

# What Caused 2008's Mortgage Crash?

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- Today is much different than 2008!
- 2008 was the result of mortgage fraud and no document qualifying loans.
- But what does that mean simply?
  - You could buy a house without providing any documents.
  - Did not have to prove how much you made.
  - Did not have to prove if you had any savings.
  - Put Zero down.
  - Artificially make your mortgage payment SUPER low with taking an adjustable rate mortgage.
  - Refinance every 6 months or sooner to skip mortgage payments

Just like that, the sales pitch was over, the dotted line was signed as the credit card application that doesn't require verification just turned in to the mortgage home loan. This has led to the stricter lending guidelines in mortgages in history and the most licensing requirements for loan officers going forward and some of the lowest mortgage delinquencies rates since the crash of 2008.