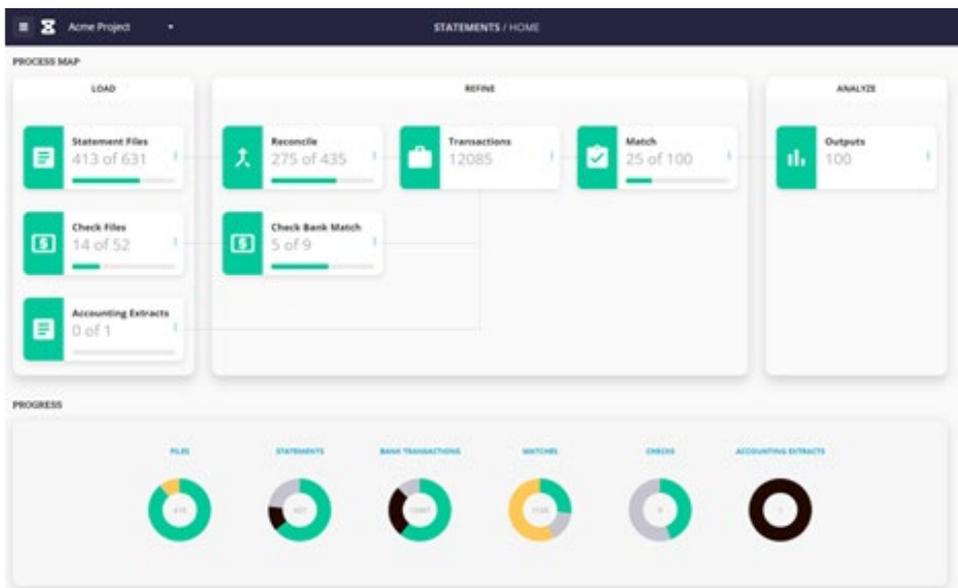


DAYLIGHTING FRAUD IN A COMPLEX RECEIVERSHIP

Challenge

A top tier global restructure firm, Hays Financial Consulting, was retained to dig into a complex receivership with hundreds of accounts from dozens of financial institutions with hundreds of thousands of transactions. The client spent over a million dollars in professional fees only to get a “we couldn’t find anything”.



The complex nature of the flow of funds made put the case out of reach for any firm using traditional OCR extraction and analysis. In a few days with Valid8, Greg Hays was able to accomplish what a top tier global restructuring firm with unlimited resources could not.

“Valid8 tags all potential transfers. When combined with their matching algorithms, finding undisclosed accounts is simple and takes only a few minutes.”

Outcome

Accelerated Analysis

After extracting over 18,000 transactions from 2,500 statements within hours, \$700 million of inflows and outflows were analyzed.

Fraud Identified

Within days, Greg Hays had found \$50 million of fraudulent payments from over 18,000 unique transactions.

Resource Efficiency

Fully reconciled and comprehensive set of transaction data was ready for analysis in less than 24 hours.

Case Development

This case would have been closed without the clear evidence to proceed that Greg Hays delivered, in partnership with Valid8.

Solution

Greg Hays, a Federal Equity Receiver, and former president of NAFER, offered to help. He secured 40 bank statement files that contained dozens of accounts, thousands of account periods with hundreds of thousands of transactions. Since the client had already spent a lot of money on the prior engagement, they had no appetite for another big professional service fee, so Greg turned to Valid8.

- ▶ Hays Financial Consulting uploaded statements to Valid8 and had fully verified and reconciled statement data within hours, to gain a complete picture of the receivership.
- ▶ Money moving between accounts was identified within minutes using patented algorithms.
- ▶ Having partnered with Valid8 for just a few days, Greg Hays had clear evidence of \$50 million of fraudulent payments.

Key Features

Transaction Extraction

Aggregate multiple forms of financial evidence into a single view for analysis, with machine learning meaning no templates

Automated Quality Control

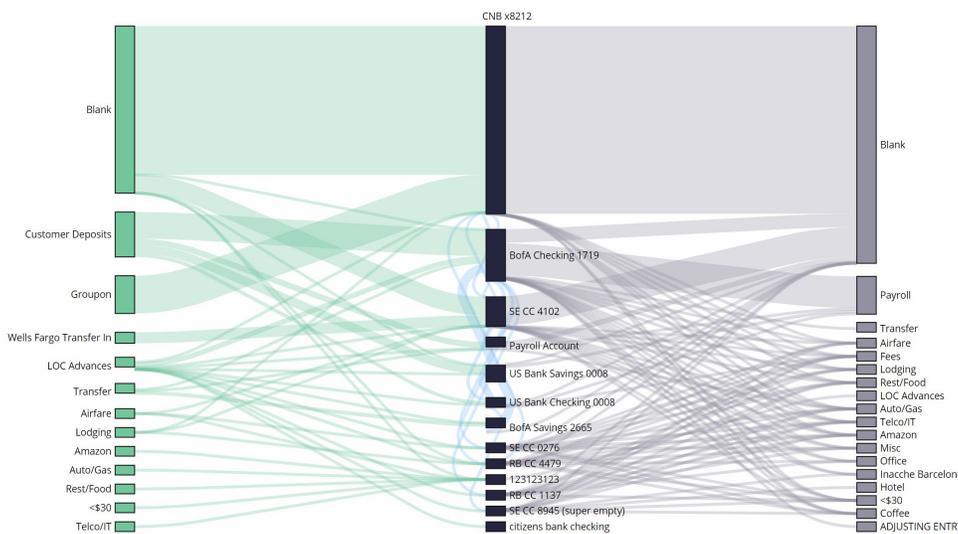
Assurance of accurate numbers is delivered with automated algorithms checking all transactions values extracted from evidence

Transfer Matching

Patented algorithms match money leaving one account or entity and arriving in another, supporting identification of undisclosed accounts

Data Visualization

Interactive display of categorized sources flowing into categorized uses through a network of accounts and entities



“For many cases, you don’t know how much effort should be put forth. Valid8 allows a rapid assessment and insight into the scope of any financial investigation.”