr, # 24
Cockeysville, TX 77519

Summary for Account 8920 1416 2992

	Amount
Beginning Balance on March 1, 2020	\$2.00
Deposits and other credits	\$320.00
Withdrawals and other debits	-\$317.90
Fees	-\$0.10
Ending Balance on March 31, 2020	\$0.10

Activity

Date	Description	Amount	Balance
2/28/20	Credit Card (Purchase)		
	APPLE.COM/US... 844-721-7755, CALIF	-\$0.99	\$1.10
3/14/20	Payment		
	Kyle Squared - Visa Debit	\$20.00	\$20.10
3/14/20	Payment		
	Bank Funding - Other Debit	\$300.00	\$520.10
3/14/20	ATM Withdrawal (In-network)		
	Cardholders: CRL, TX PROLANSIA, SAND SPENCER HAY, US	-\$20.00	\$500.10
3/14/20	Credit Card (Purchase)		
	KROGER FZ 3000 SPENCER, PASADENA, TX	-\$20.00	\$480.10
3/14/20	Credit Card (Purchase)		
	KROGER FZ 3000 SPENCER, PASADENA, TX	-\$10.00	\$470.10

Page 1 of 3

Below are some **NON-fraudulent bank statements**. Make sure you are looking at the logos, fonts, and date layouts. If you are ever stuck on one, just glance back here and double check.

N26 is a legitimate bank and can be accepted

Appendix E: IP Address Fraud

The only IP address we need to flag for fraud is "Non-US" IP

[HYPERLINK "<https://blueacorngroup.slack.com/archives/C01QVBY6SKZ/p1617155002248400>"

\h]

Phoenix View IP and Fraud Errors	
IP Address used for 5 or more applications	Ignore
IP Detected as proxy. Proceed with caution	Ignore
No IP Addresses Stored	Ignore
Abused IP	Ignore
Fraud Score Suspicious (≥ 75)	Ignore
Fraud score High (100 score)	Ignore
Fraud score High (100 score)	Ignore
Non-US IP	Flag for Fraud - IP Address Issue

If the deal says "Proceed with caution" then conduct a thorough review and submit the deal if it is successfully verified

Appendix F: Enhanced Due Diligence (Beginning June 11th, 2021)

Enhanced Due Diligence is a process that will be mandated for a portion of our applicants in various "Backoffice" funding stages. They all have been approved initially by the SBA but are being requested to submit additional documentation.

We have their original documentation on file (ID, Schedule C, Bank Statements) but will be asking them to submit a fourth document. The EV's trained to do Enhanced Due Diligence (EDD) will follow all the normal EV policy for the original documentation. Think of it like double checking our work. Our goal in EDD is to be as thorough and accurate as possible when assessing these applications.

The fourth document we are requesting is a full 1040 tax return from either 2019 or 2020.

Similar to the other document requirements, the 1040 must be in the Applicant's or DBA name.

The 1040 will have to include a Schedule C as well. This will be reconciled against the initial schedule c data the applicant provided, whether drafted or filed documents were submitted.

If the 1040 does not include a Schedule C then the applicant is not approved. If the Schedule C on their full tax return shows a significant discrepancy between the initial application (over \$10,000 less income on their filed taxes when compared to the reported income for the loan amount calculations), the application does not pass Enhanced Due Diligence and will not be approved. We do not edit the income at this stage because the applicant has already been approved by the SBA with the previous data. If they make over \$100k, the \$10,000 rule does not apply as the applicant already qualifies for the full loan amount.