



EXPERIAN UK FRAUD INDEX

Q3 2024 **HIGHLIGHTS**

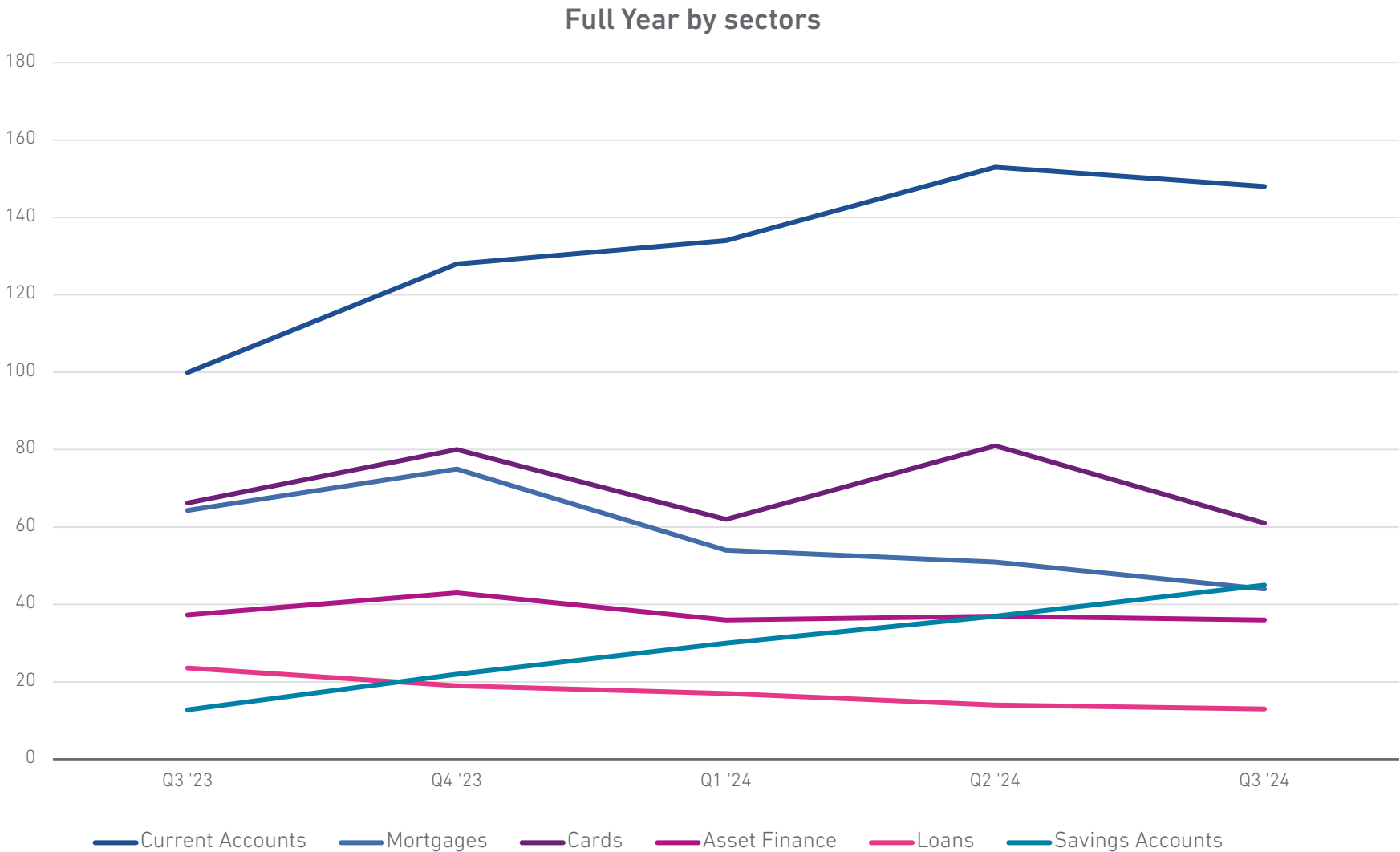


Our latest findings

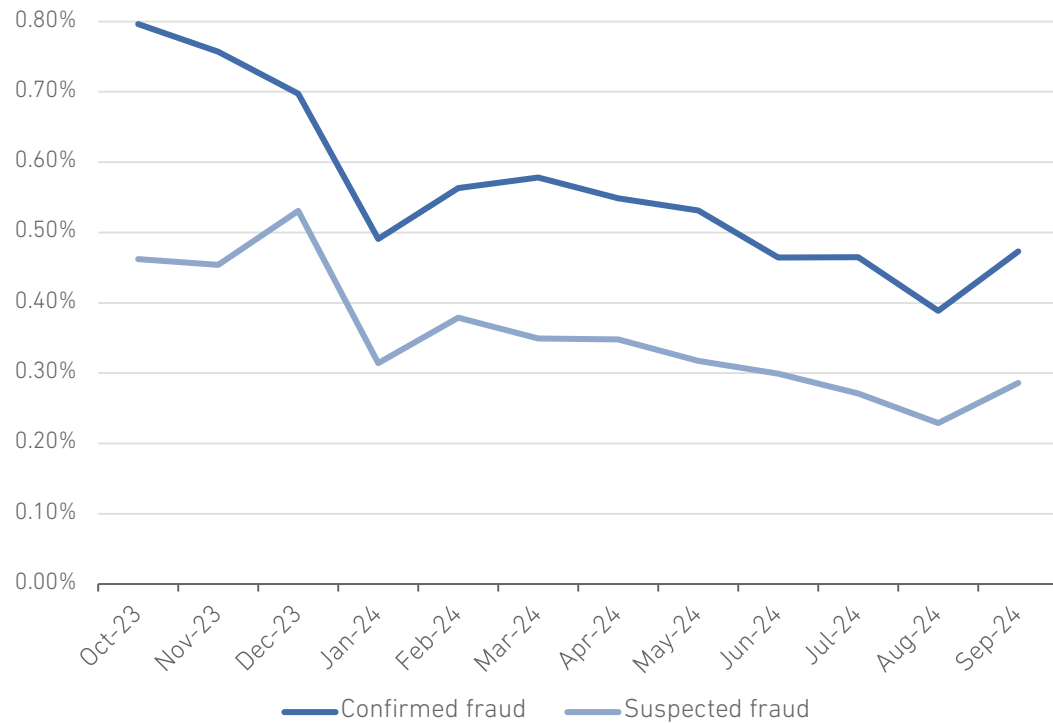
Our Fraud Index is the number of confirmed, detected and/or prevented fraud applications per 10,000 applications received.

It's interesting to see that the third quarter of 2024 has seen a reduction in reported frauds, except for Savings Accounts. This seasonal trend of fewer fraud cases during the summer months is typical in most years.

The fourth quarter is often when we see a spike in fraud rates, especially with the Christmas season and increased financial transactions. It will be interesting to observe whether the current downward trend continues or if we see the usual increase.

