

IBKRCampus

**IBKRWebinars**

May 22, 2024

# Financial Recovery Technologies

## Capturing Untapped Alpha from Securities Class Actions

---

### **Amy Mathisen**

Vice President,  
Strategic Accounts  
Financial Recovery Technologies

### **Emily Fortin**

Director,  
Legal Operations and Counsel  
Financial Recovery Technologies

[www.ibkrcampus.com/webinars](http://www.ibkrcampus.com/webinars)

[www.ibkrcampus.eu/webinars](http://www.ibkrcampus.eu/webinars)

Exchange and Industry Sponsored Webinars are presented by unaffiliated third parties. IBKR is not responsible for the content of these presentations. You should review the contents of each presentation and make your own judgment as to whether the content is appropriate for you. IBKR does not provide recommendations or advice. This presentation is not an advertisement or solicitation for new customers. It is intended only as an educational presentation.

## Disclosure:

Options involve risk and are not suitable for all investors. For information on the uses and risks of options, you can obtain a copy of the Options Clearing Corporation risk disclosure document titled Characteristics and Risks of Standardized Options by visiting [ibkr.com/occ](http://ibkr.com/occ). Multiple leg strategies, including spreads, will incur multiple transaction costs.

Futures are not suitable for all investors. The amount you may lose may be greater than your initial investment. Before trading futures, please read the [CFTC Risk Disclosure](#). For a copy visit your local Interactive Brokers Website.

Security futures involve a high degree of risk and are not suitable for all investors. The amount you may lose may be greater than your initial investment. Before trading security futures, please read the [Security Futures Risk Disclosure Statement](#). For a visit copy your local Interactive Brokers Website.

There is a substantial risk of loss in foreign exchange trading. The settlement date of foreign exchange trades can vary due to time zone differences and bank holidays. When trading across foreign exchange markets, this may necessitate borrowing funds to settle foreign exchange trades. The interest rate on borrowed funds must be considered when computing the cost of trades across multiple markets.

The Order types available through Interactive Brokers Trader Workstation are designed to help you limit your loss and/or lock in a profit. Market conditions and other factors may affect execution. In general, orders guarantee a fill or guarantee a price, but not both. In extreme market conditions, an order may either be executed at a different price than anticipated or may not be filled in the marketplace.

There is a substantial risk of loss in trading futures and options. Past performance is not indicative of future results.

Any stock, options or futures symbols displayed are for illustrative purposes only and are not intended to portray recommendations.

IRS Circular 230 Notice: These statements are provided for information purposes only, are not intended to constitute tax advice which may be relied upon to avoid penalties under any federal, state, local or other tax statutes or regulations, and do not resolve any tax issues in your favor.

Interactive Brokers LLC is a member of NYSE FINRA SIPC

Interactive Brokers Canada Inc - Is a member of the Canadian Investment Regulatory Organization (CIRO) and Member - Canadian Investor Protection Fund

Interactive Brokers (U.K.) Limited is authorised and regulated by the Financial Conduct Authority. FCA Register Entry Number 208159

Interactive Brokers Ireland Limited is regulated by the Central Bank of Ireland. CBI, reference number C423427

Interactive Brokers Australia Pty. Ltd. - ABN 98 166 929 568 is licensed and regulated by the Australian Securities and Investments Commission AFSL: 453554

Interactive Brokers Singapore Pte. Ltd. - Is licensed and regulated by the Monetary Authority of Singapore. MAS, Licence No. CMS100917

Interactive Brokers Hong Kong Limited is regulated by the Hong Kong Securities and Futures Commission, and is a member of the SEHK and the HKFE

Interactive Brokers India Pvt. Ltd. member: NSE, BSE, SEBI. Regn. No. SEBI Registration No. INZ000217730; NSDL: IN-DP-NSDL-301-2008

