

MasterCard and Target reach agreement; to provide issuers up to \$19M for data breach claims
Wednesday, April 15, 2015 09:34:20 PM (GMT)

- MA announced it has reached a settlement with Target Corporation to resolve claims by MasterCard and its issuers related to the retailer's 2013 data breach.
 - Under the agreement, Target will make available up to \$19M in alternative recovery offers to eligible banks and credit unions across the globe.
 - The settlement is conditioned on issuers of at least 90% of the eligible MasterCard accounts accepting their alternative recovery offers, either directly or through their sponsoring issuers, by 20-May-15.
 - TGT notes the estimated costs of this settlement are already reflected in the data breach liabilities that Target established during fiscal 2013 and 2014.
 - These funds will settle their claims for operational costs and fraud-related losses on MasterCard-branded cards believed by MasterCard to have been affected by the data breach.
 - Upon accepting the offer, each issuer will release MasterCard, Target and its acquiring banks from all claims related to the data breach.
- StreetAccount notes that on 14-Apr, the WSJ reported the companies were near a settlement.

Reference Links:

- [MasterCard Reaches Agreement with Target to Provide Issuers Up to \\$19 Million for Data Breach Claims](#)

Industries: Consumer Financial Services, Retail (Department & Discount)

Primary Identifiers: MA-US

Related Identifiers: MA-US, TGT-US