

Securities Flash

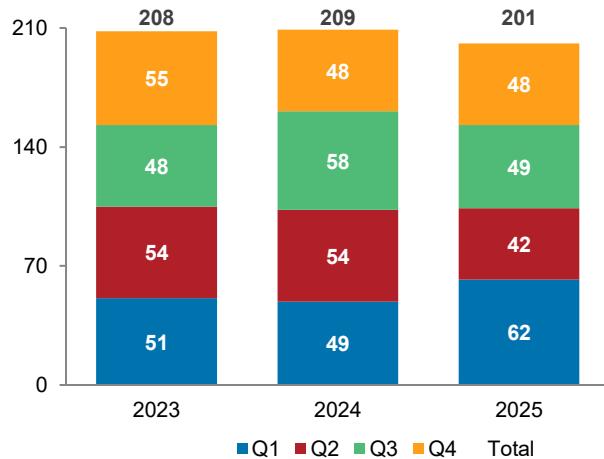
January 2026

Section 10(b) and Section 11 Filings and Settlements Q4 2025 and Full Year 2025 Update

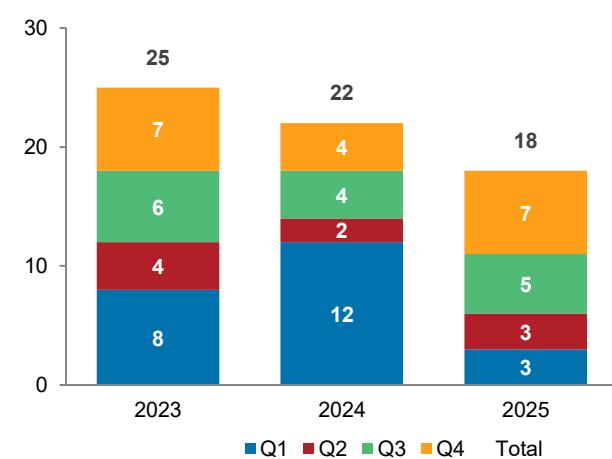
Filing trends

- Section 10(b) and Section 11 filings totaled 48 during the fourth quarter of 2025, matching the total of the same period in 2024 and representing 13% fewer than that of the same period in 2023.¹
- Of those, only 7 filings had Section 11 claims in the fourth quarter of 2025, slightly more than the same period in 2024 (4 filings) and matching the total of the same period in 2023.
- Section 10(b) and Section 11 filings totaled 201 in 2025, slightly lower than the previous two years.
- Section 11 filings reached 18 in 2025, down from 22 and 25 in the preceding two years.

Section 10(b) and Section 11 filings



Section 11 filings

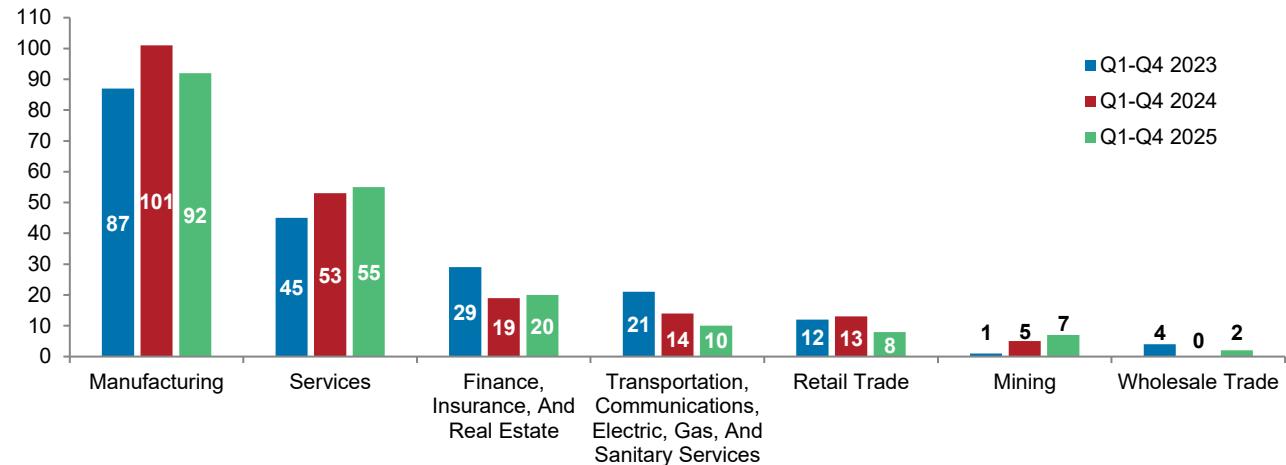


- 50% of the filings in 2025 occurred in California (42) and New York (59).

