



DOCUMENT PROCESSING SYSTEMS, INC.
CORPORATE HEADQUARTERS
41700 Gardenbrook, Suite 125
Novi, Michigan 48375
Phone: (800) 526-2255 - FAX: (800) 255-9630

PRODUCTION FACILITY
Burr Ridge, Illinois

PRESS RELEASE:

Document Processing Systems Extends eMortgage Leadership, Closing First Cash eNote Sale through MERS® eRegistry

Transaction Completed through DPS eMortgage Studio

NOVI, MICHIGAN (August 23, 2005) — Document Processing Systems, Inc. today announced that its DPS eMortgage Studio™ online lending platform has been used by 1st Advantage Mortgage to execute the industry's first cash sale of an electronic mortgage loan to a secondary market investor through the MERS® eRegistry. The mortgage was electronically closed, registered and immediately sold, using the eMortgage Studio as the interface between DPS partner 1st Advantage Mortgage, LLC of Chicago and the eRegistry.

The transaction opens the door for lenders to transition to electronic mortgage closings by ensuring that eNotes can be easily, efficiently and securely sold in the secondary market. Any lender can use the DPS eMortgage Studio™ to close and sell a loan, and any secondary market investor can connect to the MERS® eRegistry through the DPS eMortgage Studio™ and purchase eNotes from the registry by executing an electronic transfer of control.

The successful eNote sale also extends DPS' leadership in the eMortgage space. Last year, the DPS eMortgage Studio™ became the first system to complete fully paperless, all-electronic mortgage closings and register the eNotes with the MERS® eRegistry, the electronic system of record for ownership of electronic notes. Benefits include less paperwork, fewer errors, faster closings and reduced costs, plus the ability to sell closed loans immediately to the secondary market because there is no need to wait for paper documents to be processed and exchanged.

The loan was closed in conjunction with Chicago Title and sold to Fannie Mae by 1st Advantage Mortgage. "Much of the cost savings of eNotes comes from streamlined delivery to the secondary market," said Dan McLaughlin, Executive Vice President, Product Division, MERS®. "By allowing 1st Advantage to sell an eNote to Fannie Mae through the MERS® eRegistry, DPS has enabled them to sell earlier on a best execution basis."

After the borrower, notary and settlement agent electronically signed the documents through the DPS eMortgage Studio™ in a simple point-and-click procedure, 1st Advantage registered the loan on the MERS® eRegistry and sent a transfer of control request through the DPS interface. Fannie Mae used its delivery systems to accept the transfer of control electronically, and the MERS® eRegistry was instantly updated to reflect the change in ownership to Fannie Mae.

"This transaction advances the eMortgage movement exponentially by bringing secondary market investors seamlessly into the loop. It used a commercial platform that can be accessed by any authorized party with a Web browser, and it can be replicated at any time," said Paul Rakowicz, President of DPS. "Lenders can now reap the long-awaited benefits of eMortgages with the confidence that they can sell the electronic loans they finance even more easily than traditional paper notes, and with much less administrative overhead."

"The industry has been talking about eMortgages for nearly a decade, but Document Processing Systems is the first vendor that has been able to deliver to us a complete, affordable and fully functional ePackage that handles both closing and post-closing processes," said Paul Lueken, President of 1st Advantage Mortgage. "We were the first lender to register the first eNote in the MERS® eRegistry and to sell an eNote through the DPS eMortgage Studio™, and it is our platform of choice for paperless mortgages moving forward."

About the DPS eMortgage Studio™

The DPS eMortgage Studio™ is the first eLending platform that can be used by all parties — including the lender, document provider, title company, settlement agent, notary, borrower, servicer, and custodian — to facilitate paperless loan origination, closing and servicing. All functions can be accessed by Web browser in a single online application that can be used in conjunction with each party's existing technology infrastructure without the need for additional hardware, software or custom application development. All documents required to close a loan can be retrieved online, signed digitally, and processed through built-in workflow and quality control. The loan can then be electronically closed, registered, and sold to a secondary mortgage investor, with final closing documents stored in DPS' electronic vault.

About Document Processing Systems

Document Processing Systems (www.documentprocessing.com) has been a respected pioneer and leader in the mortgage technology industry since its inception in 1982. Hundreds of prominent mortgage banking firms, established mortgage brokers, mortgage bankers and credit unions use DPS' flagship Web-enabled Direct-Docs® closing document preparation service. The company's DPS eMortgage Studio™ is the first end-to-end technology

platform for paperless mortgage closings, offering a set of integrated Web-based services that can be accessed in a single online location by all parties in the mortgage value chain.

About the MERS® eRegistry

The MERS® eRegistry is a system of record that identifies the owner (Controller) and custodian (Location) for registered eNotes, providing greater liquidity, transferability and security for lenders. For more information on the MERS® eRegistry, visit the MERS® website at www.mersinc.org.