Acquisition Scorecard Model Implementation

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For Training purpose

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# 1. Executive Summary

Content

## 1.1 Overview

Content

## 1.2 Background

Content

## 1.3 Scorecard Version

You should expect that there will be separate implementation plan document for each different scorecard version

You should also maintain a log of what scorecard model being used for each time period

# 2. Scorecard Integration

Describe the planning on how to integrate the scorecard into production. API, manual scoring, etc

## 2.1 Cutoff Score Methodology

Expected default rate and target approval rate for choosing the cutoff score

## 2.2 Decision Process Flow

Will there be any policy rules, etc to support credit decision from scorecard

## 2.3 Operational Deployment

Describe summary of deploying the scorecard into decision

## 2.4 Other considerations

Describe here if the product / target market from data development are different than implementation

# 3. Implementation Testing

Explain the testing conducted to ensure that the scorecard implementation will be correct

## 3.1 Deployment Environment

Describe the environment of production. Integrated to system, etc

## 3.2 Testing Strategies

Testing plan to be conducted to ensure correct implementation

## 3.3 Risk Mitigations

Basic risk mitigations to ensure that the implementation will be smooth

# 4. Ongoing Monitoring and Reporting

Describe the monitoring and reporting that will be conducted and also the result

## 4.1 Validation and Business Use Reporting

Content

## 4.2 Population Stability Indices

Report of PSI updated on regular basis

## 4.3 Scorecard and non-scorecard characteristic analysis

Report of scorecard characteristic analytics on regular basis

## 4.4 Score distribution of approves/customer report

Content

### 4.4.1 Override reports

Content, include reasons for override

## 4.5 Forecasting performance report

Content

## 4.6 Portfolio Risk Management Reports

Including delinquency report, vintage analysis, roll rate across time report

Other report as necessary: delinquency by area, channels, etc. Marketing campaign and competitive analysis impact to portfolio

Final Score Report

# 5. Governance

Describe the process and people involved that can decide that the model require necessary revision / rebuild

## 5.1 Governing Body

The people in charge of making the decision

## 5.2 Model Change Control

Content

## 5.3 Implementation Change Control

Content

# 6. Conclusion

Content

References

Last Name, F. M. (Year). Article Title. *Journal Title*, Pages From - To.

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