



April 2025

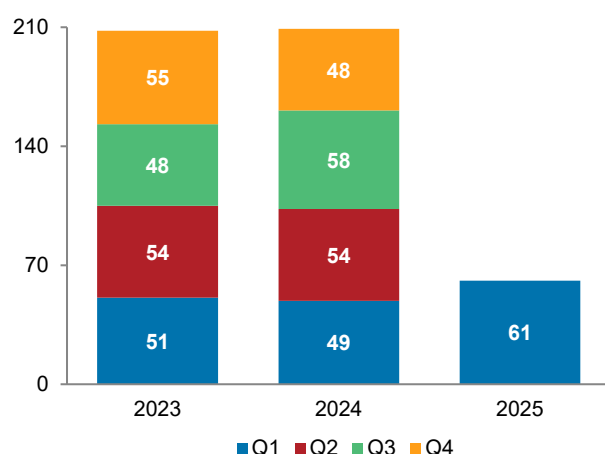
Section 10(b) and Section 11 Filings and Settlements

Q1 2025 Update

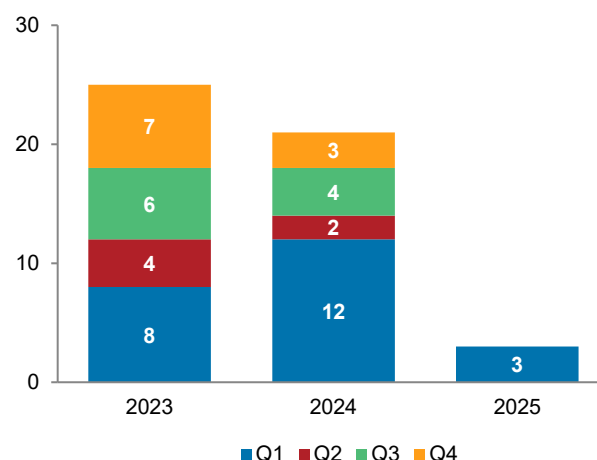
Filing trends

- Section 10(b) and Section 11 filings totaled 61 during the first quarter of 2025, 24% more than in the same period in 2024 and 20% more than in the same period in 2023.¹
- Of those, only 3 filings had Section 11 claims in the first quarter of 2025, considerably less than in the same period of 2024 (12 filings) and less than in the same period of 2023 (8 filings).

Section 10(b) and Section 11 filings



Section 11 filings



- 49% of the year-to-date filings occurred in California (15) and New York (15).²
- A majority of the year-to-date filings, 70%, are concentrated in the Manufacturing and Services industry sectors.³ The Technology industry accounted for 15% of the year-to-date filings, and Pharmaceuticals & Biotechnology industry accounted for 23% of the year-to-date filings.⁴

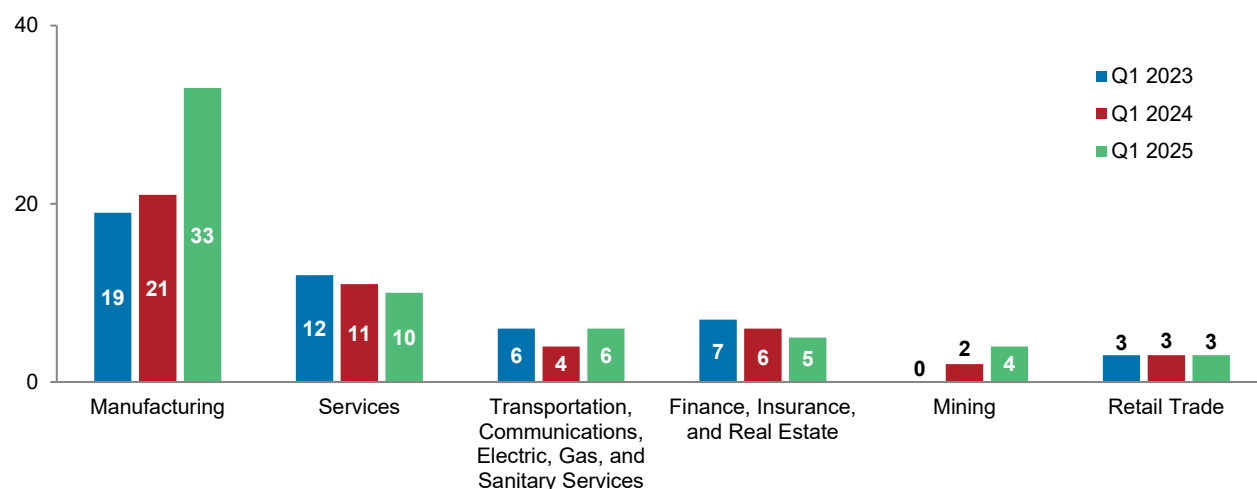
¹ The analysis is based on the data provided by ISS SCAS RecoverMax platform as of April 2, 2025, which includes Section 10(b) and Section 11 filings in U.S. District Courts. Because ISS SCAC updates its data, the filing counts may change from our previous publications.

