

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK

IN RE LONGTOP FINANCIAL
TECHNOLOGIES LIMITED SECURITIES
LITIGATION

Civil Action No. 11-cv-3658-SAS

**[PROPOSED] ORDER ON CLASS COUNSEL'S MOTION FOR
REIMBURSEMENT OF LITIGATION EXPENSES**

This matter came before the Court for a hearing on October 13, 2015, on Class Counsel's Motion for Reimbursement of Litigation Expenses ("Expense Application"). The Court having considered Class Counsel's Expense Application and all supporting and other related materials, including the matters presented at the October 13, 2015 hearing; and due and adequate notice having been given to the Class as required by the Court's June 23, 2015 Order Preliminarily Approving Settlement and Directing Notice to the Class (the "Preliminary Approval Order," ECF No. 293); and the Court having considered all papers and proceedings had herein and otherwise being fully informed in the proceedings and good cause appearing therefor:

NOW, THEREFORE, THE COURT FINDS, CONCLUDES AND ORDERS AS FOLLOWS:

1. This Order incorporates by reference the definitions in the Stipulation and Agreement of Settlement dated June 18, 2015 (the "Stipulation," ECF No. 294), and all capitalized terms used, but not defined herein, shall have the same meanings as in the Stipulation.
2. This Court has jurisdiction over the subject matter of the Action and over all parties to the Action, including all members of the Class.

3. Notice of Class Counsel's Expense Application was given to all Class members who could be identified with reasonable effort. The form and method of notifying the Class of the motion for approval of Class Counsel's Expense Application satisfied the requirements of Rule 23 of the Federal Rules of Civil Procedure, Section 21D(a)(7) of the Securities Exchange Act of 1934, as amended, 15 U.S.C. § 78u-4(a)(7), including by the Private Securities Litigation Reform Act of 1995, and due process, and constituted the best notice practicable under the circumstances.

4. Class members have been given the opportunity to object to the Expense Application in compliance with Rule 23(h)(2) of the Federal Rules of Civil Procedure.

5. Class Counsel is hereby awarded \$ 500,000 in reimbursement of Litigation Expenses, which sum the Court finds to be fair and reasonable, plus interest earned on this amount at the same rate and for the same period as earned on the Settlement Fund. The Litigation Expenses awarded pursuant to this Order shall be payable to Class Counsel from the Settlement Fund pursuant to and in accordance with the terms of the Stipulation.

6. Lead Plaintiff Danske Invest Management A/S is hereby awarded \$ 9,100 from the Settlement Fund as reimbursement for its costs and expenses directly related to its representation of the Class.

7. Lead Plaintiff Pension Fund of Local No. One, I.A.T.S.E. is hereby awarded \$ 2,573^{20/107} from the Settlement Fund as reimbursement for its costs and expenses directly related to its representation of the Class.

8. In making this award of Litigation Expenses to be paid from the Settlement Fund, the Court has considered and found that:

- a. The Settlement has created a fund of \$2.3 million in cash that has been funded into an escrow account for the benefit of the Class pursuant to the terms of the Stipulation, and that eligible Class members who submit acceptable Proofs of Claim will benefit from the Settlement that occurred because of the efforts of Class Counsel;
- b. Copies of the Notice were mailed to over 86,000 potential Class members or their nominees stating that Class Counsel would apply for reimbursement of out-of-pocket expenses incurred in connection with the prosecution and resolution of the Action in an amount up to \$500,000, plus interest earned on this amount at the same rate and for the same period as earned on the Settlement Fund, and that Lead Plaintiffs may seek reimbursement from the Settlement Fund for costs and expenses (including lost wages) incurred by Lead Plaintiffs in connection with their representation of the Class up to an aggregate amount of \$20,000;
- c. Class Counsel have conducted the litigation and achieved the Settlement with skill, perseverance and diligent advocacy;
- d. The Action involves novel and complex factual and legal issues and was actively prosecuted for nearly four years, though trial against the Settling Defendant; and
- e. Had the Settlement not been achieved, there would remain a substantial risk that Lead Plaintiffs and the other members of the Class may have recovered less or nothing from the Settling Defendant.

9. Any appeal or any challenge affecting this Court's approval regarding any application for expenses shall in no way disturb or affect the finality of the Order and Final Judgment as to Defendant Derek Palaschuk entered with respect to the Settlement.

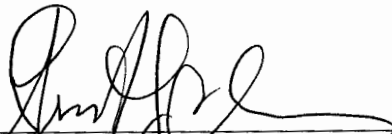
10. Jurisdiction is hereby retained over the parties and the Class members for all matters relating to this Action, including the administration, interpretation, effectuation or enforcement of the Stipulation and this Order.

11. In the event that the Settlement is terminated or the Effective Date of the Settlement otherwise fails to occur, this Order shall be rendered null and void to the extent provided by the Stipulation and shall be vacated in accordance with terms of the Stipulation.

12. There is no just reason for delay in the entry of this Order, and immediate entry by the Clerk of the Court is expressly directed.

IT IS SO ORDERED.

DATED: October 13, 2015



THE HONORABLE SHIRA A. SCHEINDLIN
UNITED STATES DISTRICT JUDGE