

Dandong v. Pinnacle Performance Ltd., **No. 10-cv-08086 (S.D.N.Y.).**

Case Overview

Status: Settled

Court: Southern District of New York

Case Number: 10-cv-08086

Related Attorneys: [Daniel Hume](#), [Meghan Summers](#), [Andrew M. McNeela](#)

Related Practices: [Securities](#), [Structured Finance](#)

KM acted as lead counsel for a group of Singapore-based investors in a securities class action against Morgan Stanley pertaining to notes issued by Cayman Islands-registered Pinnacle Performance Ltd. Plaintiffs alleged that Morgan Stanley routed Pinnacle investors' principal into synthetic collateralized debt obligations ("CDOs") which were built to fail and then bet against. As the CDOs failed by design, plaintiffs' principal was swapped to Morgan Stanley, enriching Morgan Stanley while rendering the Pinnacle Notes an all-but-total loss. This case resulted in a settlement of \$20 million for the class following the court's order certifying common law fraud claims.