FICO® Score 9

The FICO® Score 9 uses information from TransUnion's extensive consumer credit repository to assess a consumer's future risk of severe delinquency. FICO® Scores assist in identifying and separating reliable borrowers from those likely to become 90 days delinquent or worse, including charge-offs and bankruptcies over a 24-month period following scoring.

FICO® Score 9 gives lenders the most predictive FICO® Scores to date, and minimizes operational hurdles associated with adoption and compliance. In the development of FICO® Score 9, FICO explored, uncovered, and applied several ways to refine the scoring model.

The result is a much more powerful FICO® Score for better risk assessment across all credit products and the credit lifecycle from origination to customer management to capital allocations.

Among many modifications to its predictive characteristics, FICO® Score 9 improves lenders' assessment of collection information as well as consumers with limited credit histories.

Note: Sophisticated collection treatment changes in FICO® Score 9:

→ Excludes third-party paid collections entirely

→ Differentiates between medical and non-medical collection agency accounts

Credit Score Board

LOWEST   HIGHEST

300 | 350 | 400 | 450 | 500 | 550 | 600 | 650 | 700 | 750 | 800 | 850 |

Developed by FICO, the performance period includes an October 2011 observation date and an October 2013 performance date. The timing of FICO® Score 9 was aligned to keep pace with major, post-recession changes in the financial services industry and marketplace—changes in lender reporting, financial products, consumer behavior and economic conditions.

Features and support

FEATURES	SUPPORT
Score range	300-850 (a high score represents lower risk)
Scorecard design	13 scorecards, updated from 12 scorecards. With the addition of a scorecard for consumers with a high amount of revolving debt, FICO® Score 9 can do an even better job in predicting bankruptcy as well as other forms of delinquency
Reason codes	Returns up to four reason codes with each FICO® Score 9 and when appropriate a fifth reason code for FCRA compliance
Inquiry de-duplication	30-day buffer—all loan shopping inquiries that occurred in the 30 days immediately prior to scoring are not considered in score calculation; 45-day de-duping period—all loan shopping inquiries that occur in any 45-day period after the 30-day buffer are treated as a single inquiry (separate consideration for auto vs. mortgage)
Tri-bureau availability	Similar models will be available at the other two national credit repositories
Odds charts	Odds chart summaries for national and various industries are available upon request
Reports	Monthly score distribution reports are available upon request

Minimum scoring criteria

Unchanged from previous releases

→ Individual has deceased indicator

→ No accounts present on the credit file at the time of scoring

→ The oldest account on the credit file is less than six months old

→ No accounts on the credit file have been updated within the past six months

Delivery options

→ Online with TransUnion Credit Report, Model Report, ID Report with Score, Instant Prescreen, Instant Credit Risk Screen, or Instant Deposit Screen

→ Batch in conjunction with Custom Prescreen and Portfolio Review

→ Monthly/Quarterly Monitoring

→ Integrated in Retrospective Analysis, Segmentation Analysis and Forecasting

LEARN MORE

To learn more about FICO® Score 9, contact your TransUnion representative, call 844-245-4071 or visit www.transunion.com/financialservices.

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