

FINANCIAL SERVICES INDUSTRY

FTI Consulting helps financial services companies address challenging financial and economic issues and resolve regulatory investigations, litigation and other challenges in a cost-effective and expedient manner.

ENGAGEMENT EXAMPLES

- Analyzed accounting, loss causation and damages for a large bank in a securities class action matter involving \$60 billion in alleged damages.
- Assisted several large financial institutions with SEC and regulatory investigations of loan loss allowances.
- Developed valuation methodologies for various banks' investments in illiquid CDOs and private-label MBS. Helped develop and document assumptions and participated in discussions with external auditors and bank regulators.
- Supported several high profile financial fraud investigations, interacting directly with government investigators, prosecutors and defense counsel. Provided a diverse team of experts, including forensic accounting, technology, data analysis and investigative professionals.
- Performed portfolio and loan-level analyses of MBS pools in several litigation consulting engagements.
- Supported the independent examiner of the Bank of New York Mellon Corporation pursuant to the terms of a non-prosecution agreement. Monitored and Reported to the USAO, Federal Reserve Bank of New York, New York State Banking Department and the Bank of New York Mellon Corporation on the state of the bank's suspicious activity reporting practices and anti-money laundering procedures.
- Assisted private equity firms perform due diligence preceding financial institution purchases.
- Assisted a major mutual fund family respond to an SEC late-trading and market timing investigation by performing a detailed transaction analysis.

WHO WE ARE

FTI Consulting's Financial Services Industry practice has a team of experienced CPAs, attorneys, economists and forensic and investigative professionals, including compliance experts, electronic evidence and technology consultants, valuation experts and strategic communications specialists. Our professionals include former staff members of the SEC, FASB, Federal Reserve, Office of the Comptroller of the Currency, Department of Justice and various State Attorney General offices. We understand the changing financial services regulatory environment, and can help clients mitigate risk, ensure compliance and effectively address and resolve regulatory inquiries.

WHAT WE DO

At FTI Consulting, we have a long-standing track record of helping companies navigate difficult challenges. We anticipate, intercept, and resolve problems before they escalate to crisis, and ensure key stakeholders understand how the company is addressing critical issues through effective communication. For more than 25 years, FTI Consulting has been the trusted adviser to entities affected by the events that make headlines, move markets, and create business history. Through a multidisciplinary approach tailored to each engagement, FTI Consulting's Financial Services Industry team works with clients to meet the challenges raised by the SEC, bank regulators, the Department of Justice (DOJ) and private litigants before, during and after a crisis.

Accounting, Reporting and Valuation

We provide comprehensive accounting, financial reporting and valuation services to assist our clients:

- Financial accounting and reporting advisory services
 - Analysis and implementation of complex accounting rules, (both U.S. GAAP and IFRS), and evaluation of the requisite systems requirements
 - Assistance in applying the FASB's fair value and impairment requirements to hard to value financial assets
 - Assistance documenting and accounting for complex accounting transactions
- Financial statement restatement engagements
 - Preparation and review of disclosures
 - Due diligence services including pre-acquisition and pre-merger review of target comp accounting and disclosures
 - Loan loss allowance analysis and reviews
 - Portfolio and complex securities valuations
- SEC and regulatory filing reviews
 - Preparation for and response to comments raised by SEC and/or bank regulators
 - "Pre-review" of offering and periodic reporting documents to help reduce the number and complexity of comments received from the SEC
 - Assistance in requesting waivers of financial statement requirements and concurrence with application of accounting principles from SEC Chief Accountants
 - Help develop/defend positions before they escalate into enforcement matters

ENGAGEMENT EXAMPLES CONT.

- Assisted in the defense of a large credit card issuer in an SEC enforcement action against senior management regarding its accounting and disclosure practices.
- Analyzed over 1.5 billion card transactions and testified in defense of a class action matter asserting improper charges and inadequate transaction refund processes.
- Represented the outside directors of a major financial institution in an investigation of various transactions and related accounting policies.
- Assisted in the unwinding of operations of a former loan originator, servicer and securitizer, including liquidating its portfolio of loans and other assets.
- Conducted an independent investigation and reviewed worldwide order entry and risk monitoring systems following \$141 million rogue trading loss.
- Assessed underwriter due diligence performed for securities offerings.
- Estimated economic damages arising from alleged infringement of patented technology for a major securities exchange.
- Counseled a Puerto Rico bank in communications with stakeholders during its 18-month accounting restatement and regulatory settlements with the Federal Reserve Bank and FDIC.
- Helped a troubled financial institution prepare its financial statements and call reports. Worked with external auditor to develop documentation of client's accounting positions to expedite completion of the audit.