² Year-to-date refers to the first quarter of 2025.

³ Industry sectors reflect SIC Divisions. See <https://www.osha.gov/data/sic-manual>.

⁴ 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>.

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

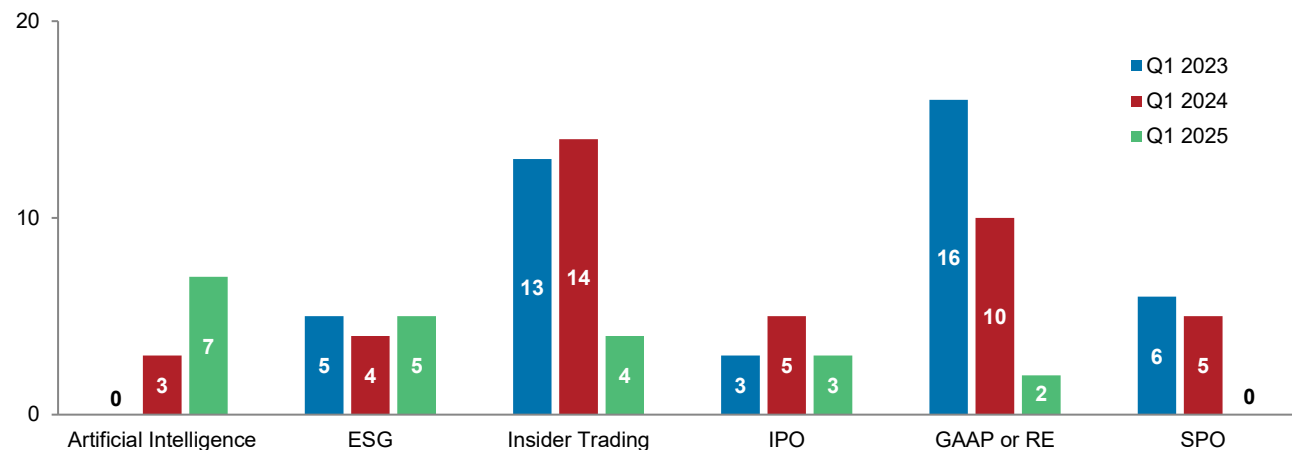


Note: Excludes the following industries, each with no filings in 2025: Agriculture, Forestry, and Fishing; Construction; Wholesale Trade; and Public Administration.

Complaint allegations

- In the first quarter of 2025, 7 filings related to Artificial Intelligence; 5 filings included ESG-related issues; 4 filings had insider trading allegations; 3 filings involved an initial public offering (“IPO”); 2 filings related to GAAP issues or restated earnings; and no filings involved a secondary public offering (“SPO”).