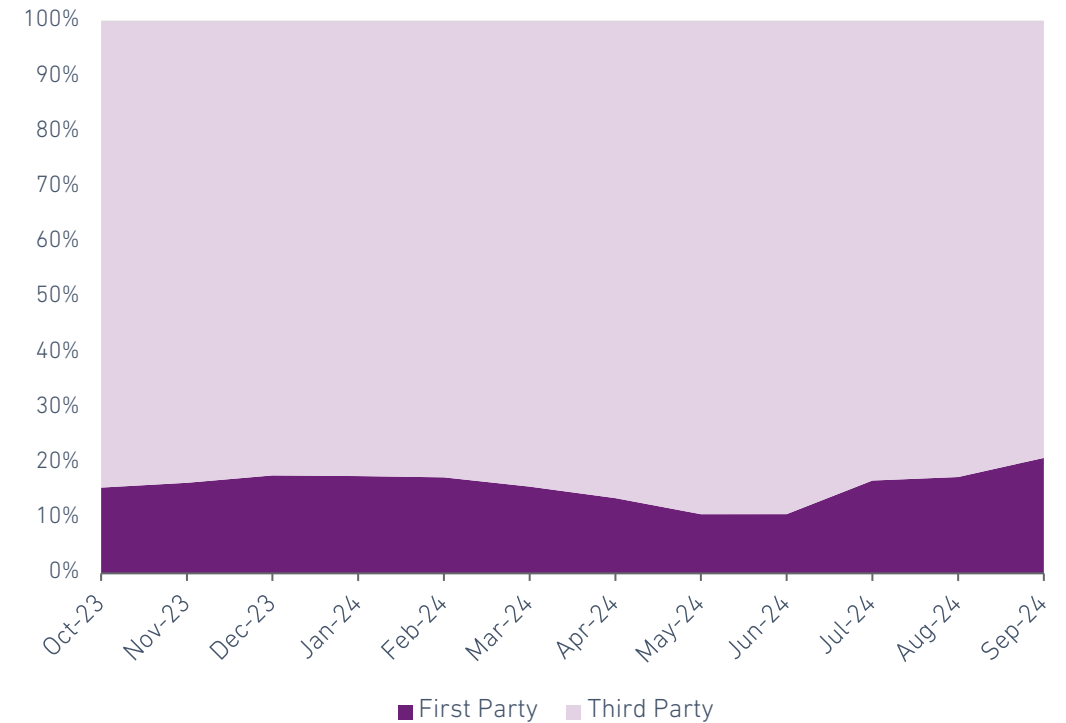


Q3 2024 Mortgages – Fraud Rate



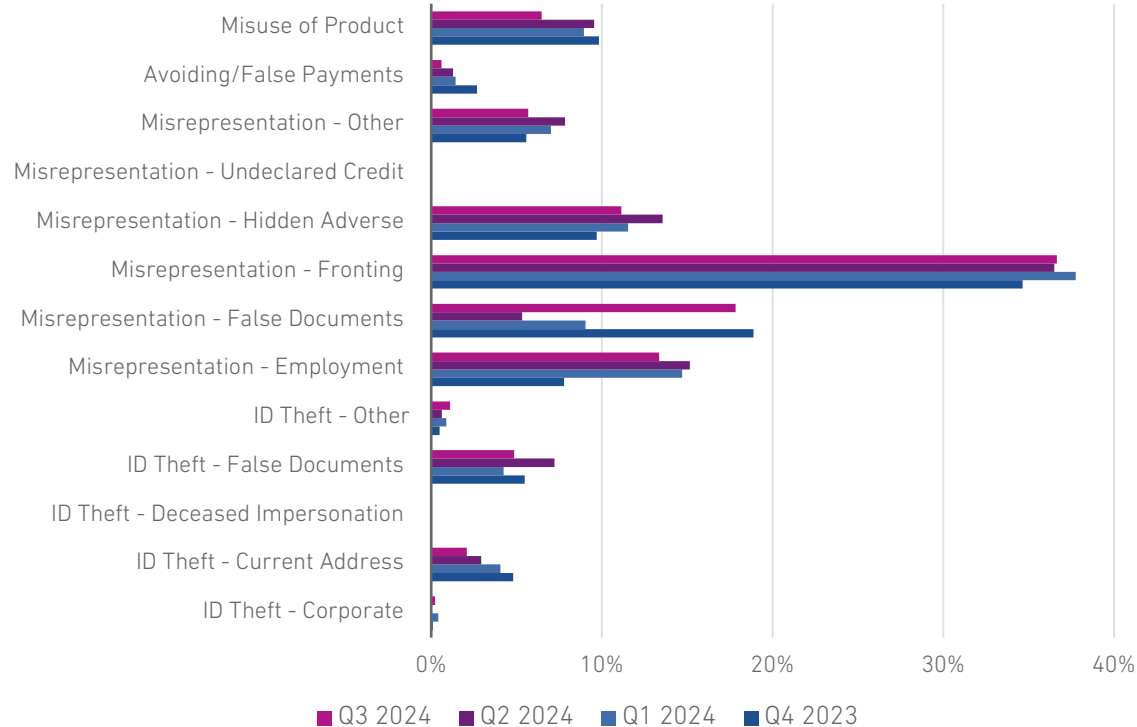
We've seen a decrease in mortgage fraud rates to 0.39% in August, the lowest in the last five years. This is a positive sign for the housing market and financial security. Similarly, the suspect rate also fell to its lowest rate of 0.23% in August. However, both rates did increase into September and will likely continue to rise during Q4 before we see the typical drop at the end of December and into the start of 2025.

