

Fraud Recovery Services Q2 2026 Report



CASES SUBMITTED

183

Victims requesting support

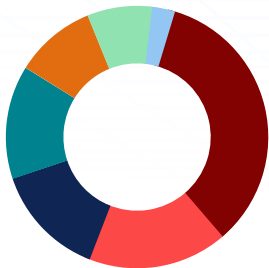


AT-RISK FUNDS

\$206M

Total funds at risk

FRAUD TYPE BREAKDOWN

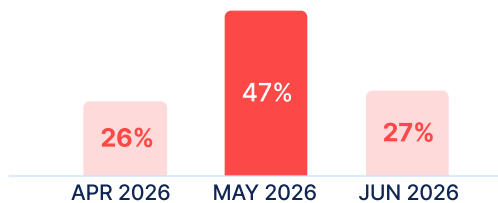


- Buyer Cash to Close 34%
- Vendor Payment 16%
- Mortgage Payoff 14%
- Seller Net Proceeds 14%
- Account Takeover 10%
- Other 8%
- Legal Settlement 2%

Emerging Threat

Seller net proceeds cases surged from **4% in Q1 to 14% in Q2**, the largest single-category shift in the data. It's now tied with mortgage payoff as the second most common fraud type this quarter.

ACCEPTED CASES BY MONTH



▲ May was Q2's peak, the height of spring closing season and the most active fraud month of the quarter.

Q1 VS Q2 AT A GLANCE

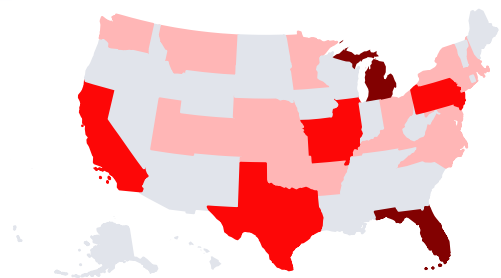
	Q1 2026	Q2 2026
Cases submitted	142	179
Seller net proceeds	4%	14%
Avg loss per accepted case	\$623K	\$202K

GEOGRAPHIC DISTRIBUTION

Florida leads the nation

Florida, Michigan, and Illinois each recorded the highest concentration of Q2 FRS submissions. The Midwest and Mid-Atlantic is now a high-activity region alongside the Southeast.

#1 FL #2 MI #3 IL NJ PA TX CA MO



● High Activity ● Moderate ● Low ● None Reported

STANDOUT STORIES & SIGNALS

Fraud volume up 28.9%

183 cases were submitted in Q2, up from 142 in Q1. **More transactions means more fraud attempts.** The volume increase tracks directly with spring market activity, and it did not taper in June.

Highest - Value target

Account takeover cases were low-volume but devastating. Just 6 cases with an **average attempted loss of \$371K per incident**, the highest of any fraud type this quarter.

Midwest performance

Michigan and Illinois recorded high case volume in Q2, joining Florida as the top-tier fraud states. The geographic footprint expanded beyond the Southeast.