Interactive Brokers Central Europe Zrt. is licensed and regulated by the Central Bank of Hungary (Magyar Nemzeti Bank) under no. H-EN-III-623/2020

# Capturing Untapped Alpha from Class Actions

File and recover on eligible class actions claims with  
Interactive Brokers and Financial Recovery Technologies

May 22, 2024



# Webinar Agenda

- Introductions
- What is a Securities Class Action?
- Benefits of filing claims in Securities Class Actions
- Class Action recovery service available for Interactive Brokers clients
- How to subscribe to the Securities Class Action recovery program and what to expect

# Introductions

**Amy Mathisen**

*VP, Strategic Accounts*



**Emily Fortin**

*Director, Legal Operations & Counsel*



# FINANCIAL RECOVERY TECHNOLOGIES

## IBKR's Partner for Securities Class Action Recovery



### Market Leader

FRT is the largest firm exclusively focused on Securities Class Action Filing & Recovery



### 2,500+ clients (\$37T in AUM)

FRT provides recovery services to many of the world's largest investors; asset managers, hedge funds, wealth managers, and asset owners.



### Technology & Innovation

Automation & processes to create operational efficiencies and maximize recoveries



### Data Security

Tried and tested by the largest Asset Managers, Asset Owners and Custodians



### Global Expertise

Local market knowledge & relationships. Offices across the U.S., Europe & APAC



### Transparency

Corporate governance solution with complete auditability and reporting.

# Does this form look familiar?

UNITED STATES DISTRICT COURT  
NORTHERN DISTRICT OF CALIFORNIA  
OAKLAND DIVISION

In re TWITTER INC. SECURITIES LITIGATION	)	Case No. 4:16-cv-05314-JST (SK)
_____	)	<u>CLASS ACTION</u>
This Document Relates To:	)	PROOF OF CLAIM FORM
ALL ACTIONS.	)	
_____	)	

*In re Twitter, Inc. Securities Litigation*

**Claims Administrator**  
**PO Box 6389**  
**Portland, OR 97228-6389**  
**Toll-Free Number: 1-888-510-9590**  
**Email: [info@TwitterSecuritiesLitigation.com](mailto:info@TwitterSecuritiesLitigation.com)**  
**Website: [www.TwitterSecuritiesLitigation.com](http://www.TwitterSecuritiesLitigation.com)**

**PROOF OF CLAIM**

To be eligible to receive a share of the Net Settlement Fund in connection with the Settlement of this Litigation, you must complete and sign this Proof of Claim form ("Claim Form") and mail it by first-class mail to the above address, *postmarked no later than November 23, 2022* or submit it online at the above website on or before *November 23, 2022*.

Failure to submit your Claim Form by the date specified will subject your claim to rejection and may preclude you from being eligible to receive any money in connection with the Settlement.

**Do not mail or deliver your Claim Form to the Court, the parties to the Litigation, or their counsel. Submit your Claim Form only to the Claims Administrator at the address set forth above.**



# What is a Securities Class Action?

- Securities Class Action claims are brought by a corporation's shareholders
- Shareholders allege that fraudulent actions by the firm caused a loss in share market value of the firm's shares
- Investors who bought or sold the company's securities within the defined time (class period) can file a claim
- Settlement pools in successful cases are divided among the claimants
- If you don't file a claim, you forfeit your portion of the settlement pool!

TECH

## Twitter to Pay \$809.5 Million to Settle Securities Suit

Suit alleged social-media company misled investors about user engagement in 2015

By Colin Kellaher

REUTERS® World Business Markets Sustainability Legal Breakingviews Technology Invest

Transactional | Finance & Banking | Litigation | Securities Enforcement | Capital Markets