¹ The analysis is based on the data provided by ISS SCAS RecoverMax platform as of January 6, 2026, which includes Section 10(b) and Section 11 filings in US District Courts. Because ISS SCAC updates its data, the filing counts may change from our previous publications.

- 73% of the filings in 2025 were concentrated in the Manufacturing and Services industry sectors.² Within these two industry sectors, the Technology industry accounted for 34 cases, or 17% of the 2025 filings, and the Pharmaceuticals & Biotechnology industry accounted for 40, or 20% of the 2025 filings.³

Q1-Q4 2025 filings by industry sector as compared to 2023 and 2024

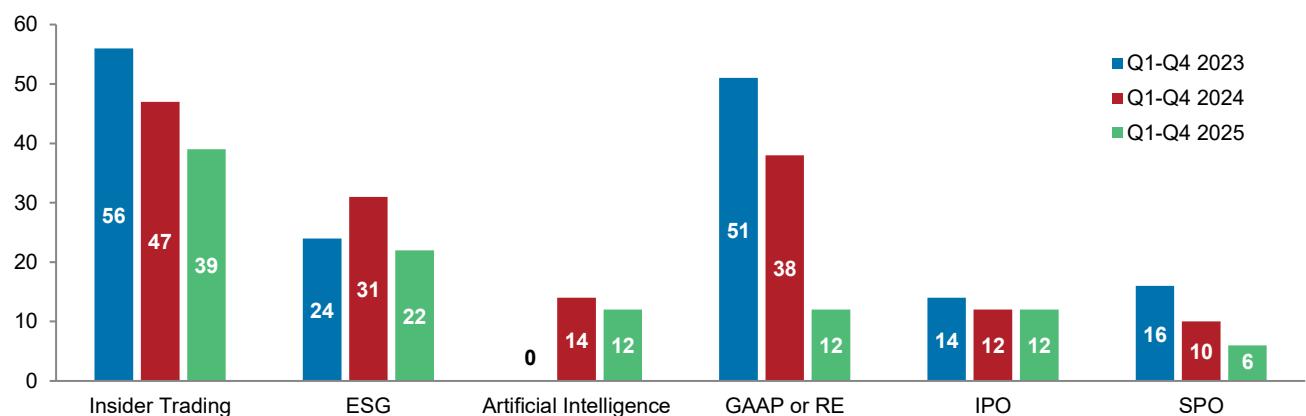


Note: Excludes the following industries, each with only one filing in 2025: Construction and Agriculture, Forestry, and Fishing. Also excludes cases missing an industry sector.

Complaint allegations

- In 2025, 39 filings had insider trading allegations; 21 filings included ESG-related issues; 12 filings related to Artificial Intelligence; 12 filings related to GAAP issues or restated earnings; 12 filings involved an initial public offering (“IPO”); and 6 filings involved a secondary public offering (“SPO”).

Complaint allegations



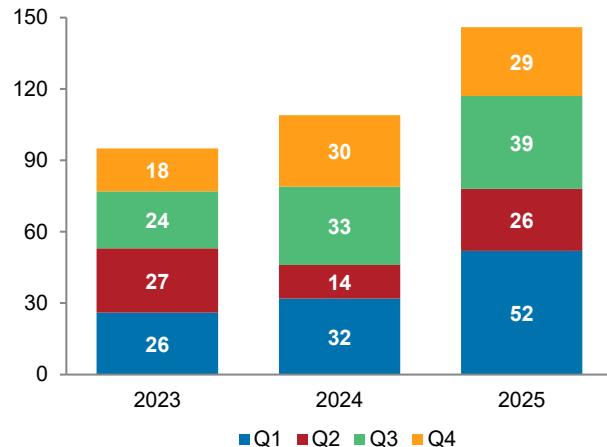
² Industry sectors reflect SIC Divisions. See <https://www.osha.gov/data/sic-manual>.