Investigations

We perform investigations to discover the facts and circumstances surrounding allegations of wrongdoing brought by government regulators, whistleblowers or others.

- Conduct complex financial, anti-money laundering and Foreign Corrupt Practices Act investigations for Boards of Directors and audit committees
- Perform counterparty investigative due diligence and transactional intelligence investigations
- Manage parallel inquiries from federal and state enforcement agencies and bank regulators
- Assist in the development of responses to SEC "Wells" requests
- Consult on remedial settlements with the SEC
- Mine financial data to investigate transactional activity or quantify impact of transactions
- Maintain an ongoing dialog with investors, customers and other stakeholders to emphasize the thoroughness of the company's internal investigation and communicate a definitive resolution

Litigation

We work with clients on the myriad of disputes arising in the current environment, including civil and criminal actions filed by the SEC and DOJ, securities class actions, allegations of fraudulent underwriting, market manipulation and insider trading, commercial litigation, post acquisition disputes and patent infringement. We help quantify and resolve alleged claims and minimize the cost and demands of the litigation process. Our services include:

- Early case assessment and risk analysis including analysis of class certification issues
- Assistance in the preservation, collection, review and production of requested email and financial data
- Discovery and litigation support
- Economic analysis of loss causation and damages issues
- Accounting analysis of alleged fraudulent financial reporting
- Loan and loan portfolio analyses and valuation
- Economic analysis of financial instruments and the markets they trade in
- Evaluation and re-underwriting of loans and loan pools
- Expert testimony
- Functioning as neutral arbitrators and mediators in domestic and international proceedings
- Establishing an ongoing strategy for monitoring and responding to new developments as the litigation or regulatory process unfolds
- Maintaining consistent, transparent communications that reinforce the company's credibility and long-term stability across all audiences

Independent Monitoring, Compliance and Claims Resolution

- Monitor assignments, undertakings and remedial actions imposed in connection with settlements
- Serve as independent monitor or third party claims administrator for large-scale restitution funds or class action settlement funds

GLOBAL LOCATIONS

United States

Annapolis
Atlanta
Baltimore
Bethesda
Boston
Brentwood
Charlotte
Chicago
Cleveland
Dallas
Denver

Detroit

Houston
Indianapolis
King of Prussia
Los Angeles
Miami
Morristown
Nashville
New York
Oakland
Philadelphia
Phoenix
Pittsburgh

Rockville

Roseland
Saddle Brook
Salt Lake City
San Francisco
Santa Barbara
Seattle
Tucson
Walnut Creek
Washington, D.C.
Wayne
West Palm Beach

Argentina

Buenos Aires

Australia

Melbourne
Perth
Sydney

Bahrain

Manama

Belgium

Brussels

Brazil

São Paulo

Canada

Toronto
Vancouver

China

Beijing
Guangzhou
Hong Kong
Shanghai

Colombia

Bogotá

France

Paris

Germany

Frankfurt
Munich

India

New Delhi

Ireland

Dublin

Japan

Tokyo

Mexico

Mexico City

Panama

Panama City

Philippines

Manila

Russia

Moscow

Singapore

Cape Town

South Africa

Johannesburg

Spain

Madrid

United Arab Emirates

Abu Dhabi

United Kingdom

Epsom
London
Manchester
Northampton
Stirling



FTI
CONSULTING

Critical thinking at the critical time™

About FTI Consulting

FTI Consulting, Inc. is a global business advisory firm dedicated to helping organizations protect and enhance enterprise value in an increasingly complex legal, regulatory and economic environment. With more than 3,700 employees located in 22 countries, FTI Consulting professionals work closely with clients to anticipate, illuminate and overcome complex business challenges in areas such as investigations, litigation, mergers and acquisitions, regulatory issues, reputation management and restructuring. The company generated \$1.4 billion in revenues during fiscal year 2010. More information can be found at www.fticonsulting.com.

Certain investigations are conducted by FTI Investigations LLC, a licensed entity. California: 25952, Florida: A2700115, Georgia: PDC002343, Illinois: 117-001324, Indiana: PI20900516, Massachusetts P-1709, Michigan: 3701205620, New York: 11000124835, North Carolina: 4148, Ohio: 200821001413, South Carolina: 2647, Texas: A15366