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Madoff Investors Pleased by Supreme Court Appeal Denial -- Market Talk
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17:42 EDT - A lawyer for hundreds of investors who profited from Bernard Madoff's Ponzi Scheme says his clients are "gratified" by the Supreme Court's decision not to hear an appeal by the court-appointed trustee trying to recover fictitious profits they received. The justices, who rejected the appeal without comment, agreed with a lower court that the approximately \$1.8B was shielded by a part of the bankruptcy code that prohibits recovery of securities-related payments made by a stockbroker. The lawyer, Pryor Cashman's Richard Levy Jr., says his clients "knew nothing of their broker's conduct" and are thus protected from having to give money back on withdrawals made two years before Madoff's firm was exposed as fraud.
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