³ Industries reflect SIC Industry Groups defined by a three-digit SIC code. Technology refers to the SIC Industry Group Computer Programming, Data Processing, And Other Computer Related Services. Pharmaceuticals & Biotechnology refers to the SIC Industry Group Drugs. See <https://www.osha.gov/data/sic-manual>.

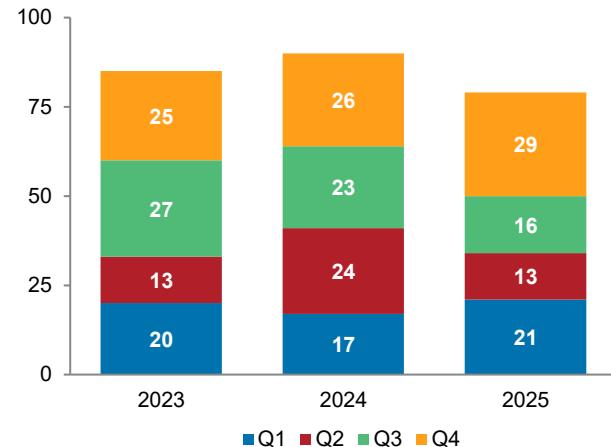
Dismissals and settlements

- Among the cases filed in the past 10 years,⁴ 47% of the cases (998) have been dismissed so far.⁵ 146 of these cases were dismissed in 2025.
- 28% of the cases (597) filed in the past 10 years have settled. 79 of these cases settled during 2025.⁶
- Out of the 79 cases that settled during 2025, 36 cases reached the stage of class certification filing.

Dismissed cases

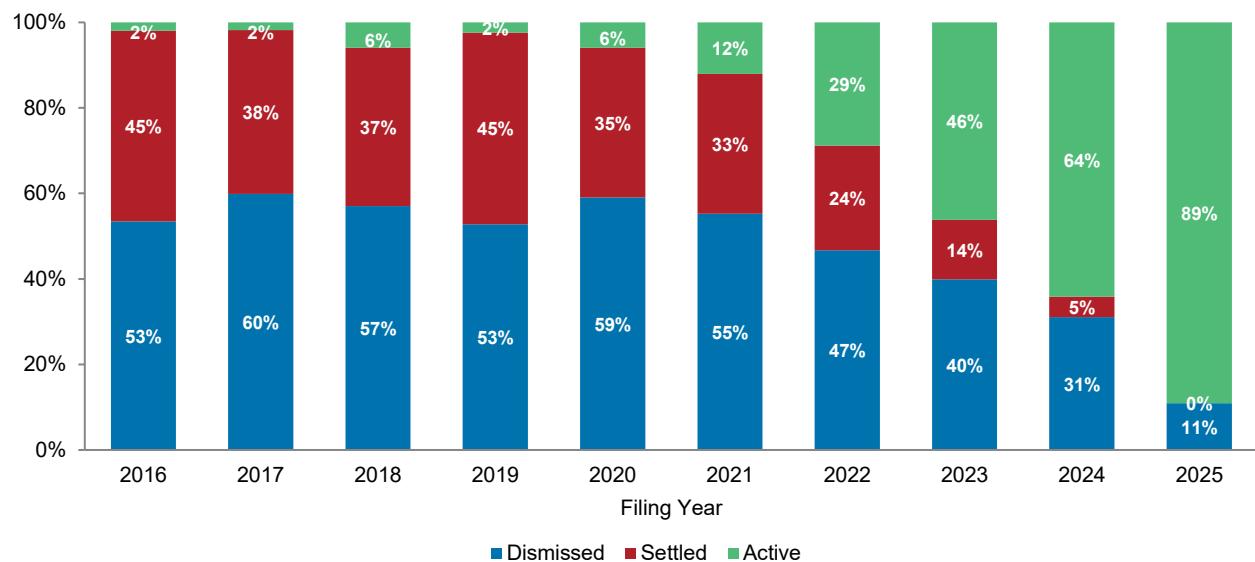


Settled cases



- Among the cases filed in the past 10 years, 526 (25%) of the cases remain active. A class has been certified in 32 of these cases.

