

BREAKING NEWS

DepotPoint Product to Detect Risky Loans Early On

Kerri Panchuk | 02.15.07

After experiencing losses in the subprime market, mortgage lenders are turning to risk-assessment strategies to spot troubled loans early on. But, in today's market, where lenders are constantly acquiring and selling off loan portfolios, the process of tracking challenged loans is more difficult than it first appears.

“For most lenders the process of managing loans is a time consuming and manual process where simple filing mistakes can expose a lender's portfolio to significant risk,” said Prakash Kondepudi, chief executive officer of DepotPoint, a Bellevue, Washington-based firm that specializes in technology solutions for the mortgage industry. Kondepudi believes lenders are still dependent on mail deliveries and traditional filing practices that slow down the default-alert process.

Whether by divine providence, or just plain luck, Kondepudi says DepotPoint's new TrackPoint Lien Monitoring Alert Service has the ability to speed up the risk management process by automatically monitoring all lien foreclosures, tax defaults, bankruptcy filings, and other substandard classifications that pose a risk to lenders.

For representatives at DepotPoint, it seems the added service arrived on the scene just in time to meet the market's demand. “By integrating a proactive monitoring alert service directly into the TrackPoint suite, lenders can gain instant visibility of events that jeopardize their loan portfolio and be in a position to more efficiently mitigate the risks associated with complex foreclosure proceedings,” said Kondepudi.

The new service, which is part of the company's TrackPoint suite of technology solutions, will be featured during the upcoming MBA National Mortgage Servicing Conference & Expo in San Diego, California.