

From Nuisance to Menace: The Rising Tide of Securities Class Action Litigation

CHUBB®

Securities Class Actions By The Numbers

441

Number of federal securities class actions filed in 2018

<25

Number of the 5,200 securities class actions filed since 1996 that have gone to trial

\$0.0

The amount shareholders received in 85% of settled merger objection claims in the past five years

85%

Percentage of M&A deals >\$100 million challenged with a merger-objection lawsuit in 2018

3x

Multiple of securities class actions filed in 2018 versus the average filed from 1996 to 2016

\$13M

The median cost of a securities class-action settlement in 2018

73%

Percentage of surveyed retail investors who believe lawyers are the main beneficiary of lawsuits against companies

\$3.8M

Average total cost of settling a merger-objection claim from 2012-2017

1 in 10

Likelihood that a S&P 500 company was hit with a securities class actions in 2018

441: [NERA Economic Consulting Report January 29, 2019](#)

<25: [D&O Diary, Rare Securities Class Action Lawsuit Trial Results in Partial Verdict for Plaintiff \(February 5, 2019\)](#)

3X: NERA Economic Consulting, *op. cit.*

\$0.0: Chubb data. Analysis is based on approximately half (49.9%) of all settled merger-objection claims during the period of 2012-2017; sample is a representative of the total universe of claims; data set comprises averages of claims where the total costs are available including: amount to shareholder, plaintiff attorney fees, defense costs and plaintiff attorney expenses.

85%: [Andrew J. Pincus, A Rising Threat: The New Class Action Racket That Harms Investors and the Economy, U.S. Chamber Institute for Legal Reform \(Oct. 24, 2018\)](#)

73%: U.S. Chamber Institute for Legal Reform, 2019

\$13M: NERA Economic Consulting, *op. cit.*

\$3.8M: Chubb data, *op. cit.*

1 in 10: [Cornerstone Research Securities Class Actions Filings 2018 Year in Review](#)

About Chubb

Chubb is the world's largest publicly traded property and casualty insurance company. With operations in 54 countries and territories, Chubb provides commercial and personal property and casualty insurance, personal accident and supplemental health insurance, reinsurance and life insurance to a diverse group of clients. As an underwriting company, we assess, assume and manage risk with insight and discipline. We service and pay our claims fairly and promptly. The company is also defined by its extensive product and service offerings, broad distribution capabilities, exceptional financial strength and local operations globally. Parent company Chubb Limited is listed on the New York Stock Exchange (NYSE: CB) and is a component of the S&P 500 index. Chubb maintains executive offices in Zurich, New York, London, Paris and other locations, and employs more than 30,000 people worldwide. Additional information can be found at: www.chubb.com.