Status of the cases filed in the past 10 years



Note: Filings from Q1 2016 to Q4 2025.

⁴ The past 10 years refers to cases filed from January 1, 2016, to December 31, 2025.

⁵ Excludes tentative or/and partial dismissals.

⁶ Based on final settlement date. Includes cases with a partial settlement.

Settlement amounts

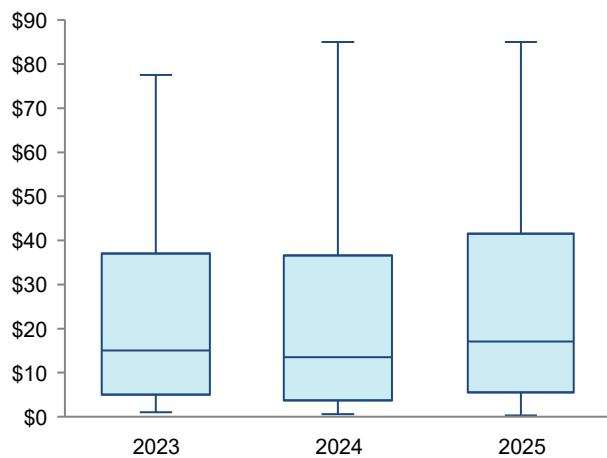
- Among the cases filed in the past 10 years,⁷ the median settlement amount for the cases that settled in 2025 was \$17.1 million, up from \$13.5 million for the cases that settled in 2024 and \$15.0 million for the cases that settled in 2023.
- In 2025, the middle 50% of settlement amounts were between \$5.5 million and \$41.5 million, a larger range than in 2024 (\$3.7 - \$36.6 million) and 2023 (\$5.0 - \$37.0 million).
- The highest settlement amount during 2025 was \$433.5 million. The highest settlement amount was \$490 million in 2024 and \$1 billion in 2023.⁸
- In approximately 90% of the cases that settled from 2023 to 2025, the settlement amount was below \$85 million.

Time to settlement

- Among the cases filed in the past 10 years, the median time to settlement for the cases settled in 2025 was 3.5 years, longer than that of the cases that settled in 2024 (3.2 years) and equal to that of the cases that settled in 2023 (3.5 years).
- The longest time to settlement for the cases settled in 2025 was 8.7 years, similar to that of the cases settled in 2024 (8.3 years) and longer than that of the cases settled in 2023 (7.1 years).

Settlement amounts (\$ millions)

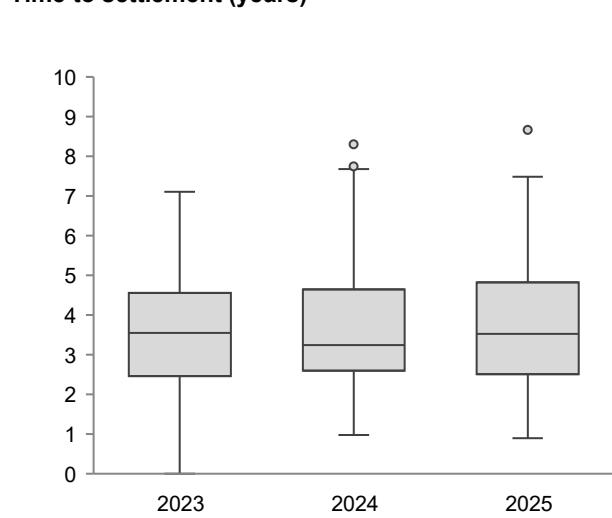
Distribution excluding outliers:



Range of values:

	2023	2024	2025
Min	1.0	0.6	0.3
Max	1,000.0	490.0	433.5

Time to settlement (years)



Range of values:

	2023	2024	2025
Min	0.0	1.0	0.9
Max	7.1	8.3	8.7

Note: Filings from Q1 2016 to Q4 2025 with positive settlement amounts. An observation 1.5 interquartile ranges away from the middle 50% of the observation is considered an outlier.

⁷ The past 10 years refers to cases filed from January 1, 2016, to December 31, 2025.

⁸ Alibaba Group Holding Limited settled for \$433.5 million in March 2025. Apple Inc. settled for \$490 million in 2024, and Wells Fargo & Company settled for \$1 billion in 2023.

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