

Parallel Derivative Action Settlements Update

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This page provides an update on the research described in [*Parallel Derivative Action Settlement Outcomes*](#), incorporating more recent data. The original publication provides additional detail on the sample, methodology, and assumptions.

As shown in Cornerstone Research's [*Securities Class Action Settlements—2022 Review and Analysis*](#), 48% of securities class actions with settlement hearings between 2019 and 2022 had derivative suits with similar claims. This research update analyzes settlement outcomes for 95 of these parallel derivative actions.

- 24% of these derivative settlements included a monetary component other than plaintiff attorney fees (“monetary settlements”), while 76% included therapeutic provisions only (“non-monetary settlements”).

- The median derivative settlement was \$12.0 million among monetary settlements.
- 57% of monetary settlements were settled in the Delaware Court of Chancery, the District of Delaware, or the Southern District of New York.
- The median plaintiff attorney fee award was \$3.2 million among monetary settlements and approximately \$590,000 among cases with therapeutic provisions only.
- Among monetary settlements, 30.4% had a corresponding SEC action, and 13.0% had corresponding criminal charges.

PARALLEL DERIVATIVE ACTION SETTLEMENTS SAMPLE

Type of Settlement	Number of Cases	Percentage of Cases
Securities Class Action Settlements (2019–2022)	342	
Parallel Derivative Actions	165	48%
Parallel Derivative Action Settlements	95	
Monetary Settlements	23	24%
Therapeutic Provisions	83	87%

Monetary settlements are settlements featuring a monetary component other than reimbursement of plaintiff attorney fees. Percentages do not add 100%, as some monetary settlements also include therapeutic provisions. The parallel derivative action settlements identified in this research settled between 2013 and 2023.

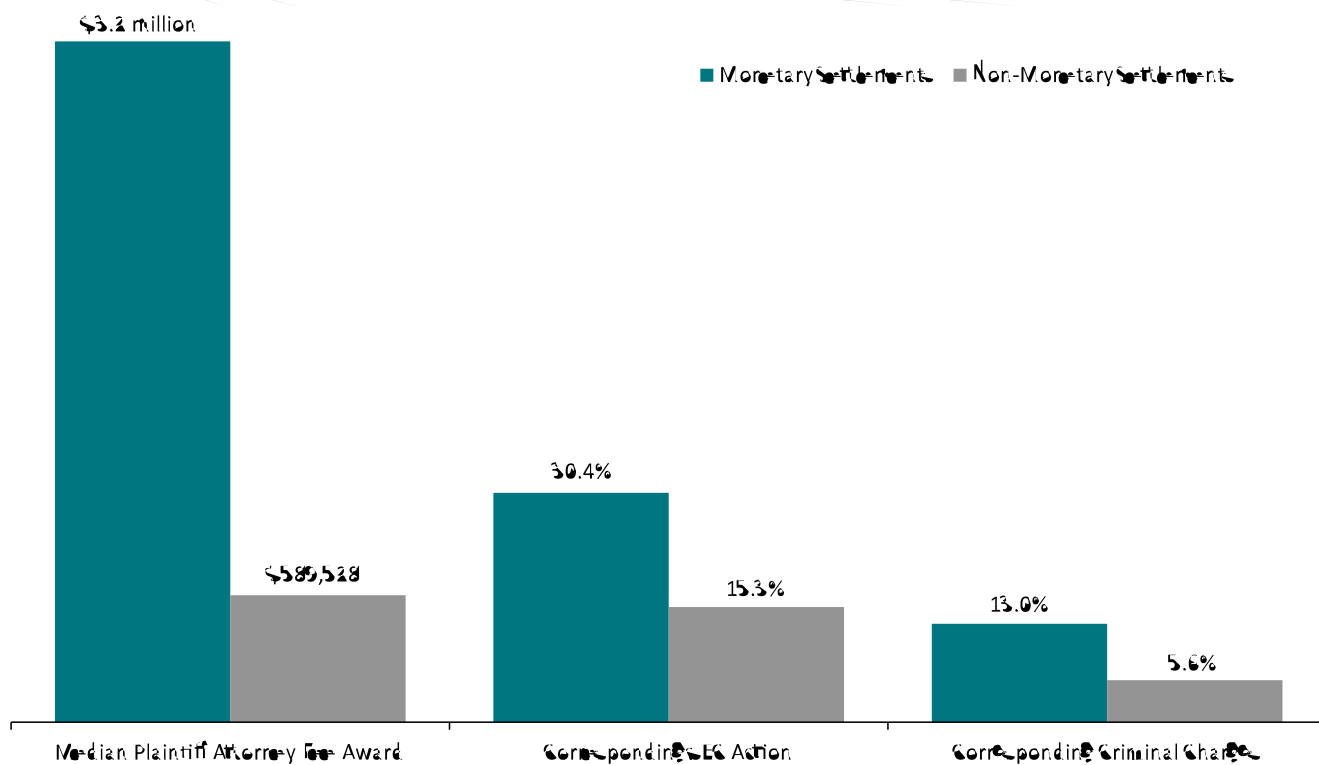
PARALLEL DERIVATIVE ACTION SETTLEMENT AWARDS

	Monetary Component (Monetary Settlement Only)	Plaintiff Attorney Fee Award (Non-Monetary Settlements Only)
2 th Percentile	\$2,146,664	\$303,044
Median	\$12,000,000	\$567,328
7 th Percentile	\$36,763,103	\$1,587,201

Note: Amounts are adjusted for inflation; 2022 dollar equivalent figures are presented. Plaintiff attorney fees have not been netted from monetary components. Plaintiff attorney fees are as recorded in settlement stipulations and could differ from those ultimately approved by courts.

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CHARACTERISTICS OF MONETARY AND NON-MONETARY SETTLEMENTS



Note: Dollar amounts are adjusted for inflation; 2022 dollar equivalent figures are presented. Plaintiff attorney fees are as recorded in settlement stipulations and could differ from those ultimately approved by courts. Percentages represent the proportion of case settlements that satisfy the criteria listed.

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