

FINANCIAL SERVICES

Forensic and Litigation Consulting services

The Forensic and Litigation Consulting (FLC) practice of FTI Consulting focuses on safeguarding clients' assets and their reputation. We work with companies across the financial services sector – retail and investment banks, asset managers, hedge funds, private equity and wealth managers – to address complex accounting and financial matters in the face of reporting issues and allegations outside the normal course of business.

We support firms through cases of impropriety or fraud, regulatory scrutiny or anti-bribery and corruption enquiries. In the broadest terms we help our clients establish the facts, put in place control improvements to ensure it doesn't happen again and importantly assist them with the recovery of their losses.

Our seasoned team of experts reacts quickly, confidentially and with minimum disruption – no matter how high the stakes.

Why FTI?

- When speed is of the essence, we can quickly deploy a team across all the major financial and political jurisdictions.
- We work with clients through every phase of the institutional and regulatory actions and litigation.
- Our professionals frequently work with colleagues around the globe and travel to high-risk countries.
- We work to prevent issues recurring by implementing effective controls.
- Our reports and presentations stand up to the toughest scrutiny.

How we work with you

We have a rigorous and dedicated approach to all our client work. This approach means that our senior staff lead from the front and actively participate throughout the project.

We maintain a programme of continuous quality assurance and internal challenge; all work is subject to an independent second senior managing director review. Our heritage of dispute resolution and regulatory involvement underpins a consistent commitment to quality and integrity.

We bring the full range of our capabilities to all our engagements and our numerous specialists across all disciplines including Technology, Economic and Financial Consulting and Strategic Communications are important resources in delivering a holistic

solution for our clients. These are provided seamlessly which reduces demands on management.

Case study: Collusion and abuse of position by senior management

FTI Consulting was appointed to investigate the activities of a managing director and CEO of an investment firm who had borrowed large sums of monies to make personal investments. As a result of the financial crisis, his financial position deteriorated and he abused his position by persuading the CEO of a subsidiary company to assist him.

Once this became known, the managing director was suspended while FTI Consulting commenced an investigation. The scope of the investigation included the capture and review of electronic information such as emails and other correspondence (this involved setting up a standalone server in the company's office – FTI Investigate - as the data could not be removed to the UK for review), the interviewing of staff, the forensic analysis of financial information and the carrying out of business intelligence investigations in a number of jurisdictions.

As a result of the investigation it became clear that certain unauthorised loans were granted and other payments made to him for "advisory services provided". The CEO of the subsidiary was found to have authorised these payments in return for the granting of generous stock options and bonuses. The investigation also identified that the CEO had entered into a number of relationships with third party suppliers, one of which was a former employer. Payments to these companies were authorised by the CEO which were found to be excessive and in a number of cases unsupported.

As a result of the investigation, the managing director of the investment firm and the CEO of the subsidiary were dismissed.