Top 10 Reasons Realtors Get Convicted for Mortgage Fraud (HUD / Federal Cases)

1. False income, employment, or asset information (e.g., fake pay stubs, fictitious employers).
2. Use of straw buyers or false identity to conceal the true borrower.
3. False down payment or gift letters, misrepresenting source of funds.
4. Appraisal fraud or inflated property valuations in collusion with appraisers.
5. False statements to lenders or HUD on applications (e.g., occupancy, debts, credit).
6. Occupancy fraud by misrepresenting intent to live in the property.
7. Collusion with other parties (lenders, appraisers, title companies, inspectors).
8. Use of forged or falsified documents (e.g., bank statements, tax returns).
9. Property flipping with inflated resale values and little to no improvements.
10. Conspiracy and fraud-for-profit schemes involving multiple parties.

Published by William Lavigne & RealEstateDirectory.vip