Complaint allegations



Dismissals and settlements

- Among the cases filed in the past 10 years,⁵ 47% have been dismissed so far,⁶ of which 52 were dismissed in the first quarter of 2025.
- 28% of the cases filed in the past 10 years have settled. 22 of these cases settled during the first quarter of 2025.⁷

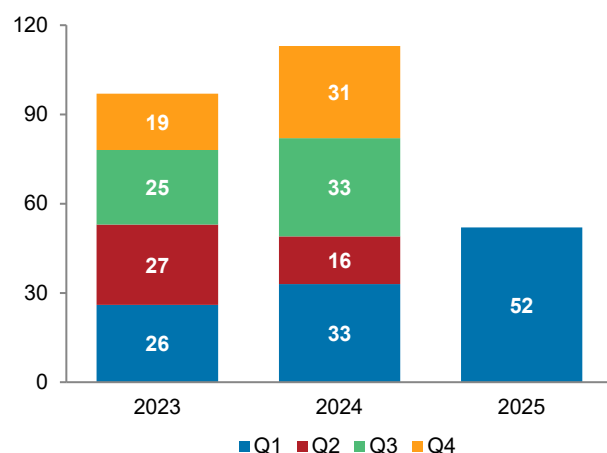
⁵ The past 10 years refers to the period from April 1, 2015 to March 31, 2025. There were approximately 2,100 cases filed in the last 10 years.

⁶ Excludes tentative or/and partial dismissals.

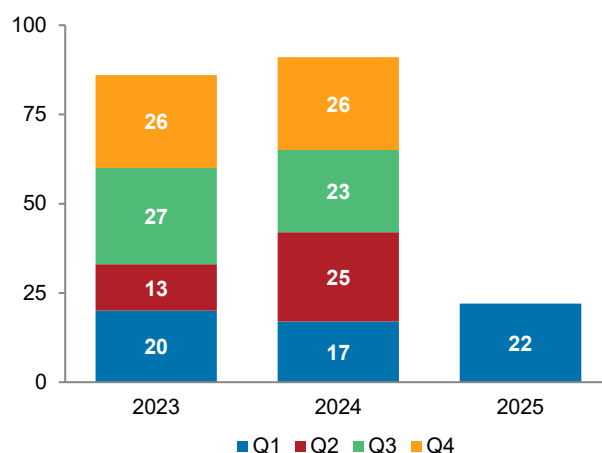
⁷ Based on final settlement date.

- Out of the 22 cases that settled during the first quarter of 2025, 11 cases had reached the stage of class certification filing.

Dismissed cases

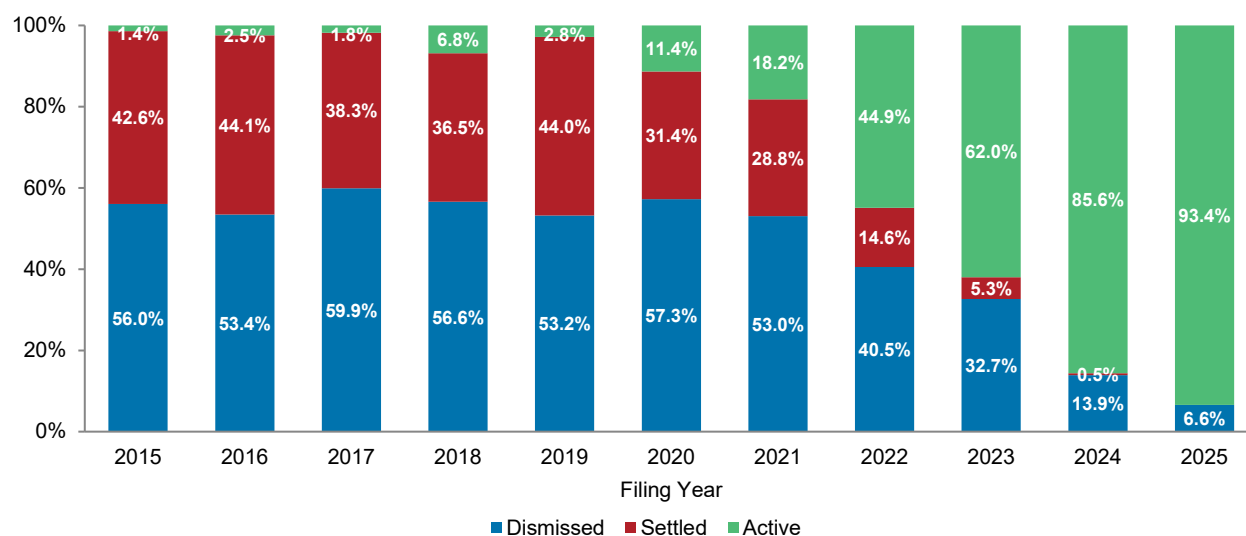


Settled cases



- 26% of the cases filed in the past 10 years remain active.⁸ A class has been certified in 36 of these still active cases.