### Wells Fargo to pay \$1 billion to settle shareholder lawsuit over recovery from scandals

By Jonathan Stempel

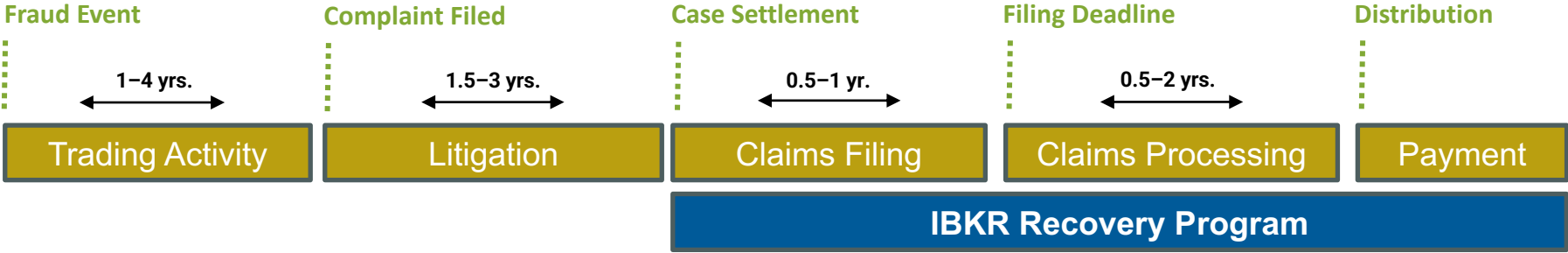
May 16, 2023 1:59 PM EDT · Updated a year ago

🔖 Aa ↻

Any stock, options or futures symbols displayed are for illustrative purposes only and are not intended to portray recommendations, or an invitation or inducement to trade a particular financial instrument or to engage in an investment activity. There is a substantial risk of loss in trading futures and options. Past performance is not indicative of future results.

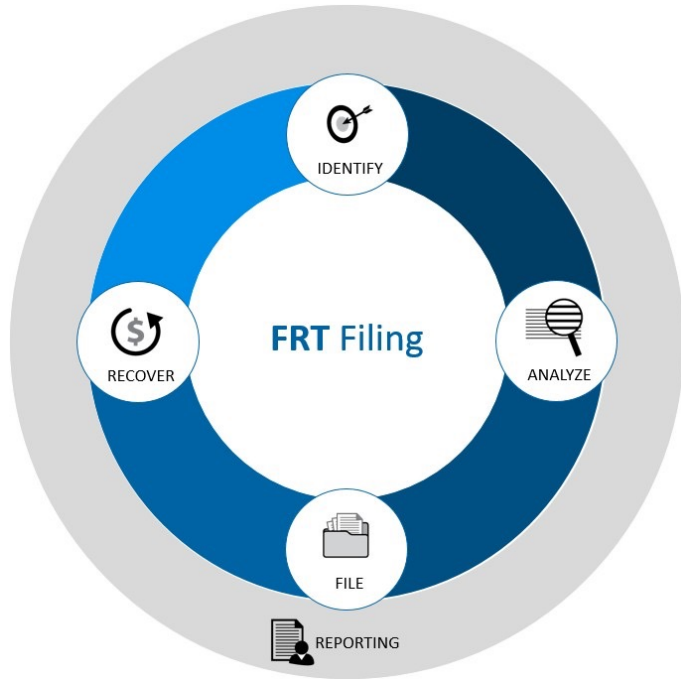


# Timeline of a Class Action



# IBKR & FRT Filing & Recovery Program

Turnkey Solution. Jointly developed for the benefit of IBKR clients.