Q3 2024 Cards – Fraud Type



The latest quarter has seen an increase in first-party Cards fraud, with this reaching 21% in September.

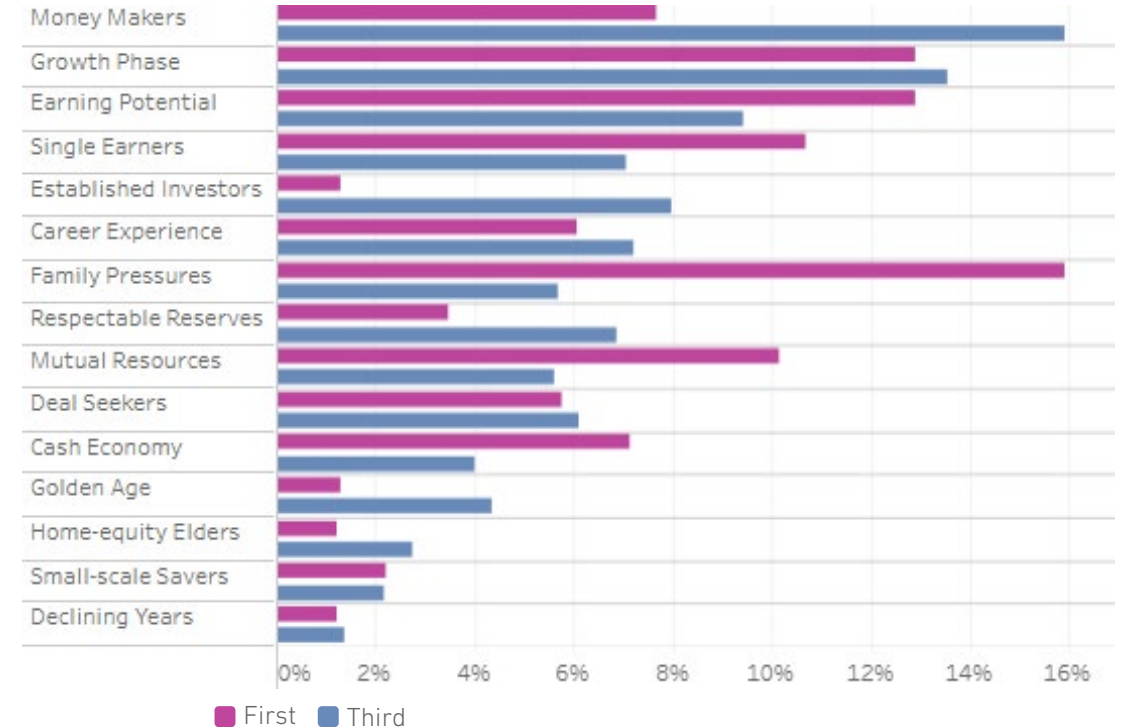
Q3 2024 Asset Finance – Fraud Categories



As is a common trend with Asset Finance, 'Misrepresentation - Fronting' still dominates as the prevalent category, accounting for 37% of all recorded cases.

The most recent quarter has also seen a sudden increase in 'Misrepresentation – False Documents', with this accounting for 18% of all fraud, this could be down to the cost-of-living crisis that has been seen through all 3 quarters of this year.

Q3 2024 Savings Accounts – Demographics



Our 'Money Makers' and 'Growth Phase' groups continue to be the riskiest targets for third-party fraud.

First-party fraud is at its highest among 'Family Pressures', 'Earning Potential' and 'Growth Phase', which are all groups that generally include younger individuals who maybe earning less and on tighter budgets.