Status of the cases filed in the past 10 years



Note: Filings from Q2 2015 to Q1 2025.

Settlement amounts

- Among the cases filed in the past 10 years,⁹ the median settlement amount for the cases that settled in Q1 2025 was \$14.6 million, up from \$13.7 million for the cases that settled in 2024 and even with \$14.6 million for the cases that settled in 2023.
- In Q1 2025, the middle 50% of settlement amounts were between \$3.7 million and \$41.9 million, a slightly larger range than in 2024 (\$3.8 - \$36.0 million) and 2023 (\$4.9 - \$36.0 million).

⁸ Active cases include cases that reached the stage of class certification and cases with tentative or/and partial dismissals. Active cases also include cases flagged by ISS as 'Settled' that do not have a populated final settlement date.

⁹ The past 10 years refers to the period from April 1, 2015 to March 31, 2025.

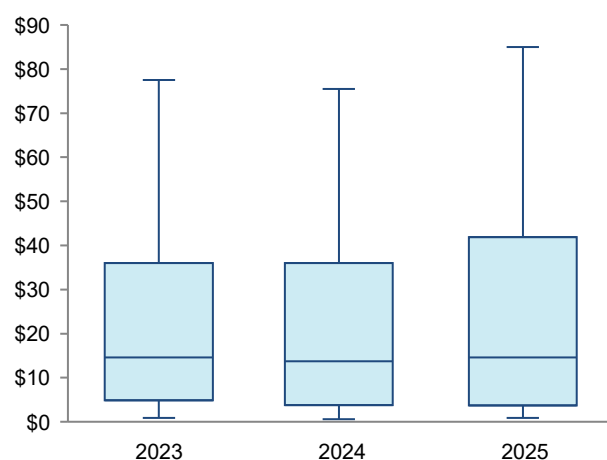
- The highest settlement amount during Q1 2025 was \$433.5 million. The highest settlement amount was \$490 million in 2024 and \$1 billion in 2023.¹⁰
- The settlement amount was below \$85 million in 90% of the cases that settled from 2023 to Q1 2025.

Time to settlement

- Among the cases filed in the past 10 years, the median time to settlement for the cases settled in Q1 2025 was 4.0 years, longer than for the cases that settled in 2024 (3.2 years) and 2023 (3.6 years).
- The longest time to settlement for the cases settled in Q1 2025 was 7.0 years, down from 2024 (8.3 years) and 2023 (8.1 years).

Settlement amounts (\$ millions)

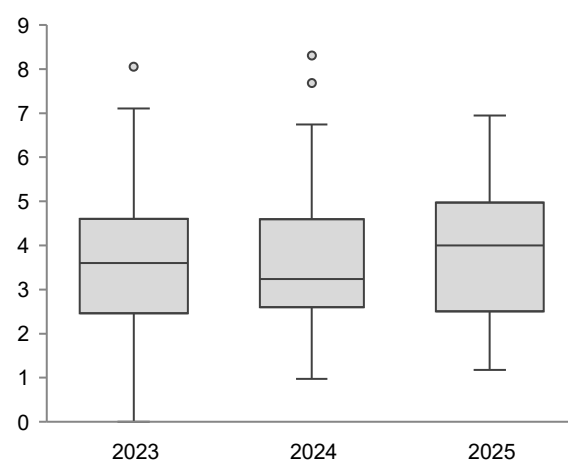
Distribution excluding outliers:



Range of values:

	2023	2024	Q1 2025
Min	0.9	0.6	0.9
Max	1,000.0	490.0	433.5

Time to settlement (years)



Range of values:

	2023	2024	Q1 2025
Min	0.0	1.0	1.2
Max	8.1	8.3	7.0

Note: Filings from Q2 2015 to Q1 2025 with positive settlement amounts. An observation 1.5 interquartile ranges away from the middle 50% of the observation is considered an outlier.

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¹⁰ 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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