1. **Identify:** FRT proactively scours industry data sources to identify all cases in the market
2. **Request Data:** FRT shares monthly case data with IBKR
3. **Analyze:** IBKR analyzes and identifies eligible accounts and provides claim filing details to FRT
4. **File:** Prepare and submit filings to claims administrators on behalf of subscribed IBKR clients
5. **Recover:** Process settlement proceeds, verify accuracy, and remit funds directly to IBKR accounts
6. **Report:** FRT shares detailed distribution reports that provide a complete accounting and audit trail

# Benefits of Subscribing to IBKR Recovery Program

100

Settlements per year on average

\$4.6B

Recoveries paid to investors in 2023

WELLS FARGO

\$1B settlement

KraftHeinz

\$450M settlement



\$192M settlement

- Real money is on the table!
- Recoup all eligible recoveries that you are due
- No effort required after you subscribe to the program
- IBKR identifies if your accounts are eligible, FRT files the claim
- Recovered funds automatically deposited into your accounts
- No up-front fee to enroll; 20% fee deducted from recoveries received

Any stock, options or futures symbols displayed are for illustrative purposes only and are not intended to portray recommendations, or an invitation or inducement to trade a particular financial instrument or to engage in an investment activity. There is a substantial risk of loss in trading futures and options. Past performance is not indicative of future results.

# How to Subscribe

Subscribe directly via IBKR  
Client Portal

OR

Contact IBKR Customer  
Service

A screenshot of the IBKR 'Securities Class Action Recovery' page. The page title is 'Securities Class Action Recovery'. Below the title, there is a paragraph: 'If you have held a security that was subject to litigation, you may be entitled to monetary compensation. The program offers eligible clients the opportunity to receive monetary compensation if securities currently or previously held are subject to recovery as a result of filing recovered amounts will be assessed a 20% contingency fee.' There are two links: 'Who is eligible?' and 'To Subscribe'. A red box highlights the navigation path: 'Click the **User menu** (head and shoulders icon in the top right corner) > **Settings** > **Account Configuration** > **Securities Class Action Recovery**. Check the box, then click **Continue**.' Below this, there is a section titled 'Configure Securities Class Action Recovery' with the instruction 'Check below if you would like to subscribe/unsubscribe to the program, then click CONTINUE.' A sub-section titled 'Securities Class Action Recovery' contains a paragraph: 'The Securities Class Action Recovery is an automated service that determines if you are eligible to file a claim for a cash recovery in a securities class action settlement. There is no upfront fee to participate in the program, but all recovered amounts are subject to a contingency fee, as detailed in the Terms & Conditions. You will be asked to review and acknowledge the program's Terms & Conditions prior to enrolling.' At the bottom, there is a step number: '3. Read and sign the service agreement, then click **Continue**.'

**Securities Class Action Recovery**

If you have held a security that was subject to litigation, you may be entitled to monetary compensation. The program offers eligible clients the opportunity to receive monetary compensation if securities currently or previously held are subject to recovery as a result of filing recovered amounts will be assessed a 20% contingency fee.

- Who is eligible?
- To Subscribe

Click the **User menu** (head and shoulders icon in the top right corner) > **Settings** > **Account Configuration** > **Securities Class Action Recovery**. Check the box, then click **Continue**.

Account Settings / Securities Class Action Recovery

**Configure Securities Class Action Recovery**

Check below if you would like to subscribe/unsubscribe to the program, then click **CONTINUE**.

**Securities Class Action Recovery**

The Securities Class Action Recovery is an automated service that determines if you are eligible to file a claim for a cash recovery in a securities class action settlement. There is no upfront fee to participate in the program, but all recovered amounts are subject to a contingency fee, as detailed in the Terms & Conditions. You will be asked to review and acknowledge the program's Terms & Conditions prior to enrolling.

3. Read and sign the service agreement, then click **Continue**.

# Thank You!

## Q&A

**Amy Mathisen**

*VP, Strategic Accounts*



**Emily Fortin**

*Director, Legal Operations & Counsel*



# Appendix: Who is Eligible for IBKR's Filing & Recovery Program?

**IB LLC clients with the following account types are eligible for this service:**

1. Individual, Joint, or Trust Account User
2. Small Business Account User
3. Proprietary Trading Group Master
4. Broker Master (master account only)
5. Broker Client
6. Advisor Clients
7. Investment Manager Master
8. Fund